

# **RURAL MUNICIPALITY OF STE. ANNE**

**Consolidated Financial Statements  
For the Year Ended December 31, 2023**

## STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the RM of Ste. Anne and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants Canada.

In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

Council of the municipality met with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

Exchange Group Chartered Professional Accountants LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditors' report is addressed to the Reeve and members of council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the municipality in accordance with Canadian Public Sector Accounting Standards.



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Mike McLennan  
Chief Administrative Officer



## INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the  
**RURAL MUNICIPALITY OF STE. ANNE**

### *Opinion*

We have audited the accompanying consolidated financial statements of the Rural Municipality of Ste. Anne, which comprise the consolidated statement of financial position as at December 31, 2023 and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year ended December 31, 2023, and a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Ste. Anne as at December 31, 2023, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Public Sector Accounting Standards.

### *Basis for Qualified Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

The Municipality has not completed determination of its asset retirement obligations. We are unable to obtain sufficient audit evidence to support the existence nor valuation of these obligations. Therefore, we are unable to determine whether any adjustments to tangible capital assets, retirement obligations and net surplus were necessary.

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

### *Auditors' Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Exchange*

Chartered Professional Accountants LLP  
Winnipeg, Manitoba  
June 26, 2024

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# **RURAL MUNICIPALITY OF STE. ANNE**

## **Consolidated Financial Statements**

**As at December 31, 2023**

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**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2023**

	<u>2023</u>	<u>2022</u>
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (Note 3)	\$ 4,810,860	\$ 3,649,086
Amounts receivable (Note 4)	<u>848,206</u>	<u>969,884</u>
	<u>\$ 5,659,066</u>	<u>\$ 4,618,970</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 6)	\$ 760,140	\$ 673,690
Post-employment benefits and compensated absences (Notes 2 and 7)	82,336	76,209
Long-term debt (Note 8)	<u>1,012,352</u>	<u>1,061,329</u>
	<u>1,854,828</u>	<u>1,811,228</u>
<b>NET FINANCIAL ASSETS</b>	<u>\$ 3,804,238</u>	<u>\$ 2,807,742</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 1)	\$ 11,533,035	\$ 11,538,301
Inventories (Note 5)	93,881	126,284
Prepaid expenses	<u>71,866</u>	<u>31,774</u>
	<u>11,698,782</u>	<u>11,696,359</u>
<b>ACCUMULATED SURPLUS (Note 14)</b>	<u>\$ 15,503,020</u>	<u>\$ 14,504,101</u>

**CONTINGENCIES AND COMMITMENTS (NOTES 10 and 11)**

Approved on behalf of council:

  
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Reeve

  
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Councillor

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**As at December 31, 2023**

	<b>2023 Budget (Note 13)</b>	<b>2023 Actual</b>	<b>2022 Actual</b>
<b>REVENUE</b>			
Property taxes	\$ 3,817,796	\$ 3,833,287	\$ 3,391,044
Grants in lieu of taxation	30,887	30,887	34,468
User fees	103,114	255,196	185,793
Permits, licences and fines	110,700	96,834	156,079
Investment income	25,000	154,553	104,947
Other revenue	40,750	80,929	36,732
Water and sewer	-	-	-
Grants - Province of Manitoba	845,268	1,249,960	891,323
Grants - other	312,921	316,938	330,671
Total revenue (Schedules 2, 4 and 5)	<b>5,286,436</b>	<b>6,018,584</b>	5,131,057
<b>EXPENSES</b>			
General government services	1,404,234	1,237,235	1,341,975
Protective services	742,386	659,438	776,901
Transportation services	2,194,184	2,500,715	2,254,416
Environmental health services	229,521	201,067	160,255
Public health and welfare services	3,200	3,158	3,158
Regional planning and development	273,302	249,852	205,978
Resource conservation and industrial development	35,794	59,529	45,955
Recreation and cultural services	36,682	108,671	31,993
Water and sewer services	-	-	-
Total expenses (Schedules 3, 4 and 5)	<b>4,919,303</b>	<b>5,019,665</b>	4,820,631
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ 367,133</b>	<b>998,919</b>	310,426
<b>ACCUMULATED OPERATING SURPLUS, BEGINNING OF YEAR</b>		<b>14,504,101</b>	14,193,675
<b>ACCUMULATED SURPLUS, END OF YEAR</b>		<b>\$ 15,503,020</b>	<b>\$ 14,504,101</b>

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
**As at December 31, 2023**

	<u>2023 Budget (Note 13)</u>	<u>2023 Actual</u>	<u>2022 Actual</u>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ 367,133</b>	<b>\$ 998,919</b>	<b>\$ 310,426</b>
Acquisition of tangible capital assets	(1,462,000)	(549,447)	(1,213,769)
Amortization of tangible capital assets	548,644	548,645	495,409
Loss (Gain) on sale of tangible capital assets	-	(9,050)	18,037
Proceeds on sale of tangible capital assets	-	15,118	-
Decrease (increase) in inventories	-	32,403	69,177
Decrease (increase) in prepaid expense	-	(40,092)	(3,616)
	<u>(913,356)</u>	<u>(2,423)</u>	<u>(634,762)</u>
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<b><u>\$ (546,223)</u></b>	<b>996,496</b>	<b>(324,336)</b>
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>		<u>2,807,742</u>	<u>3,132,078</u>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>		<b><u>\$ 3,804,238</u></b>	<b><u>\$ 2,807,742</u></b>

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**As at December 31, 2023**

	<u>2023</u>	<u>2022</u>
<b>OPERATING TRANSACTIONS</b>		
Annual surplus (deficit)	\$ 998,919	\$ 310,426
Changes in non-cash items:		
Amounts receivable	121,678	(48,301)
Inventories	32,403	69,177
Prepays	(40,092)	(3,616)
Other assets	-	-
Accounts payable and accrued liabilities	86,450	(750,182)
Post employment benefits and compensated absences	6,127	17,139
Deferred revenue	-	-
Landfill closure and post closure liabilities	-	-
Environmental liabilities	-	-
Donated tangible capital assets	-	-
Loss (Gain) on sale of tangible capital asset	(9,050)	18,037
Amortization	548,645	495,409
	<u>1,745,080</u>	<u>108,089</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds on sale of tangible capital assets	15,118	-
Cash used to acquire tangible capital assets	(549,447)	(1,213,769)
	<u>(534,329)</u>	<u>(1,213,769)</u>
<b>INVESTING TRANSACTIONS</b>		
Proceeds on sale of portfolio investments	-	-
Proceeds on sale of real estate properties	-	-
Loans and advances repaid	-	-
Purchase of portfolio investments	-	-
Acquisition of real estate properties	-	-
Loans and advances issued	-	-
	<u>-</u>	<u>-</u>
Cash applied to investing transactions	-	-
<b>FINANCING TRANSACTIONS</b>		
Net (repayments) borrowings from revolving line of credit	-	-
Proceeds of long-term debt	-	-
Debt repayment	(48,977)	(152,974)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	-	-
	<u>(48,977)</u>	<u>(152,974)</u>
Cash applied to financing transactions	-	-
<b>INCREASE IN CASH AND TEMPORARY INVESTMENTS</b>	<b>1,161,774</b>	<b>(1,258,654)</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<b>3,649,086</b>	<b>4,907,740</b>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<b>\$ 4,810,860</b>	<b>\$ 3,649,086</b>

*The accompanying notes are an integral part of this financial statement*

**RURAL MUNICIPALITY OF STE. ANNE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**As at December 31, 2023**

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**1. Status of the Rural Municipality of Ste. Anne**

The incorporated Rural Municipality of Ste. Anne (the "Municipality") is a municipality that was formed in 1908 pursuant to The Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, planning, parks and recreation, library and other general government operations. The Municipality has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

**2. Significant Accounting Policies**

The consolidated financial statements have been prepared in accordance with public sector accounting standards as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and reflect the following significant accounting policies:

**a) Reporting Entity**

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the council which are controlled by the municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the municipality. Inter-fund and inter-company balances and transactions have been eliminated. The Municipality has no controlled organizations at December 31, 2022.

The taxation with respect to the operations of the school divisions are not reflected in the municipal surplus of these financial statements.

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements. As at December 31, 2022, there were no trust funds administered by the Municipality.

**b) Basis of Accounting**

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

**c) Cash and Temporary Investments**

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition.

**d) Investments**

Temporary investments are accounted for at the lower of cost and market.

Portfolio investments are accounted for at cost.

**e) Non-Financial Assets**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

## **f) Tangible Capital Assets**

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Municipality does not capitalize internal finance charges as part of the cost of its tangible capital assets.

### **General Tangible Capital Assets**

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

### **Infrastructure Assets**

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	30 to 50 years
Buildings	25 to 40 years
Underground networks	40 to 60 years
Machinery and equipment	10 to 20 years
Dams and other surface water structures	40 to 60 years

Certain assets which have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the Municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

## **g) Leases**

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

## **h) Inventories**

Inventories held for sale are recorded at the lower of cost and net realizable value.

Inventories held for consumption are recorded at the lower of cost and replacement value.

## **i) Revenue Recognition**

### **Fees and other revenues:**

Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct good or service or series of distinct goods or services to a payor for consideration. The municipality recognizes revenue when the performance obligations are satisfied, and the payor obtains control of the asset or benefits from the service provided.

Non-exchange transactions are transactions or events where there is no direct transfer of goods or services to a payor. The municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue from non-exchange transactions is recognized when the municipality has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on the delivery of products.

Revenue from contracts with customers is recognized at an amount equal to the transaction price allocated to the specific distinct performance obligation when the performance obligation is satisfied. Revenue from contracts with customers is evaluated and separated into distinct performance obligations when there is a distinct good or service to be transferred in the future.

**Government transfers:**

Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31, for which any eligibility criteria have been met and that can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities.

**Property taxes:**

Revenues from property taxes are accrued in the year they are authorized by Council. Property taxes are recorded net of tax concessions and other adjustments. Transfers made through the tax system are recognized as an expense.

**Externally restricted inflows:**

Externally restricted inflows are recognized as revenue in the period in which expenses are incurred for the purposes specified. Externally restricted inflows received before the expenses are incurred are reported as a liability.

**j) Post-employment Benefits and Compensated Absences**

Compensation expense is accrued to all employees as entitlement to these payments is earned in accordance with the Municipality's benefits plans for vacation, sick, and retirement allowance.

**k) Measurement Uncertainty**

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts are unknown at the time the financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized amount and another reasonable possible amount, as there is whenever estimates are used.

**l) Asset Retirement Obligations**

Asset retirement obligations reflect the legal obligations arising from the retirement of the municipality's tangible capital assets, and are recognized when:

- there is a legal obligation for the municipality to incur costs in relation to a specific tangible capital asset,
- there is a past transaction or event causing the liability that has occurred,
- when economic benefits will need to be given up to remediate the liability, and
- when a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

The Municipality is currently assessing the impact of this standard, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

**m) Future Changes in Accounting Standards**

A number of new and amended Canadian public sector accounting standards have been issued and not applied in preparing these financial statements. These standards will come into effect as follows:

- PS 3400 Revenue (effective January 1, 2024), a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue. Earlier adoption is permitted.
- PS 3160 Public Private Partnerships (effective January 1, 2024), is a new standard establishing guidance on the recognition, measurement and disclosure of public private partnerships arrangements. Earlier adoption is permitted.
- PSG - 8 Purchased intangibles (effective January 1, 2024) provides guidelines on the accounting and reporting for purchased intangible assets that are acquired through arm's length exchange transactions between knowledgeable, willing parties that are under no compulsion to act.

These new accounting standards have not been applied in preparing these consolidated financial statements.

The Municipality is currently assessing the impact of the new standards, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

**3. Cash and cash equivalents**

Cash and cash equivalents are comprised of the following:

	<u>2023</u>	<u>2022</u>
Cash	<u><u>\$ 4,810,860</u></u>	<u><u>\$ 3,649,086</u></u>

The Municipality has designated \$3,456,263 (2022 - \$2,634,381) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has an approved line of credit of \$800,000. The line of credit bears interest at the financial institution's prime rate with an effective rate of 7.20% at December 31, 2023. As at year-end, the Municipality had used \$Nil (2022 - \$Nil) of the available credit.

**4. Amounts Receivable**

Amounts receivable are valued at their net realizable value.

	<u>2023</u>	<u>2022</u>
Taxes on roll (Schedule 11)	\$ 575,292	\$ 561,701
Government grants	154,984	123,828
Utility customers	-	-
Accrued interest	-	-
Organizations and individuals	112,932	250,024
Other governments	23,092	42,275
Other	-	-
	<u>866,300</u>	<u>977,828</u>
Less allowances for doubtful amounts	<u>(18,094)</u>	<u>(7,944)</u>
	<u><u>\$ 848,206</u></u>	<u><u>\$ 969,884</u></u>

**5. Inventories**

**Inventories for use:**

	<u>2023</u>	<u>2022</u>
Chemicals, herbicides, insecticides	\$ -	\$ -
Fuel	3,370	-
Culverts	83,330	10,647
Aggregate	3,849	115,637
Other supplies	-	-
Other	<u>3,332</u>	<u>-</u>
	<u><u>\$ 93,881</u></u>	<u><u>\$ 126,284</u></u>

## 6. Accounts Payable and Accrued Liabilities

	<u>2023</u>	<u>2022</u>
Accounts payable	\$ 486,063	\$ 455,470
Accrued expenses	-	-
Accrued interest payable	-	-
School levies	274,077	218,220
Other governments	-	-
Other	-	-
	<u>\$ 760,140</u>	<u>\$ 673,690</u>

## 7. Post-employment Benefits and Compensated Absences

	<u>2023</u>	<u>2022</u>
Retirement entitlement	\$ 14,502	\$ 11,558
Banked time	2,219	233
Sick leave	47,187	41,969
Vacation pay	18,428	22,449
	<u>\$ 82,336</u>	<u>\$ 76,209</u>

## 8. Long Term Debt

	<u>2023</u>	<u>2022</u>
<b>General Authority:</b>		
Debenture, interest at 2.95%, payable at \$80,286 annually including interest, maturing December 2039	1,012,352	1,061,329
	<u>\$ 1,012,352</u>	<u>\$ 1,061,329</u>

Principal payments required in each of the next five years are as follows:

2024	\$ 50,422
2025	\$ 51,910
2026	\$ 53,441
2027	\$ 55,017
2028	\$ 56,640

## 9. Retirement Benefits

The majority of the employees of the municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$62,624 (2022 - \$47,319) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2022, indicated the plan was 111.6% funded on a going concern basis and had an unfunded solvency liability of \$19.3 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2022.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP.

## 10. Contingencies

Claims have been filed against the Municipality for incidents which arose in the ordinary course of operations. In the opinion of management and legal counsel, the outcome of these pending claims is not determinable. Should any loss result from the resolution of these claims, such loss will be charged to operations in the year of resolution.

## 11. Commitments

The Municipality has negotiated a contract with the City of Steinbach for disposal of waste at their landfill expiring December 31, 2024. Annual charges under the contract are determined by reference to certain waste volumes handled. Payments made under the contract for the year 2023 were \$64,320 (2022 - \$62,301).

The Municipality has negotiated a contract with the City of Steinbach for fire-fighting and emergency response services expired December 31, 2022. Annual charges under the contract are determined by reference to the taxation of the area being serviced. Payments made under the agreement for the year 2023 were \$49,309 (2022 - \$48,000).

The Municipality has negotiated a contract with the City of Steinbach for building inspection services. Payments made under the agreement for the year 2023 were \$50,955 (2022 - \$65,164).

The Municipality has negotiated a contract with the Town of Ste. Anne for fire-fighting and emergency response services expiring December 31, 2034. Annual charges under the contract are based on incremental increases to a base sum payment established in 2019 of \$132,000. Payments made under the agreement for the year 2023 were \$144,000 (2022 - \$141,000).

The Municipality has negotiated a contract with the Rural Municipality of La Broquerie for fire-fighting and emergency response services expired December 31, 2026. Payments made under the agreement for the year 2023 were \$20,000 (2022 - \$17,000).

The Municipality has negotiated a contract with the Rural Municipality of Hanover for fire-fighting and emergency response services expires December 31, 2024. Annual retainer is \$5,000 plus call out fees. The agreement can be renewed every three years.

## 12. Financial Instruments

The municipality as part of its operations carries a number of financial instruments. It is management's opinion that the municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair value of these financial instruments approximates their carrying values.

## 13. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the municipality has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by council.

The reconciliation between the financial plan and the budget figures used in these statements is disclosed in Schedule 10 - Reconciliation of the Financial Plan to the Budget.

## 14. Accumulated Surplus

	<u>2023</u>	<u>2022</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 1,518,497	\$ 1,392,748
TCA net of related borrowings	10,520,683	10,476,972
Reserve funds	<u>3,456,263</u>	<u>2,634,381</u>
Accumulated surplus of Municipality	<u>\$ 15,503,020</u>	<u>\$ 14,504,101</u>

## 15. Public Sector Compensation Disclosure

It is a requirement of The Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$85,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2023:

a) There were no members of council receiving compensation in excess of \$85,000 individually.

b) The following officers received compensation in excess of \$85,000:

<u>Name</u>	<u>Position</u>	<u>Amount</u>
<i>Michael McLennan</i>	<i>Chief Administrative Officer</i>	\$108,986
<i>Nadine Vielfaure</i>	<i>Legislative Officer</i>	\$91,996
<i>Kevin Medeiros</i>	<i>Operations Manager</i>	\$86,543

It is a requirement of The Municipal Act that the annual financial statement disclose the amount of compensation, expenses and any other payment made to council or committee members by the type of each payment and the total amount of payment to each member of council of the municipality. For the year ended December 31, 2023:

c) Compensation paid to members of council and LUD committee amounted to \$220,610 in aggregate.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Richard Pelletier	\$ 35,600	-	\$ 35,600
Councillor - Randy Eros	31,500	808	32,308
Councillor - Sarah Normandeau	27,500	158	27,658
Councillor - Patrick Stolwyk	12,900	-	12,900
Councillor - Bradley Ingles	30,700	2,018	32,718
Councillor - Robert Sarrasin	30,175	1,229	31,404
Councillor - Kyle Waczko	28,825	1,097	29,922
LUD Committee - John Lenton	6,000	-	6,000
LUD Committee - Jessica Ostrowski	6,100	-	6,100
LUD Committee - Normand Bremaud	6,000	-	6,000
	<u>\$ 215,300</u>	<u>\$ 5,310</u>	<u>\$ 220,610</u>

## 16. Segmented Information

The Rural Municipality of Ste. Anne provides a wide ranges of services to its residents.

Segment information has been provided in Schedule 4 for the following services:

- General Government
- Protective Services
- Transportation Services
- Environmental Health
- Public Health and Welfare Services
- Regional Planning and Development
- Resources Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies of the segments are consistent with those followed in the preparation of the financial statements as described in the summary of significant accounting policies.

**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS**  
**As at December 31, 2023**

**SCHEDULE 1**

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2023	2022
<b>Cost</b>										
Opening costs	\$ 797,778	\$ 3,309,693	\$ 2,472,262	\$ 154,211	\$ 181,641	\$ 5,651,461	\$ 658,317	\$ 2,208,508	\$ 15,433,871	\$ 14,402,779
Additions during the year	16,265	-	173,896	-	198,297	125,172	1,959	33,858	549,447	1,213,769
Transfer during the year	227,416	29,385	-	-	(375,554)	118,753	2,226,717	(2,226,717)	-	-
Disposals and write downs	-	-	(37,771)	-	-	-	-	-	(37,771)	(182,677)
Closing costs	1,041,459	3,339,078	2,608,387	154,211	4,384	5,895,386	2,886,993	15,649	15,945,547	15,433,871
<b>Accumulated Amortization</b>										
Opening accum'd amortization	158,593	513,377	1,013,715	128,383	-	1,918,104	163,398	-	3,895,570	3,564,804
Amortization	33,407	80,209	214,612	13,667	-	188,638	18,112	-	548,645	495,409
Disposals and write downs	-	-	(31,703)	-	-	-	-	-	(31,703)	(164,643)
Closing accum'd amortization	192,000	593,586	1,196,624	142,050	-	2,106,742	181,510	-	4,412,512	3,895,570
Net Book Value of Tangible Capital Assets	\$ 849,459	\$ 2,745,492	\$ 1,411,763	\$ 12,161	\$ 4,384	\$ 3,788,644	\$ 2,705,483	\$ 15,649	\$ 11,533,035	\$ 11,538,301

**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED SCHEDULE OF REVENUES**  
**As at December 31, 2023**

**SCHEDULE 2**

	<b>2023 Actual</b>	2022 Actual
<b>Property taxes:</b>		
Municipal taxes levied (Schedule 12)	\$ 3,730,241	\$ 3,143,183
Taxes added	103,046	247,861
Taxes discount	-	-
	<u>3,833,287</u>	<u>3,391,044</u>
<b>Grants in lieu of taxation:</b>		
Federal government	-	-
Federal government enterprises	-	-
Provincial government	30,887	34,468
Provincial government enterprises	-	-
Other municipal governments	-	-
Non-government organizations	-	-
	<u>30,887</u>	<u>34,468</u>
<b>User fees</b>		
Parking meters	-	-
Sales of service	210,772	171,034
Sales of goods	-	-
Rentals	-	-
Development charges	44,424	14,759
Facility use fees	-	-
Other	-	-
	<u>255,196</u>	<u>185,793</u>
<b>Permits, licences and fines</b>		
Permits	66,611	139,495
Licences	-	-
Fees	10,867	13,165
Fines	19,356	3,419
Other	-	-
	<u>96,834</u>	<u>156,079</u>
<b>Investment income:</b>		
Cash and temporary investments	154,553	104,947
Marketable securities	-	-
Municipal debentures	-	-
Other	-	-
	<u>154,553</u>	<u>104,947</u>
<b>Other revenue:</b>		
Gain (loss) on sale of tangible capital assets	9,050	(18,037)
Gain on sale of real estate held for sale	-	-
Contributed assets	-	-
Penalties and interest	51,416	44,251
Miscellaneous (specify):	-	-
Other	20,463	10,518
	<u>80,929</u>	<u>36,732</u>
<b>Water and sewer</b>		
Municipal utility (Schedule 9)	-	-
Consolidated water co-operatives	-	-
	<u>-</u>	<u>-</u>
<b>Grants - Province of Manitoba</b>		
Municipal operating grants	672,083	421,688
Other unconditional grants	7,510	9,283
Conditional grants	570,367	460,352
Other	-	-
	<u>1,249,960</u>	<u>891,323</u>
<b>Grants - other</b>		
Federal government - gas tax funding	293,721	281,483
Federal government - other	23,217	49,188
Other municipal governments	-	-
Other	-	-
	<u>316,938</u>	<u>330,671</u>
<b>Total revenue</b>	<u><u>\$ 6,018,584</u></u>	<u><u>\$ 5,131,057</u></u>

RURAL MUNICIPALITY OF STE. ANNE  
CONSOLIDATED SCHEDULE OF EXPENSES  
As at December 31, 2023

SCHEDULE 3

	2023 Actual	2022 Actual
<b>General government services:</b>		
Legislative	\$ 242,133	\$ 264,482
General administrative	677,226	744,204
Other	317,876	333,289
	<u>1,237,235</u>	<u>1,341,975</u>
<b>Protective services:</b>		
Police	-	-
Fire	415,921	361,523
Emergency measures	90,646	175,087
Other	152,871	240,291
	<u>659,438</u>	<u>776,901</u>
<b>Transportation services:</b>		
Road transport		
Administration and engineering	501,611	490,080
Road and street maintenance	1,972,955	1,738,333
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	26,149	26,003
Other	-	-
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>2,500,715</u>	<u>2,254,416</u>
<b>Environmental health services:</b>		
Waste collection and disposal	95,860	83,970
Recycling	40,289	43,235
Other	64,918	33,050
	<u>201,067</u>	<u>160,255</u>
<b>Public health and welfare services:</b>		
Public health	-	-
Medical care	-	-
Social assistance	3,158	3,158
Other	-	-
	<u>3,158</u>	<u>3,158</u>
<b>Regional planning and development</b>		
Planning and zoning	249,852	205,978
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>249,852</u>	<u>205,978</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	31,114	20,251
Drainage of land	3,260	3,260
Veterinary services	-	-
Water resources and conservation	22,779	19,982
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	2,376	2,462
	<u>59,529</u>	<u>45,955</u>
<b>Sub-totals forward</b>	<u>\$ 4,910,994</u>	<u>\$ 4,788,638</u>

**RURAL MUNICIPALITY OF STE. ANNE**  
**CONSOLIDATED SCHEDULE OF EXPENSES**  
**For the Year Ended December 31, 2023**

**SCHEDULE 3**

	<u>2023 Actual</u>	<u>2022 Actual</u>
<b>Sub-totals forward</b>	<b>\$ 4,910,994</b>	<b>\$ 4,788,638</b>
<b>Recreation and cultural services:</b>		
Administration	-	-
Community centers and halls	72,935	15,789
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	35,736	16,204
Other recreational facilities	-	-
Museums	-	-
Libraries	-	-
Other cultural facilities	-	-
	<u>108,671</u>	<u>31,993</u>
<b>Water and sewer services</b>		
Municipal utility (Schedule 9)	-	-
Consolidated water co-operatives	-	-
	<u>-</u>	<u>-</u>
<b>Total expenses</b>	<b>\$ 5,019,665</b>	<b>\$ 4,820,631</b>

## CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

As at December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>										
Property taxes	\$ 3,833,287	\$ 3,391,044	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	30,887	34,468	-	-	-	-	-	-	-	-
User fees	63,168	9,504	33,425	45,184	158,603	131,105	-	-	-	-
Grants - other	316,938	330,671	-	-	-	-	-	-	-	-
Permits, licences and fines	73,957	126,984	-	-	-	-	-	-	-	-
Investment income	154,553	104,947	-	-	-	-	-	-	-	-
Other revenue	80,825	36,732	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	679,593	430,972	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	210,781	45,412	-	450,322	187,311	57,878	-	-	-
Total revenue	\$ 5,233,208	\$ 4,676,103	\$ 78,837	\$ 45,184	\$ 608,925	\$ 318,416	\$ 57,878	\$ -	\$ -	\$ -
<b>EXPENSES</b>										
Personnel services	\$ 672,036	\$ 589,944	\$ 43,881	\$ 48,055	\$ 500,055	\$ 456,311	\$ -	\$ -	\$ -	\$ -
Contract services	301,903	445,062	371,805	424,232	125,926	118,209	192,863	149,639	-	-
Utilities	15,846	22,884	12,345	13,628	40,286	41,939	-	-	-	-
Maintenance materials and supplies	31,436	30,361	132,109	229,614	1,383,055	1,215,714	-	-	-	-
Grants and contributions	179,670	197,067	12,256	12,407	-	-	-	-	3,158	3,158
Amortization	18,073	46,646	86,691	48,301	415,608	385,612	7,944	9,648	-	-
Interest on long term debt	-	-	-	-	31,309	32,713	-	-	-	-
Other	18,271	10,011	351	664	4,476	3,918	260	968	-	-
Total expenses	\$ 1,237,235	\$ 1,341,975	\$ 659,438	\$ 776,901	\$ 2,500,715	\$ 2,254,416	\$ 201,067	\$ 160,255	\$ 3,158	\$ 3,158
<b>Surplus (Deficit)</b>	<b>\$ 3,995,973</b>	<b>\$ 3,334,128</b>	<b>\$ (580,601)</b>	<b>\$ (731,717)</b>	<b>\$ (1,891,790)</b>	<b>\$ (1,936,000)</b>	<b>\$ (143,189)</b>	<b>\$ (160,255)</b>	<b>\$ (3,158)</b>	<b>\$ (3,158)</b>

\* The general government category includes revenues and expenses that cannot be attributed to a particular sector.

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

As at December 31, 2023

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,833,287	\$ 3,391,044
Grants in lieu of taxation	-	-	-	-	-	-	-	-	30,887	34,468
User fees	-	-	-	-	-	-	-	-	255,196	185,793
Grants - other	-	-	-	-	-	-	-	-	316,938	330,671
Permits, licences and fines	22,877	29,095	-	-	-	-	-	-	96,834	156,079
Investment income	-	-	-	-	-	-	-	-	154,553	104,947
Other revenue	-	-	-	-	104	-	-	-	80,929	36,732
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	679,593	430,972
Prov of MB - Conditional Grants	-	-	16,755	-	-	62,259	-	-	570,367	460,351
<b>Total revenue</b>	<b>\$ 22,877</b>	<b>\$ 29,095</b>	<b>\$ 16,755</b>	<b>\$ -</b>	<b>\$ 104</b>	<b>\$ 62,259</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,018,584</b>	<b>\$ 5,131,057</b>
<b>EXPENSES</b>										
Personnel services	\$ 134,955	\$ 174,853	\$ -	\$ -	\$ 3,600	\$ 7,850	\$ -	\$ -	\$ 1,354,527	\$ 1,277,013
Contract services	114,010	31,125	57,153	43,493	1,310	495	-	-	1,164,970	1,212,255
Utilities	-	-	-	-	-	-	-	-	68,477	78,451
Maintenance materials and supplies	887	-	-	-	13,433	12,637	-	-	1,560,920	1,488,326
Grants and contributions	-	-	2,376	2,462	70,000	7,550	-	-	267,460	222,644
Amortization	-	-	-	-	20,328	3,461	-	-	548,644	493,668
Interest on long term debt	-	-	-	-	-	-	-	-	31,309	32,713
Other	-	-	-	-	-	-	-	-	23,358	15,561
<b>Total expenses</b>	<b>\$ 249,852</b>	<b>\$ 205,978</b>	<b>\$ 59,529</b>	<b>\$ 45,955</b>	<b>\$ 108,671</b>	<b>\$ 31,993</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,019,665</b>	<b>\$ 4,820,631</b>
<b>Surplus (Deficit)</b>	<b>\$ (226,975)</b>	<b>\$ (176,883)</b>	<b>\$ (42,774)</b>	<b>\$ (45,955)</b>	<b>\$ (108,567)</b>	<b>\$ 30,266</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 998,919</b>	<b>\$ 310,426</b>

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

As at December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>								
Property taxes	\$ 3,833,287	\$ 3,391,044	\$ -	\$ -	\$ -	\$ -	\$ 3,833,287	\$ 3,391,044
Grants in lieu of taxation	30,887	34,468	-	-	-	-	30,887	34,468
User fees	255,196	185,793	-	-	-	-	255,196	185,793
Grants - other	316,938	330,671	-	-	-	-	316,938	330,671
Permits, licences and fines	96,834	156,079	-	-	-	-	96,834	156,079
Investment income	154,553	104,947	-	-	-	-	154,553	104,947
Other revenue	80,929	36,732	-	-	-	-	80,929	36,732
Water and sewer	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	679,593	430,972	-	-	-	-	679,593	430,972
Prov of MB - Conditional Grants	570,367	460,351	-	-	-	-	570,367	460,351
<b>Total revenue</b>	<b>\$ 6,018,584</b>	<b>\$ 5,131,057</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,018,584</b>	<b>\$ 5,131,057</b>
<b>EXPENSES</b>								
Personnel services	\$ 1,354,527	\$ 1,277,013	\$ -	\$ -	\$ -	\$ -	\$ 1,354,527	\$ 1,277,013
Contract services	1,164,970	1,212,255	-	-	-	-	1,164,970	1,212,255
Utilities	68,477	78,451	-	-	-	-	68,477	78,451
Maintenance materials and supplies	1,560,920	1,488,326	-	-	-	-	1,560,920	1,488,326
Grants and contributions	267,460	222,644	-	-	-	-	267,460	222,644
Amortization	548,644	493,668	-	-	-	-	548,644	493,668
Interest on long term debt	31,309	32,713	-	-	-	-	31,309	32,713
Other	23,358	15,561	-	-	-	-	23,358	15,561
<b>Total expenses</b>	<b>\$ 5,019,665</b>	<b>\$ 4,820,631</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,019,665</b>	<b>\$ 4,820,631</b>
<b>Surplus (Deficit)</b>	<b>\$ 998,919</b>	<b>\$ 310,426</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 998,919</b>	<b>\$ 310,426</b>

RURAL MUNICIPALITY OF STE. ANNE  
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES  
As at December 31, 2023

SCHEDULE 6

	2023														2022	
	General	Machinery Replacement	Recreation	Infrastructure RM	Infrastructure LUD	Mitigation Preparations	Waste Management	Economic Development	Green Initiative	Gas Tax	LUD	Fire Equipment	Disaster Management	BiPole III	Total	Total
<b>REVENUE</b>																
Investment income	\$ 33,956	\$ 7,845	\$ 432	\$ 804	\$ 98	\$ 720	\$ 2,172	\$ 1,689	\$ 780	\$ 37,776	\$ 4,983	\$ 2,357	\$ 42	\$ 6,625	\$ 100,279	\$ 73,270
Other income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total revenue	33,956	7,845	432	804	98	720	2,172	1,689	780	37,776	4,983	2,357	42	6,625	100,279	73,270
<b>EXPENSES</b>																
Investment charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
150901																
<b>NET REVENUES</b>	33,956	7,845	432	804	98	720	2,172	1,689	780	37,776	4,983	2,357	42	6,625	100,279	73,270
<b>TRANSFERS</b>																
Transfers from general operating fund	87,594	245,000	44,088	381,592	46,540	45,412	25,000	10,000	-	293,721	149,900	150,000	5,000	-	1,483,847	682,267
Transfers to general operating fund	(428)	(168,174)	-	-	-	(28,952)	-	-	(5,186)	(301,202)	-	-	-	(258,302)	(762,244)	(198,932)
Transfer from nominal surplus	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from LUD	-	-	-	-	-	-	-	-	-	-	223,050	-	-	-	223,050	-
Transfers to LUD	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(74,008)
Transfers from reserve fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-	-	-	(223,050)	-	-	-	(223,050)	(1,001,524)
<b>CHANGE IN RESERVE FUND</b>	121,122	84,671	44,520	382,396	46,638	17,180	27,172	11,689	(4,406)	30,295	154,883	152,357	5,042	(251,677)	821,882	(518,927)
<b>FUND SURPLUS, BEGINNING OF</b>	845,428	208,830	-	-	-	-	49,507	40,705	20,551	1,079,134	109,057	22,902	-	258,267	2,634,381	3,153,308
<b>FUND SURPLUS, END OF YEAR</b>	\$ 966,550	\$ 293,501	\$ 44,520	\$ 382,396	\$ 46,638	\$ 17,180	\$ 76,679	\$ 52,394	\$ 16,145	\$ 1,109,429	\$ 263,940	\$ 175,259	\$ 5,042	\$ 6,590	\$ 3,456,263	\$ 2,634,381

RURAL MUNICIPALITY OF STE. ANNE  
SCHEDULE OF L.U.D. OPERATIONS - RICHER  
As at December 31, 2023

SCHEDULE 7

	2023 Budget	2023 Actual	2022 Actual
<b>Revenue</b>			
Taxation	\$ 181,300	\$ 186,100	\$ 187,759
Other revenue	26,500	23,537	22,865
Total revenue	<u>207,800</u>	<u>209,637</u>	<u>210,624</u>
<b>Expenses</b>			
General Government:			
Indemnities	23,050	22,250	25,786
Transportation Services			
Road and street maintenance	36,250	15,139	35,814
Ditches and road drainage	25,000	375	11,891
Snow and ice removal	10,000	5,497	8,056
Sidewalk and boulevard maintenance	1,000	-	-
Street lighting	14,500	11,734	11,632
Other	-	-	-
Environmental health			
Waste collection and disposal	32,500	31,480	20,514
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	11,000	13,492	12,462
Other	-	-	-
Recreation and cultural services			
Community centers and halls	12,500	72,934	15,789
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	<u>165,800</u>	<u>172,901</u>	<u>141,944</u>
<b>Net revenues (expenses)</b>	<b>42,000</b>	<b>36,736</b>	<b>68,680</b>
<b>Transfers:</b>			
Transfers from (to) L.U.D. reserves	193,000	223,050	101,663
Transfers from (to) operating fund	-	(36,736)	(45,523)
Transfer to capital	(235,000)	(223,050)	(81,655)
<b>Change in L.U.D. balances</b>	<u>\$ -</u>	<u>-</u>	<u>43,165</u>
<b>Unexpended balance, beginning of year</b>		<u>173,897</u>	<u>130,732</u>
<b>Unexpended balance, end of year</b>		<u>\$ 173,897</u>	<u>\$ 173,897</u>

**RURAL MUNICIPALITY OF STE. ANNE**  
**SCHEDULE OF FINANCIAL POSITION FOR UTILITIES**  
**As at December 31, 2023**

**SCHEDULE 8**

	2023	2022
	<u>Total</u>	<u>Total</u>
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments	\$ -	\$ -
Amounts receivable	-	-
Portfolio investments	-	-
Due from other funds	-	-
Other (specify):	-	-
	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ -	\$ -
Unearned revenue	-	-
Long-term debt (Note 9)	-	-
Due to other funds	-	-
Other (specify):	-	-
	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>
<b>NET FINANCIAL ASSETS (NET DEBT)</b>		
	<u>\$ -</u>	<u>\$ -</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 1)	\$ -	\$ -
Inventories	-	-
Prepaid expenses	-	-
	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>
<b>FUND SURPLUS (DEFICIT)</b>		
	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF STE. ANNE  
 SCHEDULE OF UTILITY OPERATIONS - Name of Utility  
 As at December 31, 2023

SCHEDULE 9

	<u>Budget</u>	<u>2023</u>	<u>2022</u>
<b>REVENUE</b>			
<b>Water</b>			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	<u>-</u>	<u>-</u>	<u>-</u>
<b>Sewer</b>			
Sewer fees	-	-	-
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>-</u>	<u>-</u>	<u>-</u>
<b>Property taxes</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Recovery</b>			
Deficit recovery	-	-	-
Debenture recovery	-	-	-
sub-total- recovery	<u>-</u>	<u>-</u>	<u>-</u>
<b>Government transfers</b>			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other</b>			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Installation service	-	-	-
Penalties	-	-	-
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income (specify)	-	-	-
sub-total- other	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total revenue</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF STE. ANNE  
 SCHEDULE OF UTILITY OPERATIONS (cont'd) - Name of Utility  
 For the Year Ended December 31, 2023

SCHEDULE 9

EXPENSES	<u>Budget</u>	<u>2023</u>	<u>2022</u>
<b>General</b>			
Administration	\$ -	\$ -	\$ -
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other (specify)	-	-	-
sub-total- general	<u>-</u>	<u>-</u>	<u>-</u>
<b>Water General</b>			
Purification and treatment	-	-	-
Water purchases	-	-	-
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other (specify)	-	-	-
sub-total- water general	<u>-</u>	<u>-</u>	<u>-</u>
<b>Water Amortization &amp; Interest</b>			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
<b>Sewer General</b>			
Collection system costs	-	-	-
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs (specify)	-	-	-
sub-total- sewer general	<u>-</u>	<u>-</u>	<u>-</u>
<b>Sewage Amortization &amp; Interest</b>			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenses</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET OPERATING SURPLUS</b>	-	-	-
<b>TRANSFERS</b>			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	-	-	-
<b>CHANGE IN UTILITY FUND BALANCE</b>	<u>\$ -</u>	-	-
<b>FUND SURPLUS, BEGINNING OF YEAR</b>		<u>-</u>	<u>-</u>
<b>FUND SURPLUS, END OF YEAR</b>		<u>\$ -</u>	<u>\$ -</u>

## RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

As at December 31, 2023

	Financial Plan General	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
<b>REVENUE</b>							
Property taxes	\$ 3,817,796	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,817,796
Grants in lieu of taxation	30,887	-	-	-	-	-	30,887
User fees	103,114	-	-	-	-	-	103,114
Permits, licences and fines	110,700	-	-	-	-	-	110,700
Investment income	25,000	-	-	-	-	-	25,000
Other revenue	40,750	-	-	-	-	-	40,750
Water and sewer	-	-	-	-	-	-	-
Grants - Province of Manitoba	845,268	-	-	-	-	-	845,268
Grants - other	312,921	-	-	-	-	-	312,921
Transfers from accumulated surplus	-	-	-	-	-	-	-
Transfers from reserves	1,286,400	-	-	(1,286,400)	-	-	-
Total revenue	<u>\$ 6,572,836</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,286,400)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,286,436</u>
<b>EXPENSES</b>							
General government services	\$ 1,383,324	\$ 18,073	\$ 133	\$ 2,704	\$ -	\$ -	\$ 1,404,234
Protective services	655,695	86,691	-	-	-	-	742,386
Transportation services	1,747,267	415,608	31,309	-	-	-	2,194,184
Environmental health services	221,577	7,944	-	-	-	-	229,521
Public health and welfare services	3,200	-	-	-	-	-	3,200
Regional planning and development	273,302	-	-	-	-	-	273,302
Resource cons and industrial dev	35,794	-	-	-	-	-	35,794
Recreation and cultural services	16,354	20,328	-	-	-	-	36,682
Water and sewer services	-	-	-	-	-	-	-
Fiscal services:							
Transfer to capital	1,088,900	-	-	(1,088,900)	-	-	-
Transfer to LUD	204,800	-	-	(204,800)	-	-	-
Debt charges	80,286	-	(80,286)	-	-	-	-
Short term interest	1,000	-	(1,000)	-	-	-	-
Transfer to reserves	858,633	-	-	(858,633)	-	-	-
Allowance for tax assets	2,704	-	-	(2,704)	-	-	-
Total expenses	<u>\$ 6,572,836</u>	<u>\$ 548,644</u>	<u>\$ (49,844)</u>	<u>\$ (2,152,333)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,919,303</u>
<b>Surplus (Deficit)</b>	<u>\$ -</u>	<u>\$ (548,644)</u>	<u>\$ 49,844</u>	<u>\$ 865,933</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 367,133</u>

**RURAL MUNICIPALITY OF STE. ANNE**  
**ANALYSIS OF TAXES ON ROLL**  
**As at December 31, 2023**

**SCHEDULE 11**

	<u>2023</u>	<u>2022</u>
<b>Balance, beginning of year</b>	<b>\$ 561,701</b>	<b>\$ 483,120</b>
<b>Add:</b>		
Tax levy (Schedule 12)	8,853,505	8,117,600
Taxes added	103,046	247,861
Penalties or interest	51,417	44,251
Other accounts added	-	-
Tax Adjustments (specify)	-	-
<b>Sub-total</b>	<b>9,007,968</b>	<b>8,409,712</b>
<b>Deduct:</b>		
Cash collections - current	8,070,759	7,379,664
Cash collections - arrears	464,324	388,140
Write-offs	-	-
Tax discounts	-	-
E.P.T.C. - cash advance	459,294	563,327
Other credits (specify)	-	-
<b>Sub-total</b>	<b>8,994,377</b>	<b>8,331,131</b>
<b>Balance, end of year</b>	<b>\$ 575,292</b>	<b>\$ 561,701</b>

## ANALYSIS OF TAX LEVY

As at December 31, 2023

	2023			2022
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
LUD of Richer	\$ 19,316,570	\$ 8.009	\$ 174,439	\$ 109,699
Name of LUD	\$ -	\$ -	-	-
sub-total - L.U.D.			<u>174,439</u>	<u>109,699</u>
Debt charges:				
Frontage	\$ -	\$ -	-	-
LUD of Richer Asphaltting	\$ -	\$ -	-	45,529
PW Shop Debenture	\$ 392,718,270	\$ 0.203	79,722	79,700
Office Debenture B/L #06-2012	\$ -	\$ -	-	61,464
sub-total - Debt charges			<u>79,722</u>	<u>186,693</u>
Deferred surplus	\$ -	\$ -	-	-
Reserves:				
General	\$ 392,718,270	\$ 0.127	49,875	-
Waste	\$ 392,718,270	\$ 0.064	25,134	-
Machinery	\$ 370,937,900	\$ 0.656	243,335	177,346
Fire Equipment	\$ 392,718,270	\$ 0.379	148,840	59,437
Economic Development	\$ 392,718,270	\$ 0.026	10,211	19,925
Green Initiative	\$ 392,718,270	\$ -	-	-
Disaster	\$ 392,718,270	\$ 0.013	5,105	-
Recreation & Culture	\$ 392,718,270	\$ 0.088	34,559	-
sub-total - Reserves			<u>517,060</u>	<u>256,708</u>
General municipal				
Rural area	\$ 370,937,900	\$ 4.288	1,590,582	1,401,577
At large	\$ 392,718,270	\$ 3.428	1,346,238	1,169,497
Sub-total - General municipal			<u>2,936,820</u>	<u>2,571,074</u>
Special levies:				
Cooks Creek Conservatory District	\$ -	\$ -	-	-
LUD Garbage P/U B/L #09-2016	\$ -	\$ 100.000	22,200	19,009
Villa Youville	\$ -	\$ -	-	-
Seine Rat River Conservation Dist	\$ -	\$ -	-	-
sub-total - Special levies			<u>22,200</u>	<u>19,009</u>
Business tax (rate%)	\$ -	\$ -	-	-
<b>Total municipal taxes (Schedule 2)</b>			<u>3,730,241</u>	<u>3,143,183</u>
Education support levy	\$ 49,398,560	\$ 8.140	402,104	379,427
Special levies:				
Seine River SD	\$ 281,962,910	\$ 12.044	3,395,961	3,253,017
Hanover SD	\$ 110,562,210	\$ 11.986	1,325,199	1,341,973
sub-total - Special levies			<u>4,721,160</u>	<u>4,594,990</u>
<b>Total education taxes</b>			<u>5,123,264</u>	<u>4,974,417</u>
<b>Total tax levy (Schedule 11)</b>	\$ 3,761,128		<u>\$ 8,853,505</u>	<u>\$ 8,117,600</u>

**RURAL MUNICIPALITY OF STE. ANNE**  
**SCHEDULE OF GENERAL OPERATING FUND EXPENSES**  
**As at December 31, 2023**

**SCHEDULE 13**

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
<b>General government services:</b>		
Legislative	\$ 219,883	\$ 240,631
General administrative	677,099	744,204
Other	387,876	331,354
	<u>1,284,858</u>	<u>1,316,189</u>
<b>Protective services:</b>		
Police	-	-
Fire	415,922	361,523
Emergency measures	90,646	240,291
Other (specify)	152,871	175,087
	<u>659,439</u>	<u>776,901</u>
<b>Transportation services:</b>		
Road transport		
Administration and engineering	501,560	490,080
Road and street maintenance	1,951,572	1,682,571
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	14,416	14,371
Other (specify)	-	-
Air transport	-	-
Public transit	-	-
Other (specify)	-	-
	<u>2,467,548</u>	<u>2,187,022</u>
<b>Environmental health services:</b>		
Waste collection and disposal	64,380	63,456
Recycling	40,289	43,235
Other	64,918	33,050
	<u>169,587</u>	<u>139,741</u>
<b>Public health and welfare services:</b>		
Public health	-	-
Medical care	-	-
Social assistance	3,158	3,158
Other	-	-
	<u>3,158</u>	<u>3,158</u>
<b>Regional planning and development</b>		
Planning and zoning	249,852	205,978
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>249,852</u>	<u>205,978</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	19,998	10,251
Drainage of land	3,260	3,260
Veterinary services	-	-
Water resources and conservation	22,778	19,982
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>46,036</u>	<u>33,493</u>
<b>Sub-totals forward</b>	<u>\$ 4,880,478</u>	<u>\$ 4,662,482</u>

RURAL MUNICIPALITY OF STE. ANNE  
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES  
 For the Year Ended December 31, 2023

SCHEDULE 13

	<u>2023 Actual</u>	<u>2022 Actual</u>
<b>Sub-totals forward</b>	<b>\$ 4,880,478</b>	<b>\$ 4,662,482</b>
<b>Recreation and cultural services:</b>		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	35,736	16,204
Other recreational facilities	-	-
Museums	-	-
Libraries	-	-
Other cultural facilities	-	-
	<u>35,736</u>	<u>16,204</u>
<b>Total expenses</b>	<b>\$ 4,916,214</b>	<b>\$ 4,678,686</b>

RURAL MUNICIPALITY OF STE. ANNE  
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) - UNAUDITED  
As at December 31, 2023

SCHEDULE 14

	General	2023 Utility	Total	2022 Total
<b>MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT</b>	<b>\$ 133,326</b>	<b>\$ -</b>	<b>\$ 133,326</b>	<b>\$ 101,056</b>
<b>Adjustments for reporting under public sector accounting standards</b>				
Eliminate expense - transfers to reserves	1,706,897	-	1,706,897	682,267
Eliminate revenue - transfers from reserves	(762,244)	-	(762,244)	(272,940)
Eliminate revenue - acquisitions of tangible capital assets from reserves	(223,050)	-	(223,050)	(1,001,524)
Increase revenue - reserve funds interest	100,279	-	100,279	73,270
Eliminate revenue - transfer from nominal surplus(es)	-	-	-	(120,000)
Increase expense - amortization of tangible capital assets	(548,645)	-	(548,645)	(495,409)
Increase (Decrease) revenue - gain (loss) on disposal of tangible capital assets	9,050	-	9,050	(18,037)
Decrease revenue - proceeds from disposal of tangible capital assets	(15,118)	-	(15,118)	-
Decrease expense - principal portion of debenture debt	48,977	-	48,977	152,974
Decrease revenue - proceeds from long term debt	-	-	-	-
Eliminate expense - acquisitions of tangible capital assets	549,447	-	549,447	1,213,769
<b>NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS</b>	<b>\$ 998,919</b>	<b>\$ -</b>	<b>\$ 998,919</b>	<b>\$ 310,426</b>