TOWN OF THE PAS

Consolidated Financial Statements
For the Year Ended December 31, 2024

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

Baker Tilly HMA LLP
334 Ross Avenue, PO Box 1200
The Pas, MB R9A 1L2

T: 204.623.5437
TF: 1.800.663.2679
F: 204.623.6390

thepas@bakertilly.ca
www.bakertilly.ca

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, 2024, 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 consolidated financial position of the Town of The Pas and its consolidated financial performance, cash flows and supporting schedules 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.

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.

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

(continued.....)

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Town of The Pas as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes 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 consolidated financial statements, including the disclosures, and whether the consolidated 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Baker Tilly HMA LLP

Chartered Professional Accountants

The Pas, Manitoba
October 28, 2025

TOWN OF THE PAS
Consolidated Financial Statements
For the Year Ended December 31, 2024

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash and cash equivalents (Note 3)	**$ 7,822,055**	$ 10,564,836
Amounts receivable (Note 4)	**3,585,462**	2,683,608
Real estate properties held for sale	**427,947**	347,921
Other inventories for sale (Note 5)	**495,608**	529,687
Investments (Note 6)	**1,518,574**	14,821
	$ 13,849,646	$ 14,140,873
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	**$ 2,330,975**	$ 3,027,973
Severance and sick leave payable	**51,885**	56,701
Unearned revenue (Note 8)	**2,200,775**	3,830,203
Asset retirement obligations (Note 9)	**3,854,770**	3,715,441
Long-term debt (Note 10)	**5,313,947**	5,943,875
Obligations under capital lease (Note 11)	**267,759**	
Other liabilities (Note 20)	**122,208**	106,485
	14,142,319	16,680,678
NET FINANCIAL DEBT	**$ (292,673)**	$ (2,539,805)
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	**$ 46,077,785**	$ 45,464,799
Inventories (Note 5)	**522,353**	444,558
Prepaid expenses	**139,677**	111,003
	46,739,815	46,020,360
ACCUMULATED SURPLUS	**$ 46,447,142**	$ 43,480,555

CONTINGENCY AND COMMITMENTS (NOTES 13 AND 14)

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, 2024

	2024 Budget (Note 14)	2024 Actual	2023 Actual
REVENUE			
Property taxes	**$ 7,459,588**	**$ 7,492,426**	$ 6,937,242
Grants in lieu of taxation	**1,207,230**	**1,207,229**	1,116,659
User fees	**3,396,525**	**3,037,185**	2,973,839
Permits, licences and fines	**104,750**	**119,566**	66,843
Investment income	**500,000**	**377,593**	423,345
Other revenue	**373,025**	**693,857**	1,073,821
Water and sewer	**2,853,473**	**3,017,087**	2,494,835
Grants - Province of Manitoba	**2,467,562**	**1,833,303**	2,231,357
Grants - other	**415,727**	**1,512,374**	993,401
Total revenue (Schedules 2, 4 and 5)	**18,777,880**	**19,290,620**	18,311,342
EXPENSES			
General government services	**1,682,517**	**1,545,384**	1,465,712
Protective services	**4,494,818**	**3,513,985**	4,156,497
Transportation services	**3,397,487**	**3,614,785**	3,909,058
Environmental health services	**766,227**	**752,585**	699,157
Public health and welfare services	**38,813**	**78,911**	35,665
Regional planning and development	**8,600**	**29,294**	15,049
Resource conservation and industrial development	**312,228**	**183,115**	202,818
Recreation and cultural services	**3,205,469**	**3,378,439**	3,076,688
Water and sewer services	**3,145,787**	**3,227,535**	3,110,022
Total expenses (Schedules 3, 4 and 5)	**17,051,946**	**16,324,033**	16,670,666
ANNUAL SURPLUS	**$ 1,725,934**	**2,966,587**	1,640,676
ACCUMULATED SURPLUS, BEGINNING OF YEAR		**43,480,555**	41,839,879
ACCUMULATED SURPLUS, END OF YEAR		**$ 46,447,142**	$ 43,480,555

The accompanying notes are an integral part of this financial statement

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
For the Year Ended December 31, 2024

	2024 Budget (Note 15)	2024 Actual	2023 Actual
ANNUAL SURPLUS	**$ 1,725,934**	**$ 2,966,587**	$ 1,640,676
Acquisition of tangible capital assets	**(2,633,534)**	**(2,633,534)**	(2,836,395)
Amortization of tangible capital assets	**2,020,548**	**2,020,548**	2,254,752
Loss on sale of tangible capital assets	**-**	**-**	-
Proceeds on sale of tangible capital assets	**-**	**-**	-
Decrease (increase) in inventories	**(77,795)**	**(77,795)**	(95,926)
Decrease (increase) in prepaid expense	**(28,674)**	**(28,674)**	(25,571)
	(719,455)	**(719,455)**	(703,140)
CHANGE IN NET FINANCIAL DEBT	**$ 1,006,479**	**2,247,132**	937,536
NET FINANCIAL DEBT, BEGINNING OF YEAR		**(2,539,805)**	(3,477,341)
NET FINANCIAL DEBT, END OF YEAR		**$ (292,673)**	$ (2,539,805)

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, 2024

	2024	2023
OPERATING TRANSACTIONS		
Annual surplus	$ 2,966,587	$ 1,640,676
Changes in non-cash items:		
Amounts receivable	(901,854)	(561,543)
Inventories	(43,716)	(124,489)
Prepaids	(28,674)	(25,571)
Accounts payable and accrued liabilities	(696,998)	(1,009,239)
Severance and sick leave payable	(4,816)	(20,340)
Asset retirement obligations	139,329	263,732
Unearned revenue	(1,629,428)	48,553
Other liabilities	15,723	5,955
Amortization	2,020,548	2,254,752
Cash provided by operating transactions	1,836,701	2,472,486
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	-	
Cash used to acquire tangible capital assets	(2,633,534)	(2,836,395)
Cash applied to capital transactions	(2,633,534)	(2,836,395)
INVESTING TRANSACTIONS		
Proceeds on maturity of portfolio investments	14,821	14,078
Purchase of portfolio investments	(1,518,574)	(14,821)
Acquisition of real estate properties	(80,026)	(39,384)
Cash applied to investing transactions	(1,583,779)	(40,127)
FINANCING TRANSACTIONS		
Proceeds of long-term debt		
Debt repayment	(629,928)	(602,116)
Obligation under capital lease	267,759	-
Cash received from (applied to) financing transactions	(362,169)	(602,116)
CHANGE IN CASH AND CASH EQUIVALENTS	(2,742,781)	(1,006,152)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	10,564,836	11,570,988
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 7,822,055	$ 10,564,836

The accompanying notes are an integral part of this financial statement

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 Town 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 Town 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 Town 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 Town'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 cash equivalents

Cash and cash equivalents 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 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

Effective January 1, 2024, the Town adopted PS 3400 *Revenue*. PS 3400 addresses how to account for, and report on, revenues. The municipality used prospective application in the adoption of PS 3400, and the accounting standard has not been applied retroactively. Under prospective application, prior periods are not restated, including the opening accumulated surplus. Adjustments are only applied to events and transactions from January 1, 2024 onwards.

Applying PS 3400 prospectively has not resulted in any material impact to revenue or unearned revenue.

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 Town 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 grants as well as 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 related expenditures are made or 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.

Externally restricted inflows:

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

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:

• The Conceptual Framework for Financial Reporting in the Public Sector replaces the conceptual aspects of PSAS 1000 (Financial Statement Concepts) and PSAS 1100 (Financial Statement Objectives) for fiscal years beginning on or after January 1, 2027. The Conceptual Framework is applied prospectively.

• PSAS 1202, Financial Statement Presentation, replaces PSAS 1201 for fiscal years beginning January 1, 2027.

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 Cash Equivalents**

Cash and cash equivalents are comprised of the following:

	2024	2023
Cash	**$ 7,822,055**	$ 10,564,836

4. **Amounts Receivable**

Amounts receivable are valued at their net realizable value.

	2024	2023
Taxes on roll (Schedule 11)	**$ 1,294,025**	$ 1,057,159
Government grants	**6,000**	3,000
Utility customers	**590,129**	808,682
Organizations and individuals	**938,939**	487,424
Other governments	**105,000**	140,000
Other	**892,807**	455,708
	3,826,900	2,951,973
Less: allowances for doubtful amounts	**(241,438)**	(268,365)
	$ 3,585,462	$ 2,683,608

Included in amounts receivable from other governments is $105,000 payable at $35,000 annually maturing October 31, 2026. (2023 - $140,000) This amount is non-interest bearing.

5. **Inventories**

Inventories for sale:

	2024	2023
Aviation fuel	**$ 103,524**	$ 143,380
Other	**392,084**	386,307
	$ 495,608	$ 529,687

Inventories for use:

	2024	2023
Fuel	$ 23,817	$ 51,138
Aggregate	142,193	122,629
Other supplies (general inventories)	356,343	270,791
	$ 522,353	$ 444,558

6. **Investments**

	2024	2023
TD Canada Trust guaranteed investment certificate	$ 15,147	$ 14,821
Royal Bank of Canada linear account notes	1,503,427	-
	$ 1,518,574	$ 14,821

On September 9, 2024, the Town of The Pas invested $1,500,000 in Royal Bank of Canada Extendible Linear Accrual Notes. These senior, unsecured notes accrue interest at a simple linear rate of 5.40% per annum, with annualized returns ranging from 5.262% at the initial maturity to 4.412% at the final maturity. The initial maturity date is September 9, 2026, and the issuer may extend the maturity annually up to the final maturity date of September 9, 2034, unless notice of redemption is provided at least 15 Toronto business days prior to any maturity date. Repayment of principal and interest is subject to the credit risk of Royal Bank of Canada, as the notes rank equally with other unsecured debt and are not insured by the Canada Deposit Insurance Corporation. The value of the notes may be affected by changes in prevailing interest rates, credit ratings, and market conditions, and early redemption by the issuer may require reinvestment at lower rates. The notes are not listed on any exchange, and there is no assurance of a secondary market, which may limit liquidity. The notes are registered in the Canadian Depository for Securities book-based system and are subject to the Canadian bail-in regime, meaning they may be converted into common shares of the issuer in the event of certain regulatory actions.

7. **Accounts Payable and Accrued Liabilities**

	2024	2023
Accounts payable	$ 1,219,881	$ 1,826,232
Accrued expenses	883,872	949,271
School levies	227,222	252,470
	$ 2,330,975	$ 3,027,973

8. **Unearned Revenue**

	2024	2023
Gas Tax balance, beginning of year	$ 1,908,856	$ 2,227,618
Funding received during the year	315,633	315,209
Interest earned	74,385	118,982
Recognized as revenue during the year	(1,235,449)	(752,953)
Gas Tax balance, end of year	1,063,425	1,908,856
Other deferred revenue	1,137,350	1,921,347
	$ 2,200,775	$ 3,830,203

9. **Asset Retirement Obligations**

	2024	2023
Balance, beginning of year	$ 3,715,441	$ 3,451,709
Liabilities incurred during the year		
Accretion expense	139,329	129,439
Change in assumptions	-	134,293
Estimated total liability	$ 3,854,770	$ 3,715,441

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 seven years. The period for post-closure care is estimated to be 25 years.

The estimated total liability of $441,716 (2023 - $425,750) 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 47 years.

The estimated total liability of $3,160,282 (2023 - $3,050,040) 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 $248,312 (2023 - $239,651) is based on the sum of discounted future cash flows using a discount rate of 3.75%.

10. Long-Term Debt

	2024	2023
General Authority:		
Debenture, interest at 5.625%, payable at $169,100 annually including interest, maturing December 1, 2025	$ **160,093**	$ 311,661
Debenture, interest at 4.625%, payable at $206,615 annually including interest, maturing December 31, 2025	**197,482**	386,232
Debenture, interest at 4.375%, payable at $191,447 annually including interest, maturing December 31, 2027	**527,525**	688,836
Utility Fund Debenture, interest at 3.750%, payable at $299,192 annually including interest, maturing December 31, 2046	**4,428,847**	4,557,146
	$ **5,313,947**	$ 5,943,875

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

2025	$ 659,053
2026	313,836
2027	326,704
2028	148,654
2029	154,228
Thereafter	3,711,472

Schedule of Debentures Pending

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

11. Obligation Under Capital Lease

Future minimum lease payments under the capital lease together with the obligation due under the capital lease are as follows:

	2024	2023
2025	$ 63,834	$ -
2026	63,834	
2027	63,834	
2028	63,834	
2029	63,845	
Total minimum lease payments	$ 319,181	$ -
Less: amount representing future interest at 7.14%	51,422	
Balance of obligation	$ 267,759	$ -

Assets under capital lease include equipment.

	2024	2023
Cost of leased tangible capital assets	$ 267,759	$ -
Accumulated amortization of leased tangible capital assets	(6,731)	-
	$ 261,028	$ -

Amortization expense includes $6,731 (2023 - $0) on leased tangible capital assets.

12. Liability for Contaminated Sites

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

13. 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.

14. 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 PS 3250 *Retirement Benefits*.

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 $251,485 (2023 - $239,486) 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, 2023, indicated the plan was 111.4% funded on a going concern basis and had an unfunded solvency liability of $24.3 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, 2023.

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.

15. 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.

16. Accumulated Surplus

	2024	2023
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	**$ 2,137,320**	$ 976,504
Utility operating fund - Nominal surplus	**(510,249)**	(686,936)
TCA net of related borrowings	**36,632,559**	35,800,688
Reserve funds	**7,266,929**	6,578,932
Accumulated surplus of Town unconsolidated	**45,526,559**	42,669,188
Accumulated surpluses of consolidated entities	**920,583**	811,367
Accumulated surplus per Consolidated Statement of Financial Position	**$ 46,447,142**	$ 43,480,555

17. 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, 2024:

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

It is a requirement of The Municipal Act that the annual financial statements disclose the amount of compensation, expenses and any other payment made to council or committee members by the type of each payment and the total amount of payment to each member of council of the Town. For the year ended December 31, 2024:

b) Compensation paid to members of council amounted to $95,405 in aggregate.

Council Members:

	Compensation	Expenses	Total
Mayor - Andre Murphy	$ 19,724	$ 4,049	$ 23,773
Councillor - Bill Ward	6,193	1,601	7,794
Councillor - Carrie Atkinson	11,861		11,861
Councillor - Gary Hopper	10,879		10,879
Councillor - Lawrence Forster	3,698		3,698
Councillor - Margaret Commodore	3,698		3,698
Councillor - Randy Manych	11,093		11,093
Councillor - Trent Allen	12,593	4,845	17,438
Councillor - Trevor Lane	5,171	-	5,171
	$ 84,910	$ 10,495	$ 95,405

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

18. 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	$ 4,186	$ -	$ 837	$ 3,349
Lagoon study	22,945		2,086	20,859
Sewage lagoon	875		125	750
Bell Ave. lift station	196,000		19,600	176,400
Water treatment plant	167,300		20,913	146,387
LaRose Ave. renewal	886,688		66,667	820,021
Water treatment plant	662,930		82,866	580,064
Lagoon upgrade	9,290,955	-	193,562	9,097,393
	$ 11,231,879	$ -	$ 386,656	$ 10,845,223

19. Trust Funds

The Town administers the following trusts that are not consolidated in these financial statements:

	Balance, beg. of the year	Excess of Receipts Over Disbursements	Balance, end of the year
Handivan	$ 106,485	$ 15,723	$ 122,208

20. 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.

21. 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, 2024 and 2023, the Town did not have any contingent assets.

22. 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;

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, 2024 and 2023 the Town did not have any contractual rights which meet its criteria for disclosure.

23. 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 transfers 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, 2024 and 2023, the Town did not have any related party transactions which met its criteria for disclosure.

24. Public Private Partnerships

The Town is not a party to any public private partnerships.

25. Comparative Figures

Certain prior year comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.

TOWN OF THE PAS

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Year Ended December 31, 2024

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	2024	2023
Cost										
Opening 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
Additions during the year	42,062	110,145	925,965	91,118	92,791	1,235,449	154,319		**2,651,849**	3,203,950
Disposals and write downs	-	-	-	-	(18,315)	-	-	-	**(18,315)**	(367,555)
Closing costs	**3,339,876**	**19,276,794**	**9,165,798**	**249,836**	**165,571**	**11,889,699**	**41,036,371**	**-**	**85,123,945**	82,490,411
Accumulated Amortization										
Opening 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)
Amortization	(90,146)	(456,359)	(486,695)	(14,075)		(148,074)	(825,199)	-	**(2,020,548)**	(2,254,752)
Disposals and write downs	-	-	-	-	-	-	-	-	**-**	-
Closing accum'd amortization	**(909,480)**	**(9,779,050)**	**(5,438,881)**	**(134,410)**	**-**	**(6,224,360)**	**(16,559,979)**	**-**	**(39,046,160)**	(37,025,612)
Net Book Value of Tangible Capital Assets	**$ 2,430,396**	**$ 9,497,744**	**$ 3,726,917**	**$ 115,426**	**$ 165,571**	**$ 5,665,339**	**$ 24,476,392**	**$ -**	**$ 46,077,785**	$ 45,464,799

TOWN OF THE PAS

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2024

SCHEDULE 2

	2024 Actual	2023 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	$ 7,460,324	$ 6,905,119
Taxes added	32,102	32,123
	7,492,426	6,937,242
Grants in lieu of taxation:		
Federal government	136,494	128,768
Federal government enterprises	12,041	11,358
Provincial government	280,022	264,209
Provincial government enterprises	778,672	712,324
	1,207,229	1,116,659
User fees:		
Sales of service	1,010,734	888,798
Sales of goods	1,413,352	1,536,574
Facility use fees	613,099	548,467
	3,037,185	2,973,839
Permits, licences and fines:		
Permits	68,496	17,939
Fines	51,070	48,904
	119,566	66,843
Investment income:		
Cash and investments	377,593	423,345
Other revenue:		
Miscellaneous	495,106	896,471
Penalties	198,751	177,350
	693,857	1,073,821
Water and sewer:		
Municipal utility (Schedule 9)	3,017,087	2,494,835
Grants - Province of Manitoba:		
Municipal operating grants	819,924	798,174
Other unconditional grants	811,501	811,501
Conditional grants	201,878	621,682
	1,833,303	2,231,357
Grants - other:		
Federal government - gas tax funding	1,235,449	752,953
Federal government - other	44,895	88,187
Other municipal governments	232,030	152,261
	1,512,374	993,401
Total revenue	$ 19,290,620	$ 18,311,342

TOWN OF THE PAS

SCHEDULE 3

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2024

	2024 Actual	2023 Actual
General government services:		
Legislative	**$ 81,912**	$ 84,330
General administrative	**974,128**	819,006
Other expenses	**489,344**	562,376
	1,545,384	1,465,712
Protective services:		
Police	**2,745,602**	3,577,695
Fire	**607,875**	521,293
Emergency measures	**31,930**	30,422
Other (animal control)	**128,578**	27,087
	3,513,985	4,156,497
Transportation services:		
Road transport		
Administration and engineering	**372,547**	348,925
Road and street maintenance	**1,084,226**	1,004,559
Street lighting	**155,138**	154,086
Other (signage, marking and festive lighting)	**251,253**	266,245
Air transport	**1,751,621**	2,135,243
	3,614,785	3,909,058
Environmental health services:		
Waste collection and disposal	**510,410**	509,001
Recycling	**176,519**	109,650
Other	**65,656**	80,506
	752,585	699,157
Public health and welfare services:		
Public health	**78,911**	35,665
Regional planning and development:		
Urban area weed control	**29,294**	15,049
Resource conservation and industrial development:		
Regional development	**134,467**	166,494
Tourism	**48,648**	36,324
	183,115	202,818
Recreation and cultural services:		
Administration	**176,705**	172,527
Swimming pool	**644,294**	583,150
Skating and curling rinks	**636,151**	505,981
Parks and playgrounds	**152,982**	131,865
Other recreational facilities	**1,209,965**	1,136,233
Museums	**293,983**	222,616
Libraries	**264,359**	324,316
	3,378,439	3,076,688
Water and sewer services:		
Municipal utility	**3,227,535**	3,110,022
Total expenses	**$ 16,324,033**	$ 16,670,666

TOWN OF THE PAS

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2024

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023	**2024**	2023
REVENUE										
Property taxes	**$ 7,492,426**	$ 6,937,242	**$ -**	$ -	**$ -**	$ -	**$ -**	$ -	**$ -**	$ -
Grants in lieu of taxation	**1,207,229**	1,116,659								
User fees	**124,340**	138,669	**151,164**	112,860	**1,613,845**	1,795,194	**346,801**	236,089	**50,215**	34,290
Grants - other	**1,239,733**	761,485			**750**	50,950				
Permits, licences and fines	**119,566**	66,843								
Investment income	**377,262**	422,597								
Other revenue	**547,825**	822,891			**4,936**	3,938				
Water and sewer										
Prov of MB - Unconditional Grants	**1,631,424**	1,609,675								
Prov of MB - Conditional Grants	**43,160**	462,825	**-**	-	**-**	-	**-**	-	**-**	-
Total revenue	**12,782,965**	12,338,886	**151,164**	112,860	**1,619,531**	1,850,082	**346,801**	236,089	**50,215**	34,290
EXPENSES										
Personnel services	**815,428**	666,915	**423,637**	270,945	**1,086,389**	1,074,507	**351,148**	348,965	**52,220**	26,413
Contract services	**247,689**	240,871	**2,757,097**	3,591,295	**163,548**	186,044	**54,045**	57,418	**1,949**	562
Utilities	**101,718**	83,425	**39,138**	42,335	**284,130**	281,065	**3,638**	4,076		
Maintenance materials and supplies	**46,076**	84,632	**178,294**	154,683	**1,339,467**	1,378,929	**51,164**	56,610	**23,723**	7,472
Grants and contributions	**142,799**	147,524					**176,519**	109,650		
Amortization	**25,377**	22,420	**83,356**	76,095	**493,216**	729,283	**55,231**	47,475	**1,019**	1,218
Interest on long-term debt	**65,615**	89,878								
Other	**100,682**	130,045	**32,463**	21,144	**248,035**	259,230	**60,840**	74,963	**-**	-
Total expenses	**1,545,384**	1,465,710	**3,513,985**	4,156,497	**3,614,785**	3,909,058	**752,585**	699,157	**78,911**	35,665
Surplus (Deficit)	**$ 11,237,581**	$ 10,873,176	**$ (3,362,821)**	$ (4,043,637)	**$ (1,995,254)**	$ (2,058,976)	**$ (405,784)**	$ (463,068)	**$ (28,696)**	$ (1,375)

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

TOWN OF THE PAS

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2024

SCHEDULE 4

	Regional Planning and Development		Resource Conservation and Industrial Development		Recreation and Cultural Services		Water and Sewer Services		Total	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023	**2024**	2023
REVENUE										
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,492,426	$ 6,937,242
Grants in lieu of taxation									1,207,229	1,116,659
User fees					750,819	656,737			3,037,184	2,973,839
Grants (recovery) - other			35,009	(44,760)	236,881	225,726			1,512,373	993,401
Permits, licences and fines									119,566	66,843
Investment income					331	748			377,593	423,345
Other revenue			17,275	24,994	123,825	221,998			693,861	1,073,821
Water and sewer							2,592,375	2,494,835	2,592,375	2,494,835
Prov of MB - Unconditional Grants							424,711		2,056,135	1,609,675
Prov of MB - Conditional Grants	-	-	-	-	158,718	158,857	-	-	201,878	621,682
Total revenue	-	-	52,284	(19,766)	1,270,574	1,264,066	3,017,086	2,494,835	19,290,620	18,311,342
EXPENSES										
Personnel services			92,321	89,384	1,768,880	1,556,868	942,852	929,022	5,532,875	4,963,019
Contract services	24,169	7,500	3,228	123,137	96,932	55,067	27,571	34,505	3,376,228	4,296,399
Utilities			349	1,012	472,088	457,823	297,071	376,837	1,198,132	1,246,573
Maintenance materials and supplies	5,125	7,549	2,559	3,217	202,534	158,960	797,412	586,414	2,646,354	2,438,466
Grants and contributions									319,318	257,174
Amortization			37,131	30,783	500,019	473,363	825,199	874,116	2,020,548	2,254,753
Interest on long-term debt							170,893	175,530	236,508	265,408
Other	-	-	47,527	(44,715)	337,986	374,607	166,537	133,598	994,070	948,872
Total expenses	29,294	15,049	183,115	202,818	3,378,439	3,076,688	3,227,535	3,110,022	16,324,033	16,670,664
Surplus (Deficit)	$ (29,294)	$ (15,049)	$ (130,831)	$ (222,584)	$ (2,107,865)	$ (1,812,622)	$ (210,449)	$ (615,187)	$ 2,966,587	$ 1,640,678

TOWN OF THE PAS

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2024

	Core Government		Controlled Entities		Government Partnerships		Total	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023
REVENUE								
Property taxes	$ **7,492,426**	$ 6,937,242	$ **-**	$ -	$ **-**	$ -	$ **7,492,426**	6,937,242
Grants in lieu of taxation	**1,207,229**	1,116,659					**1,207,229**	1,116,659
User fees	**2,992,953**	2,930,907	**44,232**	42,932			**3,037,185**	2,973,839
Grants - other	**1,398,924**	975,337	**113,450**	18,064			**1,512,374**	993,401
Permits, licences and fines	**119,566**	66,843					**119,566**	66,843
Investment income	**377,262**	422,597	**331**	748			**377,593**	423,345
Other revenue	**662,322**	1,017,953	**31,536**	55,868			**693,858**	1,073,821
Water and sewer	**3,017,086**	2,494,835					**3,017,086**	2,494,835
Prov of MB - Unconditional Grants	**1,631,426**	1,609,675					**1,631,426**	1,609,675
Prov of MB - Conditional Grants	**88,750**	499,215	**113,127**	122,467	**-**	-	**201,877**	621,682
Total revenue	**18,987,944**	18,071,263	**302,676**	240,079	**-**	-	**19,290,620**	18,311,342
EXPENSES								
Personnel services	**5,087,504**	4,545,696	**445,371**	417,323			**5,532,875**	4,963,019
Contract services	**3,356,596**	4,156,345	**19,632**	140,054			**3,376,228**	4,296,399
Utilities	**1,151,942**	1,188,408	**46,190**	58,165			**1,198,132**	1,246,573
Maintenance materials and supplies	**2,592,452**	2,380,753	**53,902**	57,713			**2,646,354**	2,438,466
Grants and contributions	**319,318**	257,174					**319,318**	257,174
Amortization	**2,017,276**	2,251,737	**3,272**	3,016			**2,020,548**	2,254,753
Interest on long-term debt	**236,508**	265,408					**236,508**	265,408
Other	**918,897**	926,823	**75,173**	22,049	**-**	-	**994,070**	948,872
Total expenses	**15,680,493**	15,972,344	**643,540**	698,320	**-**	-	**16,324,033**	16,670,664
Surplus (Deficit)	$ **3,307,451**	$ 2,098,919	$ **(340,864)**	$ (458,241)	$ **-**	$ -	$ **2,966,587**	$ 1,640,678

TOWN OF THE PAS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

SCHEDULE 6

	2024							
	General	Equipment Replacement	Winton Pool	Fire Equipment	Computer Replacement	Land Development	Arena Renovations	Civic Centre
REVENUE								
Investment income	$ -	$ 36,332	$ 3,697	$ 8,055	$ -	$ -	$ 5,063	$ 940
Other income	-	-	-	-	-	-	-	-
Total revenue	-	36,332	3,697	8,055	-	-	5,063	940
EXPENSES								
Investment charges								
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES		36,332	3,697	8,055	-	-	5,063	940
TRANSFERS								
Transfers to reserve fund		291,500	25,646	114,050	21,000		43,601	12,000
Transfers from reserve fund	-	(521,741)	(13,640)	(24,241)	(54,859)	-	(24,530)	(4,045)
CHANGE IN RESERVE FUND BALANCES		(193,909)	15,703	97,864	(33,859)	-	24,134	8,895
FUND SURPLUS, BEGINNING OF YEAR	-	822,833	66,004	111,993	443	11,844	89,079	14,342
FUND SURPLUS, END OF YEAR	$ -	$ 628,924	$ 81,707	$ 209,857	$ (33,416)	$ 11,844	$ 113,213	$ 23,237

TOWN OF THE PAS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

SCHEDULE 6

	2024							
	Utility Replacement	Infrastructure	Lakeside Development	Airport Capital Improvement	Library	Fuel Tank Replacement	Sidewalk Renewal	Cemetery Improvement
REVENUE								
Investment income	$ 31,262	$ 88,903	$ 7,244	$ 15,442	$ 1,292	$ 8,921	$ 4,810	$ 998
Other income	-	-	-	-	-	-	-	-
Total revenue	31,262	88,903	7,244	15,442	1,292	8,921	4,810	998
EXPENSES								
Investment charges								
Other expenses		-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	31,262	88,903	7,244	15,442	1,292	8,921	4,810	998
TRANSFERS								
Transfers to reserve fund	424,711				5,000	52,570		
Transfers from reserve fund	(184,526)	-	-	(91,453)	-	(59,074)	-	-
CHANGE IN RESERVE FUND BALANCES	271,447	88,903	7,244	(76,011)	6,292	2,417	4,810	998
FUND SURPLUS, BEGINNING OF YEAR	488,867	1,731,748	141,104	346,517	22,659	177,024	93,690	19,439
FUND SURPLUS, END OF YEAR	$ 760,314	$ 1,820,651	$ 148,348	$ 270,506	$ 28,951	$ 179,441	$ 98,500	$ 20,437

TOWN OF THE PAS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

SCHEDULE 6

	2024							
	Recreation Infrastructure	Columbarium	Parks and Playgrounds	Waste Disposal Grounds	Community Enhancement	Destination Marketing	Wellness Equipment	Sask. River Waterfront
REVENUE								
Investment income	$ 2,921	$ 4,871	$ 10,792	$ 83,929	$ 14,715	$ 6,185	$ 881	$ 2,406
Other income	-	-	-		-	-	-	
Total revenue	2,921	4,871	10,792	83,929	14,715	6,185	881	2,406
EXPENSES								
Investment charges								
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	2,921	4,871	10,792	83,929	14,715	6,185	881	2,406
TRANSFERS								
Transfers to reserve fund	58,163			240,408	116,326	58,163	14,781	
Transfers from reserve fund	(100,000)	-	(18,609)	(1,611)	(29,369)	(30,587)	(29,259)	-
CHANGE IN RESERVE FUND BALANCES	(38,916)	4,871	(7,817)	322,726	101,672	33,761	(13,597)	2,406
FUND SURPLUS, BEGINNING OF YEAR	77,821	94,891	219,522	1,515,456	243,160	106,682	24,390	46,867
FUND SURPLUS, END OF YEAR	$ 38,905	$ 99,762	$ 211,705	$ 1,838,182	$ 344,832	$ 140,443	$ 10,793	$ 49,273

TOWN OF THE PAS

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2024

	2024							2023
	Municipal Election	Sam Waller Museum	Medical Recruitment				Total	Total
REVENUE								
Investment income	$ 262	$ 5,671	$ 1,152	$ -	$ -	$ -	**$ 346,744**	$ 380,976
Other income	-	-	-	-	-	-	**-**	1,196
Total revenue	262	5,671	1,152	-	-	-	**346,744**	382,172
EXPENSES								
Investment charges								
Other expenses	-	-	7	-	-	-	**7**	1,198
Total expenses	-	-	7	-	-	-	**7**	1,198
NET REVENUES	262	5,671	1,145				**346,737**	380,974
TRANSFERS								
Transfers to reserve fund	1,000	5,000	44,885				**1,528,804**	1,010,032
Transfers from reserve fund	-	-	-	-	-	-	**(1,187,544)**	(1,501,271)
CHANGE IN RESERVE FUND BALANCES	1,262	10,671	46,030				**687,997**	(110,265)
FUND SURPLUS, BEGINNING OF YEAR	4,599	107,958	-	-	-	-	**6,578,932**	6,689,197
FUND SURPLUS, END OF YEAR	$ 5,861	$ 118,629	$ 46,030	$ -	$ -	$ -	**$ 7,266,929**	$ 6,578,932

TOWN OF THE PAS

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2024

SCHEDULE 7

	2024 Budget	2024 Actual	2023 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, 2024

SCHEDULE 8

	2024							2023
	Water and Sewer						Total	Total
FINANCIAL ASSETS								
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	**$ -**	$ -
Amounts receivable	590,129	-	-	-	-	-	**590,129**	808,682
Portfolio investments	-	-	-	-	-	-	**-**	-
Due from other funds	-	-	-	-	-	-	**-**	-
	$ 590,129	$ -	$ -	$ -	$ -	$ -	**$ 590,129**	$ 808,682
LIABILITIES								
Accounts payable and accrued liabilities	$ -	$ -	$ -	$ -	$ -	$ -	**$ -**	$ -
Unearned revenue	-	-	-	-	-	-	**-**	-
Asset retirement obligations (Note 9)	3,180,216						**3,180,216**	3,065,268
Long-term debt (Note 10)	4,428,847	-	-	-	-	-	**4,428,847**	4,557,146
Due to other funds	2,047,519	-	-	-	-	-	**2,047,519**	2,713,152
	9,656,582	-	-	-	-	-	**9,656,582**	10,335,566
NET FINANCIAL DEBT	$ (9,066,453)	$ -	$ -	$ -	$ -	$ -	**$ (9,066,453)**	$ (9,526,884)
NON-FINANCIAL ASSETS								
Tangible capital assets (Schedule 1)	24,476,392	-	-	-	-	-	**24,476,392**	25,147,272
FUND SURPLUS	$ 15,409,939	$ -	$ -	$ -	$ -	$ -	**$ 15,409,939**	$ 15,620,388

TOWN OF THE PAS

SCHEDULE 9

SCHEDULE OF UTILITY OPERATIONS - Water and Sewer
For the Year Ended December 31, 2024

	Budget	2024	2023
REVENUE			
Water			
Water fees	$ 1,912,082	$ 1,747,512	$ 1,707,461
Bulk water sales	7,384	5,915	8,715
Sub-total - water	1,919,466	1,753,427	1,716,176
Sewer			
Sewer fees	716,107	621,222	641,319
Lagoon tipping fees	5,000	2,630	2,630
Sub-total - sewer	721,107	623,852	643,949
Recovery			
Debenture recovery	144,650	142,838	55,508
Sub-total - recovery	144,650	142,838	55,508
Government transfers			
Capital	-	424,711	-
Sub-total - government transfers	-	424,711	-
Other			
Hydrant rentals	26,700	26,700	26,700
Penalties	40,000	45,289	50,338
Miscellaneous income	1,550	270	2,164
Sub-total - other	68,250	72,259	79,202
Total revenue	2,853,473	3,017,087	2,494,835

TOWN OF THE PAS
SCHEDULE OF UTILITY OPERATIONS (cont'd) - Water and Sewer
For the Year Ended December 31, 2024

	Budget	2024	2023 (restated)
EXPENSES			
General			
Administration	$ 364,720	$ 399,505	$ 327,521
Training costs	3,000	189	2,817
Billing and collection	13,076	26,509	41,640
sub-total- general	380,796	426,203	371,978
Water General			
Purification and treatment	607,474	597,276	625,683
Transmission and distribution	606,134	704,022	579,910
sub-total- water general	1,213,608	1,301,298	1,205,593
Water Amort., Accretion & Interest			
Amortization		300,588	331,094
Accretion		255	237
Interest	-	170,893	175,530
sub-total - water amort., accretion & interest	-	471,736	506,861
Sewer General			
Collection system costs	190,735	150,274	145,622
Treatment and disposal cost	142,286	152,856	139,956
Lift Station costs	107,324	85,865	90,437
sub-total- sewer general	440,345	388,995	376,015
Sewage Amort., Accretion & Interest			
Amortization		524,611	543,022
Accretion	-	114,693	106,551
sub-total - sewer amort., accretion & interest	-	639,304	649,573
Total expenses	2,034,749	3,227,536	3,110,020
NET OPERATING DEFICIT	818,724	(210,449)	(615,185)
TRANSFERS			
Transfers from (to) operating fund			
Transfers from (to) reserve funds	-	-	40,000
CHANGE IN UTILITY FUND BALANCE	$ 818,724	(210,449)	(575,185)
FUND SURPLUS, BEGINNING OF YEAR		15,620,388	16,195,573
FUND SURPLUS, END OF YEAR		$ 15,409,939	$ 15,620,388

TOWN OF THE PAS

SCHEDULE 10

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2024

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Accretion	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	$ 7,459,588	$ -	$ -	$ -	$ -	$ -	$ -	**$ 7,459,588**
Grants in lieu of taxation	1,207,230							**1,207,230**
User fees	3,395,200						1,325	**3,396,525**
Permits, licences and fines	104,750							**104,750**
Investment income	500,000							**500,000**
Other revenue	370,000						3,025	**373,025**
Water and sewer		2,853,473						**2,853,473**
Grants - Province of Manitoba	2,385,024						82,538	**2,467,562**
Grants - other	327,209						88,518	**415,727**
Transfers from accumulated surplus		74,144			(74,144)			**-**
Transfers from reserves	150,000	-	-	-	(150,000)	-	-	**-**
Total revenue	15,899,001	2,927,617	-	-	(224,144)	-	175,406	**18,777,880**
EXPENSES								
General government services	$ 1,587,296	$ -	$ 25,377	$ 65,531	$ -	$ 4,313		**$ 1,682,517**
Protective services	4,411,207		83,356			255		**4,494,818**
Transportation services	2,904,271		493,216					**3,397,487**
Environmental health services	695,030		55,231			15,966		**766,227**
Public health and welfare services	37,794		1,019					**38,813**
Regional planning and development	8,600							**8,600**
Resource conservation and industrial development	142,919		37,131				132,178	**312,228**
Recreation and cultural services	2,701,600		500,020			3,849		**3,205,469**
Water and sewer services		2,034,748	825,198	170,893		114,948		**3,145,787**
Fiscal services:								**-**
Transfer to capital	832,349				(832,349)			**-**
Debt charges	567,161	299,192		(866,353)				**-**
Deficit recovery	217,131	74,144			(291,275)			**-**
Transfer to reserves	1,791,913	400,000			(2,191,913)			**-**
Allowance for tax assets	1,730	-	-	-	(1,730)	-		**-**
Total expenses	15,899,001	2,808,084	2,020,548	(629,929)	(3,317,267)	139,331	132,178	**17,051,946**
Surplus (Deficit)	$ -	$ 119,533	$ (2,020,548)	$ (629,929)	$ (3,541,411)	$ (139,331)	$ 43,228	**$ 1,725,934**

TOWN OF THE PAS
ANALYSIS OF TAXES ON ROLL
December 31, 2024

SCHEDULE 11

	2024	2023
Balance, beginning of year	**$ 1,057,159**	$ 1,029,860
Add:		
Tax levy (Schedule 12)	**10,418,467**	9,718,173
Taxes added	**34,796**	27,906
Penalties or interest	**135,050**	118,313
Other accounts added	**880**	
Municipal fees	**22**	
Other added to taxes	**1,501**	4,804
Water added to taxes	**230,962**	195,425
Tax overpaid refunds	**6,993**	14,167
Sub-total	**10,828,671**	10,078,788
Deduct:		
Cash collections - current	**9,165,274**	8,902,167
Cash collections - arrears	**108,013**	259,498
Tax cancelled	**37,896**	19,147
Tax discounts	**6,990**	6,493
E.P.T.C. - cash advance	**396,405**	394,043
Other credits	**877,227**	470,141
Sub-total	**10,591,805**	10,051,489
Balance, end of year	**$ 1,294,025**	$ 1,057,159

TOWN OF THE PAS

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2024

SCHEDULE 12

	2024			2023
	Assessment	**Mill Rate**	**Levy**	Levy
Debt charges:				
LI.D. #4381	$ 198,901,930	$ 0.745	**$ 148,182**	$ 148,072
LI.D. #4435	$ 198,901,930	$ 0.910	**181,001**	145,895
LI.D. #4486	$ 198,901,930	$ 0.843	**167,674**	167,670
Sub-total - Debt charges			**496,857**	461,637
Reserves:				
Infrastructure	$ 173,640,950	$ -	**-**	-
Machinery and equipment	$ 173,640,950	$ 1.443	**250,564**	279,406
Municipal election	$ 173,640,950	$ 0.005	**868**	866
Computer equipment	$ 173,640,950	$ 0.104	**18,059**	6,578
Arena	$ 173,640,950	$ 0.174	**30,214**	12,984
Museum	$ 173,640,950	$ 0.025	**4,341**	4,328
Wellness equipment	$ 173,640,950	$ 0.025	**4,341**	4,328
Winton pool	$ 173,640,950	$ 0.075	**13,023**	12,984
Civic Centre	$ 173,640,950	$ 0.060	**10,418**	10,387
Fire equipment	$ 173,640,950	$ 0.248	**43,063**	43,105
Garage	$ 173,640,950	$ 0.099	**17,190**	17,138
Library	$ 173,640,950	$ 0.025	**4,341**	4,328
			396,422	396,432
General municipal	$ 173,640,950	$ 36.680	**6,369,150**	6,036,495
Deficit recovery	$ 173,640,950	$ 1.08	**187,532**	-
Business fees			**10,363**	10,555
Total municipal taxes (Schedule 2)			**7,460,324**	6,905,119
Education support levy			**406,243**	406,100
Special levies:				
Kelsey School Division #45			**2,551,900**	2,406,954
Total education taxes			**2,958,143**	2,813,054
Total tax levy (Schedule 11)			**$ 10,418,467**	$ 9,718,173

TOWN OF THE PAS

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2024

SCHEDULE 13

	2024 Actual	2023 Actual
General government services:		
Legislative	$ 81,912	$ 84,330
General administrative	974,128	819,006
Other services	489,353	562,383
	1,545,393	1,465,719
Protective services:		
Police	2,745,602	3,577,695
Fire	607,875	521,293
Emergency measures	31,930	30,422
Other (animal control)	128,578	27,087
	3,513,985	4,156,497
Transportation services:		
Road transport		
Administration and engineering	372,547	348,925
Road and street maintenance	1,084,226	1,004,559
Street lighting	155,138	154,086
Other (signage, marking and festive lighting)	251,253	266,245
Air transport	1,751,621	2,135,243
	3,614,785	3,909,058
Environmental health services:		
Waste collection and disposal	510,410	509,001
Recycling	176,519	109,650
Other	65,656	80,506
	752,585	699,157
Public health and welfare services:		
Public health	78,911	35,665
Regional planning and development:		
Urban area weed control	29,294	15,049
Resource conservation and industrial development:		
Regional development	37,131	30,783
Tourism	19,506	14,799
	56,637	45,582
Recreation and cultural services:		
Other recreational facilities	2,876,010	2,529,756
Museums	157,067	153,095
Libraries	192,692	222,277
	3,225,769	2,905,128
Total expenses	$ 12,817,359	$ 13,231,855

TOWN OF THE PAS

RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2024

SCHEDULE 14

	2024			2023
	General	**Utility**	**Total**	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	$ 1,160,815	$ 176,688	**$ 1,337,503**	$ 1,035,504
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	1,450,833	424,711	**1,875,544**	1,010,032
Eliminate revenue - transfers from reserves	(178,576)		**(178,576)**	(307,001)
Decrease revenue - loss on disposal of TCA				
Increase revenue - reserve funds interest				380,964
Increase revenue - Net surplus (deficit) of consolidated entities	142,197		**142,197**	(208,100)
Eliminate revenue - transfer from / to nominal surpluses				
Increase expense - amortization of tangible capital assets	(1,192,076)	(825,199)	**(2,017,275)**	(2,251,737)
Increase expense - asset retirement obligation accretion	(24,381)	(114,948)	**(139,329)**	(129,437)
Decrease expense - principal portion of debenture debt	501,630	128,299	**629,929**	602,115
Eliminate expense - acquisitions of tangible capital assets	1,316,594	-	**1,316,594**	1,508,338
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	$ 3,177,036	$ (210,449)	**$ 2,966,587**	$ 1,640,678