

RURAL MUNICIPALITY OF STANLEY

**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 Stanley 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.



Dale Toews
Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
RURAL MUNICIPALITY OF STANLEY

Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of Stanley, 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 Stanley 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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
August 30, 2022

RURAL MUNICIPALITY OF STANLEY

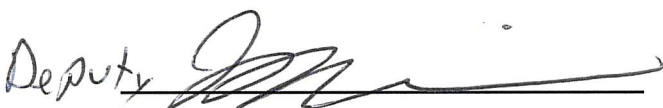
Consolidated Financial Statements For the Year Ended December 31, 2021

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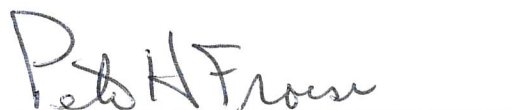
RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

| | <u>2021</u> | <u>2020</u> |
|--|----------------------|----------------------|
| FINANCIAL ASSETS | | |
| Cash and temporary investments (Note 3) | \$ 14,010,290 | \$ 7,413,940 |
| Amounts receivable (Note 4) | 1,492,987 | 1,213,992 |
| Other assets | - | - |
| | <u>\$ 15,503,277</u> | <u>\$ 8,627,932</u> |
| LIABILITIES | | |
| Accounts payable and accrued liabilities (Note 6) | \$ 6,817,537 | \$ 1,057,285 |
| Severance and sick leave payable (Note 7) | 2,059 | 1,530 |
| Deferred revenue | - | 67,951 |
| Landfill closure and post closure liabilities (Note 8) | 2,334 | 2,154 |
| Long-term debt (Note 9) | 4,447,508 | 4,336,989 |
| | <u>11,269,438</u> | <u>5,465,909</u> |
| NET FINANCIAL ASSETS | <u>\$ 4,233,839</u> | <u>\$ 3,162,023</u> |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Schedule 1) | \$ 28,445,654 | \$ 27,844,592 |
| Inventories (Note 5) | 553,188 | 553,922 |
| Prepaid expenses | 27,226 | 34,594 |
| | <u>29,026,068</u> | <u>28,433,108</u> |
| ACCUMULATED SURPLUS (Note 13) | <u>\$ 33,259,907</u> | <u>\$ 31,595,131</u> |

Approved on behalf of Council:



Reeve



Councillor

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2021

| | <u>2021 Budget (Note 12)</u> | <u>2021 Actual</u> | <u>2020 Actual</u> |
|---|--------------------------------------|------------------------|------------------------|
| REVENUE | | | |
| Property taxes | \$ 6,024,434 | \$ 6,106,451 | \$ 6,123,549 |
| Grants in lieu of taxation | 52,135 | 52,201 | 52,968 |
| User fees | 602,586 | 825,425 | 754,103 |
| Permits, licences and fines | 46,500 | 54,504 | 43,450 |
| Investment income | 52,962 | 264,674 | 194,754 |
| Other revenue | 186,753 | 102,213 | 133,212 |
| Water and sewer | 1,784,727 | 2,143,142 | 1,894,580 |
| Grants - Province of Manitoba | 812,050 | 778,947 | 1,311,733 |
| Grants - other | 594,856 | 1,121,173 | 565,777 |
| | <u>10,157,003</u> | <u>11,448,730</u> | <u>11,074,126</u> |
| EXPENSES | | | |
| General government services | 1,241,480 | 1,318,431 | 1,253,042 |
| Protective services | 653,469 | 691,616 | 612,296 |
| Transportation services | 3,777,160 | 4,279,371 | 3,634,148 |
| Environmental health services | 164,131 | 198,220 | 104,293 |
| Public health and welfare services | 93,762 | 93,761 | 92,258 |
| Regional planning and development | 609,460 | 683,368 | 613,094 |
| Resource conservation and industrial development | 112,178 | 87,539 | 88,491 |
| Recreation and cultural services | 522,022 | 490,312 | 424,711 |
| Water and sewer services | 2,053,954 | 1,941,336 | 1,754,823 |
| | <u>9,227,616</u> | <u>9,783,954</u> | <u>8,577,156</u> |
| ANNUAL SURPLUS (DEFICIT) | <u>\$ 929,387</u> | 1,664,776 | 2,496,970 |
| ACCUMULATED SURPLUS, BEGINNING OF YEAR | | <u>31,595,131</u> | <u>29,098,161</u> |
| ACCUMULATED SURPLUS, END OF YEAR | | <u>\$ 33,259,907</u> | <u>\$ 31,595,131</u> |

The accompanying notes are an integral part of this financial statement

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

| | <u>2021 Budget (Note 12)</u> | <u>2021 Actual</u> | <u>2020 Actual</u> |
|--|--------------------------------------|----------------------------|----------------------------|
| ANNUAL SURPLUS (DEFICIT) | \$ 929,387 | \$ 1,664,776 | \$ 2,496,970 |
| Acquisition of tangible capital assets | (5,770,500) | (2,324,255) | (2,159,269) |
| Amortization of tangible capital assets | 1,063,850 | 1,165,727 | 1,151,013 |
| Loss (Gain) on sale of tangible capital assets | - | 104,580 | 56,732 |
| Write off of asset under construction | - | 1,081 | - |
| Proceeds on sale of tangible capital assets | - | 451,805 | 567,354 |
| Decrease (increase) in inventories | - | 734 | 77,176 |
| Decrease (increase) in prepaid expense | - | 7,368 | (5,930) |
| | <u>(4,706,650)</u> | <u>(592,960)</u> | <u>(312,924)</u> |
| CHANGE IN NET FINANCIAL ASSETS | <u>\$ (3,777,263)</u> | 1,071,816 | 2,184,046 |
| NET FINANCIAL ASSETS, BEGINNING OF YEAR | | <u>3,162,023</u> | <u>977,977</u> |
| NET FINANCIAL ASSETS, END OF YEAR | | <u>\$ 4,233,839</u> | <u>\$ 3,162,023</u> |

The accompanying notes are an integral part of this financial statement

RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2021

| | <u>2021</u> | <u>2020</u> |
|--|----------------------|---------------------|
| OPERATING TRANSACTIONS | | |
| Annual surplus (deficit) | \$ 1,664,776 | \$ 2,496,970 |
| Changes in non-cash items: | | |
| Amounts receivable | (278,995) | (24,234) |
| Inventories | 734 | 77,176 |
| Prepays | 7,368 | (5,930) |
| Other assets | - | 547 |
| Accounts payable and accrued liabilities | 5,760,252 | (133,691) |
| Severance and sick leave payable | 529 | 1,530 |
| Unearned revenue | (67,951) | (20,038) |
| Landfill closure and post closure liabilities | 180 | 978 |
| Environmental liabilities | - | - |
| Write off of asset under construction | 1,081 | |
| Loss (Gain) on sale of tangible capital asset | 104,580 | 56,732 |
| Amortization | 1,165,727 | 1,151,013 |
| | <u>8,358,281</u> | <u>3,601,053</u> |
| CAPITAL TRANSACTIONS | | |
| Proceeds on sale of tangible capital assets | 451,805 | 567,354 |
| Cash used to acquire tangible capital assets | (2,324,255) | (2,159,269) |
| | <u>(1,872,450)</u> | <u>(1,591,915)</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 | | |
| Proceeds of long-term debt | 564,879 | 333,440 |
| Debt repayment | (454,360) | (594,012) |
| Obligation under capital lease | - | - |
| Repayment of obligation under capital lease | - | - |
| | <u>110,519</u> | <u>(260,572)</u> |
| Cash applied to financing transactions | - | - |
| INCREASE IN CASH AND TEMPORARY INVESTMENTS | 6,596,350 | 1,748,566 |
| CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR | 7,413,940 | 5,665,374 |
| CASH AND TEMPORARY INVESTMENTS, END OF YEAR | \$ 14,010,290 | \$ 7,413,940 |

The accompanying notes are an integral part of this financial statement

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

1. Status of the Rural Municipality of Stanley

The incorporated Rural Municipality of Stanley (the "Municipality") is a municipal government that was created in 1890 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 provide 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. There were no controlled organizations at December 31, 2020.

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:

5959544 Manitoba Ltd (24.00%) (2020 - 24.00%)
M.S.T.W Planning District (30.39%) (2020 - 30.39%)
Morden Veterinary Services District (25.11%) (2020 - 25.11%)
Pembina Valley Water Co-operative (5.56%) (2020 - 5.56%)
Solid Waste Authority Management Project (10.35%) (2020 - 10.35%)
South Central Regional Library (15.05%) (2020 - 15.05%)

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. Trust funds administered by the Municipality are presented in Note 17.

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 (debt) 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 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 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.

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 | \$ 14,010,290 | \$ 7,413,940 |
| Temporary investments | <u>-</u> | <u>-</u> |
| | <u>\$ 14,010,290</u> | <u>\$ 7,413,940</u> |

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$ 5,938,696 (2020 - \$5,436,905) 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 line of credit with a limit of \$2,000,000 and repayable upon demand. The line of credit bears interest at prime less .75% being 3.20% effective December 31, 2021, is secured by a general security agreement and an assignment of certain receivables. The line of credit was unutilized at December 31, 2021 (\$NIL - 2020).

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

| | 2021 | 2020 |
|--------------------------------------|---------------------|---------------------|
| Taxes on roll (Schedule 11) | \$ 698,829 | \$ 743,740 |
| Government grants | - | - |
| Utility customers | 265,115 | 283,286 |
| Accrued interest | - | - |
| Organizations and individuals | 489,945 | 173,409 |
| Other governments | 39,098 | 13,557 |
| Other | - | - |
| | <u>1,492,987</u> | <u>1,213,992</u> |
| Less allowances for doubtful amounts | - | - |
| | <u>\$ 1,492,987</u> | <u>\$ 1,213,992</u> |

5. Inventories

| | 2021 | 2020 |
|-----------------------------|-------------------|-------------------|
| Culverts | \$ 101,752 | \$ 129,882 |
| Aggregate and embedded rock | 383,729 | 352,414 |
| Other supplies | 67,707 | 71,626 |
| Other (<i>specify</i>) | - | - |
| | <u>\$ 553,188</u> | <u>\$ 553,922</u> |

6. Accounts Payable and Accrued Liabilities

| | 2021 | 2020 |
|-------------------------------------|---------------------|---------------------|
| Accounts payable | \$ 5,807,689 | \$ 483,814 |
| Accrued expenses | 341,183 | 152,626 |
| Accrued wages and employee benefits | 156,534 | 65,603 |
| School levies | 512,131 | 355,242 |
| Other governments | - | - |
| Other (<i>specify</i>) | - | - |
| | <u>\$ 6,817,537</u> | <u>\$ 1,057,285</u> |

7. Sick Leave Payable

The employees can accumulate a maximum of eighty-four (84) sick days. Any employee accumulating sick leave in excess to 84 days shall be reimbursed at the end of December of each year for all working days accumulated in excess of 84 days at a rate of \$60.00 per day. As at December 31, 2021, the Municipality has a liability of \$2,058 (2020 - \$1,530) for sick leave presented on the consolidated statement of financial position.

8. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

The Municipality is currently operating a Class 1 landfill site in partnership with the City of Morden and the City of Winkler. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

| | 2021 | 2020 |
|--|---------------------|---------------------|
| Estimated closure and post closure costs over the next 115 years | <u>\$ 9,228,288</u> | <u>\$ 9,228,288</u> |
| Discount rate | <u>4.01%</u> | <u>4.01%</u> |
| Discounted costs | <u>\$ 121,754</u> | <u>\$ 117,056</u> |
| Expected year capacity will be reached | 2131 | 2131 |
| Capacity (disclose in tonnes, volume, acreage, or years): | | |
| Used to date | 25 | 24 |
| Remaining | 110 | 111 |
| Total | 135 | 135 |
| Percent utilized | <u>18.52%</u> | <u>17.78%</u> |
| Liability based on percentage | <u>\$ 22,547</u> | <u>\$ 20,810</u> |
| Rural Municipality of Stanley's share (10.35%) | <u>\$ 2,334</u> | <u>\$ 2,154</u> |

9. Long Term Debt

| | <u>2021</u> | <u>2020</u> |
|--|---------------------|---------------------|
| General Authority: | | |
| Debenture, interest at 3.50%, payable at \$37,515 annually including interest, maturing December 2026 | \$ 160,660 | \$ 199,868 |
| Debenture, interest at 4.73%, payable at \$23,648 annually including interest, maturing November 2025 | 84,383 | 103,152 |
| Debenture, interest at 5.31%, payable at \$35,582 annually including interest, maturing June 2031 | 270,663 | 290,803 |
| Commercial loan, interest at 4.25%, payable at \$15,431 monthly including interest, maturing January 2032 | 1,329,352 | 1,455,134 |
| Debenture, interest at 3.75%, payable at \$33,606 annually including interest, maturing December 1, 2025 | 113,650 | 141,931 |
| Debenture, interest at 1.81%, payable at \$65,133 annually including interest, maturing December 1, 2025 | 249,155 | - |
| Debenture, interest at 2.25%, payable at \$14,098 annually including interest, maturing December 1, 2031 | 125,000 | - |
| Debenture, interest at 3.89%, payable at \$32,861 annually including interest, maturing December 1, 2027 | 174,163 | 199,273 |
| Debenture, interest at 4.19%, payable at \$43,312 annually including interest, maturing December 1, 2028 | 262,092 | 293,122 |
| Debenture, interest at 2.59%, payable at \$16,576 annually including interest, maturing December 1, 2030 | 131,814 | 144,400 |
| Total General Authority | \$ 2,900,932 | \$ 2,827,683 |
| Government Partnerships: | | |
| Canadian Imperial Bank of Commerce demand facility with 30 day Bankers' Acceptances reducing by \$103,368 principal and interest installments per month, with monthly interest payments fixed through interest rate swaps at 3.56% including stamping fee of 0.81% until July 2023, amortized over 15 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded, matures July 2033. (5.56% of \$11,760,046) | \$ 653,859 | \$ 698,679 |
| Canadian Imperial Bank of Commerce demand facility with 30 day Bankers' Acceptances reducing by \$8,077 principal installments per month, plus interest at the CIBC Bankers' Acceptance floating rate (2.07% at December 31, 2019) plus stamping fee of 0.81%, amortized over 15 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded, matures July 2033. (5.56% of \$1,146,965) | 63,771 | 69,160 |
| Canadian Imperial Bank of Commerce demand facility with 30 day Bankers' Acceptances reducing by \$12,500 principal installments per month, plus interest at the CIBC Bankers' Acceptance floating rate of 2.45% including a stamping fee of 0.81% until November 2041, amortized over 20 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded, matures November 2041. (5.56% of \$2,987,500) | 166,105 | - |
| Canadian Imperial Bank of Commerce loan - the advance is part of a revolving demand facility for \$13,000,000 for capital project, with interest only payments until the earlier of twelve months after the initial advance and the completions of each discrete project, at which time repayment terms will be et. Interest is charged at prime rate minus 0.25%. At December 31, 2021 the Cooperative had unutilized capacity under this facility of \$12,597,215. Secured by the general security agreement over accounts receivable and all property owned by the Cooperative. | 22,395 | - |
| Canadian Imperial Bank of Commerce revolving demand facility with 30 day bankers' acceptances decreasing by \$15,280 principal instalments per month, plus interest at the CIBC Bankers Acceptance floating rate (0.47% at December 31, 2020) and stamping fee of 0.81%, amortized over 15 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. (5.56% of \$2,474,960) | 137,608 | 147,803 |

Canada Emergency Business Account Loan - \$60,000 non interest bearing until December 31, 2023. Repayment of 67% of the principal on or before December 31, 2023, will result in the remaining balance being forgiven. Beginning January 1, 2024, the loan will bear interest at 5% payable monthly, with the outstanding principal due in full by the maturity date, December 31, 2025. Secured by a government guarantee. 5.56% of \$40,000)

| | | |
|---|---------------------|---------------------|
| | <u>2,224</u> | <u>-</u> |
| Total Government Partnerships | <u>\$ 1,045,962</u> | <u>\$ 915,642</u> |
| Utility Funds: | | |
| Debenture, interest at 3.35%, payable at \$12,149 annually including interest, maturing December 2021 | \$ - | \$ 10,052 |
| Debenture, interest at 4.73%, payable at \$70,944 annually including interest, maturing November 2025 | 253,150 | 309,457 |
| Debenture, interest at 3.7%, payable at \$35,655 annually including interest, maturing December 2029 | 247,464 | 274,155 |
| Debenture, interest at 4.125%, payable at \$5,273 annually including interest, maturing December 1, 2025 | 19,082 | 23,390 |
| Debenture, interest at 3.125%, payable at \$11,090 annually including interest, maturing December 1, 2026 | 50,609 | 59,829 |
| Debenture, interest at 4.00%, payable at \$10,887 annually including interest, maturing December 1, 2023 | 20,533 | 34,725 |
| Debenture, interest at 3.625%, payable at \$9,641 annually including interest, maturing December 1, 2022 | 9,304 | 18,282 |
| Debenture, interest at 3.875%, payable at \$19,356 annually including interest, maturing December 1, 2024 | 53,842 | 70,467 |
| Debenture, interest at 3.88%, payable at \$9,621 annually including interest, maturing December 1, 2027 | 50,630 | 58,000 |
| Debenture, interest at 4.00%, payable at \$4,007 annually including interest, maturing December 1, 2028 | 24,050 | 26,978 |
| Debenture, interest at 3.50%, payable at \$12,445 annually including interest, maturing December 1, 2029 | 85,546 | 105,197 |
| Debenture, interest at 3.50%, payable at \$7,395 annually including interest, maturing December 1, 2029 | 50,832 | 56,258 |
| Debenture, interest at 2.625%, payable at \$1,528 annually including interest, maturing December 1, 2030 | 12,109 | 13,288 |
| Debenture, interest at 2.625%, payable at \$3,392 annually including interest, maturing December 1, 2030 | 26,882 | 29,500 |
| | <u>904,033</u> | <u>1,089,578</u> |
| Less: Internally funded debentures | <u>(403,419)</u> | <u>(495,914)</u> |
| Net utility debt | <u>500,614</u> | <u>593,664</u> |
| | <u>\$ 4,447,508</u> | <u>\$ 4,336,989</u> |

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

| | |
|------|------------|
| 2022 | \$ 527,555 |
| 2023 | \$ 546,979 |
| 2024 | \$ 565,112 |
| 2025 | \$ 588,200 |
| 2026 | \$ 418,684 |

10. 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 \$123,562 (2020 - \$119,831) 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.

11. 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.

12. 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.

13. Accumulated Surplus

| | 2021 | 2020 |
|--|---------------|---------------|
| Accumulated surplus consists of the following: | | |
| General operating fund - Nominal surplus | \$ 3,136,125 | \$ 2,437,318 |
| Utility operating fund(s) - Nominal surplus | (462,129) | (483,071) |
| TCA net of related borrowings | 22,255,494 | 21,932,352 |
| Reserve funds | 5,938,696 | 5,436,905 |
| Accumulated surplus of municipality unconsolidated | 30,868,186 | 29,323,504 |
| Accumulated surpluses of consolidated entities | 2,391,721 | 2,271,627 |
| Accumulated surplus per Consolidated Statement of Financial Position | \$ 33,259,907 | \$ 31,595,131 |

14. 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 \$177,541 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

| | Compensation | Expenses | Total |
|---------------------------|-------------------|------------------|-------------------|
| Reeve - M Olafson | \$ 31,184 | \$ 3,378 | \$ 34,562 |
| Councillor - P Froese | 25,772 | 1,025 | 26,797 |
| Councillor - R Giesbrecht | 17,585 | 913 | 18,498 |
| Councillor - D Falk | 22,757 | 1,235 | 23,992 |
| Councillor - A Loewen | 20,194 | 896 | 21,090 |
| Councillor - R Unrau | 21,491 | 2,393 | 23,884 |
| Deputy Reeve - I Friesen | 26,395 | 2,323 | 28,718 |
| | <u>\$ 165,378</u> | <u>\$ 12,163</u> | <u>\$ 177,541</u> |

c) A separate schedule of compensation of officers and employees receiving compensation in excess of \$75,000 has been prepared.

15. Trust Funds

The Rural Municipality of Stanley administers the following trust:

| | Balance, beg. of the year | Excess of Receipts over Disbursements | Balance, end of the year |
|-----------------------|------------------------------|---|-----------------------------|
| <i>Cheval Utility</i> | <u>\$ 14,244</u> | <u>\$ (5,148)</u> | <u>\$ 9,096</u> |

16. Public Utilities Board

The Public Utilities Board (PUB) regulates the rates charged by all water and sewer utilities, except the City of Winnipeg utility and those utilities operated by the Manitoba Water Services Board. PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. PUB's prescribed accounting policies on tangible capital assets and government transfers do not meet the recommendations of PSAB.

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

No capital grants have been deferred and amortized in these financial statements.

Water services:

| Description of Utility | Unamortized Opening Balance | Additions During Year | Amortization During Year | Unamortized Balance Ending |
|------------------------|-----------------------------------|--------------------------|-----------------------------|----------------------------------|
| Stanley | <u>\$ 3,724,026</u> | <u>\$ 96,784</u> | <u>\$ 161,948</u> | <u>\$ 3,658,862</u> |

17. Subsequent Event

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.

18. Financial Presentation

The previous year's financial information has been changed to conform to the present year's presentation.

RURAL MUNICIPALITY OF STANLEY
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 | \$ 5,783,032 | \$ 3,583,222 | \$ 5,616,121 | \$ 462,403 | \$ 30,316 | \$ 15,586,873 | \$ 17,229,610 | \$ 445,159 | \$ 48,736,736 | \$ 47,496,089 |
| Additions during the year | 478,130 | 46,527 | 910,803 | 29,710 | 23,474 | - | 782,289 | 53,322 | 2,324,255 | 2,159,269 |
| Transfer during the year | - | - | 18,215 | - | (18,215) | - | - | - | - | - |
| Disposals and write downs | - | - | (615,006) | - | (1,081) | - | (125,162) | - | (741,249) | (918,622) |
| Closing costs | 6,261,162 | 3,629,749 | 5,930,133 | 492,113 | 34,494 | 15,586,873 | 17,886,737 | 498,481 | 50,319,742 | 48,736,736 |
| Accumulated Amortization | | | | | | | | | | |
| Opening accum'd amortization | 879,092 | 782,622 | 1,976,779 | 365,550 | - | 12,266,459 | 4,621,642 | - | 20,892,144 | 20,035,668 |
| Amortization | 134,166 | 79,926 | 330,245 | 45,539 | - | 167,898 | 407,953 | - | 1,165,727 | 1,151,013 |
| Disposals and write downs | - | - | (183,533) | - | - | - | (250) | - | (183,783) | (294,537) |
| Closing accum'd amortization | 1,013,258 | 862,548 | 2,123,491 | 411,089 | - | 12,434,357 | 5,029,345 | - | 21,874,088 | 20,892,144 |
| Net Book Value of Tangible Capital Assets | \$ 5,247,904 | \$ 2,767,201 | \$ 3,806,642 | \$ 81,024 | \$ 34,494 | \$ 3,152,516 | \$ 12,857,392 | \$ 498,481 | \$ 28,445,654 | \$ 27,844,592 |

RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2021

SCHEDULE 2

| | 2021 Actual | 2020 Actual |
|---|----------------------|----------------------|
| Property taxes: | | |
| Municipal taxes levied (Schedule 12) | \$ 5,895,935 | \$ 5,679,067 |
| Taxes added | 210,516 | 444,482 |
| | <u>6,106,451</u> | <u>6,123,549</u> |
| Grants in lieu of taxation: | | |
| Federal government | - | - |
| Federal government enterprises | - | - |
| Provincial government | 52,201 | 52,968 |
| Provincial government enterprises | - | - |
| Other municipal governments | - | - |
| Non-government organizations | - | - |
| | <u>52,201</u> | <u>52,968</u> |
| User fees | | |
| Parking meters | - | - |
| Sales of service | 496,256 | 467,507 |
| Sales of goods | 75,122 | 50,551 |
| Rentals | 1,000 | 1,000 |
| Development charges | 253,047 | 235,045 |
| Facility use fees | - | - |
| Other (specify): | - | - |
| | <u>825,425</u> | <u>754,103</u> |
| Permits, licences and fines | | |
| Permits | 54,504 | 43,450 |
| Licences | - | - |
| Fees | - | - |
| Fines | - | - |
| Other (specify): | - | - |
| | <u>54,504</u> | <u>43,450</u> |
| Investment income: | | |
| Cash and temporary investments | 264,674 | 194,754 |
| Marketable securities | - | - |
| Municipal debentures | - | - |
| Other (specify): | - | - |
| | <u>264,674</u> | <u>194,754</u> |
| Other revenue: | | |
| Gain on sale of tangible capital assets | (104,580) | (56,732) |
| Gain on sale of real estate held for sale | - | - |
| Contributed assets | - | - |
| Penalties and interest | 43,337 | 42,809 |
| Miscellaneous (specify): | 163,456 | 147,135 |
| | <u>102,213</u> | <u>133,212</u> |
| Water and sewer | | |
| Municipal utility(ies) (Schedule 9) | 1,694,314 | 1,518,253 |
| Consolidated water co-operatives | 448,828 | 376,327 |
| | <u>2,143,142</u> | <u>1,894,580</u> |
| Grants - Province of Manitoba | | |
| Municipal operating grants | 608,516 | 608,516 |
| Other unconditional grants | - | 536,972 |
| Conditional grants | 170,431 | 166,245 |
| Other (specify): | - | - |
| | <u>778,947</u> | <u>1,311,733</u> |
| Grants - other | | |
| Federal government - gas tax funding | 987,302 | 482,681 |
| Federal government - other | 54,869 | - |
| Other municipal governments | 79,002 | 83,096 |
| Other (specify): | - | - |
| | <u>1,121,173</u> | <u>565,777</u> |
| Total revenue | <u>\$ 11,448,730</u> | <u>\$ 11,074,126</u> |

RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2021

SCHEDULE 3

| | 2021 | 2020 |
|---|---------------------|---------------------|
| | Actual | Actual |
| General government services: | | |
| Legislative | \$ 175,816 | \$ 162,122 |
| General administrative | 776,495 | 744,009 |
| Other (specify): | 366,120 | 346,911 |
| | <u>1,318,431</u> | <u>1,253,042</u> |
| Protective services: | | |
| Police | - | - |
| Fire | 634,229 | 559,555 |
| Emergency measures | 45,532 | 44,366 |
| Other (specify): | 11,855 | 8,375 |
| | <u>691,616</u> | <u>612,296</u> |
| Transportation services: | | |
| Road transport | | |
| Administration and engineering | - | - |
| Road and street maintenance | 3,396,039 | 2,748,955 |
| Bridge maintenance | 82,482 | 90,393 |
| Sidewalk and boulevard maintenance | 8,669 | 47,408 |
| Street lighting | 77,248 | 56,904 |
| Other (specify): | 714,933 | 690,488 |
| Air transport | - | - |
| Public transit | - | - |
| Other (specify): | - | - |
| | <u>4,279,371</u> | <u>3,634,148</u> |
| Environmental health services: | | |
| Waste collection and disposal | - | - |
| Recycling | - | - |
| Other (specify): | 198,220 | 104,293 |
| | <u>198,220</u> | <u>104,293</u> |
| Public health and welfare services: | | |
| Public health | - | - |
| Medical care | 82,540 | 81,577 |
| Social assistance | 10,221 | - |
| Other (specify): | 1,000 | 10,681 |
| | <u>93,761</u> | <u>92,258</u> |
| Regional planning and development | | |
| Planning and zoning | 656,825 | 613,094 |
| Urban renewal | - | - |
| Beautification and land rehabilitation | - | - |
| Urban area weed control | - | - |
| Other (specify): | 26,543 | - |
| | <u>683,368</u> | <u>613,094</u> |
| Resource conservation and industrial development | | |
| Rural area weed control | - | 60 |
| Drainage of land | - | - |
| Veterinary services | 22,352 | 10,919 |
| Water resources and conservation | 43,460 | 43,381 |
| Regional development | 13,825 | 29,284 |
| Industrial development | - | - |
| Tourism | - | - |
| Other (specify): | 7,902 | 4,847 |
| | <u>87,539</u> | <u>88,491</u> |
| Sub-totals forward | <u>\$ 7,352,306</u> | <u>\$ 6,397,622</u> |

RURAL MUNICIPALITY OF STANLEY
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> |
|--|------------------------------|------------------------------|
| Sub-totals forward | \$ 7,352,306 | \$ 6,397,622 |
| Recreation and cultural services: | | |
| Administration | - | - |
| Community centers and halls | 24,128 | 96,970 |
| Swimming pools and beaches | - | - |
| Golf courses | - | - |
| Skating and curling rinks | - | - |
| Parks and playgrounds | 60,848 | 61,753 |
| Other recreational facilities | 111,000 | - |
| Museums | 10,469 | 17,969 |
| Libraries | 271,498 | 242,031 |
| Other cultural facilities | 12,369 | 5,988 |
| | <u>490,312</u> | <u>424,711</u> |
| Water and sewer services | | |
| Municipal utility(ies) (Schedule 9) | 1,559,891 | 1,466,418 |
| Consolidated water co-operatives | 381,445 | 288,405 |
| | <u>1,941,336</u> | <u>1,754,823</u> |
| Total expenses | \$ 9,783,954 | \$ 8,577,156 |

RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2021

SCHEDULE 4

| | 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 | \$ 5,859,579 | \$5,857,438 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Grants in lieu of taxation | 52,201 | 52,968 | - | - | - | - | - | - | - | - |
| User fees | 146,597 | 91,357 | - | - | 294,184 | 213,421 | 120,000 | 148,017 | - | - |
| Grants - other | 1,037,302 | 482,681 | - | - | - | - | - | - | - | - |
| Permits, licences and fines | | | 1,048 | 575 | - | - | 27,175 | - | - | - |
| Investment income | 251,881 | 180,162 | - | - | - | - | 8,787 | 8,778 | - | - |
| Other revenue | 64,890 | 46,006 | - | (53,099) | (102,988) | - | 9,573 | 363 | - | - |
| Water and sewer | | | - | - | - | - | - | - | - | - |
| Prov of MB - Unconditional Grants | 608,516 | 608,516 | - | - | - | - | - | - | - | - |
| Prov of MB - Conditional Grants | 15,000 | 626,487 | (8,005) | 8,005 | 85,199 | - | - | - | - | - |
| Total revenue | \$ 8,035,966 | \$7,945,615 | \$ (6,957) | \$ (44,519) | \$ 276,395 | \$ 213,421 | \$ 165,535 | \$ 157,158 | \$ - | \$ - |
| EXPENSES | | | | | | | | | | |
| Personnel services | \$ 645,306 | \$ 592,127 | \$ - | \$ - | \$ 995,650 | \$ 885,867 | \$ 34,221 | \$ 34,270 | \$ - | \$ - |
| Contract services | 301,198 | 293,526 | 681,647 | 611,296 | 1,626,558 | 1,298,709 | 7,285 | 5,895 | 10,221 | 9,681 |
| Utilities | 17,163 | 23,093 | - | - | 68,215 | 63,855 | 2,175 | 2,266 | - | - |
| Maintenance materials and supplies | 96,909 | 95,659 | - | - | 917,052 | 724,170 | 119,268 | 29,982 | - | - |
| Grants and contributions | 3,000 | 6,890 | 9,969 | 1,000 | - | - | - | - | 83,540 | 82,577 |
| Amortization | 90,586 | 94,536 | - | - | 608,932 | 602,304 | 34,926 | 31,051 | - | - |
| Interest on long term debt | 79,715 | 86,812 | - | - | 40,576 | 36,913 | - | - | - | - |
| Other | 84,554 | 60,399 | - | - | 22,388 | 22,330 | 345 | 829 | - | - |
| Total expenses | \$ 1,318,431 | \$1,253,042 | \$ 691,616 | \$ 612,296 | \$ 4,279,371 | \$ 3,634,148 | \$ 198,220 | \$ 104,293 | \$ 93,761 | \$ 92,258 |
| Surplus (Deficit) | \$ 6,717,535 | \$6,692,573 | \$ (698,573) | \$ (656,815) | \$ (4,002,976) | \$ (3,420,727) | \$ (32,685) | \$ 52,865 | \$ (93,761) | \$ (92,258) |

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

RURAL MUNICIPALITY OF STANLEY
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2021

SCHEDULE 4

| | 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 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 246,872 | \$ 266,111 | \$ 6,106,451 | \$ 6,123,549 |
| Grants in lieu of taxation | - | - | - | - | - | - | - | - | 52,201 | 52,968 |
| User fees | 259,568 | 295,730 | - | - | 5,076 | 5,578 | - | - | 825,425 | 754,103 |
| Grants - other | - | - | 8,594 | 8,596 | 75,277 | 74,500 | - | - | 1,121,173 | 565,777 |
| Permits, licences and fines | 26,281 | 42,875 | - | - | - | - | - | - | 54,504 | 43,450 |
| Investment income | 3,854 | 5,532 | 1 | - | 151 | 282 | - | - | 264,674 | 194,754 |
| Other revenue | 123,361 | 116,566 | 254 | - | 7,123 | 23,376 | - | - | 102,213 | 133,212 |
| Water and sewer | - | - | - | - | - | - | 2,143,142 | 1,894,580 | 2,143,142 | 1,894,580 |
| Prov of MB - Unconditional Grants | - | - | - | - | - | - | - | - | 608,516 | 608,516 |
| Prov of MB - Conditional Grants | - | - | 4,771 | 4,771 | 73,466 | 63,954 | - | - | 170,431 | 703,217 |
| Total revenue | \$ 413,064 | \$ 460,703 | \$ 13,620 | \$ 13,367 | \$ 161,093 | \$ 167,690 | \$ 2,390,014 | \$ 2,160,691 | \$ 11,448,730 | \$ 11,074,126 |
| EXPENSES | | | | | | | | | | |
| Personnel services | \$ 456,245 | \$ 421,959 | \$ 9,610 | \$ 14,946 | \$ 142,589 | \$ 133,502 | \$ 295,085 | \$ 261,131 | \$ 2,578,706 | \$ 2,343,802 |
| Contract services | 126,486 | 82,482 | 70,507 | 66,507 | 15,808 | 13,662 | 41,545 | 33,891 | 2,881,255 | 2,415,649 |
| Utilities | 9,386 | 8,568 | 2,845 | 5,879 | 3,115 | 2,134 | 80,892 | 69,176 | 183,791 | 174,971 |
| Maintenance materials and supplies | 28,339 | 31,352 | - | 27 | 184,755 | 143,736 | 1,043,723 | 928,999 | 2,390,046 | 1,953,925 |
| Grants and contributions | - | - | 2,687 | - | 119,703 | 120,822 | - | - | 218,899 | 211,289 |
| Amortization | 21,593 | 26,558 | - | - | 10,997 | 10,751 | 398,693 | 385,813 | 1,165,727 | 1,151,013 |
| Interest on long term debt | - | - | - | 28 | - | - | 68,640 | 74,885 | 188,931 | 198,638 |
| Other | 41,319 | 42,175 | 1,890 | 1,104 | 13,345 | 104 | 12,758 | 928 | 176,599 | 127,869 |
| Total expenses | \$ 683,368 | \$ 613,094 | \$ 87,539 | \$ 88,491 | \$ 490,312 | \$ 424,711 | \$ 1,941,336 | \$ 1,754,823 | \$ 9,783,954 | \$ 8,577,156 |
| Surplus (Deficit) | \$ (270,304) | \$ (152,391) | \$ (73,919) | \$ (75,124) | \$ (329,219) | \$ (257,021) | \$ 448,678 | \$ 405,868 | \$ 1,664,776 | \$ 2,496,970 |

RURAL MUNICIPALITY OF STANLEY

SCHEDULE 5

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 | \$ 6,106,451 | \$ 6,123,549 | \$ - | \$ - | \$ - | \$ - | \$ 6,106,451 | \$ 6,123,549 |
| Grants in lieu of taxation | 52,201 | 52,968 | - | - | - | - | 52,201 | 52,968 |
| User fees | 472,839 | 387,347 | - | - | 352,586 | 366,756 | 825,425 | 754,103 |
| Grants - other | 1,037,302 | 455,742 | - | - | 83,871 | 110,035 | 1,121,173 | 565,777 |
| Permits, licences and fines | 54,504 | 43,450 | - | - | - | - | 54,504 | 43,450 |
| Investment income | 251,881 | 180,162 | - | - | 12,793 | 14,592 | 264,674 | 194,754 |
| Other revenue | 75,970 | 106,028 | - | - | 26,243 | 27,184 | 102,213 | 133,212 |
| Water and sewer | 1,694,313 | 1,546,485 | - | - | 448,829 | 348,095 | 2,143,142 | 1,894,580 |
| Prov of MB - Unconditional Grants | 608,516 | 608,516 | - | - | - | - | 608,516 | 608,516 |
| Prov of MB - Conditional Grants | 92,194 | 634,492 | - | - | 78,237 | 68,725 | 170,431 | 703,217 |
| Total revenue | \$ 10,446,171 | \$ 10,138,739 | \$ - | \$ - | \$ 1,002,559 | \$ 935,387 | \$ 11,448,730 | \$ 11,074,126 |
| EXPENSES | | | | | | | | |
| Personnel services | \$ 2,205,166 | \$ 1,990,908 | \$ - | \$ - | \$ 373,540 | \$ 352,894 | \$ 2,578,706 | \$ 2,343,802 |
| Contract services | 2,821,541 | 2,367,990 | - | - | 59,714 | 47,659 | 2,881,255 | 2,415,649 |
| Utilities | 144,751 | 137,950 | - | - | 39,040 | 37,021 | 183,791 | 174,971 |
| Maintenance materials and supplies | 2,197,845 | 1,834,655 | - | - | 192,201 | 119,270 | 2,390,046 | 1,953,925 |
| Grants and contributions | 218,899 | 211,289 | - | - | - | - | 218,899 | 211,289 |
| Amortization | 1,039,590 | 1,026,650 | - | - | 126,137 | 124,363 | 1,165,727 | 1,151,013 |
| Interest on long term debt | 164,290 | 173,530 | - | - | 24,641 | 25,108 | 188,931 | 198,638 |
| Other | 109,407 | 84,119 | - | - | 67,192 | 43,750 | 176,599 | 127,869 |
| Total expenses | \$ 8,901,489 | \$ 7,827,091 | \$ - | \$ - | \$ 882,465 | \$ 750,065 | \$ 9,783,954 | \$ 8,577,156 |
| Surplus (Deficit) | \$ 1,544,682 | \$ 2,311,648 | \$ - | \$ - | \$ 120,094 | \$ 185,322 | \$ 1,664,776 | \$ 2,496,970 |

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

SCHEDULE 6

| | 2021 | | | | | | 2020 | |
|--|-----------------|-----------------------|--------------|------------|------------------|------------|--------------|--------------|
| | General Reserve | Machinery Replacement | Gas Tax | Lagoon | Capital Lot Levy | Utility | Total | Total |
| REVENUE | | | | | | | | |
| Investment income | \$ 36,428 | \$ 15,639 | \$ 14,367 | \$ 2,714 | \$ 6,458 | \$ 14,917 | \$ 90,523 | \$ 93,257 |
| Other income | 16,904 | - | - | - | - | 1,399 | 18,303 | 22,102 |
| Total revenue | 53,332 | 15,639 | 14,367 | 2,714 | 6,458 | 16,316 | 108,826 | 115,359 |
| EXPENSES | | | | | | | | |
| Investment charges | - | - | - | - | - | - | - | - |
| Other expenses | - | - | - | - | - | - | - | - |
| Total expenses | - | - | - | - | - | - | - | - |
| NET REVENUES | 53,332 | 15,639 | 14,367 | 2,714 | 6,458 | 16,316 | 108,826 | 115,359 |
| TRANSFERS | | | | | | | | |
| Transfers from general operating fund | 125,000 | 612,700 | 987,302 | - | 48,000 | - | 1,773,002 | 1,496,787 |
| Transfers to general operating fund | - | - | - | - | - | - | - | - |
| 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 | (39,758) | (544,575) | (795,704) | - | - | - | (1,380,037) | (1,146,262) |
| CHANGE IN RESERVE FUND BALANCES | 138,574 | 83,764 | 205,965 | 2,714 | 54,458 | 16,316 | 501,791 | 465,884 |
| FUND SURPLUS, BEGINNING OF YEAR | 2,165,761 | 1,049,900 | 828,662 | 158,386 | 363,548 | 870,648 | 5,436,905 | 4,971,021 |
| FUND SURPLUS, END OF YEAR | \$ 2,304,335 | \$ 1,133,664 | \$ 1,034,627 | \$ 161,100 | \$ 418,006 | \$ 886,964 | \$ 5,938,696 | \$ 5,436,905 |

RURAL MUNICIPALITY OF STANLEY

SCHEDULE 7

SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.
For the Year Ended December 31, 2021

| | 2021 Budget | 2021 Actual | 2020 Actual |
|--|----------------|----------------|----------------|
| Revenue | | | |
| Taxation | \$ - | \$ - | \$ - |
| Other Revenue (specify) | - | - | - |
| Total revenue | - | - | - |
| Expenses | | | |
| 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 (specify): | - | - | - |
| Regional planning and development | | | |
| Planning and zoning | - | - | - |
| Urban renewal | - | - | - |
| Beautification and land rehabilitation | - | - | - |
| Urban area weed control | - | - | - |
| Other (specify): | - | - | - |
| 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 | - | - | - |
| Net revenues (expenses) | - | - | - |
| Transfers: | | | |
| Transfers from (to) L.U.D. reserves | - | - | - |
| Transfers from (to) operating fund | - | - | - |
| Other (specify): | - | - | - |
| Change in L.U.D. balances | \$ - | - | - |
| Unexpended balance, beginning of year | | - | - |
| Unexpended balance, end of year | | \$ - | \$ - |

RURAL MUNICIPALITY OF STANLEY
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
 As at December 31, 2021

SCHEDULE 8

| | <u>2021</u> | <u>2020</u> |
|--|-----------------------|-----------------------|
| FINANCIAL ASSETS | | |
| Cash and temporary investments | \$ - | \$ - |
| Amounts receivable | 265,115 | 283,286 |
| Portfolio investments | - | - |
| Due from other funds | - | - |
| Other (specify): | - | - |
| | <u>\$ 265,115</u> | <u>\$ 283,286</u> |
| LIABILITIES | | |
| Accounts payable and accrued liabilities | \$ 17,318 | \$ 14,202 |
| Unearned revenue | - | - |
| Long-term debt (Note 9) | 904,033 | 1,106,906 |
| Due to other funds | 711,076 | 753,197 |
| Other (specify): | - | - |
| | <u>1,632,427</u> | <u>1,874,305</u> |
| NET FINANCIAL ASSETS (NET DEBT) | <u>\$ (1,367,312)</u> | <u>\$ (1,591,019)</u> |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Schedule 1) | \$ 11,017,571 | \$ 10,961,436 |
| Inventories | - | - |
| Prepaid expenses | 1,150 | 1,042 |
| | <u>11,018,721</u> | <u>10,962,478</u> |
| FUND SURPLUS (DEFICIT) | <u>\$ 9,651,409</u> | <u>\$ 9,371,459</u> |

RURAL MUNICIPALITY OF STANLEY
SCHEDULE OF UTILITY OPERATIONS - Utility
For the Year Ended December 31, 2021

SCHEDULE 9

| | <u>Budget</u> | <u>2021</u> | <u>2020</u> |
|---|---------------------|---------------------|---------------------|
| REVENUE | | | |
| Water | | | |
| Water fees | \$ 1,225,000 | \$ 1,210,378 | \$ 1,207,688 |
| Bulk Water fees | - | - | - |
| sub-total- water | <u>1,225,000</u> | <u>1,210,378</u> | <u>1,207,688</u> |
| Sewer | | | |
| Sewer fees | - | - | - |
| Lagoon tipping fees | - | - | - |
| sub-total- sewer | <u>-</u> | <u>-</u> | <u>-</u> |
| Property taxes | <u>232,543</u> | <u>246,872</u> | <u>266,111</u> |
| Government transfers | | | |
| Operating | - | - | - |
| Capital | - | 96,784 | 172,653 |
| sub-total- government transfers | <u>-</u> | <u>96,784</u> | <u>172,653</u> |
| Other | | | |
| Hydrant rentals | - | - | - |
| Connection charges | 170,000 | 377,706 | 131,535 |
| Installation service | - | - | - |
| Penalties | 5,500 | 5,373 | 5,396 |
| Contributed tangible capital assets | - | - | - |
| Investment income | - | - | - |
| Administration fees | - | - | - |
| Gain on sale of tangible capital assets | - | - | - |
| Other income (specify) | 1,974 | 4,073 | 981 |
| sub-total- other | <u>177,474</u> | <u>387,152</u> | <u>137,912</u> |
| Total revenue | <u>\$ 1,635,017</u> | <u>\$ 1,941,186</u> | <u>\$ 1,784,364</u> |

RURAL MUNICIPALITY OF STANLEY
SCHEDULE OF UTILITY OPERATIONS (cont'd) - Utility
For the Year Ended December 31, 2021

SCHEDULE 9

| | <u>Budget</u> | <u>2021</u> | <u>2020</u> |
|---|-------------------|---------------------|---------------------|
| EXPENSES | | | |
| General | | | |
| Administration | \$ - | \$ - | \$ - |
| Training costs | 6,000 | 3,605 | 4,696 |
| Billing and collection | 22,047 | 23,138 | 11,669 |
| Utilities (telephone, electricity, etc.) | 44,890 | 53,673 | - |
| Other (specify) | 11,560 | 9,086 | - |
| sub-total- general | <u>84,497</u> | <u>89,502</u> | <u>16,365</u> |
| Water General | | | |
| Purification and treatment | 189,632 | 209,333 | 300,793 |
| Water purchases | 750,000 | 787,008 | 711,074 |
| Transmission and distribution | 100,000 | 43,321 | 87,179 |
| Hydrant maintenance | - | - | - |
| Transportation services | 7,000 | 13,537 | - |
| Connection costs | 100,000 | 46,133 | - |
| Other (specify) | 20,000 | 7,026 | - |
| sub-total- water general | <u>1,166,632</u> | <u>1,106,358</u> | <u>1,099,046</u> |
| Water Amortization & Interest | | | |
| Amortization | - | 320,032 | 301,202 |
| Interest on long term debt | 282,543 | 43,999 | 49,805 |
| sub-total- water amortization & interest | <u>282,543</u> | <u>364,031</u> | <u>351,007</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>1,533,672</u> | <u>1,559,891</u> | <u>1,466,418</u> |
| NET OPERATING SURPLUS | 101,345 | 381,295 | 317,946 |
| TRANSFERS | | | |
| Transfers from (to) operating fund | - | (101,345) | (95,782) |
| Transfers from (to) reserve funds | - | - | - |
| CHANGE IN UTILITY FUND BALANCE | <u>\$ 101,345</u> | 279,950 | 222,164 |
| FUND SURPLUS, BEGINNING OF YEAR | | <u>9,371,459</u> | <u>9,149,295</u> |
| FUND SURPLUS, END OF YEAR | | <u>\$ 9,651,409</u> | <u>\$ 9,371,459</u> |

RURAL MUNICIPALITY OF STANLEY

SCHEDULE 10

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 |
|------------------------------------|---------------------------|--------------------------------|-----------------------|---------------------|-----------------------|-----------------------|--------------------------|----------------------|
| REVENUE | | | | | | | | |
| Property taxes | \$ 5,791,891 | \$ 232,543 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 6,024,434 |
| Grants in lieu of taxation | 52,135 | - | - | - | - | - | - | 52,135 |
| User fees | 250,000 | - | - | - | - | - | 352,586 | 602,586 |
| Permits, licences and fines | 46,500 | - | - | - | - | - | - | 46,500 |
| Investment income | 40,000 | - | - | - | - | - | 12,962 | 52,962 |
| Other revenue | 160,000 | - | - | - | - | - | 26,753 | 186,753 |
| Water and sewer | - | 1,402,474 | - | - | - | - | 382,253 | 1,784,727 |
| Grants - Province of Manitoba | 671,780 | - | - | - | - | - | 140,270 | 812,050 |
| Grants - other | 507,121 | - | - | - | - | - | 87,735 | 594,856 |
| Transfers from accumulated surplus | - | - | - | - | - | - | - | - |
| Transfers from reserves | 2,675,000 | 50,000 | - | - | (2,725,000) | - | - | - |
| Total revenue | <u>\$ 10,194,427</u> | <u>\$ 1,685,017</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (2,725,000)</u> | <u>\$ -</u> | <u>\$ 1,002,559</u> | <u>\$ 10,157,003</u> |
| EXPENSES | | | | | | | | |
| General government services | \$ 1,055,794 | \$ - | \$ 90,586 | \$ 87,987 | \$ 7,113 | \$ - | \$ - | \$ 1,241,480 |
| Protective services | 653,469 | - | - | - | - | - | - | 653,469 |
| Transportation services | 3,106,081 | - | 630,503 | 40,576 | - | - | - | 3,777,160 |
| Environmental health services | 68,743 | - | - | - | - | - | 95,388 | 164,131 |
| Public health and welfare services | 93,762 | - | - | - | - | - | - | 93,762 |
| Regional planning and development | 390,490 | - | 13,231 | - | - | - | 205,739 | 609,460 |
| Resource cons and industrial dev | 86,920 | - | - | - | - | - | 25,258 | 112,178 |
| Recreation and cultural services | 337,892 | - | 9,498 | - | - | - | 174,632 | 522,022 |
| Water and sewer services | - | 1,352,474 | 320,032 | - | - | - | 381,448 | 2,053,954 |
| Fiscal services: | | | | | | | | |
| Transfer to capital | 2,675,000 | 50,000 | - | - | (2,725,000) | - | - | - |
| Debt charges | 476,842 | 232,543 | - | 44,099 | (753,484) | - | - | - |
| Short term interest | - | - | - | - | - | - | - | - |
| Transfer to reserves | 1,242,321 | 50,000 | - | - | (1,292,321) | - | - | - |
| Allowance for tax assets | 7,113 | - | - | - | (7,113) | - | - | - |
| Total expenses | <u>\$ 10,194,427</u> | <u>\$ 1,685,017</u> | <u>\$ 1,063,850</u> | <u>\$ 172,662</u> | <u>\$ (4,770,805)</u> | <u>\$ -</u> | <u>\$ 882,465</u> | <u>\$ 9,227,616</u> |
| Surplus (Deficit) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (1,063,850)</u> | <u>\$ (172,662)</u> | <u>\$ 2,045,805</u> | <u>\$ -</u> | <u>\$ 120,094</u> | <u>\$ 929,387</u> |

**RURAL MUNICIPALITY OF STANLEY
ANALYSIS OF TAXES ON ROLL
December 31, 2021**

SCHEDULE 11

| | <u>2021</u> | <u>2020</u> |
|-----------------------------------|--------------------------|--------------------------|
| Balance, beginning of year | \$ 743,740 | \$ 719,290 |
| Add: | | |
| Tax levy (Schedule 12) | 15,421,655 | 15,101,238 |
| Taxes added | 210,516 | 444,482 |
| Penalties or interest | 41,670 | 42,184 |
| Other accounts added | - | 32,973 |
| Tax Adjustments (specify) | - | - |
| Sub-total | <u>15,673,841</u> | <u>15,620,877</u> |
| Deduct: | | |
| Cash collections - current | 14,114,266 | 13,871,976 |
| Cash collections - arrears | 630,013 | 429,030 |
| Writeoffs | 3,421 | 3,427 |
| Tax discounts | - | - |
| E.P.T.C. - cash advance | 971,052 | 1,291,994 |
| Other credits (specify) | - | - |
| Sub-total | <u>15,718,752</u> | <u>15,596,427</u> |
| Balance, end of year | <u>\$ 698,829</u> | <u>\$ 743,740</u> |

RURAL MUNICIPALITY OF STANLEY
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2021

SCHEDULE 12

| | 2021 | | 2020 | |
|---|----------------|-----------|----------------------|----------------------|
| | Assessment | Mill Rate | Levy | Levy |
| Debt charges: | | | | |
| Frontage | \$ - | - | 347,991 | 273,621 |
| A Sawatzky Loan | \$ 640,674,170 | 0.037 | 23,705 | 23,719 |
| Thorhill Water Loan | \$ 640,674,170 | 0.110 | 70,474 | 75,715 |
| Warkentin/Crown Land Loan | \$ 640,674,170 | 0.056 | 35,878 | 35,579 |
| Corridor Sewer Loan | \$ 640,674,170 | 0.017 | 10,891 | 12,484 |
| Admin Office Loan | \$ 640,674,170 | 0.287 | 183,873 | 183,513 |
| Massey | \$ 640,674,170 | 0.056 | 35,878 | 35,579 |
| L.I.D. | \$ - | - | - | - |
| Other (specify) | \$ - | - | - | - |
| sub-total- Debt charges | | | <u>708,691</u> | <u>640,211</u> |
| Deferred surplus | \$ - | - | - | - |
| Reserves: | | | | |
| General | \$ 640,674,170 | 0.194 | 124,291 | 222,838 |
| Machinery Replacement | \$ 640,674,170 | 0.948 | 607,359 | 578,005 |
| Name of reserve | \$ - | - | - | - |
| sub-total- Reserves | | | <u>731,650</u> | <u>800,842</u> |
| General municipal | \$ 640,674,170 | 5.946 | <u>3,806,076</u> | <u>3,605,872</u> |
| Special levies: | | | | |
| Fire protection | \$ 696,162,280 | 0.933 | 649,519 | 632,142 |
| Name of special levy | \$ - | - | - | - |
| Name of special levy | \$ - | - | - | - |
| sub-total- Special levies | | | <u>649,519</u> | <u>632,142</u> |
| Business tax (rate%) | \$ - | - | - | - |
| Total municipal taxes (Schedule 2) | | | <u>5,895,935</u> | <u>5,679,067</u> |
| Education support levy | \$ 103,524,380 | 8.809 | <u>911,946</u> | <u>823,124</u> |
| Special levies: | | | | |
| Prairie Rose SD | \$ 382,200 | 10.545 | 4,030 | 4,058 |
| Garden Valley SD | \$ 450,319,830 | 13.429 | 6,047,345 | 6,083,844 |
| Western SD | \$ 188,017,070 | 13.624 | 2,561,545 | 2,510,284 |
| Prairie Spirit SD | \$ 93,200 | 9.153 | 853 | 861 |
| sub-total- Special levies | | | <u>8,613,773</u> | <u>8,599,047</u> |
| Total education taxes | | | <u>9,525,719</u> | <u>9,422,171</u> |
| Total tax levy (Schedule 11) | | | <u>\$ 15,421,655</u> | <u>\$ 15,101,238</u> |

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

SCHEDULE 13

| | 2021 Actual | 2020 Actual |
|---|---------------------|---------------------|
| General government services: | | |
| Legislative | \$ 175,816 | \$ 162,122 |
| General administrative | 776,495 | 744,009 |
| Other (specify) | 366,120 | 346,911 |
| | <u>1,318,431</u> | <u>1,253,042</u> |
| Protective services: | | |
| Police | - | - |
| Fire | 634,229 | 559,555 |
| Emergency measures | 45,532 | 44,366 |
| Other (specify) | 11,855 | 8,375 |
| | <u>691,616</u> | <u>612,296</u> |
| Transportation services: | | |
| Road transport | | |
| Administration and engineering | - | - |
| Road and street maintenance | 3,396,039 | 2,757,044 |
| Bridge maintenance | - | 90,393 |
| Sidewalk and boulevard maintenance | 82,482 | 47,408 |
| Street lighting | 8,669 | 56,904 |
| Other (specify) | 77,248 | 690,488 |
| Air transport | 714,933 | - |
| Public transit | - | - |
| Other (specify) | - | - |
| | <u>4,279,371</u> | <u>3,642,237</u> |
| Environmental health services: | | |
| Waste collection and disposal | - | - |
| Recycling | - | - |
| Other (specify) | 102,828 | 13,434 |
| | <u>102,828</u> | <u>13,434</u> |
| Public health and welfare services: | | |
| Public health | - | - |
| Medical care | 82,540 | 81,577 |
| Social assistance | 10,221 | - |
| Other (specify) | 1,000 | 10,681 |
| | <u>93,761</u> | <u>92,258</u> |
| Regional planning and development | | |
| Planning and zoning | 451,085 | 416,745 |
| Urban renewal | - | - |
| Beautification and land rehabilitation | - | - |
| Urban area weed control | - | - |
| Other (specify) | 26,543 | - |
| | <u>477,628</u> | <u>416,745</u> |
| Resource conservation and industrial development | | |
| Rural area weed control | - | 60 |
| Drainage of land | - | - |
| Veterinary services | 10,919 | 10,919 |
| Water resources and conservation | 43,460 | 43,381 |
| Regional development | - | - |
| Industrial development | - | - |
| Tourism | - | - |
| Other (specify) | 7,902 | 4,847 |
| | <u>62,281</u> | <u>59,207</u> |
| Sub-totals forward | <u>\$ 7,025,916</u> | <u>\$ 6,089,219</u> |

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

SCHEDULE 13

| | <u>2021</u> <u>Actual</u> | <u>2020</u> <u>Actual</u> |
|--|------------------------------|------------------------------|
| Sub-totals forward | \$ 7,025,916 | \$ 6,089,219 |
| Recreation and cultural services: | | |
| Administration | - | - |
| Community centers and halls | 24,128 | 96,970 |
| Swimming pools and beaches | - | - |
| Golf courses | - | - |
| Skating and curling rinks | - | - |
| Parks and playgrounds | 60,848 | 61,753 |
| Other recreational facilities | 111,000 | - |
| Museums | 10,469 | 17,969 |
| Libraries | 96,866 | 96,865 |
| Other cultural facilities | 12,369 | 5,988 |
| | <u>315,680</u> | <u>279,545</u> |
| Total expenses | \$ 7,341,596 | \$ 6,368,764 |

RURAL MUNICIPALITY OF STANLEY

SCHEDULE 14

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) - Unaudited
December 31, 2021

| | General | 2021 Utility | Total | 2020 Total |
|--|---------------------|-------------------|---------------------|---------------------|
| MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT | \$ 270,700 | \$ 285,433 | \$ 556,133 | \$ 1,388,730 |
| Adjustments for reporting under public sector accounting standards | | | | |
| Eliminate expense - transfers to reserves | 1,773,002 | - | 1,773,002 | 1,496,787 |
| Eliminate revenue - transfers from reserves | (1,380,037) | - | (1,380,037) | (1,146,262) |
| Increase revenue - reserve funds interest | 108,826 | - | 108,826 | 115,359 |
| Increase revenue - reserve funds other income | - | - | - | - |
| Increase revenue - Net surplus of consolidated entities | 120,094 | - | 120,094 | 185,322 |
| Decrease revenue - debenture pending for tangible capital assets | - | - | - | - |
| Decrease revenue - proceeds on debenture issued | (374,155) | - | (374,155) | (144,000) |
| Increase expense - amortization of tangible capital assets | (743,817) | (320,032) | (1,063,849) | (1,026,651) |
| Decrease expense - principal portion of debenture debt | 360,452 | 93,050 | 453,502 | 367,749 |
| Eliminate expense - acquisitions of tangible capital assets | 1,476,906 | 322,844 | 1,799,750 | 1,884,022 |
| Increase expense - loss on disposal of tangible capital assets | - | - | - | - |
| Decrease revenue - proceeds exceeding gain (loss) on disposal of tangible capital assets | (328,490) | - | (328,490) | (624,086) |
| NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS | \$ 1,283,481 | \$ 381,295 | \$ 1,664,776 | \$ 2,496,970 |