

# **RURAL MUNICIPALITY OF LAC DU BONNET**

**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 Rural Municipality of Lac du Bonnet 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 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.

  
\_\_\_\_\_  
Sandra Broek  
Chief Administrative Officer

## INDEPENDENT AUDITORS' REPORT

To the Reeve and members of Council of the  
**RURAL MUNICIPALITY OF LAC DU BONNET**

### *Opinion*

We have audited the accompanying consolidated financial statements of the Rural Municipality of Lac du Bonnet, 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 Lac du Bonnet 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  
June 28, 2022

# **RURAL MUNICIPALITY OF LAC DU BONNET**

## **Consolidated Financial Statements**

**For the Year Ended December 31, 2021**

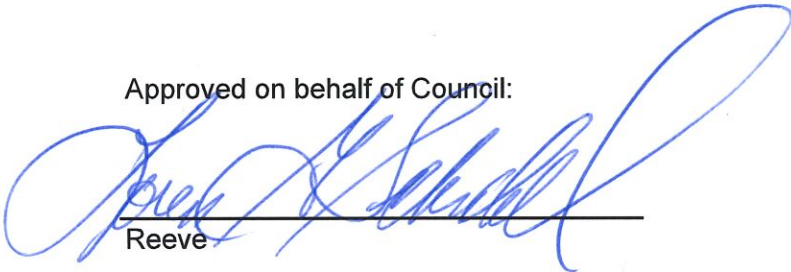
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<b>Consolidated Statement of Financial Position</b>	<b>5</b>
<b>Consolidated Statement of Operations</b>	<b>6</b>
<b>Consolidated Statement of Change in Net Financial Assets</b>	<b>7</b>
<b>Consolidated Statement of Cash Flows</b>	<b>8</b>
<b>Notes to the Consolidated Financial Statements</b>	<b>9</b>
<b>Schedule 1 - Consolidated Schedule of Tangible Capital Assets</b>	<b>18</b>
<b>Schedule 2 - Consolidated Schedule of Revenues</b>	<b>19</b>
<b>Schedule 3 - Consolidated Schedule of Expenses</b>	<b>20</b>
<b>Schedule 4 - Consolidated Statement of Operations by Program</b>	<b>22</b>
<b>Schedule 5 - Consolidated Details and Reconciliation to Core Government Results</b>	<b>24</b>
<b>Schedule 6 - Schedule of Change in Reserve Fund Balances</b>	<b>25</b>
<b>Schedule 7 - Schedule of L.U.D. Operations</b>	<b>28</b>
<b>Schedule 8 - Schedule of Financial Position for Utilities</b>	<b>29</b>
<b>Schedule 9 - Schedule of Utility Operations</b>	<b>30</b>
<b>Schedule 10 - Reconciliation of the Financial Plan to the Budget</b>	<b>34</b>
<b>Schedule 11 - Analysis of Taxes on Roll</b>	<b>35</b>
<b>Schedule 12 - Analysis of Tax Levy</b>	<b>36</b>
<b>Schedule 13 - Schedule of General Operating Fund Expenses</b>	<b>37</b>
<b>Schedule 14 - Reconciliation of Annual Surplus (Deficit)</b>	<b>39</b>

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2021**

	<u>2021</u>	<u>2020</u>
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (Note 3)	\$ 7,175,192	\$ 6,721,197
Amounts receivable (Note 4)	<u>887,731</u>	<u>941,528</u>
	<u>8,062,923</u>	<u>7,662,725</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 6)	2,038,116	1,294,630
Long-term debt (Note 7)	<u>317,804</u>	<u>337,207</u>
	<u>2,355,920</u>	<u>1,631,837</u>
<b>NET FINANCIAL ASSETS</b>	<u>5,707,003</u>	<u>6,030,888</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 1)	10,213,187	10,364,536
Inventories (Note 5)	694,904	244,139
Prepaid expenses	<u>39,680</u>	<u>21,526</u>
	<u>10,947,771</u>	<u>10,630,201</u>
<b>ACCUMULATED SURPLUS (Note 11)</b>	<u>\$ 16,654,774</u>	<u>\$ 16,661,089</u>

Approved on behalf of Council:

  
 \_\_\_\_\_  
 Reeve

  
 \_\_\_\_\_  
 Councillor

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

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**For the Year Ended December 31, 2021**

	<u>2021 Budget (Note 10)</u>	<u>2021 Actual</u>	<u>2020 Actual</u>
<b>REVENUE</b>			
Property taxes	\$ 3,756,702	\$ 3,841,096	\$ 3,857,797
Grants in lieu of taxation	381,907	280,491	288,321
User fees	660,589	522,894	420,256
Permits, licences and fines	200	190,278	172,564
Investment income	21,457	64,953	87,385
Other revenue	146,071	272,501	224,141
Water and sewer	95,854	64,847	142,736
Grants - Province of Manitoba	490,315	503,137	514,793
Grants - other	212,086	392,878	382,238
Total revenue (Schedules 2, 4 and 5)	<u>5,765,181</u>	<u>6,133,075</u>	<u>6,090,231</u>
<b>EXPENSES</b>			
General government services	1,496,544	1,715,980	1,430,423
Protective services	715,925	443,088	414,262
Transportation services	3,646,195	2,460,075	2,777,708
Environmental health services	663,368	692,515	599,109
Public health and welfare services	20,896	34,310	23,546
Regional planning and development	225,631	186,571	114,052
Resource conservation and industrial development	267,260	212,835	190,284
Recreation and cultural services	381,524	301,399	271,026
Water and sewer services	124,762	92,617	97,620
Total expenses (Schedules 3, 4 and 5)	<u>7,542,105</u>	<u>6,139,390</u>	<u>5,918,030</u>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<u><u>\$ (1,776,924)</u></u>	<u><u>(6,315)</u></u>	<u><u>172,201</u></u>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>		<u>16,661,089</u>	<u>16,488,888</u>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>		<u><u>\$ 16,654,774</u></u>	<u><u>\$ 16,661,089</u></u>

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

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
**For the Year Ended December 31, 2021**

	<b>2021 Budget (Note 10)</b>	<b>2021 Actual</b>	<b>2020 Actual</b>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ (1,776,924)</b>	<b>\$ (6,315)</b>	<b>\$ 172,201</b>
Acquisition of tangible capital assets	(1,153,239)	(507,823)	(858,481)
Amortization of tangible capital assets	656,363	659,172	652,298
Loss (Gain) on sale of tangible capital assets	-	-	(4,904)
Proceeds on sale of tangible capital assets	-	-	11,518
Decrease (increase) in inventories	-	(450,765)	74,269
Decrease (increase) in prepaid expense	-	(18,154)	(1,401)
	<u>(496,876)</u>	<u>(317,570)</u>	<u>(126,701)</u>
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<b><u>\$ (2,273,800)</u></b>	<b>(323,885)</b>	45,500
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>		<b><u>6,030,888</u></b>	<u>5,985,388</u>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>		<b><u>\$ 5,707,003</u></b>	<b><u>\$ 6,030,888</u></b>

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

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2021**

	<u>2021</u>	<u>2020</u>
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	\$ (6,315)	\$ 172,201
Changes in non-cash items:		
Amounts receivable	53,797	426,608
Inventories	(450,765)	74,269
Prepays	(18,154)	(1,401)
Accounts payable and accrued liabilities	743,486	207,937
Severance and vested sick leave payable	-	-
Landfill closure and post closure liabilities	-	-
Environmental liabilities	-	-
Loss (Gain) on sale of tangible capital asset	-	(4,904)
Amortization	659,172	652,298
	<u>981,221</u>	<u>1,527,008</u>
Cash provided by operating transactions		
	<u>981,221</u>	<u>1,527,008</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds on sale of tangible capital assets	-	11,518
Cash used to acquire tangible capital assets	(507,823)	(858,481)
	<u>(507,823)</u>	<u>(846,963)</u>
Cash applied to capital transactions		
	<u>(507,823)</u>	<u>(846,963)</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		
	<u>-</u>	<u>-</u>
<b>FINANCING TRANSACTIONS</b>		
Proceeds of long-term debt	-	356,000
Debt repayment	(19,403)	(18,793)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	-	-
	<u>(19,403)</u>	<u>337,207</u>
Cash applied to financing transactions		
	<u>(19,403)</u>	<u>337,207</u>
<b>INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS</b>	<b>453,995</b>	<b>1,017,252</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<b>6,721,197</b>	<b>5,703,945</b>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<b>\$ 7,175,192</b>	<b>\$ 6,721,197</b>

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



**RURAL MUNICIPALITY OF LAC DU BONNET**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2021**

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**1. Status of the Rural Municipality of Lac du Bonnet**

The incorporated Rural Municipality of Lac du Bonnet ("The Municipality") is a municipality that was formed in 1917 pursuant to The Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, 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 controlled entities include:

*Lac du Bonnet Community Development Corporation*

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 government partnerships include:

*Agassiz Weed Control District (42%) (2020 - 42%)*  
*Lac du Bonnet Planning District (75%) (2020 - 75%)*  
*Lac du Bonnet Regional Library (74%) (2020 - 74%)*  
*Lac du Bonnet Airport Authority (69%) (2020 - 69%)*

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. There were no trust funds administered by the Municipality as of December 31, 2021.

**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) Real Estate Properties Held for Sale**

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

### **f) Landfill Closure and Post Closure Liabilities**

The estimated cost to close and maintain solid waste landfill sites are based on estimated future expenses, in current dollars, adjusted for estimated inflation, and are charged to expenses as the landfill capacity is used.

### **g) 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 the year.

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.

### **h) 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.

### **i) 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.

### **j) 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.

### **k) Revenue Recognition**

Revenues are recognized as they are earned and measurable.

## **Government Transfers**

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.

### **l) Measurement Uncertainty**

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued revenues 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.

Measurement uncertainty in these financial statements exists in the accrual of the landfill closure and post closure liabilities. The accrual of the landfill liabilities is based on estimated future cash flows discounted to the financial statement date. The estimate of the future cash flows and the closure date of the landfill are based upon the best estimates by management. The actual future cash flows and closure date may differ significantly.

### 3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2021</u>	<u>2020</u>
Cash	\$ 7,175,192	\$ 6,721,197
Temporary investments	<u>-</u>	<u>-</u>
	<u>\$ 7,175,192</u>	<u>\$ 6,721,197</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$4,603,723 (2020 - \$4,302,037) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has access to a \$500,000 line of credit at Sunova Credit Union at an interest rate of 2.45%. The Municipality has utilized \$Nil (2020 - \$Nil) at December 31, 2021.

### 4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2021</u>	<u>2020</u>
Taxes on roll (Schedule 11)	\$ 609,584	\$ 640,732
Government grants	100,608	20,854
Utility customers	24,745	24,745
Organizations and individuals	89,531	193,150
Other governments	84,992	82,368
	<u>909,460</u>	<u>961,849</u>
Less allowances for doubtful amounts	<u>(21,729)</u>	<u>(20,321)</u>
	<u>\$ 887,731</u>	<u>\$ 941,528</u>

### 5. Inventories

**Inventories for use:**

	<u>2021</u>	<u>2020</u>
Chemicals, herbicides, insecticides	\$ -	\$ -
Fuel	8,895	6,099
Culverts	46,395	48,798
Aggregate	635,436	185,773
Other supplies	4,178	3,469
	<u>\$ 694,904</u>	<u>\$ 244,139</u>

**6. Accounts Payable and Accrued Liabilities**

	<u>2021</u>	<u>2020</u>
Accounts payable	<b>\$ 1,428,415</b>	\$ 712,259
Wages payable	<b>54,248</b>	38,011
Vacation liability	<b>69,022</b>	55,586
Accrued expenses	-	2,343
Accrued interest payable	-	-
School levies	<b>385,166</b>	385,166
Other governments	<b>101,265</b>	101,265
	<b><u>\$ 2,038,116</u></b>	<b><u>\$ 1,294,630</u></b>

**7. Long Term Debt**

	<u>2021</u>	<u>2020</u>
Brookfield Utility Debenture By-Law 10-19, interest at 3.25%, payable at \$30,363 annually including interest, maturing October 31, 2034	<b><u>\$ 317,804</u></b>	<b><u>\$ 337,207</u></b>

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

2022	\$ 20,034
2023	\$ 20,685
2024	\$ 21,357
2025	\$ 22,052
2026	\$ 22,768

**8. Financial Instruments**

The Municipality as part of its operations carries a number of financial instruments. It is management's opinion 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.

## 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 \$127,440 (2020 - \$114,466) 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. 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.

## 11. Accumulated Surplus

	<u>2021</u>	<u>2020</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal	\$ 1,894,783	\$ 2,133,633
Utility operating fund(s) - Nominal	(10,899)	(22,996)
TCA net of related borrowings	9,855,532	9,984,667
Reserve funds	<u>4,603,723</u>	<u>4,302,037</u>
Accumulated surplus of municipality unconsolidated	<b>16,343,139</b>	16,397,341
Accumulated surpluses of consolidated entities	<u>311,635</u>	263,748
Accumulated surplus per Consolidated Statement of Financial Position	<u><b>\$ 16,654,774</b></u>	<u>\$ 16,661,089</u>

## 12. 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) Compensation paid to members of council amounted to \$92,735 in aggregate.

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

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Loren Schinkel	\$ 20,883	\$ 3,752	\$ 24,635
Deputy Reeve - Scott Jones	14,799	2,219	17,018
Councillor - Robert Doyle	15,157	2,392	17,549
Councillor - Grant Hein	13,830	1,786	15,616
Councillor - Darrell Scheirich	15,726	2,191	17,917
	<u>\$ 80,395</u>	<u>\$ 12,340</u>	<u>\$ 92,735</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
<i>Cameron Bell</i>	<i>Chief Administrative Officer</i>	\$ 150,135
<i>Sandra Broek</i>	<i>Deputy CAO</i>	\$ 86,000
<i>Albert Miller</i>	<i>Building Inspector</i>	\$ 78,000

## 13. Segmented Information

The Rural Municipality of Lac du Bonnet 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.

#### 14. Government Partnerships

The Municipality has several partnership agreements for municipal services. The consolidated financial statements include the municipality's proportionate interest, as disclosed in note 2(a). The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	2021	2020
<b>Financial Position</b>		
Financial Assets	\$ 283,166	\$ 270,983
Liabilities	79,035	95,080
Net financial assets (liabilities)	204,131	175,903
Non-financial assets	46,499	47,692
Accumulated surplus	<u>\$ 250,630</u>	<u>\$ 223,595</u>
<b>Result of Operations</b>		
Revenues	\$ 217,952	\$ 224,702
Expenses	183,089	213,359
Annual surplus	34,863	11,343
Elimination of revenues(expenses) upon consolidation	44,386	66,560
Consolidated annual surplus (deficit)	<u>\$ (9,523)</u>	<u>\$ (55,217)</u>

#### 15. Public Utilities Board

The Public Utilities Board (PUB) regulates the rates charged by all water and wastewater utilities, except the City of Winnipeg Utility and wholesale water rates set by the Manitoba Water Services Board. The PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. The PUB's prescribed accounting policies on tangible or contributed capital assets and government transfers allow for adjustments to be made, for rate setting purposes, which do not meet PSAB standards.

For information purposes, the Municipality has deferred the capital grants and/or contributed assets it has received in the past for its utilities and amortized them over the useful life of the related tangible or contributed capital asset.

The following table provides historical information on capital grants for tangible or contributed capital assets with a remaining Net Book Value.

##### Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Tanco Utility	\$ -	\$ -	\$ -	\$ -
Brookfield Utility	529,015	-	10,796	518,219
	<u>\$ 529,015</u>	<u>\$ -</u>	<u>\$ 10,796</u>	<u>\$ 518,219</u>

##### Sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Tanco Utility	\$ -	\$ -	\$ -	\$ -
Brookfield Utility	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



## **16. Contingencies**

Lawsuits 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 the lawsuits, now pending is not determinable. Should any loss result from the resolution of these claims, such losses will be charged to operation in the year of resolution.

## **17. Comparative Figures**

Balances in the prior year have been reclassified to comply with the current year presentation.

## **18. COVID-19**

Reactions and restrictions to Coronavirus (COVID-19) continue to evolve and change regularly. Management of the Municipality 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 LAC DU BONNET**  
**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
<b>Cost</b>										
Opening costs	\$ 1,790,519	\$ 1,631,063	\$ 5,703,314	\$ 421,437	\$ 641,142	\$ 13,712,454	\$ 2,955,783	\$ 2,259	\$ 26,857,971	\$ 26,040,907
Additions during the year	47,198	13,174	945,866	55,439	38,968	45,279	-	-	1,145,924	2,067,649
Disposals and write downs	-	-	-	(6,149)	(638,101)	-	-	-	(644,250)	(1,250,585)
Closing costs	1,837,717	1,644,237	6,649,180	470,727	42,009	13,757,733	2,955,783	2,259	27,359,645	26,857,971
<b>Accumulated Amortization</b>										
Opening accum'd amortization	267,232	965,516	3,669,165	292,548	-	10,662,534	636,440	-	16,493,435	15,875,940
Amortization	14,147	42,987	435,758	50,642	-	36,039	79,599	-	659,172	652,298
Disposals and write downs	-	-	-	(6,149)	-	-	-	-	(6,149)	(34,803)
Closing accum'd amortization	281,379	1,008,503	4,104,923	337,041	-	10,698,573	716,039	-	17,146,458	16,493,435
Net Book Value of Tangible Capital Assets	\$ 1,556,338	\$ 635,734	\$ 2,544,257	\$ 133,686	\$ 42,009	\$ 3,059,160	\$ 2,239,744	\$ 2,259	\$ 10,213,187	\$ 10,364,536

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**CONSOLIDATED SCHEDULE OF REVENUES**  
**For the Year Ended December 31, 2021**

**SCHEDULE 2**

	2021 Actual	2020 Actual
<b>Property taxes:</b>		
Municipal taxes levied (Schedule 12)	\$ 3,808,289	\$ 3,799,316
Taxes added	32,807	58,481
	<u>3,841,096</u>	<u>3,857,797</u>
<b>Grants in lieu of taxation:</b>		
Federal government	-	-
Federal government enterprises	-	-
Provincial government	280,491	288,321
Provincial government enterprises	-	-
Other municipal governments	-	-
Non-government organizations	-	-
	<u>280,491</u>	<u>288,321</u>
<b>User fees</b>		
Parking meters	-	-
Sales of service	421,378	359,533
Sales of goods	8,983	6,338
Rentals	600	6,720
Development charges	14,615	-
Facility use fees	77,318	47,665
	<u>522,894</u>	<u>420,256</u>
<b>Permits, licences and fines</b>		
Permits	190,068	172,399
Licences	210	165
Fees	-	-
Fines	-	-
	<u>190,278</u>	<u>172,564</u>
<b>Investment income:</b>		
Cash and temporary investments	64,953	87,385
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>64,953</u>	<u>87,385</u>
<b>Other revenue:</b>		
Gain (loss) on sale of tangible capital assets	-	4,904
Gain on sale of land	-	-
Contributed assets	-	-
Penalties and interest	86,214	79,074
Miscellaneous (specify):		
Insurance proceeds	22,488	-
MTCML/Fuel rebates	72,340	50,215
Insurance rebates	36,354	21,831
Donations	7,518	-
Miscellaneous	47,587	68,117
	<u>272,501</u>	<u>224,141</u>
<b>Water and sewer</b>		
Municipal utilities (Schedule 9)	64,847	142,736
Consolidated water co-operatives	-	-
	<u>64,847</u>	<u>142,736</u>
<b>Grants - Province of Manitoba</b>		
Municipal operating grants	238,611	238,611
Other unconditional grants	-	-
Conditional grants	264,526	276,182
	<u>503,137</u>	<u>514,793</u>
<b>Grants - other</b>		
Federal government - gas tax funding	343,558	167,962
Federal government - other	26,057	186,854
Other municipal governments	23,263	27,422
	<u>392,878</u>	<u>382,238</u>
<b>Total revenue</b>	<u>\$ 6,133,075</u>	<u>\$ 6,090,231</u>

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**CONSOLIDATED SCHEDULE OF EXPENSES**  
**For the Year Ended December 31, 2021**

**SCHEDULE 3**

	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
<b>General government services:</b>		
Legislative	\$ 113,225	\$ 108,244
General administrative	1,185,385	821,809
Other	417,370	500,370
	<u>1,715,980</u>	<u>1,430,423</u>
<b>Protective services:</b>		
Police	117,424	117,333
Fire	201,056	205,431
Emergency measures	32,880	34,968
Other	91,728	56,530
	<u>443,088</u>	<u>414,262</u>
<b>Transportation services:</b>		
Road transport		
Administration and engineering	-	270
Road and street maintenance	2,437,792	2,752,808
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	15,028	16,172
Other	7,255	8,458
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>2,460,075</u>	<u>2,777,708</u>
<b>Environmental health services:</b>		
Waste collection and disposal	585,910	452,286
Recycling	97,781	97,459
Other	8,824	49,364
	<u>692,515</u>	<u>599,109</u>
<b>Public health and welfare services:</b>		
Public health	-	-
Medical care	-	-
Social assistance	3,096	3,096
Other	31,214	20,450
	<u>34,310</u>	<u>23,546</u>
<b>Regional planning and development</b>		
Planning and zoning	186,571	114,052
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>186,571</u>	<u>114,052</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	103,510	115,222
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	78,922	50,358
Industrial development	-	-
Tourism	1,550	3,491
Other	28,853	21,213
	<u>212,835</u>	<u>190,284</u>
<b>Sub-totals forward</b>	<u>\$ 5,745,374</u>	<u>\$ 5,549,384</u>

**RURAL MUNICIPALITY OF LAC DU BONNET  
CONSOLIDATED SCHEDULE OF EXPENSES  
For the Year Ended December 31, 2021**

**SCHEDULE 3**

	<u>2021 Actual</u>	<u>2020 Actual</u>
<b>Sub-totals forward</b>	<b><u>\$ 5,745,374</u></b>	<b><u>\$ 5,549,384</u></b>
<b>Recreation and cultural services:</b>		
Administration	46,054	24,708
Community centers and halls	23,795	23,795
Swimming pools and beaches	4,924	60
Golf courses	-	-
Skating and curling rinks	38,029	37,840
Parks and playgrounds	6,245	1,886
Other recreational facilities	73,454	71,676
Museums	5,557	5,418
Libraries	96,479	99,216
Other cultural facilities	6,862	6,427
	<u>301,399</u>	<u>271,026</u>
<b>Water and sewer services (Schedule 9)</b>		
Municipal utilities (Schedule 9)	92,617	97,620
Consolidated water co-operatives	-	-
	<u>92,617</u>	<u>97,620</u>
<b>Total expenses</b>	<b><u><u>\$ 6,139,390</u></u></b>	<b><u><u>\$ 5,918,030</u></u></b>

## RURAL MUNICIPALITY OF LAC DU BONNET

## SCHEDULE 4

## 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
<b>REVENUE</b>										
Property taxes	\$3,841,096	\$ 3,857,797	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	280,491	288,321	-	-	-	-	-	-	-	-
User fees	280,978	251,065	92,851	52,439	1,550	1,465	68,765	46,165	-	-
Grants - other	369,615	354,816	-	-	-	-	-	-	-	-
Permits, licences and fines	210	165	-	-	297	-	-	-	-	-
Investment income	24,597	24,307	3,384	10,906	16,629	20,791	5,987	9,182	12,103	18,148
Other revenue	189,407	145,767	-	-	74,127	50,215	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	238,611	238,611	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	127,722	145,759	-	-	-	-	75,178	91,859	-	-
Total revenue	<b>\$ 5,352,727</b>	\$ 5,306,608	<b>\$ 96,235</b>	\$ 63,345	<b>\$ 92,603</b>	\$ 72,471	<b>\$ 149,930</b>	\$ 147,206	<b>\$ 12,103</b>	\$ 18,148
<b>EXPENSES</b>										
Personnel services	\$ 978,199	\$ 701,014	\$ 78,015	\$ 70,277	\$ 928,840	\$ 1,195,815	\$ 435,091	\$ 319,449	\$ -	\$ -
Contract services	599,505	550,045	209,480	203,153	280,439	175,466	133,705	167,545	8,020	8,448
Utilities	17,242	14,243	12,848	20,613	42,497	53,828	5,718	8,091	-	-
Maintenance materials and supplies	34,455	35,405	58,488	67,539	838,532	953,017	25,740	13,344	18,490	10,396
Grants and contributions	21,462	66,894	-	-	-	-	-	-	-	-
Amortization	63,668	61,460	84,257	52,680	369,767	399,582	92,261	90,680	7,800	4,702
Interest on long term debt	-	-	-	-	-	-	-	-	-	-
Other	1,449	1,362	-	-	-	-	-	-	-	-
Total expenses	<b>\$1,715,980</b>	\$ 1,430,423	<b>\$ 443,088</b>	\$ 414,262	<b>\$ 2,460,075</b>	\$ 2,777,708	<b>\$ 692,515</b>	\$ 599,109	<b>\$ 34,310</b>	\$ 23,546
<b>Surplus (Deficit)</b>	<b>\$ 3,636,747</b>	\$ 3,876,185	<b>\$ (346,853)</b>	\$ (350,917)	<b>\$ (2,367,472)</b>	\$ (2,705,237)	<b>\$ (542,585)</b>	\$ (451,903)	<b>\$ (22,207)</b>	\$ (5,398)

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

## RURAL MUNICIPALITY OF LAC DU BONNET

## SCHEDULE 4

## 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
<b>REVENUE</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$3,841,096	\$ 3,857,797
Grants in lieu of taxation	-	-	-	-	-	-	-	-	280,491	288,321
User fees	-	-	66,500	63,619	12,250	5,503	-	-	522,894	420,256
Grants - other	-	-	11,417	11,410	11,846	16,012	-	-	392,878	382,238
Permits, licences and fines	189,771	172,399	-	-	-	-	-	-	190,278	172,564
Investment income	499	679	275	1,224	1,479	2,148	-	-	64,953	87,385
Other revenue	-	6,392	1,433	3,639	7,534	18,128	-	-	272,501	224,141
Water and sewer	-	-	-	-	-	-	64,847	142,736	64,847	142,736
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	238,611	238,611
Prov of MB - Conditional Grants	-	-	11,106	1,656	50,520	36,908	-	-	264,526	276,182
Total revenue	\$ 190,270	\$ 179,470	\$ 90,731	\$ 81,548	\$ 83,629	\$ 78,699	\$ 64,847	\$ 142,736	\$ 6,133,075	\$ 6,090,231
<b>EXPENSES</b>										
Personnel services	\$ 146,897	\$ 90,459	\$ 30,425	\$ 34,065	\$ 87,661	\$ 82,344	\$ 100	\$ 556	\$2,685,228	\$ 2,493,979
Contract services	24,100	5,132	97,775	61,570	42,554	18,758	17,748	21,126	1,413,326	1,211,243
Utilities	1,443	1,405	2,421	1,152	5,746	5,660	1,136	1,382	89,051	106,374
Maintenance materials and supplies	13,639	8,297	65,110	64,408	15,862	21,130	33,766	34,078	1,104,082	1,207,614
Grants and contributions	-	-	10,764	10,738	142,417	117,579	-	-	174,643	195,211
Amortization	-	-	5,651	8,849	6,862	6,427	28,908	28,908	659,174	653,288
Interest on long term debt	-	-	-	-	-	-	10,959	11,570	10,959	11,570
Other	492	8,759	689	9,502	297	19,128	-	-	2,927	38,751
Total expenses	\$ 186,571	\$ 114,052	\$ 212,835	\$ 190,284	\$ 301,399	\$ 271,026	\$ 92,617	\$ 97,620	\$6,139,390	\$ 5,918,030
<b>Surplus (Deficit)</b>	\$ 3,699	\$ 65,418	\$ (122,104)	\$ (108,736)	\$ (217,770)	\$ (192,327)	\$ (27,770)	\$ 45,116	\$ (6,315)	\$ 172,201

## 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
<b>REVENUE</b>								
Property taxes	\$ 3,841,096	\$ 3,410,310	\$ -	\$ -	\$ -	\$ -	\$ 3,841,096	\$ 3,857,797
Grants in lieu of taxation	280,491	335,278	-	-	-	-	280,491	288,321
User fees	434,137	213,780	-	-	88,757	67,622	522,894	420,256
Grants - other	367,854	150,703	-	-	25,024	27,422	392,878	382,238
Permits, licences and fines	190,278	172,564	-	-	-	-	190,278	172,564
Investment income	63,496	74,892	-	-	1,457	1,717	64,953	87,385
Other revenue	264,030	360,650	558	909	7,913	26,568	272,501	224,141
Water and sewer	64,847	2,436	-	-	-	-	64,847	142,736
Prov of MB - Unconditional Grants	238,611	116,199	-	-	-	-	238,611	238,611
Prov of MB - Conditional Grants	204,661	165,643	9,450	-	50,415	38,564	264,526	276,182
Total revenue	\$ 5,949,501	\$ 5,002,455	\$ 10,008	\$ 909	\$ 173,566	\$ 161,893	\$ 6,133,075	\$ 6,090,231
<b>EXPENSES</b>								
Personnel services	\$ 2,591,576	\$ 2,397,140	\$ -	\$ -	\$ 93,652	\$ 96,839	\$ 2,685,228	\$ 2,493,979
Contract services	1,314,974	1,139,659	75,814	42,483	22,538	29,101	1,413,326	1,211,243
Utilities	80,884	99,562	-	-	8,167	6,812	89,051	106,374
Maintenance materials and supplies	1,047,120	1,149,151	2,517	-	54,445	58,463	1,104,082	1,207,614
Grants and contributions	174,643	195,211	-	-	-	-	174,643	195,211
Amortization	656,363	647,279	-	-	2,811	6,009	659,174	653,288
Interest on long term debt	10,959	11,570	-	-	-	-	10,959	11,570
Other	1,451	18,865	-	-	1,476	19,886	2,927	38,751
Total expenses	\$ 5,877,970	\$ 5,658,437	\$ 78,331	\$ 42,483	\$ 183,089	\$ 217,110	\$ 6,139,390	\$ 5,918,030
<b>Surplus (Deficit)</b>	\$ 71,531	\$ (655,982)	\$ (68,323)	\$ (41,574)	\$ (9,523)	\$ (55,217)	\$ (6,315)	\$ 172,201



## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2021

	2021							
	General Reserve	Capital Reserve	Fire Fighting Reserve	Handi-Van Reserve	Machinery Reserve	Mun Office Reserve	Recreation Reserve	Flood Condition Reserve
<b>REVENUE</b>								
Investment income	\$ 3,789	\$ 398	\$ 1,028	\$ -	\$ 2,781	\$ 32	\$ 809	\$ 2,356
Other income	-	-	-	-	-	-	-	-
Total revenue	<u>3,789</u>	<u>398</u>	<u>1,028</u>	<u>-</u>	<u>2,781</u>	<u>32</u>	<u>809</u>	<u>2,356</u>
<b>EXPENSES</b>								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET REVENUES</b>	<b>3,789</b>	<b>398</b>	<b>1,028</b>	<b>-</b>	<b>2,781</b>	<b>32</b>	<b>809</b>	<b>2,356</b>
<b>TRANSFERS</b>								
Transfers from general operating fund	-	14,615	70,465	10,000	130,000	10,000	-	-
Transfers to general operating fund	-	-	(1,028)	-	(121,677)	(8,025)	(55,067)	-
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
<b>CHANGE IN RESERVE FUND BALANCES</b>	<b>3,789</b>	<b>15,013</b>	<b>70,465</b>	<b>10,000</b>	<b>11,104</b>	<b>2,007</b>	<b>(54,258)</b>	<b>2,356</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>276,835</b>	<b>44,022</b>	<b>100,913</b>	<b>35,000</b>	<b>232,946</b>	<b>979</b>	<b>90,868</b>	<b>234,541</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>\$ 280,624</b>	<b>\$ 59,035</b>	<b>\$ 171,378</b>	<b>\$ 45,000</b>	<b>\$ 244,050</b>	<b>\$ 2,986</b>	<b>\$ 36,610</b>	<b>\$ 236,897</b>

RURAL MUNICIPALITY OF LAC DU BONNET  
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES  
 For the Year Ended December 31, 2021

SCHEDULE 6

	2021						
	Rd. Constr. Reserve	Public Works Reserve	Airport Reserve	Economic Reserve	Gas Tax Reserve	Building Reserve	Liquid/Solid Waste Reserve
<b>REVENUE</b>							
Investment income	\$ 8,619	\$ 37	\$ 1,714	\$ 53	\$ 6,259	\$ 236	\$ 5,987
Other income	-	-	-	-	-	-	-
Total revenue	<u>8,619</u>	<u>37</u>	<u>1,714</u>	<u>53</u>	<u>6,259</u>	<u>236</u>	<u>5,987</u>
<b>EXPENSES</b>							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET REVENUES</b>	<b>8,619</b>	<b>37</b>	<b>1,714</b>	<b>53</b>	<b>6,259</b>	<b>236</b>	<b>5,987</b>
<b>TRANSFERS</b>							
Transfers from general operating fund	188,000	-	-	20,000	343,558	20,000	14,430
Transfers to general operating fund	(120,836)	(12,835)	(45,000)	-	(170,706)	(2,504)	(38,803)
Transfer from nominal surplus	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers from accumulated surplus	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-
<b>CHANGE IN RESERVE FUND BALANCES</b>	<b>75,783</b>	<b>(12,798)</b>	<b>(43,286)</b>	<b>20,053</b>	<b>179,111</b>	<b>17,732</b>	<b>(18,386)</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>934,117</b>	<b>13,792</b>	<b>174,464</b>	<b>882</b>	<b>448,771</b>	<b>21,312</b>	<b>553,886</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b><u>\$ 1,009,900</u></b>	<b><u>\$ 994</u></b>	<b><u>\$ 131,178</u></b>	<b><u>\$ 20,935</u></b>	<b><u>\$ 627,882</u></b>	<b><u>\$ 39,044</u></b>	<b><u>\$ 535,500</u></b>

RURAL MUNICIPALITY OF LAC DU BONNET  
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES  
 For the Year Ended December 31, 2021

SCHEDULE 6

	2021				2020
	P.C. Home Reserve	Stead Glen Reserve	Emergency Reserve	Student Bursary Reserve	Total
<b>REVENUE</b>					
Investment income	\$ 12,103	\$ 398	\$ -	\$ -	\$ 46,599
Other income	-	-	-	-	-
Total revenue	12,103	398	-	-	46,599
<b>EXPENSES</b>					
Investment charges	-	-	-	-	-
Other expenses	-	-	-	-	-
Total expenses	-	-	-	-	-
<b>NET REVENUES</b>	12,103	398	-	-	46,599
<b>TRANSFERS</b>					
Transfers from general operating fund	-	-	6,000	4,500	831,568
Transfers to general operating fund	-	-	-	-	(576,481)
Transfer from nominal surplus	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-
Transfers from accumulated surplus	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-
<b>CHANGE IN RESERVE FUND BALANCES</b>	12,103	398	6,000	4,500	301,686
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	1,094,702	44,007	-	-	4,302,037
<b>FUND SURPLUS, END OF YEAR</b>	\$ 1,106,805	\$ 44,405	\$ 6,000	\$ 4,500	\$ 4,603,723

RURAL MUNICIPALITY OF LAC DU BONNET  
**SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.**  
**For the Year Ended December 31, 2021**

**SCHEDULE 7**

	<u>2021 Budget</u>	<u>2021 Actual</u>	<u>2020 Actual</u>
<b>Revenue</b>			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
<b>Expenses</b>			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	-	-	-
<b>Net revenues (expenses)</b>	-	-	-
<b>Transfers:</b>			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
<b>Change in L.U.D. balances</b>	<u>\$ -</u>	-	-
<b>Unexpended balance, beginning of year</b>		-	-
<b>Unexpended balance, end of year</b>		<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF LAC DU BONNET  
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES  
 December 31, 2021

**SCHEDULE 8**

	2021		2020	
	Tanco Utility	Brookfield Utility	Total	Total
<b>FINANCIAL ASSETS</b>				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Amounts receivable	-	24,745	24,745	24,745
Portfolio investments	-	-	-	-
Due from other funds	-	4,553	4,553	2,802
	<u>\$ -</u>	<u>\$ 29,298</u>	<u>\$ 29,298</u>	<u>\$ 27,547</u>
<b>LIABILITIES</b>				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	-	-	-
Long-term debt	-	317,804	317,804	337,207
Due to other funds	40,197	-	40,197	50,543
	<u>\$ 40,197</u>	<u>\$ 317,804</u>	<u>358,001</u>	<u>387,750</u>
<b>NET FINANCIAL ASSETS (NET DEBT)</b>	<u>\$ (40,197)</u>	<u>\$ (288,506)</u>	<u>\$ (328,703)</u>	<u>\$ (360,203)</u>
<b>NON-FINANCIAL ASSETS</b>				
Tangible capital assets (Schedule 1)	\$ 138,273	\$1,168,848	\$1,307,121	\$1,336,028
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
	<u>\$ 138,273</u>	<u>\$1,168,848</u>	<u>\$1,307,121</u>	<u>\$1,336,028</u>
<b>FUND SURPLUS (DEFICIT)</b>	<u>\$ 98,076</u>	<u>\$ 880,342</u>	<u>\$ 978,418</u>	<u>\$ 975,825</u>

RURAL MUNICIPALITY OF LAC DU BONNET  
 SCHEDULE OF UTILITY OPERATIONS - Tanco Utility  
 For the Year Ended December 31, 2021

**SCHEDULE 9**

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
<b>REVENUE</b>			
<b>Water</b>			
Water fees	\$ 5,000	\$ 1,512	\$ 5,221
Bulk Water fees	300	-	-
sub-total- water	<u>5,300</u>	<u>1,512</u>	<u>5,221</u>
<b>Sewer</b>			
Sewer fees	9,600	9,947	9,761
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>9,600</u>	<u>9,947</u>	<u>9,761</u>
<b>Property taxes</b>	<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	761	63	30
Gain on sale of tangible capital assets	-	-	-
Other income	-	-	-
sub-total- other	<u>761</u>	<u>63</u>	<u>30</u>
<b>Total revenue</b>	<u>\$ 15,661</u>	<u>\$ 11,522</u>	<u>\$ 15,012</u>

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**SCHEDULE OF UTILITY OPERATIONS (cont'd) - Tanco Utility**  
**For the Year Ended December 31, 2021**

**SCHEDULE 9**

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
<b>EXPENSES</b>			
<b>General</b>			
Administration	\$ 300	\$ -	\$ 536
Training costs	-	-	-
Billing and collection	250	-	-
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>550</u>	<u>-</u>	<u>536</u>
<b>Water General</b>			
Purification and treatment	-	-	-
Water purchases	630	752	526
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>630</u>	<u>752</u>	<u>526</u>
<b>Water Amortization &amp; Interest</b>			
Amortization	-	2,721	2,721
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>2,721</u>	<u>2,721</u>
<b>Sewer General</b>			
Collection system costs	14,481	423	11,568
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>14,481</u>	<u>423</u>	<u>11,568</u>
<b>Sewage Amortization &amp; Interest</b>			
Amortization	-	987	987
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>-</u>	<u>987</u>	<u>987</u>
<b>Total expenses</b>	<u>15,661</u>	<u>4,883</u>	<u>16,338</u>
<b>NET OPERATING SURPLUS</b>	-	6,639	(1,326)
<b>TRANSFERS</b>			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	-	-	-
<b>CHANGE IN UTILITY FUND BALANCE</b>	<u>\$ -</u>	<u>6,639</u>	<u>(1,326)</u>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>		<u>91,437</u>	<u>92,763</u>
<b>FUND SURPLUS, END OF YEAR</b>		<u>\$ 98,076</u>	<u>\$ 91,437</u>

SCHEDULE OF UTILITY OPERATIONS - Brookfield Utility  
For the Year Ended December 31, 2021

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
<b>REVENUE</b>			
<b>Water</b>			
Water fees	\$ 47,775	\$ 50,681	\$ 62,888
Bulk Water fees	-	-	-
sub-total- water	<u>47,775</u>	<u>50,681</u>	<u>62,888</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>Government transfers</b>			
Operating	-	-	-
Capital	-	-	57,487
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>57,487</u>
<b>Other</b>			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Installation service	-	-	-
Penalties	200	459	58
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	1,855	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	-	2,185	7,291
sub-total- other	<u>2,055</u>	<u>2,644</u>	<u>7,349</u>
<b>Total revenue</b>	<u>\$ 49,830</u>	<u>\$ 53,325</u>	<u>\$ 127,724</u>



## SCHEDULE OF UTILITY OPERATIONS (cont'd) - Brookfield Utility

For the Year Ended December 31, 2021

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
<b>EXPENSES</b>			
<b>General</b>			
Administration	\$ 100	\$ 5,309	\$ 4,960
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>100</u>	<u>5,309</u>	<u>4,960</u>
<b>Water General</b>			
Purification and treatment	3,050	13,742	5,409
Water purchases	32,000	32,111	28,316
Transmission and distribution	-	-	-
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Other water supply costs	14,680	413	5,827
sub-total- water general	<u>49,730</u>	<u>46,266</u>	<u>39,552</u>
<b>Water Amortization &amp; Interest</b>			
Amortization	-	25,200	25,200
Interest on long term debt	11,570	10,959	11,570
sub-total- water amortization & interest	<u>11,570</u>	<u>36,159</u>	<u>36,770</u>
<b>Sewer General</b>			
Collection system costs	-	-	-
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
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>61,400</u>	<u>87,734</u>	<u>81,282</u>
<b>NET OPERATING SURPLUS</b>	(11,570)	(34,409)	46,442
<b>TRANSFERS</b>			
Transfers from (to) operating fund	11,570	30,363	30,363
Transfers from (to) reserve funds	-	-	-
<b>CHANGE IN UTILITY FUND BALANCE</b>	<u>\$ -</u>	<u>(4,046)</u>	<u>76,805</u>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>		<u>884,388</u>	<u>807,583</u>
<b>FUND SURPLUS, END OF YEAR</b>		<u>\$ 880,342</u>	<u>\$ 884,388</u>

## RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2021

	Financial Plan General	Financial Plan Utility(ies)	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
<b>REVENUE</b>								
Property taxes	\$ 3,756,702	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,756,702
Grants in lieu of taxation	381,907	-	-	-	-	-	-	381,907
User fees	571,832	-	-	-	-	-	88,757	660,589
Permits, licences and fines	200	-	-	-	-	-	-	200
Investment income	20,000	-	-	-	-	-	1,457	21,457
Other revenue	137,600	-	-	-	-	-	8,471	146,071
Water and sewer	-	95,854	-	-	-	-	-	95,854
Grants - Province of Manitoba	430,450	-	-	-	-	-	59,865	490,315
Grants - other	187,062	-	-	-	-	-	25,024	212,086
Transfers from accumulated surplus	950,000	-	-	-	(950,000)	-	-	-
Transfers from reserves	867,173	-	-	-	(867,173)	-	-	-
Total revenue	\$ 7,302,926	\$ 95,854	\$ -	\$ -	\$ (1,817,173)	\$ -	\$ 183,574	\$ 5,765,181
<b>EXPENSES</b>								
General government services	\$ 1,431,467	\$ -	\$ 63,668	\$ -	\$ 1,409	\$ -	\$ -	\$ 1,496,544
Protective services	631,668	-	84,257	-	-	-	-	715,925
Transportation services	3,276,428	-	369,767	-	-	-	-	3,646,195
Environmental health services	571,107	-	92,261	-	-	-	-	663,368
Public health and welfare services	13,096	-	7,800	-	-	-	-	20,896
Regional planning and development	225,139	-	-	-	-	-	492	225,631
Resource cons and industrial dev	88,040	-	2,840	-	-	-	176,380	267,260
Recreation and cultural services	290,114	-	6,862	-	-	-	84,548	381,524
Water and sewer services	-	95,854	28,908	-	-	-	-	124,762
Fiscal services:								
Transfer to capital	182,133	-	-	-	(182,133)	-	-	-
Transfer to utility	-	-	-	-	-	-	-	-
Short term interest	-	-	-	-	-	-	-	-
Other	30,363	-	-	-	(30,363)	-	-	-
Transfer to reserves	561,962	-	-	-	(561,962)	-	-	-
Allowance for tax assets	1,409	-	-	-	(1,409)	-	-	-
Total expenses	\$ 7,302,926	\$ 95,854	\$ 656,363	\$ -	\$ (774,458)	\$ -	\$ 261,420	\$ 7,542,105
<b>Surplus (Deficit)</b>	\$ -	\$ -	\$ (656,363)	\$ -	\$ (1,042,715)	\$ -	\$ (77,846)	\$ (1,776,924)

**RURAL MUNICIPALITY OF LAC DU BONNET  
ANALYSIS OF TAXES ON ROLL  
December 31, 2021**

**SCHEDULE 11**

	<u>2021</u>	<u>2020</u>
<b>Balance, beginning of year</b>	<b>\$ 640,732</b>	<b>\$ 691,663</b>
<b>Add:</b>		
Tax levy (Schedule 12)	<b>8,906,932</b>	8,915,591
Taxes added	<b>32,807</b>	58,481
Penalties or interest	<b>86,214</b>	79,074
Other accounts added	-	-
Tax Adjustments (specify)	-	-
Tax Adjustments (specify)	-	-
<b>Sub-total</b>	<b><u>9,025,953</u></b>	<u>9,053,146</u>
<b>Deduct:</b>		
Cash collections - current	<b>7,984,471</b>	7,824,234
Cash collections - arrears	<b>505,974</b>	534,941
Write-offs	-	-
Title value of land sales	-	-
Title value of tax title acquired	-	-
Tax discounts	-	-
M.P.T.C. - cash advance	<b>566,656</b>	744,902
Other credits (specify)	-	-
<b>Sub-total</b>	<b><u>9,057,101</u></b>	<u>9,104,077</u>
<b>Balance, end of year</b>	<b><u><u>\$ 609,584</u></u></b>	<b><u><u>\$ 640,732</u></u></b>

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2021

	2021			2020
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
Name of LUD	\$ -	\$ -	\$ -	\$ -
Name of LUD	\$ -	\$ -	-	-
sub-total- L.U.D.			-	-
Debt charges:				
Frontage	\$ -	\$ -	-	-
L.I.D.	\$ -	\$ -	-	-
Brookfield Utility BL 10-19	\$ -	\$ -	30,363	30,363
sub-total- Debt charges			30,363	30,363
Deferred surplus	\$ -	\$ -	-	-
Reserves:				
Machinery/Handivan Replac. Res.	\$ 369,880,420	\$ 0.3450	127,609	105,415
Road Reconstr. Res. BL 44-06	\$ 369,880,420	\$ 0.4620	170,885	184,109
Recreation Res. BL 43-06	\$ 369,880,420	\$ -	-	-
Economic Dev. Res. BI 12-03	\$ 369,880,420	\$ 0.0500	18,494	-
Municipal Office Res. BL 41-06	\$ 369,880,420	\$ 0.0250	9,247	-
Airport Res. BL 42-06	\$ 369,880,420	\$ -	-	-
Building Res. BL 26-07	\$ 369,880,420	\$ 0.0490	18,124	18,301
Fire Fighting Res. BL 13-04	\$ 369,880,420	\$ 0.0250	9,247	71,008
Personal Care Res. BL 18-10	\$ 369,880,420	\$ -	-	-
Emergency Response Res.	\$ 369,880,420	\$ 0.0150	5,548	-
Capital Development Res.	\$ 369,880,420	\$ -	-	-
General Reserve BL 40-06	\$ 369,880,420	\$ -	-	-
sub-total- Reserves			359,154	378,833
General municipal	\$ 369,880,420	\$ 9.325	3,418,772	3,390,119
Special levies:				
BL 9-08	\$ -	\$ -	-	-
Tanco Crescent (Frontage)	\$ -	\$ -	-	-
Name of special levy	\$ -	\$ -	-	-
sub-total- Special levies			-	-
Business tax (rate%)	\$ -	\$ -	-	-
<b>Total municipal taxes (Schedule 2)</b>			<b>3,808,289</b>	<b>3,799,315</b>
Education support levy	\$ 10,815,160	\$ 8.809	95,271	91,150
Special levies:				
Sunrise School Division No. 13	\$ 369,880,420	\$ 13.527	5,003,372	5,025,126
Name of school division	\$ -	\$ -	-	-
sub-total- Special levies			5,003,372	5,025,126
<b>Total education taxes</b>			<b>5,098,643</b>	<b>5,116,276</b>
<b>Total tax levy (Schedule 11)</b>			<b>\$ 8,906,932</b>	<b>\$ 8,915,591</b>

RURAL MUNICIPALITY OF LAC DU BONNET  
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES  
 For the Year Ended December 31, 2021

**SCHEDULE 13**

	<u>2021 Actual</u>	<u>2020 Actual</u>
<b>General government services:</b>		
Legislative	\$ 113,225	\$ 108,244
General administrative	1,185,385	821,809
Other	417,370	500,370
	<u>1,715,980</u>	<u>1,430,423</u>
<b>Protective services:</b>		
Police	117,424	117,333
Fire	201,056	205,431
Emergency measures	32,880	34,968
Other	91,728	56,530
	<u>443,088</u>	<u>414,262</u>
<b>Transportation services:</b>		
Road transport		
Administration and engineering	-	270
Road and street maintenance	2,437,792	2,752,808
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	15,028	16,172
Other	7,255	8,458
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>2,460,075</u>	<u>2,777,708</u>
<b>Environmental health services:</b>		
Waste collection and disposal	585,910	452,286
Recycling	97,781	97,459
Other	8,824	49,364
	<u>692,515</u>	<u>599,109</u>
<b>Public health and welfare services:</b>		
Public health	-	-
Medical care	-	-
Social assistance	3,096	3,096
Other	31,214	20,450
	<u>34,310</u>	<u>23,546</u>
<b>Regional planning and development</b>		
Planning and zoning	186,080	105,294
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>186,080</u>	<u>105,294</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	54,772	55,211
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	81,941	88,680
Industrial development	-	-
Tourism	1,550	3,491
Other	8,540	8,455
	<u>146,803</u>	<u>155,837</u>
<b>Sub-totals forward</b>	<u>\$ 5,678,851</u>	<u>\$ 5,506,179</u>

**RURAL MUNICIPALITY OF LAC DU BONNET**  
**SCHEDULE OF GENERAL OPERATING FUND EXPENSES**  
**For the Year Ended December 31, 2021**

**SCHEDULE 13**

	<u>2021 Actual</u>	<u>2020 Actual</u>
<b>Sub-totals forward</b>	<b><u>\$ 5,678,851</u></b>	<b><u>\$ 5,506,179</u></b>
<b>Recreation and cultural services:</b>		
Administration	46,054	24,708
Community centers and halls	23,795	23,795
Swimming pools and beaches	4,924	60
Golf courses	-	-
Skating and curling rinks	38,029	37,840
Parks and playgrounds	6,245	1,886
Other recreational facilities	73,454	52,776
Museums	5,557	5,418
Libraries	45,879	45,345
Other cultural facilities	6,862	6,427
	<u>250,799</u>	<u>198,255</u>
<b>Total expenses</b>	<b><u>\$ 5,929,650</u></b>	<b><u>\$ 5,704,434</u></b>

RURAL MUNICIPALITY OF LAC DU BONNET

SCHEDULE 14

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) (UNAUDITED)

December 31, 2021

	2021			2020
	General	Tanco Utility	Brookfield Utility	Total
<b>MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT</b>	<b>\$ 751,858</b>	<b>\$ 10,347</b>	<b>\$ (28,612)</b>	<b>\$ 723,246</b>
<b>Adjustments for reporting under public sector accounting standards</b>				
Eliminate expense - transfers to reserves	831,568	-	-	831,568
Eliminate revenue - transfers from reserves	(576,481)	-	-	(576,481)
Eliminate expense (revenue) - transfers to (from) accumulated surplus	(950,000)	-	-	(950,000)
Increase revenue - reserve funds interest	46,599	-	-	46,599
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	(77,846)	-	-	(77,846)
Decrease expense - elimination of contributions to consolidated entities	125,736	-	-	125,736
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets	-	-	-	-
Decrease revenue - proceeds from sale of tangible capital assets	-	-	-	-
Increase expense - amortization of tangible capital assets	(631,163)	(3,708)	(25,200)	(656,363)
Decrease revenue - proceeds from debenture pending	-	-	-	-
Decrease expense - principal portion of debenture debt	-	-	19,403	19,403
Eliminate expense - acquisitions of tangible capital assets	507,823	-	-	507,823
<b>NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS</b>	<b>\$ 28,094</b>	<b>\$ 6,639</b>	<b>\$ (34,409)</b>	<b>\$ (6,315)</b>