

RURAL MUNICIPALITY OF STE. ANNE

**Consolidated Financial Statements
For the Year Ended December 31, 2021**

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.



Valorie Unrau
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, 2021 and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year ended December 31, 2021, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Ste. Anne as at December 31, 2021, and the results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2021 in accordance with Canadian Public Sector Accounting Standards.

Basis for 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 opinion.

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
July 13, 2022

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RURAL MUNICIPALITY OF STE. ANNE

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RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

	<u>2021</u>	<u>2020</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 4,907,740	\$ 5,487,476
Amounts receivable (Note 4)	<u>921,585</u>	<u>952,378</u>
	<u>\$ 5,829,325</u>	<u>\$ 6,439,854</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 1,423,872	\$ 1,056,732
Post-employment benefits and compensated absences (Note 7)	59,070	44,430
Long-term debt (Note 8)	<u>1,214,303</u>	<u>844,043</u>
	<u>2,697,245</u>	<u>1,945,205</u>
NET FINANCIAL ASSETS	<u>\$ 3,132,080</u>	<u>\$ 4,494,649</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 10,723,942	\$ 7,745,394
Inventories (Note 5)	195,462	161,960
Prepaid expenses	<u>28,158</u>	<u>33,847</u>
	<u>10,947,562</u>	<u>7,941,201</u>
ACCUMULATED SURPLUS (Note 14)	<u>\$ 14,079,642</u>	<u>\$ 12,435,850</u>

COMMITMENTS AND CONTINGENCIES (NOTES 10 AND 11)

Approved on behalf of council:

 Reeve

 Councillor

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2021

	2021 Budget (Note 13)	2021 Actual	2020 Actual
REVENUE			
Property taxes	\$ 3,086,132	\$ 3,119,228	\$ 2,893,178
Grants in lieu of taxation	22,874	32,824	32,090
User fees	126,017	191,289	74,501
Permits, licences and fines	115,750	148,528	132,147
Investment income	13,000	50,389	69,373
Other revenue	51,049	83,172	210,262
Water and sewer	-	-	-
Grants - Province of Manitoba	1,519,600	1,656,503	591,434
Grants - other	569,466	572,064	575,338
Total revenue (Schedules 2, 4 and 5)	5,503,888	5,853,997	4,578,323
EXPENSES			
General government services	1,159,730	1,351,831	1,053,132
Protective services	607,800	587,710	599,732
Transportation services	1,917,237	2,025,308	1,538,930
Environmental health services	145,431	161,820	142,319
Public health and welfare services	3,200	3,158	28,158
Regional planning and development	13,000	15,317	10,088
Resource conservation and industrial development	35,106	37,274	39,740
Recreation and cultural services	20,734	27,787	170,733
Water and sewer services	-	-	-
Total expenses (Schedules 3, 4 and 5)	3,902,238	4,210,205	3,582,832
ANNUAL SURPLUS (DEFICIT)	1,601,650	1,643,792	995,491
ACCUMULATED SURPLUS, AS PREVIOUSLY STATED		12,435,850	11,440,359
ACCUMULATED SURPLUS, END OF YEAR		\$ 14,079,642	\$ 12,435,850

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2021

	<u>2021 Budget (Note 13)</u>	<u>2021 Actual</u>	<u>2020 Actual</u>
ANNUAL SURPLUS (DEFICIT)	\$ 1,601,650	\$ 1,643,792	\$ 995,491
Acquisition of tangible capital assets	(2,929,400)	(3,692,867)	(1,710,410)
Donated tangible capital assets	-	-	(150,334)
Amortization of tangible capital assets	567,298	567,298	371,600
Loss (Gain) on sale of tangible capital assets	-	(31,670)	12,308
Proceeds on sale of tangible capital assets	-	178,690	113,506
Decrease (increase) in inventories	-	(33,501)	(62,476)
Decrease (increase) in prepaid expense	-	5,689	(9,773)
	<u>(2,362,102)</u>	<u>(3,006,361)</u>	<u>(1,435,579)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ (760,452)</u>	(1,362,569)	(440,088)
NET FINANCIAL ASSETS, BEGIINING OF YEAR		<u>4,494,649</u>	<u>4,934,737</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 3,132,080</u>	<u>\$ 4,494,649</u>

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2021

	<u>2021</u>	<u>2020</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 1,643,792	\$ 995,491
Changes in non-cash items:		
Amounts receivable	30,793	(101,716)
Inventories	(33,501)	(62,476)
Prepays	5,689	(9,772)
Other assets	-	-
Accounts payable and accrued liabilities	367,140	268,180
Post employment benefits and compensated absences	14,640	(12,706)
Deferred revenue	-	-
Landfill closure and post closure liabilities	-	-
Environmental liabilities	-	-
Donated tangible capital assets	-	(150,334)
Loss (Gain) on sale of tangible capital asset	(31,670)	12,308
Amortization	567,298	371,600
	<u>2,564,181</u>	<u>1,310,575</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	178,690	113,506
Cash used to acquire tangible capital assets	(3,692,867)	(1,710,410)
	<u>(3,514,177)</u>	<u>(1,596,904)</u>
INVESTING TRANSACTIONS		
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	-	-
FINANCING TRANSACTIONS		
Net (repayments) borrowings from revolving line of credit	-	-
Proceeds of long-term debt	565,568	634,432
Debt repayment	(195,308)	(113,787)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	-	-
	<u>370,260</u>	<u>520,645</u>
Cash applied to financing transactions	-	-
INCREASE IN CASH AND TEMPORARY INVESTMENTS	(579,736)	234,316
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>5,487,476</u>	<u>5,253,160</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 4,907,740</u></u>	<u><u>\$ 5,487,476</u></u>

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STE. ANNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

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, 2021.

The Municipality has several partnership agreements in place, and as such, consistent with Canadian Public Sector Accounting Standards for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The Municipality has no government partnerships as of December 31, 2021.

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, 2021, there were no trust funds administered.

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

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements when the transfer is authorized and eligibility criteria are met except, when and to the extent, stipulations by the transferor gives rise to an obligation that meets the definition of a liability. Stipulations by the transferor may require that the funds only be used for providing specific services or the acquisition of tangible capital assets. For transfers with stipulations an equivalent amount of revenue is recognized as the liability is settled.

Unearned revenue represents user charges and other fees which have been collected, for which the related services have yet to be provided. These amounts will be recognized as revenue in the fiscal year the services are provided.

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.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2021</u>	<u>2020</u>
Cash	\$ 4,907,740	\$ 5,487,476
Temporary investments	-	-
	<u>\$ 4,907,740</u>	<u>\$ 5,487,476</u>

The Municipality has designated \$3,153,308 (2020 - \$3,820,748) 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 2.75% at December 31, 2021. As at year-end, the Municipality had used \$Nil (2020 - \$Nil) of the available credit.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2021</u>	<u>2020</u>
Taxes on roll (Schedule 11)	\$ 483,122	\$ 527,973
Government grants	117,402	230,316
Utility customers	-	-
Accrued interest	-	-
Organizations and individuals	161,212	53,942
Other governments	166,424	146,722
Other	-	-
	<u>928,160</u>	<u>958,953</u>
Less allowances for doubtful amounts	<u>(6,575)</u>	<u>(6,575)</u>
	<u>\$ 921,585</u>	<u>\$ 952,378</u>

5. Inventories

Inventories for use:

	<u>2021</u>	<u>2020</u>
Chemicals, herbicides, insecticides	\$ -	\$ -
Fuel	-	-
Culverts	10,138	10,138
Aggregate	185,324	151,822
Other supplies	-	-
Other	-	-
	<u>\$ 195,462</u>	<u>\$ 161,960</u>

6. Accounts Payable and Accrued Liabilities

	<u>2021</u>	<u>2020</u>
Accounts payable	\$ 1,002,311	\$ 720,550
Accrued expenses	-	-
Accrued interest payable	-	-
School levies	330,568	275,733
Other governments	-	-
Other	90,993	60,449
	<u>\$ 1,423,872</u>	<u>\$ 1,056,732</u>

7. Post-employment Benefits and Compensated Absences

	<u>2021</u>	<u>2020</u>
Retirement entitlement	\$ 10,220	\$ 8,174
Banked time	99	-
Sick leave	36,171	28,941
Vacation pay	12,580	7,315
	<u>\$ 59,070</u>	<u>\$ 44,430</u>

8. Long Term Debt

	<u>2021</u>	<u>2020</u>
General Authority:		
Debenture, interest at 3.05%, payable at \$61,703 annually including interest, maturing December 2022	\$ 59,877	\$ 117,982
Debenture, interest at 4.25%, payable at \$50,000 annually including interest, maturing December 2024	45,523	91,629
Debenture, interest at 5.38%, payable at \$80,286 annually including interest, maturing December 2040	1,108,903	634,432
	<u>\$ 1,214,303</u>	<u>\$ 844,043</u>

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

2022	\$ 193,041
2023	\$ 139,653
2024	\$ 146,471
2025	\$ 100,124
2026	\$ 104,508

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

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 \$40,170 (2020 - \$42,403) 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, 2020 indicated the plan was 96.7% funded on a going concern basis and had an unfunded solvency liability of \$333.3 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, 2020.

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 expired December 31, 2021. Annual charges under the contract are determined by reference to certain waste volumes handled. Payments made under the contract for the year 2021 were \$64,637 (2020 - \$62,134).

The Municipality has negotiated a contract with the City of Steinbach for fire-fighting and emergency response services expired December 31, 2021. 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 2021 were \$48,420 (2020 - \$49,840).

The Municipality has negotiated a contract with the City of Steinbach for building inspection services. Payments made under the agreement for the year 2021 were \$72,416 (2020 - \$53,856).

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 2021 were \$138,000 (2020 - \$135,000).

The Municipality has negotiated a contract with the Rural Municipality of La Broquerie for fire-fighting and emergency response services expired December 31, 2021. Payments made under the agreement for the year 2021 were \$16,250 (2020 - \$16,250).

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>2021</u>	<u>2020</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 1,416,695	\$ 1,713,751
TCA net of related borrowings	9,509,639	6,901,351
Reserve funds	<u>3,153,308</u>	<u>3,820,748</u>
Accumulated surplus of Municipality	<u>\$ 14,079,642</u>	<u>\$ 12,435,850</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 \$75,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2021:

a) There were no members of council receiving compensation in excess of \$75,000 individually.

b) The following officers received compensation in excess of \$75,000:

<u>Name</u>	<u>Position</u>	<u>Amount</u>
<i>Nadine Vielfaure</i>	<i>Interim CAO</i>	\$ 92,556

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, 2021:

c) Compensation paid to members of council amounted to \$242,422 in aggregate.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Paul Saindon	\$ 32,375	\$ 841	\$ 33,216
Councillor - Randy Eros	34,875	535	35,410
Councillor - Jake Reimer	27,450	767	28,217
Councillor - Sarah Normandeau	31,400	106	31,506
Councillor - Brent Wery	31,900	864	32,764
Councillor - Bradley Ingles	31,100	950	32,050
Councillor - Robert Sarrasin	31,150	109	31,259
Councillor - John Lenton	6,000	-	6,000
Councillor - Roger Godard	6,000	-	6,000
Councillor - Normand Bremaud	6,000	-	6,000
	<u>\$ 238,250</u>	<u>\$ 4,172</u>	<u>\$ 242,422</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.

17. COVID-19

Reactions and restrictions to Coronavirus (COVID-19) continue to evolve and change regularly. Management of the organization continues to maintain operations where possible, while looking out for the needs and safety of the public and employees.

Operations in the historical financial statements, as presented, do not give rise to potential going-concern issues. However, given the uncertainties on the economy, management cannot predict the effect that this will have on their future operations or cash flows.

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2021

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	2021	2020
Cost										
Opening costs	\$ 669,801	\$ 1,359,711	\$ 1,899,108	\$ 164,934	\$ 1,572,710	\$ 4,945,450	\$ 348,011	\$ 99,066	\$ 11,058,791	\$ 9,337,940
Additions during the year	36,758	1,954,851	654,027	28,134	543,360	411,957	-	2,018,631	5,647,718	1,902,565
Transfer during the year	(23,485)	-	-	-	23,485	-	-	-	-	-
Disposals and write downs	-	-	(348,879)	-	(1,954,851)	-	-	-	(2,303,730)	(181,714)
Closing costs	683,074	3,314,562	2,204,256	193,068	184,704	5,357,407	348,011	2,117,697	14,402,779	11,058,791
Accumulated Amortization										
Opening accum'd amortization	125,030	357,510	989,171	137,299	-	1,560,771	143,616	-	3,313,397	2,955,876
Amortization	18,689	195,623	162,562	12,661	-	170,032	7,731	-	567,298	371,600
Disposals and write downs	-	-	(201,858)	-	-	-	-	-	(201,858)	(14,079)
Closing accum'd amortization	143,719	553,133	949,875	149,960	-	1,730,803	151,347	-	3,678,837	3,313,397
Net Book Value of Tangible Capital Assets	\$ 539,355	\$ 2,761,429	\$ 1,254,381	\$ 43,108	\$ 184,704	\$ 3,626,604	\$ 196,664	\$ 2,117,697	\$ 10,723,942	\$ 7,745,394

**RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2021**

SCHEDULE 2

	2021 Actual	2020 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 3,015,960	\$ 2,831,304
Taxes added	103,268	61,874
Taxes discount	-	-
	<u>3,119,228</u>	<u>2,893,178</u>
Grants in lieu of taxation:		
Federal government	-	-
Federal government enterprises	-	-
Provincial government	32,824	32,090
Provincial government enterprises	-	-
Other municipal governments	-	-
Non-government organizations	-	-
	<u>32,824</u>	<u>32,090</u>
User fees		
Parking meters	-	-
Sales of service	190,889	73,493
Sales of goods	-	-
Rentals	-	-
Development charges	400	1,008
Facility use fees	-	-
Other	-	-
	<u>191,289</u>	<u>74,501</u>
Permits, licences and fines		
Permits	125,505	102,338
Licences	-	-
Fees	18,250	25,750
Fines	4,773	4,059
Other	-	-
	<u>148,528</u>	<u>132,147</u>
Investment income:		
Cash and temporary investments	50,389	69,373
Marketable securities	-	-
Municipal debentures	-	-
Other	-	-
	<u>50,389</u>	<u>69,373</u>
Other revenue:		
Gain (loss) on sale of tangible capital assets	31,670	(12,308)
Gain on sale of real estate held for sale	-	-
Contributed assets	-	150,334
Penalties and interest	40,758	47,843
Miscellaneous (specify):	-	-
Other	10,744	24,393
	<u>83,172</u>	<u>210,262</u>
Water and sewer		
Municipal utility (Schedule 9)	-	-
Consolidated water co-operatives	-	-
	<u>-</u>	<u>-</u>
Grants - Province of Manitoba		
Municipal operating grants	401,570	401,570
Other unconditional grants	1,734	9,075
Conditional grants	1,253,199	180,789
Other	-	-
	<u>1,656,503</u>	<u>591,434</u>
Grants - other		
Federal government - gas tax funding	550,728	269,245
Federal government - other	21,336	306,093
Other municipal governments	-	-
Other	-	-
	<u>572,064</u>	<u>575,338</u>
Total revenue	<u><u>\$ 5,853,997</u></u>	<u><u>\$ 4,578,323</u></u>

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2021

SCHEDULE 3

	2021 Actual	2020 Actual
General government services:		
Legislative	\$ 263,563	\$ 249,040
General administrative	785,350	604,487
Other	302,918	199,605
	<u>1,351,831</u>	<u>1,053,132</u>
Protective services:		
Police	-	-
Fire	358,717	365,841
Emergency measures	47,051	76,850
Other	181,942	157,041
	<u>587,710</u>	<u>599,732</u>
Transportation services:		
Road transport		
Administration and engineering	360,434	250,505
Road and street maintenance	1,640,469	1,259,891
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	150	2,028
Street lighting	24,255	26,506
Other	-	-
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>2,025,308</u>	<u>1,538,930</u>
Environmental health services:		
Waste collection and disposal	87,550	84,954
Recycling	47,329	33,920
Other	26,941	23,445
	<u>161,820</u>	<u>142,319</u>
Public health and welfare services:		
Public health	-	25,000
Medical care	-	-
Social assistance	3,158	3,158
Other	-	-
	<u>3,158</u>	<u>28,158</u>
Regional planning and development		
Planning and zoning	15,317	10,088
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>15,317</u>	<u>10,088</u>
Resource conservation and industrial development		
Rural area weed control	9,992	11,976
Drainage of land	3,260	3,260
Veterinary services	-	-
Water resources and conservation	22,337	22,172
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	1,685	2,332
	<u>37,274</u>	<u>39,740</u>
Sub-totals forward	<u>\$ 4,182,418</u>	<u>\$ 3,412,099</u>

RURAL MUNICIPALITY OF STE. ANNE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2021

SCHEDULE 3

	<u>2021 Actual</u>	<u>2020 Actual</u>
Sub-totals forward	<u>\$ 4,182,418</u>	<u>\$ 3,412,099</u>
Recreation and cultural services:		
Administration	-	-
Community centers and halls	9,100	9,740
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	18,687	160,993
Other recreational facilities	-	-
Museums	-	-
Libraries	-	-
Other cultural facilities	-	-
	<u>27,787</u>	<u>170,733</u>
Water and sewer services		
Municipal utility (Schedule 9)	-	-
Consolidated water co-operatives	-	-
	<u>-</u>	<u>-</u>
Total expenses	<u>\$ 4,210,205</u>	<u>\$ 3,582,832</u>

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2021

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes	\$ 3,119,228	\$ 2,893,178	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	32,824	32,090	-	-	-	-	-	-	-	-
User fees	6,274	3,477	34,986	19,439	150,029	51,585	-	-	-	-
Grants - other	572,064	575,338	-	-	-	-	-	-	-	-
Permits, licences and fines	124,528	98,147	-	-	-	-	-	-	-	-
Investment income	50,389	59,067	-	-	-	-	-	10,306	-	-
Other revenue	83,172	210,262	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	403,304	435,645	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	1,253,199	155,789	-	-	-	-	-	-	-	-
Total revenue	\$ 5,644,982	\$ 4,462,993	\$ 34,986	\$ 19,439	\$ 150,029	\$ 51,585	\$ -	\$ 10,306	\$ -	\$ -
EXPENSES										
Personnel services	\$ 712,640	\$ 629,925	\$ 42,978	\$ 33,923	\$ 308,929	\$ 246,875	\$ -	\$ -	\$ -	\$ -
Contract services	354,097	229,971	418,480	391,883	187,287	149,061	153,133	132,176	-	-
Utilities	12,128	13,833	12,388	13,209	33,142	33,751	-	-	-	-
Maintenance materials and supplies	31,482	30,006	52,187	90,351	979,336	839,307	-	-	-	-
Grants and contributions	186,038	97,595	8,624	12,396	-	-	-	-	3,158	28,158
Amortization	47,131	39,940	49,172	56,339	461,690	266,018	8,371	8,371	-	-
Interest on long term debt	3,666	5,326	-	-	50,564	-	-	-	-	-
Other	4,649	6,536	3,881	1,631	4,360	3,918	316	1,772	-	-
Total expenses	\$ 1,351,831	\$ 1,053,132	\$ 587,710	\$ 599,732	\$ 2,025,308	\$ 1,538,930	\$ 161,820	\$ 142,319	\$ 3,158	\$ 28,158
Surplus (Deficit)	\$ 4,293,151	\$ 3,409,861	\$ (552,724)	\$ (580,293)	\$ (1,875,279)	\$ (1,487,345)	\$ (161,820)	\$ (132,013)	\$ (3,158)	\$ (28,158)

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

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2021

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,119,228	\$ 2,893,178
Grants in lieu of taxation	-	-	-	-	-	-	-	-	32,824	32,090
User fees	-	-	-	-	-	-	-	-	191,289	74,501
Grants - other	-	-	-	-	-	-	-	-	572,064	575,338
Permits, licences and fines	24,000	34,000	-	-	-	-	-	-	148,528	132,147
Investment income	-	-	-	-	-	-	-	-	50,389	69,373
Other revenue	-	-	-	-	-	-	-	-	83,172	210,262
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	403,304	435,645
Prov of MB - Conditional Grants	-	-	-	-	-	-	-	-	1,253,199	155,789
Total revenue	\$ 24,000	\$ 34,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,853,997	\$ 4,578,323
EXPENSES										
Personnel services	\$ -	\$ -	\$ -	\$ -	\$ 9,604	\$ 8,849	\$ -	\$ -	\$ 1,074,151	\$ 919,572
Contract services	15,317	10,088	35,589	37,408	442	356	-	-	1,164,345	950,943
Utilities	-	-	-	-	-	-	-	-	57,658	60,793
Maintenance materials and supplies	-	-	-	-	11,257	156,919	-	-	1,074,262	1,116,583
Grants and contributions	-	-	1,685	2,332	5,550	3,675	-	-	205,055	144,156
Amortization	-	-	-	-	934	934	-	-	567,298	371,602
Interest on long term debt	-	-	-	-	-	-	-	-	54,230	5,326
Other	-	-	-	-	-	-	-	-	13,206	13,857
Total expenses	\$ 15,317	\$ 10,088	\$ 37,274	\$ 39,740	\$ 27,787	\$ 170,733	\$ -	\$ -	\$ 4,210,205	\$ 3,582,832
Surplus (Deficit)	\$ 8,683	\$ 23,912	\$ (37,274)	\$ (39,740)	\$ (27,787)	\$ (170,733)	\$ -	\$ -	\$ 1,643,792	\$ 995,491

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2021

	Core Government		Controlled Entities		Government Partnerships		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE								
Property taxes	\$ 3,119,228	\$ 2,893,178	\$ -	\$ -	\$ -	\$ -	\$ 3,119,228	\$ 2,893,178
Grants in lieu of taxation	32,824	32,090	-	-	-	-	32,824	32,090
User fees	191,289	74,501	-	-	-	-	191,289	74,501
Grants - other	572,064	575,338	-	-	-	-	572,064	575,338
Permits, licences and fines	148,528	132,147	-	-	-	-	148,528	132,147
Investment income	50,389	69,373	-	-	-	-	50,389	69,373
Other revenue	83,172	210,262	-	-	-	-	83,172	210,262
Water and sewer	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	403,304	435,645	-	-	-	-	403,304	435,645
Prov of MB - Conditional Grants	1,253,199	155,789	-	-	-	-	1,253,199	155,789
Total revenue	\$ 5,853,997	\$ 4,578,323	\$ -	\$ -	\$ -	\$ -	\$ 5,853,997	\$ 4,578,323
EXPENSES								
Personnel services	\$ 1,074,151	\$ 919,572	\$ -	\$ -	\$ -	\$ -	\$ 1,074,151	\$ 919,572
Contract services	1,164,345	950,943	-	-	-	-	1,164,345	950,943
Utilities	57,658	60,793	-	-	-	-	57,658	60,793
Maintenance materials and supplies	1,074,262	1,116,583	-	-	-	-	1,074,262	1,116,583
Grants and contributions	205,055	144,156	-	-	-	-	205,055	144,156
Amortization	567,298	371,602	-	-	-	-	567,298	371,602
Interest on long term debt	54,230	5,326	-	-	-	-	54,230	5,326
Other	13,206	13,857	-	-	-	-	13,206	13,857
Total expenses	\$ 4,210,205	\$ 3,582,832	\$ -	\$ -	\$ -	\$ -	\$ 4,210,205	\$ 3,582,832
Surplus (Deficit)	\$ 1,643,792	\$ 995,491	\$ -	\$ -	\$ -	\$ -	\$ 1,643,792	\$ 995,491

RURAL MUNICIPALITY OF STE. ANNE
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2021

SCHEDULE 6

	2021									2020	
	General	Machinery Replacement	Waste Management	Economic Development	Green Initiative	Gas Tax	LUD	Fire Equipment	BiPole III	Total	Total
REVENUE											
Investment income	\$ 9,893	\$ 769	\$ 4,010	\$ 14	\$ 32	\$ 16,173	\$ 1,094	\$ 1,387	\$ 3,394	\$ 36,766	\$ 56,352
Other income	-	-	-	-	-	-	-	-	-	-	-
Total revenue	9,893	769	4,010	14	32	16,173	1,094	1,387	3,394	36,766	56,352
EXPENSES											
Investment charges	-	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-	-
NET REVENUES	9,893	769	4,010	14	32	16,173	1,094	1,387	3,394	36,766	56,352
TRANSFERS											
Transfers from general operating fund	243,170	271,000	-	20,000	20,000	550,728	28,370	100,000	117,402	1,350,670	803,023
Transfers to general operating fund	(65,315)	-	(757,400)	-	-	(249,650)	-	-	(122,645)	(1,195,010)	(511,963)
Transfer from nominal surplus	-	-	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(93,480)	(376,786)	-	-	-	(389,600)	-	-	-	(859,866)	(542,760)
CHANGE IN RESERVE FUND	94,268	(105,017)	(753,390)	20,014	20,032	(72,349)	29,464	101,387	(1,849)	(667,440)	(195,348)
FUND SURPLUS, BEGINNING OF	866,309	240,342	801,647	-	-	1,336,103	85,105	110,950	380,292	3,820,748	4,016,096
FUND SURPLUS, END OF YEAR	\$ 960,577	\$ 135,325	\$ 48,257	\$ 20,014	\$ 20,032	\$ 1,263,754	\$ 114,569	\$ 212,337	\$ 378,443	\$ 3,153,308	\$ 3,820,748

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF L.U.D. OPERATIONS - RICHER
 For the Year Ended December 31, 2021

SCHEDULE 7

	2021 Budget	2021 Actual	2020 Actual
Revenue			
Taxation	\$ 161,323	\$ 161,323	\$ 179,134
Other revenue	19,877	41,887	18,766
Total revenue	<u>181,200</u>	<u>203,210</u>	<u>197,900</u>
Expenses			
General Government:			
Indemnities	24,500	27,897	29,909
Transportation Services			
Road and street maintenance	40,000	33,953	8,355
Ditches and road drainage	4,000	950	1,455
Snow and ice removal	5,000	6,057	3,539
Sidewalk and boulevard maintenance	3,000	150	2,028
Street lighting	12,000	11,562	12,797
Other	-	-	-
Environmental health			
Waste collection and disposal	22,700	21,229	20,026
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	13,000	8,978	9,846
Other	-	-	-
Recreation and cultural services			
Community centers and halls	14,500	9,100	9,740
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	<u>138,700</u>	<u>119,876</u>	<u>97,695</u>
Net revenues (expenses)	42,500	83,334	100,205
Transfers:			
Transfers from (to) L.U.D. reserves	37,500	17,985	-
Transfers from (to) operating fund	(50,000)	-	(57,402)
Transfer to capital	(30,000)	(36,758)	(14,433)
Change in L.U.D. balances	<u>\$ -</u>	<u>64,561</u>	<u>28,370</u>
Unexpended balance, beginning of year		<u>66,171</u>	<u>37,801</u>
Unexpended balance, end of year		<u>\$ 130,732</u>	<u>\$ 66,171</u>

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
 As at December 31, 2021

SCHEDULE 8

	2021		2020
	Name of Utility	Total	Total
FINANCIAL ASSETS			
Cash and temporary investments	\$ -	\$ -	\$ -
Amounts receivable	-	-	-
Portfolio investments	-	-	-
Due from other funds	-	-	-
Other (specify):	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES			
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -
Unearned revenue	-	-	-
Long-term debt (Note 9)	-	-	-
Due to other funds	-	-	-
Other (specify):	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
NON-FINANCIAL ASSETS			
Tangible capital assets (Schedule 1)	\$ -	\$ -	\$ -
Inventories	-	-	-
Prepaid expenses	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
FUND SURPLUS (DEFICIT)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF UTILITY OPERATIONS - Name of Utility
 As at December 31, 2021

SCHEDULE 9

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
REVENUE			
Water			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	<u>-</u>	<u>-</u>	<u>-</u>
Sewer			
Sewer fees	-	-	-
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>-</u>	<u>-</u>	<u>-</u>
Property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Recovery			
Deficit recovery	-	-	-
Debenture recovery	-	-	-
sub-total- recovery	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
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>
Total revenue	<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, 2021

SCHEDULE 9

EXPENSES	<u>Budget</u>	<u>2021</u>	<u>2020</u>
General			
Administration	\$ -	\$ -	\$ -
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other (specify)	-	-	-
sub-total- general	<u>-</u>	<u>-</u>	<u>-</u>
Water General			
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>
Water Amortization & Interest			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Sewer General			
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>
Sewage Amortization & Interest			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>
NET OPERATING SURPLUS	-	-	-
TRANSFERS			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	-	-	-
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	-	-
FUND SURPLUS, BEGINNING OF YEAR		<u>-</u>	<u>-</u>
FUND SURPLUS, END OF YEAR		<u>\$ -</u>	<u>\$ -</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2021

	Financial Plan General	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 3,010,940	\$ -	\$ -	\$ 75,192	\$ -	\$ -	\$ 3,086,132
Grants in lieu of taxation	98,066	-	-	(75,192)	-	-	22,874
User fees	126,017	-	-	-	-	-	126,017
Permits, licences and fines	115,750	-	-	-	-	-	115,750
Investment income	13,000	-	-	-	-	-	13,000
Other revenue	51,049	-	-	-	-	-	51,049
Water and sewer	-	-	-	-	-	-	-
Grants - Province of Manitoba	1,519,600	-	-	-	-	-	1,519,600
Grants - other	569,466	-	-	-	-	-	569,466
Transfers from accumulated surplus	118,000	-	-	(118,000)	-	-	-
Transfers from reserves	1,959,400	-	-	(1,959,400)	-	-	-
Total revenue	<u>\$ 7,581,288</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,077,400)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,503,888</u>
EXPENSES							
General government services	\$ 1,105,767	\$ 47,131	\$ 5,305	\$ 1,527	\$ -	\$ -	\$ 1,159,730
Protective services	558,628	49,172	-	-	-	-	607,800
Transportation services	1,417,577	461,690	37,970	-	-	-	1,917,237
Environmental health services	137,060	8,371	-	-	-	-	145,431
Public health and welfare services	3,200	-	-	-	-	-	3,200
Regional planning and development	13,000	-	-	-	-	-	13,000
Resource cons and industrial dev	35,106	-	-	-	-	-	35,106
Recreation and cultural services	19,800	934	-	-	-	-	20,734
Water and sewer services	-	-	-	-	-	-	-
Fiscal services:							
Transfer to capital	2,899,400	-	-	(2,899,400)	-	-	-
Transfer to LUD	211,200	-	-	(211,200)	-	-	-
Debt charges	142,057	-	(142,057)	-	-	-	-
Short term interest	1,000	-	(1,000)	-	-	-	-
Transfer to reserves	1,035,966	-	-	(1,035,966)	-	-	-
Allowance for tax assets	1,527	-	-	(1,527)	-	-	-
Total expenses	<u>\$ 7,581,288</u>	<u>\$ 567,298</u>	<u>\$ (99,782)</u>	<u>\$ (4,146,566)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,902,238</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ (567,298)</u>	<u>\$ 99,782</u>	<u>\$ 2,069,166</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,601,650</u>

**RURAL MUNICIPALITY OF STE. ANNE
ANALYSIS OF TAXES ON ROLL
December 31, 2021**

SCHEDULE 11

	<u>2021</u>	<u>2020</u>
Balance, beginning of year	\$ 527,973	\$ 571,260
Add:		
Tax levy (Schedule 12)	8,022,502	7,881,789
Taxes added	103,268	61,874
Penalties or interest	40,758	47,843
Other accounts added	-	-
Tax Adjustments (specify)	-	-
Sub-total	<u>8,166,528</u>	<u>7,991,506</u>
Deduct:		
Cash collections - current	7,156,173	6,680,468
Cash collections - arrears	385,223	473,702
Write-offs	-	-
Tax discounts	-	-
E.P.T.C. - cash advance	669,983	880,623
Other credits (specify)	-	-
Sub-total	<u>8,211,379</u>	<u>8,034,793</u>
Balance, end of year	<u><u>\$ 483,122</u></u>	<u><u>\$ 527,973</u></u>

RURAL MUNICIPALITY OF STE. ANNE
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2021

SCHEDULE 12

	2021			2020
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
LUD of Richer	\$ 19,252,570	\$ 5.546	\$ 106,775	\$ 123,818
Name of LUD	\$ -	\$ -	-	-
sub-total - L.U.D.			<u>106,775</u>	<u>123,818</u>
Debt charges:				
Frontage	\$ -	\$ -	-	-
LUD of Richer Asphaltng	\$ 19,252,570	\$ 2.491	47,958	47,930
PW Shop Debenture	\$ 331,979,950	\$ 0.240	79,675	-
Office Debenture B/L #06-2012	\$ 331,979,950	\$ 0.185	61,416	61,951
sub-total - Debt charges			<u>189,050</u>	<u>109,881</u>
Deferred surplus	\$ -	\$ -	-	-
Reserves:				
Machinery	\$ 312,727,380	\$ 0.555	173,564	70,618
General	\$ 331,979,950	\$ 0.299	99,262	101,077
Waste Management	\$ 331,979,950	\$ -	-	71,732
Fire Equipment	\$ 331,979,950	\$ 0.179	59,424	58,690
sub-total - Reserves			<u>332,250</u>	<u>302,117</u>
General municipal				
Rural area	\$ 312,727,380	\$ 4.518	1,412,902	2,121,620
At large	\$ 331,979,950	\$ 2.877	955,106	156,507
Sub-total - General municipal			<u>2,368,009</u>	<u>2,278,127</u>
Special levies:				
Cooks Creek Conservatory District	\$ -	\$ -	-	-
LUD Garbage P/U B/L #09-2016	\$ -	\$ 86.800	19,877	17,361
Villa Youville	\$ -	\$ -	-	-
Seine Rat River Conservation Dist	\$ -	\$ -	-	-
sub-total - Special levies			<u>19,877</u>	<u>17,361</u>
Business tax (rate%)	\$ -	\$ -	-	-
Total municipal taxes (Schedule 2)			<u>3,015,960</u>	<u>2,831,304</u>
Education support levy	\$ 42,655,000	\$ 8.809	375,748	379,826
Special levies:				
Seine River SD	\$ 237,056,030	\$ 13.874	3,288,915	3,298,417
Hanover SD	\$ 94,166,900	\$ 14.250	1,341,878	1,372,242
sub-total - Special levies			<u>4,630,794</u>	<u>4,670,659</u>
Total education taxes			<u>5,006,542</u>	<u>5,050,485</u>
Total tax levy (Schedule 11)			<u><u>\$ 8,022,502</u></u>	<u><u>\$ 7,881,789</u></u>

RURAL MUNICIPALITY OF STE. ANNE
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2021

SCHEDULE 13

	<u>2021 Actual</u>	<u>2020 Actual</u>
General government services:		
Legislative	\$ 239,561	\$ 224,677
General administrative	785,350	604,487
Other	302,918	194,058
	<u>1,327,829</u>	<u>1,023,222</u>
Protective services:		
Police	-	-
Fire	358,717	365,841
Emergency measures	47,051	76,850
Other (specify)	181,942	157,041
	<u>587,710</u>	<u>599,732</u>
Transportation services:		
Road transport		
Administration and engineering	360,434	250,505
Road and street maintenance	1,599,510	1,246,542
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	12,693	13,710
Other (specify)	-	-
Air transport	-	-
Public transit	-	-
Other (specify)	-	-
	<u>1,972,637</u>	<u>1,510,757</u>
Environmental health services:		
Waste collection and disposal	66,321	64,928
Recycling	47,329	33,920
Other	26,940	23,444
	<u>140,590</u>	<u>122,292</u>
Public health and welfare services:		
Public health	-	25,000
Medical care	-	-
Social assistance	3,158	3,158
Other	-	-
	<u>3,158</u>	<u>28,158</u>
Regional planning and development		
Planning and zoning	15,317	10,088
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>15,317</u>	<u>10,088</u>
Resource conservation and industrial development		
Rural area weed control	2,699	4,462
Drainage of land	3,260	3,260
Veterinary services	-	-
Water resources and conservation	22,337	22,172
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>28,296</u>	<u>29,894</u>
Sub-totals forward	<u>\$ 4,075,537</u>	<u>\$ 3,324,143</u>

RURAL MUNICIPALITY OF STE. ANNE
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2021

SCHEDULE 13

	<u>2021 Actual</u>	<u>2020 Actual</u>
Sub-totals forward	\$ 4,075,537	\$ 3,324,143
Recreation and cultural services:		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	-	-
Parks and playgrounds	18,687	160,993
Other recreational facilities	-	-
Museums	-	-
Libraries	-	-
Other cultural facilities	-	-
	<u>18,687</u>	<u>160,993</u>
Total expenses	\$ 4,094,224	\$ 3,485,136

RURAL MUNICIPALITY OF STE. ANNE
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) - UNAUDITED
December 31, 2021

SCHEDULE 14

	General	2021 Utility	Total	2020 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 120,113	\$ -	\$ 120,113	\$ 348,171
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	1,350,670	-	1,350,670	803,023
Eliminate revenue - transfers from reserves	(1,195,010)	-	(1,195,010)	(511,963)
Eliminate revenue - acquisitions of tangible capital assets from reserves	(859,866)	-	(859,866)	(542,760)
Increase revenue - reserve funds interest	36,766	-	36,766	56,352
Eliminate revenue - transfer from nominal surplus(es)	(417,170)	-	(417,170)	-
Increase expense - amortization of tangible capital assets	(567,298)	-	(567,298)	(371,600)
Increase (Decrease) revenue - gain (loss) on disposal of tangible capital assets	31,670	-	31,670	(12,308)
Decrease revenue - proceeds from disposal of tangible capital assets	(178,690)	-	(178,690)	(113,523)
Decrease expense - principal portion of debenture debt	195,308	-	195,308	113,787
Decrease revenue - proceeds from long term debt	(565,568)	-	(565,568)	(634,432)
Decrease expense - donated capital assets	-	-	-	150,334
Eliminate expense - acquisitions of tangible capital assets	3,692,867	-	3,692,867	1,710,410
	\$ 1,643,792	\$ -	\$ 1,643,792	\$ 995,491
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 1,643,792	\$ -	\$ 1,643,792	\$ 995,491