

TOWN OF THE PAS

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

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Town of The Pas 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 of 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 Town 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.

Baker Tilly HMA LLP as the Town's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Mayor 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 Town in accordance with Canadian public sector accounting standards.



Bola Adedoyin
Chief Administrative Officer

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of the Council of
The Town of The Pas

Opinion

We have audited the accompanying consolidated financial statements of the Town of The Pas, which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Town of The Pas and its financial performance and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Town of The Pas 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Comparative Information

We draw attention to Note 23 to the consolidated financial statements, which explains that certain comparative information presented for the year ended December 31, 2022 has been restated. Our opinion is not modified in respect of this matter. As part of our audit of the consolidated financial statements for the year ended December 31, 2023, we also audited the adjustments that were applied to restate the certain comparative information for the year ended December 31, 2022. In our opinion, such adjustments are appropriate and have been properly applied.

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

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

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

(continued.....)

Those charged with governance are responsible for overseeing the Town of The Pas' financial reporting process.

Auditor's Responsibility 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 auditor's 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 Town of The Pas' internal control.
- We obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.
- 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 Town of The Pas' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Town of The Pas 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.

Baker Tilly HMA LLP
Chartered Professional Accountants

The Pas, Manitoba
June 25, 2024

TOWN OF THE PAS

Consolidated Financial Statements

For the Year Ended December 31, 2023

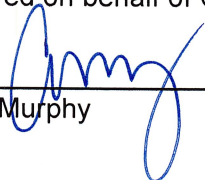
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**TOWN OF THE PAS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2023**


	<u>2023</u>	<u>2022</u> (restated)
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 10,579,657	\$ 11,585,066
Amounts receivable (Note 4)	2,683,608	2,122,065
Real estate properties held for sale	347,921	308,537
Other inventories for sale (Note 5)	<u>529,687</u>	<u>501,124</u>
	<u>\$ 14,140,873</u>	<u>\$ 14,516,792</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 3,027,973	\$ 4,037,212
Severance and sick leave payable	56,701	77,041
Unearned revenue (Note 7)	3,830,203	3,781,650
Asset retirement obligations (Note 8)	3,715,441	3,451,709
Long-term debt (Note 9)	5,943,875	6,545,991
Other liabilities (Note 18)	<u>106,485</u>	<u>100,530</u>
	<u>16,680,678</u>	<u>17,994,133</u>
NET FINANCIAL DEBT	<u>\$ (2,539,805)</u>	<u>\$ (3,477,341)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 45,464,799	\$ 44,883,156
Inventories (Note 5)	444,558	348,632
Prepaid expenses	<u>111,003</u>	<u>85,432</u>
	<u>46,020,360</u>	<u>45,317,220</u>
ACCUMULATED SURPLUS	<u>\$ 43,480,555</u>	<u>\$ 41,839,879</u>

CONTINGENCY AND COMMITMENTS (NOTES 11 AND 12)

Approved on behalf of Council:



Andre Murphy
Mayor



Carrie Atkinson
Deputy Mayor

The accompanying notes are an integral part of this financial statement

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2023

	<u>2023 Budget (Note 14)</u>	<u>2023 Actual</u>	<u>2022 Actual (restated)</u>
REVENUE			
Property taxes	\$ 6,904,883	\$ 6,937,242	\$ 6,634,650
Grants in lieu of taxation	1,116,660	1,116,659	1,075,084
User fees	2,511,015	2,973,839	2,755,196
Permits, licences and fines	121,500	66,843	106,174
Investment income	175,000	423,345	198,735
Other revenue	330,300	1,073,821	782,614
Water and sewer	2,261,130	2,494,835	12,113,770
Grants - Province of Manitoba	2,001,490	2,231,357	1,310,439
Grants - other	670,794	993,401	840,996
	<u>16,092,772</u>	<u>18,311,342</u>	<u>25,817,658</u>
EXPENSES			
General government services	1,584,721	1,465,712	1,521,502
Protective services	3,944,263	4,156,497	3,425,681
Transportation services	3,204,164	3,909,058	3,827,773
Environmental health services	652,659	699,157	702,899
Public health and welfare services	69,950	35,665	33,802
Regional planning and development	18,000	15,049	10,516
Resource conservation and industrial development	282,675	202,818	348,741
Recreation and cultural services	3,179,391	3,076,688	3,216,516
Water and sewer services	3,126,105	3,110,022	2,901,362
	<u>16,061,928</u>	<u>16,670,666</u>	<u>15,988,792</u>
ANNUAL SURPLUS	<u>\$ 30,844</u>	<u>1,640,676</u>	<u>9,828,866</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>41,839,879</u>	<u>32,011,013</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 43,480,555</u>	<u>\$ 41,839,879</u>

The accompanying notes are an integral part of this financial statement

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF CHANGE IN NET ASSETS
For the Year Ended December 31, 2023

	2023 Budget (Note 15)	2023 Actual	2022 Actual (restated)
ANNUAL SURPLUS	\$ 30,844	\$ 1,640,676	\$ 9,828,866
Acquisition of tangible capital assets	(2,836,395)	(2,836,395)	(19,777,431)
Amortization of tangible capital assets	2,254,752	2,254,752	2,033,205
Loss on sale of tangible capital assets	-	-	-
Proceeds on sale of tangible capital assets	-	-	-
Decrease (increase) in inventories	(95,926)	(95,926)	21,481
Decrease (increase) in prepaid expense	(25,571)	(25,571)	12,758
	<u>(703,140)</u>	<u>(703,140)</u>	<u>(17,709,987)</u>
CHANGE IN NET FINANCIAL DEBT	\$ (672,296)	937,536	(7,881,121)
NET FINANCIAL DEBT, BEGINNING OF YEAR		<u>(3,477,341)</u>	<u>4,403,780</u>
NET FINANCIAL DEBT, END OF YEAR		<u>\$ (2,539,805)</u>	<u>\$ (3,477,341)</u>

The accompanying notes are an integral part of this financial statement

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2023

	<u>2023</u>	<u>2022</u> (restated)
OPERATING TRANSACTIONS		
Annual surplus	\$ 1,640,676	\$ 9,828,866
Changes in non-cash items:		
Amounts receivable	(561,543)	(14,381)
Inventories	(124,489)	(381,481)
Prepays	(25,571)	12,758
Accounts payable and accrued liabilities	(1,009,239)	1,112,288
Severance and sick leave payable	(20,340)	35,546
Asset retirement obligations	263,732	2,855,884
Unearned revenue	48,553	282,421
Other liabilities	5,955	7,780
Amortization	2,254,752	2,033,205
Cash provided by operating transactions	<u>2,472,486</u>	<u>15,772,886</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	-	-
Cash used to acquire tangible capital assets	<u>(2,836,395)</u>	<u>(19,777,431)</u>
Cash applied to capital transactions	<u>(2,836,395)</u>	<u>(19,777,431)</u>
INVESTING TRANSACTIONS		
Acquisition of real estate properties	<u>(39,384)</u>	<u>(15,182)</u>
Cash applied to investing transactions	<u>(39,384)</u>	<u>(15,182)</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt		4,800,000
Debt repayment	<u>(602,116)</u>	<u>(575,550)</u>
Cash received from (applied to) financing transactions	<u>(602,116)</u>	<u>4,224,450</u>
CHANGE IN CASH AND TEMPORARY INVESTMENTS	(1,005,409)	204,723
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>11,585,066</u>	<u>11,380,343</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 10,579,657</u></u>	<u><u>\$ 11,585,066</u></u>

The accompanying notes are an integral part of this financial statement

TOWN OF THE PAS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

1. Status of the Town of The Pas

The incorporated Town of The Pas (“the Town”) is a municipal government that was created in 1912 pursuant to the Manitoba Municipal Act. The Town provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Town owns a utility, 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 Town. 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 Town. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Town. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Sam Waller Museum
The Pas Regional Library
The Pas Community Development (1996) Corporation

As of January 1, 2017, Kelsey Recreation Commission was disbanded and became the Town of The Pas Recreation Department. Prior to this date Kelsey Recreation Commission and The Pas Wellness Centre were accounted for as controlled organizations.

The Town has 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 Town’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:

Kelsey Planning District (50%) (2022 - 50%)

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 Town are not consolidated in these financial statements. The trust funds administered by the Town are detailed in the notes to consolidated financial statements.

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) Financial instruments

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

The municipality classifies its financial instruments as either fair value, cost or amortized cost. The municipality’s accounting policy for each category is as follows:

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The municipality has not designated any of its portfolio investments or borrowings at fair value that would otherwise be classified in the amortized cost category.

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the Consolidated Statement of Remeasurement Gains and Losses until they are realized. When realized they are transferred to the Consolidated Statement of Operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the Consolidated Statement of Operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and public debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

d) Foreign currency translation

The municipality's foreign currency risk is reflected in its financial statements. Monetary assets and liabilities, denominated in a foreign currency, are translated at the year-end rate of exchange. Revenue and expense arising from a foreign currency transaction are translated into Canadian dollars at exchange rates approximating those in effect at the transaction date.

At each financial statement date, monetary assets, and liabilities, must be adjusted to reflect the exchange rate in effect at that date. Unrealized foreign exchange gains or losses that arise prior to settlement are recognized in the Consolidated Statement of Remeasurement Gains and Losses.

In the period of settlement, the cumulative amount of foreign exchange gains and losses is removed from the Consolidated Statement of Remeasurement Gains and Losses and is recognized in the Consolidated Statement of Operations.

e) 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 that are subject to an insignificant risk of changes in value.

f) Portfolio Investments

Portfolio investments are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method.

Portfolio investments denominated in a foreign currency are translated to the Canadian dollar equivalent at the exchange rate in effect at December 31. Changes in the value of portfolio investments due to foreign currency changes are recorded in the Statement of Remeasurement Gains and Losses until the investments are sold.

Investment income on portfolio investment investments, denominated in a foreign currency, are translated to Canadian dollar equivalents at the exchange rate in effect at the date of the transaction.

g) 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.

h) 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.

i) 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 Town 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	10 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 to 15 years
Machinery, equipment and furniture	5 to 15 years
Maintenance and road construction equipment	10 to 15 years
Computer Hardware and Software	4 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 years
Road grade	40 years
Water and Sewer	
Land	Indefinite
Land improvements	10 to 30 years
Buildings	10 to 40 years
Underground networks	50 years
Machinery and equipment	10 to 15 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 Town, forests, water and other natural resources are not recognized as tangible capital assets.

j) 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.

k) 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.

l) Revenue Recognition

Fees and other revenues:

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

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

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

Government transfers:

Transfer payments from other governments include all accruals determined for current year entitlements are recognized in the financial statements when the transfer is authorized, eligibility criteria are met and the transfer can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities. 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.

Property taxes:

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

m) Asset Retirement Obligations

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

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

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

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

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

n) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. The municipality:
 - is directly responsible; or
 - accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

o) 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 estimate of asset retirement obligations. The liability associated with asset retirement obligations reflects the best estimates by management of the amount required to remediate such liabilities, the timing when such remediation will occur, and the estimated future cash flows associated with asset retirement discounted to the financial statement date. The actual future cash flows and timing of obligations arising from asset retirement may differ significantly from these estimates.

p) Future Changes in Accounting Standards

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

- PS 3400 Revenue (effective January 1, 2024), a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue. Earlier adoption is permitted.
- PS 3160 Public-Private Partnerships (effective January 1, 2024), is a new standard establishing guidance on the recognition, measurement and disclosure of public-private partnership arrangements. Earlier adoption is permitted.

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

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

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2023</u>	<u>2022</u>
Cash	\$ 10,564,836	\$ 11,570,988
Temporary investments	14,821	14,078
	<u>\$ 10,579,657</u>	<u>\$ 11,585,066</u>

Temporary investments are comprised of guaranteed investment certificates which have a market value approximating cost.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2023</u>	<u>2022</u>
Taxes on roll (Schedule 11)	\$ 1,057,159	\$ 1,029,860
Government grants	3,000	46,715
Utility customers	808,682	621,657
Organizations and individuals	487,424	457,737
Other governments	140,000	140,000
Other (miscellaneous)	455,708	234,846
	<u>2,951,973</u>	<u>2,530,815</u>
Less: allowances for doubtful amounts	<u>(268,365)</u>	<u>(408,750)</u>
	<u>\$ 2,683,608</u>	<u>\$ 2,122,065</u>

Included in amounts receivable from other governments is \$140,000 payable at \$35,000 annually maturing October 31, 2026. (2022 - \$140,000) This amount is non-interest bearing.

5. Inventories

Inventories for sale:

	<u>2023</u>	<u>2022</u>
Aviation fuel	\$ 143,380	\$ 85,297
Other	386,307	415,827
	<u>\$ 529,687</u>	<u>\$ 501,124</u>

Inventories for use:

	<u>2023</u>	<u>2022</u>
Fuel	\$ 51,138	\$ 48,093
Aggregate	122,629	90,183
Other supplies (general inventories)	270,791	210,356
	<u>\$ 444,558</u>	<u>\$ 348,632</u>

6. Accounts Payable and Accrued Liabilities

	<u>2023</u>	<u>2022</u>
Accounts payable	\$ 1,826,232	\$ 1,235,249
Accrued expenses	949,271	1,711,512
Debenture payment payable		881,702
School levies	<u>252,470</u>	<u>208,749</u>
	<u>\$ 3,027,973</u>	<u>\$ 4,037,212</u>

7. Unearned Revenue

	<u>2023</u>	<u>2022</u>
Gas Tax balance, beginning of year	\$ 2,227,618	\$ 2,233,747
Funding received during the year	315,209	302,075
Interest earned	118,982	64,171
Recognized as revenue during the year	<u>(752,953)</u>	<u>(372,375)</u>
Gas Tax balance, end of year	1,908,856	2,227,618
Other deferred revenue	<u>1,921,347</u>	<u>1,554,032</u>
	<u>\$ 3,830,203</u>	<u>\$ 3,781,650</u>

8. Asset Retirement Obligations

	<u>2023</u>	<u>2022</u> (restated)
Balance, beginning of year	\$ 3,451,709	\$ 595,825
Liabilities incurred during the year		2,731,123
Accretion expense	129,439	124,761
Change in assumptions	<u>134,293</u>	<u>-</u>
Estimated total liability	<u>\$ 3,715,441</u>	<u>\$ 3,451,709</u>

a) Landfill Site

Legislation requires the Town to conduct 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.

The Town operates a Class 1 landfill, with an estimated remaining capacity of .02 ha of the landfill's total estimated capacity of 5.50 ha. The estimated remaining life of the landfill is eight years. The period for post-closure care is estimated to be 25 years.

The estimated total liability of \$425,750 (prior year 2022 - \$395,529) is based on the sum of discounted future cash flows using a discount rate of 3.75%.

b) Lagoon

The Town is required to appropriately close wastewater lagoon sites at the end of their operating life. The Town operates a wastewater lagoon, with an estimated remaining life of 48 years.

The estimated total liability of \$3,050,040 (prior year 2022 - \$2,833,540) is based on the sum of discounted future cash flows using a discount rate of 3.75%.

c) Asbestos and lead paint

Legislation requires the Town to appropriately handle and dispose of any material containing asbestos and lead paint when renovating or demolishing a municipal structure. The Town owns the Civic Centre, Sam Waller Museum, The Pas Regional Library, Winton Swimming Pool, Water Treatment Plant and Bell Avenue Lift Station, which contain asbestos.

The estimated total liability of \$239,651 (prior year 2022 - \$222,640) is based on the sum of discounted future cash flows using a discount rate of 3.75%.

9. Long-Term Debt

	<u>2023</u>	<u>2022</u>
General Authority:		
Debenture, interest at 5.625%, payable at \$169,100 annually including interest, maturing December 1, 2025	\$ 311,661	\$ 455,157
Debenture, interest at 4.625%, payable at \$206,615 annually including interest, maturing December 31, 2025	386,232	566,640
Debenture, interest at 4.375%, payable at \$191,447 annually including interest, maturing December 31, 2027	688,836	843,386
Utility Fund Debenture, interest at 3.750%, payable at \$299,192 annually including interest, maturing December 31, 2046	<u>4,557,146</u>	<u>4,680,808</u>
	<u>\$ 5,943,875</u>	<u>\$ 6,545,991</u>

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

2024	629,929
2025	659,053
2026	313,836
2027	326,704
2028	148,654
Thereafter	3,865,700

Schedule of Debentures Pending

Authority	Purpose	Amount Authorized
N/A	N/A	N/A

10. Liability for Contaminated Sites

The Town does not believe that it is currently liable for contaminated sites which meet the criteria for recognition.

11. Contingency

In common with other municipalities the Town is subject to possible or actual claims from time to time. Management reviews the status of these matters as required and exercises judgement in resolving them in such manner as is believed to be in the Town's best interests. Management considers that the aggregate liability, to the extent that it is able to be assessed, will not be material to the Town's financial position or results of operations.

12. Commitments

Airport Management Contract

On December 13, 2021, the Town entered into a three year agreement to purchase airport management services. The total cost of the agreement over the three year term is anticipated to be \$283,750 plus travel, meals and accommodations. The agreement can be terminated by either party with 90 days written notice.

13. Retirement Benefits

The majority of the employees of the Town 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 PS 3250.

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 Town on behalf of its employees amounted to \$239,486 (2022 - \$227,713) and are included in the statement of operations.

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

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

14. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Town 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.

15. Accumulated Surplus

	<u>2023</u>	<u>2022</u> (restated)
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 976,504	\$ 223,055
Utility operating fund - Nominal surplus	(686,936)	(968,992)
TCA net of related borrowings	35,800,688	34,877,151
Reserve funds	<u>6,578,932</u>	<u>6,689,197</u>
Accumulated surplus of Town unconsolidated	42,669,188	40,820,411
Accumulated surpluses of consolidated entities	<u>811,367</u>	<u>1,019,468</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u><u>\$ 43,480,555</u></u>	<u><u>\$ 41,839,879</u></u>

16. Public Sector Compensation Disclosure

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

- a) Compensation paid to members of council amounted to \$97,300 in aggregate.
- b) There were no members of council receiving compensation in excess of \$85,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Mayor - Andre Murphy	\$ 18,973	\$ 4,591	\$ 23,564
Councillor - Bill Ward	10,552		10,552
Councillor - Carrie Atkinson	12,022	3,297	15,319
Councillor - Gary Hopper	10,577		10,577
Councillor - Randy Manych	10,846		10,846
Councillor - Trent Allen	12,046	2,385	14,431
Councillor - Trevor Lane	<u>12,011</u>	<u>-</u>	<u>12,011</u>
	<u><u>\$ 87,027</u></u>	<u><u>\$ 10,273</u></u>	<u><u>\$ 97,300</u></u>

To view the Town's comprehensive disclosure report please contact the Town of The Pas and request the audited Public Sector Compensation Disclosure Report.

17. 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 Town has deferred the capital grants it has received in the past for its utilities and amortized them over the useful life of the related capital asset.

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

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 (Disposals) During Year	Amortization During Year	Unamortized Ending Balance
Water treatment study	\$ 5,023	\$ -	\$ 837	\$ 4,186
Lagoon study	25,031		2,086	22,945
Sewage lagoon	1,000		125	875
Bell Ave. lift station	215,600		19,600	196,000
Water treatment plant	188,213		20,913	167,300
LaRose Ave. renewal	953,355		66,667	886,688
Water treatment plant	745,796		82,866	662,930
Lagoon upgrade	9,536,355		245,400	9,290,955
	<u>\$ 11,670,373</u>	<u>\$ -</u>	<u>\$ 438,494</u>	<u>\$ 11,231,879</u>

18. Trust Funds

The Town administers the following trusts:

	Balance, beg. of the year	Excess of Receipts Over Disbursements	Balance, end of the year
Handivan	<u>\$ 100,530</u>	<u>\$ 5,955</u>	<u>\$ 106,485</u>

19. Segmented Information

The Town 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.

20. Contingent assets

Contingent assets are possible assets arising from existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset.

For the years ended December 31, 2023 and 2022, the Town did not have any contingent assets.

21. Contractual rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

They arise out of a contract or agreement that is binding between two or more parties, has clear economic consequences and is enforceable by law.

Contractual rights arise from, but are not limited to:

- Sales contracts;
- Lease contracts;
- Licence agreements;
- Sales contracts.

In considering which contractual rights to disclose the Town applies judgment and considers the duration of rights as well as the relationship to its financial position and normal municipal operations.

For the years ended December 31, 2023 and 2022 the Town did not have any contractual rights which meet its criteria for disclosure.

22. Related party disclosures

A related party exists when one party has the ability to exercise control or shared control over the other. Two or more parties are related when they are subject to common control or shared control. Related parties also include key management personnel and close family members and the entities they control.

Related Party Transactions are transfer of economic resources or obligations between related parties, or the provision of services by one party to a related party. These transfers are related party transactions whether or not there is an exchange of considerations or transactions have been given accounting recognition. The parties to the transaction are related prior to the transaction. When the relationship arises as a result of the transaction, the transaction is not one between related parties.

Disclosure is generally required when:

- A transaction occurs between related parties at a value different from that which would have been arrived at if the parties were unrelated; and
- The transaction has or could have a material financial effect on the financial statements.

Determining which items to disclose is based on an assessment of the terms and conditions underlying the transactions, the financial materiality of the transactions, relevance of the information to the decisions of users, and the need for the information to enable users' understanding of the financial statements and for making comparisons to other entities.

For the years ended December 31, 2023 and 2022, the Town did not have any related party transactions which met its criteria for disclosure.

23. Change in Accounting Policy

During the year, the Municipality implemented a new accounting policy with respect to its Asset Retirement Obligations (ARO) associated with tangible capital assets to conform to the new Public Sector Accounting standard PS 3280.

The change in policy has been accounted for using the retrospective approach with restatement of prior period comparative amounts. This change had the following impact on previously reported amounts for December 31, 2022:

	Previously Stated	Change	Restated
Landfill liability	\$ 382,549	\$ (382,549)	\$ -
Asset retirement obligation	-	3,451,709	3,451,709
Net Financial Debt	(408,181)	(3,069,160)	(3,477,341)
Tangible capital assets	41,873,059	3,010,097	44,883,156
Accumulated surplus	41,898,942	(59,063)	41,839,879
Accretion expense	33,950	(11,607)	22,343
Amortization of tangible capital assets	1,953,337	79,868	2,033,205
Annual surplus	9,897,126	(68,260)	9,828,866

TOWN OF THE PAS
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2023

SCHEDULE 1

	General Capital Assets				Infrastructure				Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2023	2022 (restated)
Cost										
Opening costs	\$ 3,027,443	\$ 19,086,574	\$ 7,056,315	\$ 131,106	\$ 171,332	\$ 9,901,297	\$ 40,243,464	\$ 36,485	\$ 79,654,016	\$ 59,876,585
Additions during the year	270,371	80,075	1,183,518	27,612	250,833	752,953	638,588		3,203,950	20,042,921
Disposals and write downs	-	-	-	-	(331,070)	-	-	(36,485)	(367,555)	(265,490)
Closing costs	3,297,814	19,166,649	8,239,833	158,718	91,095	10,654,250	40,882,052	-	82,490,411	79,654,016
Accumulated Amortization										
Opening accum'd amortization	(788,405)	(8,827,272)	(4,506,497)	(111,446)	-	(5,684,201)	(14,853,039)	-	(34,770,860)	(32,737,655)
Amortization	(30,929)	(495,419)	(445,689)	(8,889)		(392,085)	(881,741)	-	(2,254,752)	(2,033,205)
Disposals and write downs	-	-	-	-	-	-	-	-	-	-
Closing accum'd amortization	(819,334)	(9,322,691)	(4,952,186)	(120,335)	-	(6,076,286)	(15,734,780)	-	(37,025,612)	(34,770,860)
Net Book Value of Tangible Capital Assets	\$ 2,478,480	\$ 9,843,958	\$ 3,287,647	\$ 38,383	\$ 91,095	\$ 4,577,964	\$ 25,147,272	\$ -	\$ 45,464,799	\$ 44,883,156

TOWN OF THE PAS
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2023

SCHEDULE 2

	2023	2022
	Actual	Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 6,905,119	\$ 6,631,392
Taxes added	32,123	3,258
	<u>6,937,242</u>	<u>6,634,650</u>
Grants in lieu of taxation:		
Federal government	128,768	128,840
Federal government enterprises	11,358	9,906
Provincial government	264,209	257,195
Provincial government enterprises	712,324	679,143
	<u>1,116,659</u>	<u>1,075,084</u>
User fees:		
Sales of service	888,798	885,371
Sales of goods	1,536,574	1,416,496
Facility use fees	548,467	453,329
	<u>2,973,839</u>	<u>2,755,196</u>
Permits, licences and fines:		
Permits	17,939	44,198
Fines	48,904	61,976
	<u>66,843</u>	<u>106,174</u>
Investment income:		
Cash and temporary investments	<u>423,345</u>	<u>198,735</u>
Other revenue:		
Miscellaneous	896,471	633,690
Penalties	177,350	148,924
	<u>1,073,821</u>	<u>782,614</u>
Water and sewer:		
Municipal utility (Schedule 9)	<u>2,494,835</u>	<u>12,113,770</u>
Grants - Province of Manitoba:		
Municipal operating grants	798,174	520,263
Other unconditional grants	811,501	603,629
Conditional grants	621,682	186,547
	<u>2,231,357</u>	<u>1,310,439</u>
Grants - other:		
Federal government - gas tax funding	752,953	372,375
Federal government - other	88,187	236,260
Other municipal governments	152,261	232,361
	<u>993,401</u>	<u>840,996</u>
Total revenue	<u><u>\$ 18,311,342</u></u>	<u><u>\$ 25,817,658</u></u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

	2023 Actual	2022 Actual (restated)
General government services:		
Legislative	\$ 84,330	\$ 81,967
General administrative	819,006	995,311
Other (miscellaneous)	562,376	444,224
	<u>1,465,712</u>	<u>1,521,502</u>
Protective services:		
Police	3,577,695	2,950,498
Fire	521,293	414,289
Emergency measures	30,422	29,669
Other (animal control)	27,087	31,225
	<u>4,156,497</u>	<u>3,425,681</u>
Transportation services:		
Road transport		
Administration and engineering	348,925	291,873
Road and street maintenance	1,004,559	1,090,239
Street lighting	154,086	153,958
Other (signage, marking and festive lighting)	266,245	279,142
Air transport	2,135,243	2,012,561
	<u>3,909,058</u>	<u>3,827,773</u>
Environmental health services:		
Waste collection and disposal	509,001	460,504
Recycling	109,650	109,650
Other (miscellaneous)	80,506	132,745
	<u>699,157</u>	<u>702,899</u>
Public health and welfare services:		
Public health	35,665	33,802
Regional planning and development:		
Urban area weed control	15,049	10,516
Resource conservation and industrial development:		
Regional development	166,494	334,083
Tourism	36,324	14,658
	<u>202,818</u>	<u>348,741</u>
Recreation and cultural services:		
Administration	172,527	178,097
Swimming pool	583,150	531,644
Skating and curling rinks	505,981	568,981
Parks and playgrounds	131,865	202,030
Other recreational facilities	1,136,233	1,137,366
Museums	222,616	311,870
Libraries	324,316	286,528
	<u>3,076,688</u>	<u>3,216,516</u>
Water and sewer services:		
Municipal utility	3,110,022	2,901,362
Total expenses	<u><u>\$ 16,670,666</u></u>	<u><u>\$ 15,988,792</u></u>

TOWN OF THE PAS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022 (restated)	2023	2022 (restated)	2023	2022 (restated)	2023	2022 (restated)	2023	2022 (restated)
REVENUE										
Property taxes	\$ 6,937,242	\$ 6,634,650	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	1,116,659	1,075,084								
User fees	138,669	112,827	112,860	136,613	1,795,194	1,602,804	236,089	275,507	34,290	49,575
Grants - other	761,485	372,375			50,950	179,252				
Permits, licences and fines	66,843	106,174								
Investment income	422,597	198,579								
Other revenue	822,891	541,956			3,938	35,311				
Water and sewer										
Prov of MB - Unconditional Grants	1,609,675	1,123,892								
Prov of MB - Conditional Grants	462,825	(6,196)	-	-	-	-	-	-	-	-
Total revenue	12,338,886	10,159,341	112,860	136,613	1,850,082	1,817,367	236,089	275,507	34,290	49,575
EXPENSES										
Personnel services	666,915	738,171	270,945	233,830	1,074,507	1,041,188	348,965	362,803	26,413	22,355
Contract services	240,871	308,019	3,591,295	2,959,273	186,044	168,607	57,418	27,250	562	2,515
Utilities	83,425	88,524	42,335	39,172	281,065	304,324	4,076	4,345		
Maintenance materials and supplies	84,632	64,007	154,683	107,555	1,378,929	1,345,525	56,610	54,133	7,472	7,715
Grants and contributions	147,524	137,101					109,650	109,650		
Amortization	22,420	26,214	76,095	68,868	729,283	707,732	47,475	24,243	1,218	1,217
Interest on long-term debt	89,878	111,903								
Other	130,045	47,563	21,144	16,982	259,230	260,397	74,963	120,475	-	-
Total expenses	1,465,710	1,521,502	4,156,497	3,425,680	3,909,058	3,827,773	699,157	702,899	35,665	33,802
Surplus (Deficit)	\$ 10,873,176	\$ 8,637,839	\$ (4,043,637)	\$ (3,289,067)	\$ (2,058,976)	\$ (2,010,406)	\$ (463,068)	\$ (427,392)	\$ (1,375)	\$ 15,773

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

TOWN OF THE PAS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

Year Ended December 31, 2023

	Regional Planning and Development		Resource Conservation and Industrial Development		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022 (restated)	2023	2022 (restated)	2023	2022 (restated)	2023	2022 (restated)	2023	2022 (restated)
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,937,242	\$ 6,634,650
Grants in lieu of taxation									1,116,659	1,075,084
User fees					656,737	577,870			2,973,839	2,755,196
Grants (recovery) - other			(44,760)	77,578	225,726	254,030			993,401	883,235
Permits, licences and fines									66,843	106,174
Investment income					748	156			423,345	198,735
Other revenue			24,994		221,998	163,106			1,073,821	740,373
Water and sewer							2,494,835	2,382,834	2,494,835	2,382,834
Prov of MB - Unconditional Grants									1,609,675	1,123,892
Prov of MB - Conditional Grants	-	-	-	-	158,857	192,743	-	9,730,936	621,682	9,917,483
Total revenue	-	-	(19,766)	77,578	1,264,066	1,187,905	2,494,835	12,113,770	18,311,342	25,817,656
EXPENSES										
Personnel services			89,384	89,574	1,556,868	1,704,142	929,022	815,548	4,963,019	5,007,611
Contract services	7,500	6,700	123,137	73,513	55,067	116,013	34,505	47,580	4,296,399	3,709,470
Utilities			1,012	1,556	457,823	424,304	376,837	377,171	1,246,573	1,239,396
Maintenance materials and supplies	7,549	3,816	3,217	4,162	158,960	184,856	586,414	732,308	2,438,466	2,504,077
Grants and contributions									257,174	246,751
Amortization			30,783	29,664	473,363	448,548	874,116	646,850	2,254,753	1,953,336
Interest on long-term debt							175,530	195,349	265,408	307,252
Other	-	-	(44,715)	150,272	374,607	338,654	133,598	86,556	948,872	1,020,899
Total expenses	15,049	10,516	202,818	348,741	3,076,688	3,216,517	3,110,022	2,901,362	16,670,664	15,988,792
Surplus (Deficit)	\$ (15,049)	\$ (10,516)	\$ (222,584)	\$ (271,163)	\$ (1,812,622)	\$ (2,028,612)	\$ (615,187)	\$ 9,212,408	\$ 1,640,678	\$ 9,828,864

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022 (restated)	2023	2022	2023	2022	2023	2022 (restated)
REVENUE								
Property taxes	\$ 6,937,242	\$ 6,634,650	\$ -	\$ -	\$ -	\$ -	\$ 6,937,242	6,634,650
Grants in lieu of taxation	1,116,659	1,075,084					1,116,659	1,075,084
User fees	2,930,907	2,736,800	42,932	18,396			2,973,839	2,755,196
Grants - other	975,337	721,697	18,064	161,537			993,401	883,234
Permits, licences and fines	66,843	106,175					66,843	106,175
Investment income	422,597	198,579	748	157			423,345	198,736
Other revenue	1,017,953	704,482	55,868	35,892			1,073,821	740,374
Water and sewer	2,494,835	12,113,770					2,494,835	12,113,770
Prov of MB - Unconditional Grants	1,609,675	1,123,892					1,609,675	1,123,892
Prov of MB - Conditional Grants	499,215	63,160	122,467	123,387	-	-	621,682	186,547
Total revenue	18,071,263	25,478,289	240,079	339,369	-	-	18,311,342	25,817,658
EXPENSES								
Personnel services	4,545,696	4,603,368	417,323	404,243			4,963,019	5,007,611
Contract services	4,156,345	3,604,366	140,054	105,104			4,296,399	3,709,470
Utilities	1,188,408	1,182,554	58,165	56,842			1,246,573	1,239,396
Maintenance materials and supplies	2,380,753	2,449,395	57,713	54,682			2,438,466	2,504,077
Grants and contributions	257,174	246,751					257,174	246,751
Amortization	2,251,737	1,950,322	3,016	3,014			2,254,753	1,953,336
Interest on long-term debt	265,408	307,252					265,408	307,252
Other	926,823	729,454	22,049	291,445	-	-	948,872	1,020,899
Total expenses	15,972,344	15,073,462	698,320	915,330	-	-	16,670,664	15,988,792
Surplus (Deficit)	\$ 2,098,919	\$ 10,404,827	\$ (458,241)	\$ (575,961)	\$ -	\$ -	\$ 1,640,678	\$ 9,828,866

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

Year Ended December 31, 2023

	2023							
	General	Equipment Replacement	Winton Pool	Fire Equipment	Computer Replacement	Land Development	Arena Renovations	Civic Centre
REVENUE								
Investment income	\$ -	\$ 36,758	\$ 3,648	\$ 18,929	\$ 444	\$ -	\$ 4,226	\$ 928
Other income	-	-	5	35	-	-	543	-
Total revenue	-	36,758	3,653	18,964	444	-	4,769	928
EXPENSES								
Investment charges								
Other expenses	-	249	-	-	-	-	249	-
Total expenses	-	249	-	-	-	-	249	-
NET REVENUES		36,509	3,653	18,964	444		4,520	928
TRANSFERS								
Transfers to reserve fund		331,000	21,336	108,050	7,500		27,010	12,000
Transfers from reserve fund	-	-	(19,811)	(561,079)	(22,457)	-	-	(16,506)
CHANGE IN RESERVE FUND BALANCES		367,509	5,178	(434,065)	(14,513)		31,530	(3,578)
FUND SURPLUS, BEGINNING OF YEAR	-	455,324	60,826	546,058	14,956	11,844	57,549	17,920
FUND SURPLUS, END OF YEAR	\$ -	\$ 822,833	\$ 66,004	\$ 111,993	\$ 443	\$ 11,844	\$ 89,079	\$ 14,342

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

Year Ended December 31, 2023

	2023							
	Utility Replacement	Infrastructure	Lakeside Development	Airport Capital Improvement	Library	Fuel Tank Replacement	Sidewalk Renewal	Cemetery Improvement
REVENUE								
Investment income	\$ 43,177	\$ 96,839	\$ 7,890	\$ 20,488	\$ 1,127	\$ 8,707	\$ 5,239	\$ 931
Other income	-	511	8	18	-	5	5	-
Total revenue	<u>43,177</u>	<u>97,350</u>	<u>7,898</u>	<u>20,506</u>	<u>1,127</u>	<u>8,712</u>	<u>5,244</u>	<u>931</u>
EXPENSES								
Investment charges								
Other expenses	<u>683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>683</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET REVENUES	42,494	97,350	7,898	20,506	1,127	8,712	5,244	931
TRANSFERS								
Transfers to reserve fund				95,000	5,000	44,577		5,550
Transfers from reserve fund	<u>(566,500)</u>	<u>-</u>	<u>-</u>	<u>(134,724)</u>	<u>-</u>	<u>(1,940)</u>	<u>-</u>	<u>-</u>
CHANGE IN RESERVE FUND BALANCES	(524,006)	97,350	7,898	(19,218)	6,127	51,349	5,244	6,481
FUND SURPLUS, BEGINNING OF YEAR	<u>1,012,873</u>	<u>1,634,398</u>	<u>133,206</u>	<u>365,735</u>	<u>16,532</u>	<u>125,675</u>	<u>88,446</u>	<u>12,958</u>
FUND SURPLUS, END OF YEAR	<u>\$ 488,867</u>	<u>\$ 1,731,748</u>	<u>\$ 141,104</u>	<u>\$ 346,517</u>	<u>\$ 22,659</u>	<u>\$ 177,024</u>	<u>\$ 93,690</u>	<u>\$ 19,439</u>

TOWN OF THE PAS

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

Year Ended December 31, 2023

	2023							
	Recreation Infrastructure	Columbarium	Parks and Playgrounds	Waste Dispo -sal Grounds	Community Enhancement	Destination Marketing	Wellness Equipment	Sask. River Waterfront
REVENUE								
Investment income	\$ 4,043	\$ 5,306	\$ 13,110	\$ 81,401	\$ 10,605	\$ 6,889	\$ 1,543	\$ 2,621
Other income	-	-	-	63	-	-	-	3
Total revenue	4,043	5,306	13,110	81,464	10,605	6,889	1,543	2,624
EXPENSES								
Investment charges								
Other expenses	-	17	-	-	-	-	-	-
Total expenses	-	17	-	-	-	-	-	-
NET REVENUES	4,043	5,289	13,110	81,464	10,605	6,889	1,543	2,624
TRANSFERS								
Transfers to reserve fund	53,580			122,689	107,160	53,580	10,000	
Transfers from reserve fund	(42,500)	-	(29,849)	(3,135)	-	(86,400)	(16,370)	-
CHANGE IN RESERVE FUND BALANCES	15,123	5,289	(16,739)	201,018	117,765	(25,931)	(4,827)	2,624
FUND SURPLUS, BEGINNING OF YEAR	62,698	89,602	236,261	1,314,438	125,395	132,613	29,217	44,243
FUND SURPLUS, END OF YEAR	\$ 77,821	\$ 94,891	\$ 219,522	\$ 1,515,456	\$ 243,160	\$ 106,682	\$ 24,390	\$ 46,867

TOWN OF THE PAS

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

Year Ended December 31, 2023

	2023						2022
	Municipal Election	Sam Waller Museum					Total
REVENUE							
Investment income	\$ 230	\$ 5,897	\$ -	\$ -	\$ -	\$ -	\$ 380,976
Other income	-	-	-	-	-	-	1,196
Total revenue	230	5,897	-	-	-	-	382,172
EXPENSES							
Investment charges	-	-	-	-	-	-	1,198
Other expenses	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	1,198
NET REVENUES	230	5,897					380,974
TRANSFERS							
Transfers to reserve fund	1,000	5,000					1,010,032
Transfers from reserve fund	-	-	-	-	-	-	(1,501,271)
CHANGE IN RESERVE FUND BALANCES	1,230	10,897					(110,265)
FUND SURPLUS, BEGINNING OF YEAR	3,369	97,061	-	-	-	-	6,689,197
FUND SURPLUS, END OF YEAR	\$ 4,599	\$ 107,958	\$ -	\$ -	\$ -	\$ -	\$ 6,578,932

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2023

	2023 Budget	2023 Actual	2022 Actual
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
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	-	-	-
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	-	-	-
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	-	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		-	-

TOWN OF THE PAS
SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
December 31, 2023

SCHEDULE 8

	2023						2022
	Water and Sewer						(restated) Total
FINANCIAL ASSETS							
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts receivable	808,682	-	-	-	-	808,682	621,657
Portfolio investments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
	<u>\$ 808,682</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 808,682</u>	<u>\$ 621,657</u>
LIABILITIES							
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-
Asset retirement obligations	3,065,268	-	-	-	-	3,065,268	2,847,687
Long-term debt (Note 9)	4,557,146	-	-	-	-	4,557,146	4,680,808
Due to other funds	2,713,152	-	-	-	-	2,713,152	2,324,499
	<u>10,335,566</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,335,566</u>	<u>9,852,994</u>
NET FINANCIAL ASSETS	<u>\$ (9,526,884)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (9,526,884)</u>	<u>\$ (9,231,337)</u>
NON-FINANCIAL ASSETS							
Tangible capital assets (Schedule 1)	<u>25,147,272</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,147,272</u>	<u>25,426,910</u>
FUND SURPLUS	<u>\$ 15,620,388</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,620,388</u>	<u>\$ 16,195,573</u>

SCHEDULE OF UTILITY OPERATIONS - Water and Sewer
For the Year Ended December 31, 2023

REVENUE	Budget	2023	2022 (restated)
Water			
Water fees	\$ 1,505,529	\$ 1,762,969	\$ 1,759,549
Bulk water sales	214,168	8,715	7,712
Sub-total - water	<u>1,719,697</u>	<u>1,771,684</u>	<u>1,767,261</u>
Sewer			
Sewer fees	474,253	641,319	474,555
Lagoon tipping fees	-	2,630	2,990
Sub-total - sewer	<u>474,253</u>	<u>643,949</u>	<u>477,545</u>
Recovery			
Recovery	-	-	-
Sub-total - recovery	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Capital	-	-	9,730,935
Sub-total - government transfers	<u>-</u>	<u>-</u>	<u>9,730,935</u>
Other			
Hydrant rentals	26,700	26,700	26,700
Penalties	35,000	50,338	38,037
Other income (miscellaneous)	5,480	2,164	73,292
Sub-total - other	<u>67,180</u>	<u>79,202</u>	<u>138,029</u>
Total revenue	<u>2,261,130</u>	<u>2,494,835</u>	<u>12,113,770</u>

TOWN OF THE PAS
SCHEDULE OF UTILITY OPERATIONS (cont'd) - Water and Sewer
For the Year Ended December 31, 2022

EXPENSES	Budget	2023	2022 (restated)
General			
Administration	\$ 347,103	\$ 327,521	\$ 299,771
Training costs		2,817	83
Billing and collection	17,900	41,640	44,280
sub-total- general	<u>365,003</u>	<u>371,978</u>	<u>344,134</u>
Water General			
Purification and treatment	650,845	625,683	639,420
Transmission and distribution	557,175	580,147	627,595
sub-total- water general	<u>1,208,020</u>	<u>1,205,830</u>	<u>1,267,015</u>
Water Amortization & Interest			
Amortization	331,094	331,094	353,300
Interest	175,530	175,530	195,349
sub-total- water amortization & interest	<u>506,624</u>	<u>506,624</u>	<u>548,649</u>
Sewer General			
Collection system costs	181,100	246,213	209,735
Treatment and disposal cost	113,217	145,623	75,608
Lift Station costs	102,331	90,730	106,001
sub-total- sewer general	<u>396,648</u>	<u>482,566</u>	<u>391,344</u>
Sewage Amortization & Interest			
Amortization	543,022	543,022	293,550
sub-total- sewer amortization & interest	<u>543,022</u>	<u>543,022</u>	<u>293,550</u>
Total expenses	<u>3,019,317</u>	<u>3,110,020</u>	<u>2,844,692</u>
NET OPERATING SURPLUS (DEFICIT)	(758,187)	(615,185)	9,269,078
TRANSFERS			
Transfers from (to) operating fund			
Transfers from (to) reserve funds	<u>40,000</u>	<u>40,000</u>	<u>1,509,058</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ (718,187)</u>	(575,185)	10,778,136
FUND SURPLUS, BEGINNING OF YEAR		<u>16,195,573</u>	<u>5,417,437</u>
FUND SURPLUS, END OF YEAR		<u>\$ 15,620,388</u>	<u>\$ 16,195,573</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2023

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long-Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 6,904,883	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,904,883
Grants in lieu of taxation	1,116,660							1,116,660
User fees	2,503,265						7,750	2,511,015
Permits, licences and fines	121,500							121,500
Investment income	175,000							175,000
Other revenue	310,000						20,300	330,300
Water and sewer		2,261,130						2,261,130
Grants - Province of Manitoba	1,917,606						83,884	2,001,490
Grants - other	582,258						88,536	670,794
Transfers from accumulated surplus		479,197			(479,197)			-
Transfers from reserves	130,500				(130,500)			-
Total revenue	13,761,672	2,740,327	-	-	(609,697)	-	200,470	16,092,772
EXPENSES								
General government services	\$ 1,469,587	\$ -	\$ 22,420	\$ 88,707	\$ -	\$ 4,007	\$ -	\$ 1,584,721
Protective services	3,867,931		76,095			237		3,944,263
Transportation services	2,474,881		729,283					3,204,164
Environmental health services	590,352		47,475			14,832		652,659
Public health and welfare services	68,732		1,218					69,950
Regional planning and development	18,000							18,000
Resource conservation and industrial development	119,696		30,783				132,196	282,675
Recreation and cultural services	2,562,019		473,363			3,575	140,434	3,179,391
Water and sewer services		1,969,671	874,116	175,530		106,788		3,126,105
Fiscal services:								-
Transfer to capital	448,775				(448,775)			-
Debt charges	527,160	299,192		(826,352)				-
Deficit recovery		479,197			(479,197)			-
Transfer to reserves	1,612,932				(1,612,932)			-
Allowance for tax assets	1,607	-	-	-	(1,607)			-
Total expenses	13,761,672	2,748,060	2,254,753	(562,115)	(2,542,511)	129,439	272,630	16,061,928
Surplus (Deficit)	\$ -	\$ (7,733)	\$ (2,254,753)	\$ (562,115)	\$ (3,152,208)	\$ (129,439)	\$ (72,160)	\$ 30,844

**TOWN OF THE PAS
ANALYSIS OF TAXES ON ROLL
December 31, 2023**

SCHEDULE 11

	<u>2023</u>	<u>2022</u>
Balance, beginning of year	\$ 1,029,860	\$ 763,232
Add:		
Tax levy (Schedule 12)	9,718,173	9,497,927
Taxes added	27,906	3,026
Penalties or interest	118,313	128,117
Other accounts added		-
Municipal fees		-
Other added to taxes	4,804	31,671
Water added to taxes	195,425	142,007
Tax overpaid refunds	14,167	24,289
Sub-total	<u>10,078,788</u>	<u>9,827,037</u>
Deduct:		
Cash collections - current	8,902,167	8,866,234
Cash collections - arrears	259,498	97,976
Tax cancelled	19,147	32,463
Tax discounts	6,493	9,105
E.P.T.C. - cash advance	394,043	495,883
Other credits	470,141	58,748
Sub-total	<u>10,051,489</u>	<u>9,560,409</u>
Balance, end of year	<u><u>\$ 1,057,159</u></u>	<u><u>\$ 1,029,860</u></u>

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2023

	2023			2022
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
LI.D. #4381	\$ 197,957,880	\$ 0.748	\$ 148,072	\$ 149,588
LI.D. #4435	\$ 197,957,880	\$ 0.737	145,895	180,671
LI.D. #4486	\$ 197,957,880	\$ 0.847	167,670	169,015
Sub-total - Debt charges			<u>461,637</u>	<u>499,274</u>
Reserves:				
Infrastructure	\$ 173,114,280	\$ -	-	129,546
Machinery equip. repl.	\$ 173,114,280	\$ 1.614	279,406	64,773
Municipal election	\$ 173,114,280	\$ 0.005	866	1,705
Computer	\$ 173,114,280	\$ 0.038	6,578	6,818
Arena reserve	\$ 173,114,280	\$ 0.075	12,984	13,636
Museum	\$ 173,114,280	\$ 0.025	4,328	5,114
Wellness equip.	\$ 173,114,280	\$ 0.025	4,328	5,114
Winton pool	\$ 173,114,280	\$ 0.075	12,984	13,636
Civic Centre	\$ 173,114,280	\$ 0.060	10,387	10,227
Fire Equipment	\$ 173,114,280	\$ 0.249	43,105	44,318
Garage/Tanks	\$ 173,114,280	\$ 0.099	17,138	17,045
Library	\$ 173,114,280	\$ 0.025	4,328	5,114
			<u>396,432</u>	<u>317,046</u>
General municipal	\$ 173,114,280	\$ 34.870	6,036,495	5,570,466
Deficit recovery	\$ 173,114,280	\$ -	-	236,250
Business fees			10,555	8,356
Total municipal taxes (Schedule 2)			<u>6,905,119</u>	<u>6,631,392</u>
Education support levy			406,100	417,957
Special levies:				
Kelsey School Division #45			2,406,954	2,448,578
Total education taxes			<u>2,813,054</u>	<u>2,866,535</u>
Total tax levy (Schedule 11)			<u>\$ 9,718,173</u>	<u>\$ 9,497,927</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ending December 31, 2023

	2023 Actual	2022 Actual
General government services:		
Legislative	\$ 84,330	\$ 81,967
General administrative	819,006	995,311
Other (miscellaneous)	562,383	444,983
	<u>1,465,719</u>	<u>1,522,261</u>
Protective services:		
Police	3,577,695	2,950,498
Fire	521,293	414,289
Emergency measures	30,422	29,668
Other (animal control)	27,087	31,225
	<u>4,156,497</u>	<u>3,425,680</u>
Transportation services:		
Road transport		
Administration and engineering	348,925	291,873
Road and street maintenance	1,004,559	1,090,239
Street lighting	154,086	153,958
Other (signage, marking and festive lighting)	266,245	279,142
Air transport	2,135,243	2,012,560
	<u>3,909,058</u>	<u>3,827,772</u>
Environmental health services:		
Waste collection and disposal	509,001	460,504
Recycling	109,650	109,650
Other (miscellaneous)	80,506	132,745
	<u>699,157</u>	<u>702,899</u>
Public health and welfare services:		
Public health	35,665	33,802
Regional planning and development:		
Urban area weed control	15,049	10,516
Resource conservation and industrial development:		
Regional development	30,783	29,664
Tourism	14,799	11,062
	<u>45,582</u>	<u>40,726</u>
Recreation and cultural services:		
Other recreational facilities	2,529,756	2,604,344
Museums	153,095	211,535
Libraries	222,277	169,090
	<u>2,905,128</u>	<u>2,984,969</u>
Total expenses	<u>\$ 13,231,855</u>	<u>\$ 12,548,625</u>

TOWN OF THE PAS
RECONCILIATION OF ANNUAL SURPLUS
December 31, 2023

SCHEDULE 14

	General	2023 Utility	Total	2022 Total (restated)
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 753,449	\$ 282,055	\$ 1,035,504	\$ (188,155)
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	1,010,032	-	1,010,032	855,805
Eliminate revenue - transfers from reserves	(267,001)	(40,000)	(307,001)	(84,228)
Decrease revenue - loss on disposal of TCA	-	-	-	-
Increase revenue - reserve funds interest	380,964	-	380,964	203,138
Increase revenue - Net surplus (deficit) of consolidated entities	(208,100)	-	(208,100)	140,183
Eliminate revenue - transfer from / to nominal surpluses	-	-	-	-
Increase expense - amortization of tangible capital assets	(1,377,621)	(874,116)	(2,251,737)	(2,030,190)
Increase expense - asset retirement obligation accretion	(22,651)	(106,786)	(129,437)	(22,343)
Decrease expense - principal portion of debenture debt	478,453	123,662	602,115	575,550
Eliminate expense - acquisitions of tangible capital assets	1,508,338	-	1,508,338	10,379,106
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 2,255,863	\$ (615,185)	\$ 1,640,678	\$ 9,828,866