

Rural Municipality of East St. Paul

**Consolidated Financial Statements
For the Year Ended December 31, 2022**

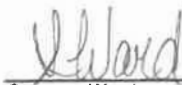
STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of East St. Paul and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants Canada.

In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

Council of the Municipality met with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

Exchange Chartered Professional Accountants, LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditors' report is addressed to the 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 Municipality in accordance with Canadian public sector accounting standards.



Suzanne Ward
Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
Rural Municipality of East St. Paul

Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of East St. Paul, which comprise the consolidated statement of financial position as at December 31, 2022 and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year ended December 31, 2022, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of East St. Paul as at December 31, 2022, and the results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2022 in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Exchange

Chartered Professional Accountants LLP
Winnipeg, Manitoba
September 14, 2023

1-554 St. Mary's Road, Winnipeg, Manitoba R2M 3L5
Telephone (204) 943-4584 Fax (204) 957-5195
E-mail: info@exg.ca Website: www.exg.ca

Rural Municipality of East St. Paul

Consolidated Financial Statements

For the Year Ended December 31, 2022

Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	16
Schedule 2 - Consolidated Schedule of Revenues	17
Schedule 3 - Consolidated Schedule of Expenses	18
Schedule 4 - Consolidated Statement of Operations by Program	20
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	22
Schedule 6 - Schedule of Change in Reserve Fund Balances	23
Schedule 7 - Schedule of L.U.D. Operation	26
Schedule 8 - Schedule of Financial Position for Utilities	27
Schedule 9 - Schedule of Utility Operations	28
Schedule 10 - Reconciliation of the Financial Plan to the Budget	31
Schedule 11 - Analysis of Taxes on Roll	32
Schedule 12 - Analysis of Tax Levy	33
Schedule 13 - Schedule of General Operating Fund Expenses	34
Schedule 14 - Reconciliation of Annual Surplus (Deficit)	36

Rural Municipality of East St. Paul
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022

	<u>2022</u>	<u>2021</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 33,016,465	\$ 33,408,247
Amounts receivable (Note 4)	<u>1,987,511</u>	<u>1,779,812</u>
	<u>\$ 35,003,976</u>	<u>\$ 35,188,059</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	\$ 3,691,976	\$ 3,025,346
Long-term debt (Note 6)	<u>274,269</u>	<u>810,392</u>
	<u>3,966,245</u>	<u>3,835,738</u>
NET FINANCIAL ASSETS	<u>\$ 31,037,731</u>	<u>\$ 31,352,321</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 67,229,498	\$ 65,868,103
Prepaid expenses (Note 17)	<u>107,312</u>	<u>484,182</u>
	<u>67,336,810</u>	<u>66,352,285</u>
ACCUMULATED SURPLUS (Note 12)	<u><u>\$ 98,374,541</u></u>	<u><u>\$ 97,704,606</u></u>

COMMITMENTS AND CONTINGENCIES (NOTES 7 AND 8)

Approved on behalf of Council:



 Mayor



 Councillor

The accompanying notes are an integral part of this financial statement

Rural Municipality of East St. Paul
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2022

	2022 Budget (Note 11)	2022 Actual	2021 Actual
REVENUE			
Property taxes	\$ 8,149,527	\$ 8,212,871	\$ 7,915,264
Grants in lieu of taxation	86,764	86,777	86,794
User fees	539,051	1,025,757	1,388,287
Permits, licences and fines	600,019	662,646	651,030
Investment income	73,713	736,385	245,746
Other revenue	128,794	300,024	168,077
Water and sewer	2,200,682	3,058,066	2,856,728
Grants - Province of Manitoba	3,375,063	1,074,385	2,288,833
Grants - other	753,806	667,685	1,230,785
Total revenue (Schedules 2, 4 and 5)	15,907,419	15,824,596	16,831,544
EXPENSES			
General government services	1,963,658	2,351,609	2,039,484
Protective services	982,497	1,228,702	1,192,259
Transportation services	3,604,997	4,225,025	3,997,866
Environmental health services	1,287,790	1,072,090	1,011,693
Public health and welfare services	2,438	10,519	7,472
Regional planning and development	1,190,676	1,420,732	928,770
Resource conservation and industrial development	83,773	136,165	161,297
Recreation and cultural services	1,475,296	1,774,222	1,516,229
Water and sewer services	2,807,217	2,722,495	2,693,757
Total expenses (Schedules 3, 4 and 5)	13,398,342	14,941,559	13,548,827
ANNUAL SURPLUS	\$ 2,509,077	883,037	3,282,717
ACCUMULATED SURPLUS, BEGINNING OF YEAR		97,704,606	94,421,889
ADJUSTMENT IN CONSOLIDATION OF RED RIVER PLANNING DISTRICT (Note 17)		\$ (213,102)	\$ -
ACCUMULATED SURPLUS, AS RESTATED		\$97,491,504	\$ 94,421,889
ACCUMULATED SURPLUS, END OF YEAR		\$98,374,541	\$ 97,704,606

The accompanying notes are an integral part of this financial statement

Rural Municipality of East St. Paul
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2022

	2022 Budget (Note 11)	2022 Actual	2021 Actual
ANNUAL SURPLUS	<u>\$ 2,509,077</u>	<u>\$ 883,037</u>	<u>\$ 3,282,717</u>
Acquisition of tangible capital assets	(8,810,526)	(4,638,211)	(3,808,215)
Amortization of tangible capital assets	3,218,659	3,229,563	3,104,219
Loss (Gain) on sale of tangible capital assets	-	(95,997)	-
Proceeds on sale of tangible capital assets	-	143,250	-
Decrease (increase) in inventories	-	-	-
Decrease (increase) in prepaid expense	-	376,870	(21,641)
	<u>(5,591,867)</u>	<u>(984,525)</u>	<u>(725,637)</u>
CHANGE IN NET FINANCIAL ASSETS	<u><u>\$ (3,082,790)</u></u>	(101,488)	2,557,080
NET FINANCIAL ASSETS, BEGINNING OF YEAR		31,352,321	28,795,241
ADJUSTMENT IN CONSOLIDATION OF RED RIVER PLANNING DISTRICT (Note 17)		<u>(213,102)</u>	<u>-</u>
NET FINANCIAL ASSETS, AS RESTATED		<u>31,139,219</u>	<u>28,795,241</u>
NET FINANCIAL ASSETS, END OF YEAR		<u><u>\$31,037,731</u></u>	<u><u>\$ 31,352,321</u></u>

The accompanying notes are an integral part of this financial statement

Rural Municipality of East St. Paul
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2022

	<u>2022</u>	<u>2021</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 883,037	\$ 3,282,717
Changes in non-cash items:		
Amounts receivable	(207,699)	89,764
Inventories	-	-
Prepays	376,870	(21,641)
Accounts payable and accrued liabilities	666,630	181,463
Severance and vested sick leave payable	-	-
Landfill closure and post closure liabilities	-	-
Environmental liabilities	-	-
Loss (Gain) on sale of tangible capital asset	(95,997)	-
Amortization	<u>3,229,563</u>	<u>3,104,219</u>
Cash provided by operating transactions	<u>4,852,404</u>	<u>6,636,522</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	143,250	-
Cash used to acquire tangible capital assets	<u>(4,638,211)</u>	<u>(3,808,215)</u>
Cash applied to capital transactions	<u>(4,494,961)</u>	<u>(3,808,215)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	-	-
Proceeds on sale of real estate properties	-	-
Loans and advances repaid	-	-
Purchase of portfolio investments	-	-
Acquisition of real estate properties	-	-
Loans and advances issued	<u>-</u>	<u>-</u>
Cash applied to investing transactions	<u>-</u>	<u>-</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	-
Debt repayment	(536,123)	(327,005)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	<u>-</u>	<u>-</u>
Cash applied to financing transactions	<u>(536,123)</u>	<u>(327,005)</u>
CHANGE IN CASH AND TEMPORARY INVESTMENTS	(178,680)	2,501,302
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	33,408,247	30,906,945
ADJUSTMENT IN CONSOLIDATION OF RED RIVER PLANNING DISTRICT (Note 17)	<u>(213,102)</u>	<u>-</u>
CASH AND TEMPORARY INVESTMENTS, AS RESTATED	<u>33,195,145</u>	<u>30,906,945</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$33,016,465</u></u>	<u><u>\$33,408,247</u></u>

The accompanying notes are an integral part of this financial statement

Rural Municipality of East St. Paul
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

1. Status of the Rural Municipality of East St. Paul

The incorporated Rural Municipality of East St. Paul ("Municipality") is a municipal government that was created in 1916 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, parks and recreation, and other general government operations. The Municipality owns three utilities and has several designated special purpose reserves.

2. Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with public sector accounting standards as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and reflect the following significant accounting policies:

a) Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The Municipality does not have any controlled organizations.

The Municipality has several partnership agreements in place, and as such, consistent with Canadian public sector accounting standards for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Red River North Flood Consortium Inc. - (20%) (2021 - consolidated 20%)

Red River Planning District - (18.8%) (2021 - consolidated 18.8%)

The taxation with respect to the operations of the school divisions are not reflected in the Municipal surplus of these financial statements.

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements. The Municipality did not administer any trust funds at December 31, 2022.

b) Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

c) Cash and Temporary Investments

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition.

d) Investments

Temporary investments are accounted for at the lower of cost and market.

Portfolio investments are accounted for at cost.

e) Landfill Closure and Post Closure Liabilities

The Municipality does not currently operate a landfill, and has entered into a contract for waste disposal as outlined in Note 7.

f) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

g) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Municipality does not capitalize internal finance charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	30 to 50 years
Buildings	25 to 40 years
Underground networks	40 to 60 years
Machinery and equipment	10 to 20 years
Dams and other surface water structures	40 to 60 years

Certain assets which have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the Municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

h) 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.

i) Revenue Recognition

Revenues are recognized as they are earned and measurable.

Government Transfers

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

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

j) 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.

k) Compensated Absences

Compensation expense is accrued to all employees as entitlement to these payments is earned in accordance with the Municipality's benefits plans for vacation and sick allowance.

l) 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 3450 Financial Instruments (effective January 1, 2023) defines and provides guidance for accounting and reporting all types of financial instruments including derivatives.
 - PS 2601 Foreign Currency Translation (effective January 1, 2023) replaces PS 2600 with revised accounting and reporting principles for transactions that are denominated in a foreign currency.
 - PS 1201 Financial Statement Presentation replaces PS 1200 with general reporting principles for disclosure of information and is effective in the period PS 2601 and PS 3450 are adopted.
 - PS 3041 Portfolio Investments replaces PS 3040 with revised accounting and reporting principles for portfolio investments and is effective in the period PS 2601 and PS 3450 are adopted.
 - PS 3280 Asset Retirement Obligations (effective January 1, 2023) defines and provides guidance for accounting and reporting retirement obligations associated with tangible capital assets and includes the withdrawal of PS 3270 Solid Waste Landfill Closure and Post-Closure Liability.
 - 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 partnerships arrangements. Earlier adoption is permitted.
- These new accounting standards have not been applied in preparing these consolidated financial statements.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2022</u>	<u>2021</u>
Cash	\$ 33,016,465	\$ 33,408,247
Temporary investments	-	-
	<u>\$ 33,016,465</u>	<u>\$ 33,408,247</u>

The Municipality has designated \$26,846,903 (2021 - \$26,890,869) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has access to a \$2,000,000 line of credit from Canadian Imperial Bank of Commerce. As at December 31, 2022, \$NIL (2021- \$NIL) of the line of credit was being utilized.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	2022	2021
Taxes on roll (Schedule 11)	\$ 880,376	\$ 767,769
Government grants	-	-
Utility customers	494,985	624,003
Accrued interest	-	-
Organizations and individuals	444,534	269,548
Other governments	178,781	178,781
	1,998,676	1,840,101
Less allowances for doubtful amounts	(11,165)	(60,289)
	\$ 1,987,511	\$ 1,779,812

5. Accounts Payable and Accrued Liabilities

	2022	2021
Accounts payable	\$ 1,815,288	\$ 1,555,242
Accrued banked time	14,165	13,212
Accrued vacation	73,878	73,878
Accrued interest payable	-	-
School levies	693,133	562,120
Refundable deposits	1,065,986	788,403
Government remittances payable	29,526	32,491
Other governments	-	-
	\$ 3,691,976	\$ 3,025,346

6. Long Term Debt

	2022	2021
General Authority:		
Debenture for PW/CS Building, interest at 3.29%, payable at \$211,265 annually including interest, maturing Aug 13, 2023	\$ 139,262	\$ 342,367
Utility Funds:		
Debenture for Sewer Utility, interest at 6.75%, payable at \$1,697 annually including interest, matured Dec 1, 2022	\$ -	\$ 1,590
Debenture for Sewer Utility, interest at 6.75%, payable at \$5,536 annually including interest, matured Dec 1, 2022	-	5,187
Debenture for Sewer Utility, interest at 3.70%, payable at \$9,864 monthly including interest, maturing Feb. 28, 2024	135,007	245,930
	\$ 135,007	\$ 252,707
Red River Planning District:		
Loan payable, bears interest at a floating rate of 3.79%, repayable in monthly principal and interest instalments of \$11,362 and is secured by a general security agreement. Balance was repaid during the year.	\$ -	\$ 215,318
	\$ 274,269	\$ 810,392

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

2023	\$ 254,360
2024	\$ 19,909

7. Commitments

The Municipality has negotiated a non-exclusive long-term contract with Progressive Waste Solutions (formerly BFI Canada) for handling and disposal of garbage and recycling. The contract was re-awarded to Progressive after a tendering process to September 5, 2017. Annual charges under the contract are determined by reference to certain waste and recycling volumes handled. Payments made under the contract for the year 2022 were approximately \$631,785 (2021 - \$630,501).

8. Contingencies

The Municipality owns properties that may contain environmental contamination and may require site reclamation. The amount of any such obligation has not been determined, and these costs if any will be charged to operations in the year incurred.

9. Retirement Benefits

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees are expected to be \$183,675 (2021 - \$180,154) 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, 2021 indicated the plan was 101.4% funded on a going concern basis and had an unfunded solvency liability of \$249.0 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, 2021.

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

10. Financial Instruments

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

11. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Municipality has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by council.

The reconciliation between the financial plan and the budget figures used in these statements is disclosed in Schedule 10 - Reconciliation of the Financial Plan to the Budget.

12. Accumulated Surplus

	2022	2021
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 2,024,323	\$ 1,931,325
Utility operating fund(s) - Nominal surplus	2,267,505	2,985,980
TCA net of related borrowings	66,905,548	65,236,716
Reserve funds	26,846,903	26,890,869
Accumulated surplus of municipality unconsolidated	98,044,279	97,044,890
Accumulated surpluses of consolidated entities	330,262	659,716
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 98,374,541</u>	<u>\$ 97,704,606</u>

13. Public Sector Compensation Disclosure

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$75,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2022:

- a) Compensation paid to members of council amounted to \$250,082 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

	Compensation	Expenses	Total
Mayor - Shelley Hart	\$ 50,658	\$ 3,398	\$ 54,056
Councillor/Mayor - Carla Devlin	41,981	4,370	46,351
Councillor - Orest Horechko	42,501	4,246	46,747
Councillor - Brian Duval	44,133	3,565	47,698
Councillor - Charles Posthumus	45,276	4,937	50,213
Councillor - Brian Imhoff	4,567	450	5,017
	<u>\$ 229,116</u>	<u>\$ 20,966</u>	<u>\$ 250,082</u>

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

Name	Position	Amount
Dave Wardrop	Director of Infrastructure Services	\$ 176,353
Jennifer Rohl	Former Chief Administrative Officer	\$ 109,229
Andrew Toews	Operations Manager	\$ 103,072
Suzanne Ward	Chief Administrative Officer	\$ 96,916
Michael Hall	Utility Supervisor	\$ 92,203
Donald Winsor	Utilities Manager	\$ 89,512
Dane Pischke	Manager of Finance	\$ 86,051
Cara Nichols	Community Development Planner	\$ 85,720
Kurtis Johnson	Assistant Operations Manager	\$ 82,708
David Harrison	Utility Support Staff	\$ 82,283
Gary Russell	Utility Support Staff	\$ 81,859
Jennifer Olynyk-Hay	Infrastructure and Development Officer	\$ 76,097
Kong Vong	Finance Officer	\$ 75,386

14. Segmented Information

The Rural Municipality of East St. Paul 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.

15. Government Partnerships

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

	2022	2021
Financial Position		
Financial Assets	\$ 341,551	\$ 485,027
Liabilities	66,184	256,846
Net financial assets (liabilities)	\$ 275,367	\$ 228,181
Non-financial assets	54,895	431,535
Accumulated surplus	\$ 330,262	\$ 659,716
Result of Operations		
Revenues	\$ 690,862	\$ 618,327
Expenses	804,793	495,154
Annual surplus	\$ (113,931)	\$ 123,173
Elimination of revenues/expenses upon consolidation	(18,463)	(12,442)
Consolidated annual surplus	\$ (132,394)	\$ 110,731

16. Public Utilities Board

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

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

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

Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Water Utility	\$ 4,920,887	\$ -	\$ 141,683	\$ 4,779,204

Sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Sewer Utility	\$ 6,315,594	\$ -	\$ 196,309	\$ 6,119,285

17. Adjustment to Consolidation of Red River Planning District

The City of Selkirk officially withdrew from the Red River Planning District effective June 1, 2022. The settlement agreement resulted in the recognition of the prepaid rent, repayment of the promissory note, and repayment of the City's interest in the District. The net effect of these transactions was a decrease to accumulated surplus of \$213,102.

Further, as a result of the above, and the change in the RM's prorated of the planning district, there was an increase in tangible capital assets in the amount of \$19,635, and an increase in accumulated amortization in the amount of \$11,368.

18. Comparative Figures

Comparative figures have been reclassified to conform to the current year's presentation.

Rural Municipality of East St. Paul
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2022

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	2022	2021
Cost										
Opening costs	\$ 14,034,453	\$ 20,726,198	\$ 8,693,651	\$ 116,788	\$ 1,214,070	\$ 37,241,328	\$ 45,558,756	\$ 1,719,554	\$ 129,304,798	\$ 125,496,583
Change in Red River Planning District (Note 19)	-	-	15,800	3,835	-	-	-	-	19,635	-
Additions during the year	385,665	-	607,595	-	331,092	1,508,633	1,429,018	1,805,226	6,067,229	5,613,617
Disposals and write downs	-	-	(130,029)	-	-	-	-	(1,429,018)	(1,559,047)	(1,805,402)
Closing costs	14,420,118	20,726,198	9,187,017	120,623	1,545,162	38,749,961	46,987,774	2,095,762	133,832,615	129,304,798
Accumulated Amortization										
Opening accum'd amortization	2,444,252	12,265,396	4,535,445	89,815	-	20,712,855	23,388,932	-	63,436,695	60,332,476
Change in Red River Planning District (Note 19)	-	-	7,770	3,598	-	-	-	-	11,368	-
Amortization	228,196	515,435	485,542	9,167	-	929,985	1,061,238	-	3,229,563	3,104,219
Disposals and write downs	-	-	(74,509)	-	-	-	-	-	(74,509)	-
Closing accum'd amortization	2,672,448	12,780,831	4,954,248	102,580	-	21,642,840	24,450,170	-	66,603,117	63,436,695
Net Book Value of Tangible Capital Assets	\$ 11,747,670	\$ 7,945,367	\$ 4,232,769	\$ 18,043	\$ 1,545,162	\$ 17,107,121	\$ 22,537,604	\$ 2,095,762	\$ 67,229,498	\$ 65,868,103

Rural Municipality of East St. Paul
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2022

SCHEDULE 2

	2022 Actual	2021 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 7,889,355	\$ 7,719,550
Taxes added	323,516	195,714
	<u>8,212,871</u>	<u>7,915,264</u>
Grants in lieu of taxation:		
Federal government	-	-
Federal government enterprises	-	-
Provincial government	-	-
Provincial government enterprises	86,777	86,794
Other local governments	-	-
Non-government organizations	-	-
	<u>86,777</u>	<u>86,794</u>
User fees		
Parking meters	-	-
Sales of service	106,931	135,342
Sales of goods	306,582	273,231
Rentals	560,494	370,104
Development charges	51,750	609,610
Facility use fees	-	-
	<u>1,025,757</u>	<u>1,388,287</u>
Permits, licences and fines		
Permits	640,435	615,741
Licences	5,533	4,372
Fees	2,005	896
Fines	14,673	30,021
	<u>662,646</u>	<u>651,030</u>
Investment income:		
Cash and temporary investments	736,385	245,746
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>736,385</u>	<u>245,746</u>
Other revenue:		
Gain(loss) on sale of tangible capital assets	95,997	-
Gain on sale of real estate held for sale	-	-
Contributed assets	-	-
Penalties and interest	98,623	93,914
Miscellaneous (specify):		
Recognized aged lot deposits	-	7,000
Other	105,404	67,163
	<u>300,024</u>	<u>168,077</u>
Water and sewer		
Municipal utilities (Schedule 9)	3,058,066	2,856,728
Consolidated water co-operatives	-	-
	<u>3,058,066</u>	<u>2,856,728</u>
Grants - Province of Manitoba		
Municipal operating grants	787,516	671,629
Other unconditional grants	-	-
Conditional grants	286,869	1,617,204
	<u>1,074,385</u>	<u>2,288,833</u>
Grants - other		
Federal government - gas tax funding	608,872	1,031,664
Federal government - other	-	145,201
Other municipal governments	58,813	53,920
	<u>667,685</u>	<u>1,230,785</u>
Total revenue	<u>\$ 15,824,596</u>	<u>\$ 16,831,544</u>

Rural Municipality of East St. Paul
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2022

SCHEDULE 3

	2022 Actual	2021 Actual
General government services:		
Legislative	\$ 304,964	\$ 281,997
General administrative	987,728	955,973
Other	1,058,917	801,514
	<u>2,351,609</u>	<u>2,039,484</u>
Protective services:		
Police	92,111	84,089
Fire	911,919	854,666
Emergency measures	69,650	185,034
Other	155,022	68,470
	<u>1,228,702</u>	<u>1,192,259</u>
Transportation services:		
Road transport		
Administration and engineering	1,547,387	1,389,857
Road and street maintenance	1,934,696	1,835,623
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	425	68,860
Street lighting	206,677	186,404
Other	535,840	517,122
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>4,225,025</u>	<u>3,997,866</u>
Environmental health services:		
Waste collection and disposal	465,727	468,608
Recycling	173,832	182,577
Other	432,531	360,508
	<u>1,072,090</u>	<u>1,011,693</u>
Public health and welfare services:		
Public health	-	-
Medical care	-	-
Social assistance	-	-
Other	10,519	7,472
	<u>10,519</u>	<u>7,472</u>
Regional planning and development		
Planning and zoning	1,338,095	856,953
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	82,637	71,817
Other	-	-
	<u>1,420,732</u>	<u>928,770</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	136,165	161,297
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>136,165</u>	<u>161,297</u>
Sub-totals forward	<u>\$10,444,842</u>	<u>\$ 9,338,841</u>

Rural Municipality of East St. Paul

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2022

SCHEDULE 3

	2022 Actual	2021 Actual
Sub-totals forward	\$10,444,842	\$ 9,338,841
Recreation and cultural services:		
Administration	841,592	763,771
Community centers and halls	80,838	80,075
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	345,023	211,253
Parks and playgrounds	188,282	168,432
Other recreational facilities	109,092	92,887
Museums	-	-
Libraries	-	-
Other cultural facilities	209,395	199,811
	<u>1,774,222</u>	<u>1,516,229</u>
Water and sewer services (Schedule 9)		
Municipal utilities (Schedule 9)	2,722,495	2,693,757
Consolidated water co-operatives	-	-
	<u>2,722,495</u>	<u>2,693,757</u>
Total expenses	<u>\$ 14,941,559</u>	<u>\$ 13,548,827</u>

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2022

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE										
Property taxes	\$ 8,018,563	\$ 7,755,417	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	86,777	86,794	-	-	-	-	-	-	-	-
User fees	214,612	760,921	35,168	35,041	10,339	31,284	331,807	303,348	-	-
Grants - other	608,872	1,176,865	-	-	-	-	-	-	-	-
Permits, licences and fines	20,206	34,393	-	-	3,600	5,920	-	-	-	-
Investment income	726,672	242,015	-	-	-	-	-	-	-	-
Other revenue	294,868	163,493	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	787,516	671,629	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	286,540	1,616,888	-	-	329	316	-	-	-	-
Total revenue	\$ 11,044,626	\$ 12,508,415	\$ 35,168	\$ 35,041	\$ 14,268	\$ 37,520	\$ 331,807	\$ 303,348	\$ -	\$ -
EXPENSES										
Personnel services	\$ 972,020	\$ 976,407	\$ 406,296	\$ 415,989	\$ 1,401,520	\$ 1,204,309	\$ 56,925	\$ 54,429	\$ -	\$ -
Contract services	811,751	707,714	192,503	177,165	219,702	217,862	856,877	838,937	-	-
Utilities	60,202	53,848	128,696	123,469	261,183	239,832	2,484	2,457	-	-
Maintenance materials and supplies	231,406	179,734	289,880	267,129	927,249	972,752	11,515	31,761	-	-
Grants and contributions	9,888	5,888	5,000	6,157	-	-	-	-	10,519	7,472
Amortization	116,128	113,370	203,905	202,350	1,407,211	1,348,429	144,289	84,109	-	-
Interest on long term debt	-	-	-	-	8,160	14,682	-	-	-	-
Other	150,214	2,523	2,422	-	-	-	-	-	-	-
Total expenses	\$ 2,351,609	\$ 2,039,484	\$ 1,228,702	\$ 1,192,259	\$ 4,225,025	\$ 3,997,866	\$ 1,072,090	\$ 1,011,693	\$ 10,519	\$ 7,472
Surplus (Deficit)	\$ 8,693,017	\$ 10,468,931	\$ (1,193,534)	\$ (1,157,218)	\$ (4,210,757)	\$ (3,960,346)	\$ (740,283)	\$ (708,345)	\$ (10,519)	\$ (7,472)

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

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2022

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 194,308	\$ 159,847	\$ 8,212,871	\$ 7,915,264
Grants in lieu of taxation	-	-	-	-	-	-	-	-	86,777	86,794
User fees	16,821	17,593	-	-	417,010	240,100	-	-	1,025,757	1,388,287
Grants - other	58,813	53,920	-	-	-	-	-	-	667,685	1,230,785
Permits, licences and fines	638,840	610,717	-	-	-	-	-	-	662,646	651,030
Investment income	9,713	3,731	-	-	-	-	-	-	736,385	245,746
Other revenue	5,156	4,584	-	-	-	-	-	-	300,024	168,077
Water and sewer	-	-	-	-	-	-	3,058,066	2,856,728	3,058,066	2,856,728
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	787,516	671,629
Prov of MB - Conditional Grants	-	-	-	-	-	-	-	-	286,869	1,617,204
Total revenue	\$ 729,343	\$ 690,545	\$ -	\$ -	\$ 417,010	\$ 240,100	\$ 3,252,374	\$ 3,016,575	\$ 15,824,596	\$ 16,831,544
EXPENSES										
Personnel services	\$ 676,523	\$ 442,633	\$ -	\$ -	\$ 791,188	\$ 695,778	\$ 475,321	\$ 461,852	\$ 4,779,793	\$ 4,251,397
Contract services	594,198	379,353	59,672	84,804	131,109	128,888	489,253	497,992	3,355,065	3,032,715
Utilities	6,981	5,486	-	-	184,024	96,358	223,378	191,461	866,948	712,911
Maintenance materials and supplies	131,348	89,940	-	-	404,146	347,854	465,619	453,513	2,461,163	2,342,683
Grants and contributions	-	-	-	-	54,360	47,440	-	-	79,767	66,957
Amortization	3,505	2,855	76,493	76,493	209,395	199,811	1,061,238	1,076,802	3,222,164	3,104,219
Interest on long term debt	8,177	8,503	-	-	-	-	7,686	12,137	24,023	35,322
Other	-	-	-	-	-	100	-	-	152,636	2,623
Total expenses	\$ 1,420,732	\$ 928,770	\$ 136,165	\$ 161,297	\$ 1,774,222	\$ 1,516,229	\$ 2,722,495	\$ 2,693,757	\$ 14,941,559	\$ 13,548,827
Surplus (Deficit)	\$ (691,389)	\$ (238,225)	\$ (136,165)	\$ (161,297)	\$ (1,357,212)	\$ (1,276,129)	\$ 529,879	\$ 322,818	\$ 883,037	\$ 3,282,717

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the Year Ended December 31, 2022

	Core Government		Controlled Entities		Government Partnerships		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE								
Property taxes	\$ 8,212,871	\$ 7,915,264	\$ -	\$ -	\$ -	\$ -	\$ 8,212,871	\$ 7,915,264
Grants in lieu of taxation	86,777	86,794	-	-	-	-	86,777	86,794
User fees	1,008,936	1,370,694	-	-	16,821	17,593	1,025,757	1,388,287
Grants - other	608,872	1,176,865	-	-	58,813	53,920	667,685	1,230,785
Permits, licences and fines	78,327	124,974	-	-	584,319	526,056	662,646	651,030
Investment income	726,672	242,015	-	-	9,713	3,731	736,385	245,746
Other revenue	294,868	163,493	-	-	5,156	4,584	300,024	168,077
Water and sewer	3,058,066	2,856,728	-	-	-	-	3,058,066	2,856,728
Prov of MB - Unconditional Grants	787,516	671,629	-	-	-	-	787,516	671,629
Prov of MB - Conditional Grants	286,869	1,617,204	-	-	-	-	286,869	1,617,204
Total revenue	\$ 15,149,774	\$ 16,225,660	\$ -	\$ -	\$ 674,822	\$ 605,884	\$ 15,824,596	\$ 16,831,544
EXPENSES								
Personnel services	\$ 4,208,162	\$ 3,910,829	\$ -	\$ -	\$ 571,631	\$ 340,568	\$ 4,779,793	\$ 4,251,397
Contract services	3,266,362	2,982,020	-	-	88,703	50,695	3,355,065	3,032,715
Utilities	860,867	708,342	-	-	6,081	4,569	866,948	712,911
Maintenance materials and supplies	2,334,466	2,254,720	-	-	126,697	87,963	2,461,163	2,342,683
Grants and contributions	79,767	66,957	-	-	-	-	79,767	66,957
Amortization	3,218,659	3,101,364	-	-	3,505	2,855	3,222,164	3,104,219
Interest on long term debt	15,846	26,819	-	-	8,177	8,503	24,023	35,322
Other	150,214	2,623	-	-	2,422	-	152,636	2,623
Total expenses	\$ 14,134,343	\$ 13,053,674	\$ -	\$ -	\$ 807,216	\$ 495,153	\$ 14,941,559	\$ 13,548,827
Surplus (Deficit)	\$ 1,015,431	\$ 3,171,986	\$ -	\$ -	\$ (132,394)	\$ 110,731	\$ 883,037	\$ 3,282,717

Rural Municipality of East St. Paul
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2022

SCHEDULE 6

	2022									
	General Reserve	Equip Rep. Reserve	Drainage Reserve	Investment Reserve	Road Rebuild. Reserve	Park Land Ded. Reserve	Road Maint. Reserve	Building Reserve	Env Health Reserve	Andrew's Rd. Reserve
REVENUE										
Investment income	\$ 57,223	\$ 16,530	\$ 11,217	\$ 4,884	\$ 35,167	\$ 11,741	\$ 6,617	\$ 32,301	\$ 2,526	\$ 71
Other income	-	-	-	-	-	8,000	-	-	-	-
Total revenue	57,223	16,530	11,217	4,884	35,167	19,741	6,617	32,301	2,526	71
EXPENSES										
Investment charges	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	191,375	-	-	-	-	-
Total expenses	-	-	-	-	191,375	-	-	-	-	-
NET REVENUES	57,223	16,530	11,217	4,884	(156,208)	19,741	6,617	32,301	2,526	71
TRANSFERS										
Transfers from general operating fund	500,000	340,000	50,000	20,000	100,000	-	-	100,000	30,000	-
Transfers to general operating fund	(262,179)	(349,364)	-	-	-	-	-	(194,990)	(111,149)	-
Transfer from reserves	-	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	295,044	7,166	61,217	24,884	(56,208)	19,741	6,617	(62,689)	(78,623)	71
FUND SURPLUS, BEGINNING OF YEAR	2,651,029	772,317	517,798	228,409	1,692,949	547,678	309,464	1,507,642	118,138	3,329
FUND SURPLUS, END OF YEAR	\$ 2,946,073	\$ 779,483	\$ 579,015	\$ 253,293	\$ 1,636,741	\$ 567,419	\$ 316,081	\$ 1,444,953	\$ 39,515	\$ 3,400

Rural Municipality of East St. Paul
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2022

SCHEDULE 6

	2022									
	Arena Reserve	Capital Levy Reserve	Traffic Sig. Reserve	Parks & Rec. Reserve	Fire Equip. Reserve	Gas Tax Reserve	Election Reserve	Centennial Reserve	BH St Scaping Reserve	Collector/Arterial Reserve
REVENUE										
Investment income	\$ 28,364	\$ 19,622	\$ 3,609	\$ 39,651	\$ 7,502	\$ 116,069	\$ 2,582	\$ 13	\$ 8,595	\$ 51,043
Other income	-	20,000	-	-	-	-	-	-	-	-
Total revenue	28,364	39,622	3,609	39,651	7,502	116,069	2,582	13	8,595	51,043
EXPENSES										
Investment charges	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-
NET REVENUES	28,364	39,622	3,609	39,651	7,502	116,069	2,582	13	8,595	51,043
TRANSFERS										
Transfers from general operating fund	200,000	-	-	100,000	130,000	527,295	30,000	-	-	420,000
Transfers to general operating fund	(214,280)	-	-	(196,274)	(71,152)	-	(50,000)	-	(152,179)	(1,685,070)
Transfer from reserves	-	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	14,084	39,622	3,609	(56,623)	66,350	643,364	(17,418)	13	(143,584)	(1,214,027)
FUND SURPLUS, BEGINNING OF YEAR	1,313,876	922,380	166,193	1,847,571	349,495	5,428,097	120,766	626	400,745	2,387,080
FUND SURPLUS, END OF YEAR	\$ 1,327,960	\$ 962,002	\$ 169,802	\$ 1,790,948	\$ 415,845	\$ 6,071,461	\$ 103,348	\$ 639	\$ 257,161	\$ 1,173,053

Rural Municipality of East St. Paul
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2022

SCHEDULE 6

	2022						2021
	Active Trans Reserve	Curling Reserve	Water Reserve	Water Capital Reserve	Sewer Reserve	Sewer Capital Reserve	Total
REVENUE							
Investment income	\$ 3,717	\$ 27	\$ 15,563	\$ 8,530	\$ 37,221	\$ 53,505	\$ 176,905
Other income	-	-	-	16,500	-	7,250	609,610
Total revenue	3,717	27	15,563	25,030	37,221	60,755	786,515
EXPENSES							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	191,375
Total expenses	-	-	-	-	-	-	191,375
NET REVENUES	3,717	27	15,563	25,030	37,221	60,755	434,265
TRANSFERS							
Transfers from general operating fund	120,000	-	-	-	-	-	3,171,664
Transfers to general operating fund	(10,356)	-	-	-	-	-	(2,219,388)
Transfer from reserves	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	314,080	-	322,627
Transfers to utility operating fund	-	-	(162,613)	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	113,361	27	(147,050)	25,030	351,301	60,755	2,061,418
FUND SURPLUS, BEGINNING OF YEAR	172,271	62	732,182	405,206	1,769,254	2,526,312	24,829,451
FUND SURPLUS, END OF YEAR	\$ 285,632	\$ 89	\$ 585,132	\$ 430,236	\$ 2,120,555	\$ 2,587,067	\$ 26,890,869

Rural Municipality of East St. Paul

SCHEDULE 7

SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.
For the Year Ended December 31, 2022

	2022 Budget	2022 Actual	2021 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		\$ -	\$ -

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

As at December 31, 2022

	2022				2021
	Sewer Utility	Water Utility	Glenway Utility	Total	Total
FINANCIAL ASSETS					
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts receivable	148,496	346,490	-	494,985	624,003
Portfolio investments	-	-	-	-	-
Due from other funds	-	1,863,154	-	1,863,154	2,361,977
	<u>\$ 148,496</u>	<u>\$ 2,209,643</u>	<u>\$ -</u>	<u>\$ 2,358,139</u>	<u>\$ 2,985,980</u>
LIABILITIES					
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	-	-	-	-
Long-term debt (Note 9)	135,007	-	-	135,007	252,707
Due to other funds	90,634	-	-	90,634	-
	<u>225,641</u>	<u>-</u>	<u>-</u>	<u>225,641</u>	<u>252,707</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (77,145)</u>	<u>\$ 2,209,643</u>	<u>\$ -</u>	<u>\$ 2,132,498</u>	<u>\$ 2,733,273</u>
NON-FINANCIAL ASSETS					
Tangible capital assets (Schedule 1)	\$ 14,574,014	\$ 10,059,353	\$ -	\$ 24,633,367	\$ 23,889,378
Inventories	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
	<u>14,574,014</u>	<u>10,059,353</u>	<u>-</u>	<u>24,633,367</u>	<u>23,889,378</u>
FUND SURPLUS (DEFICIT)	<u>\$ 14,496,869</u>	<u>\$ 12,268,996</u>	<u>\$ -</u>	<u>\$ 26,765,865</u>	<u>\$ 26,622,651</u>

SCHEDULE OF UTILITY OPERATIONS - Sewer Utility

For the Year Ended December 31, 2022

	2022 Budget (Note 11)	2022	2021
REVENUE			
Sewer			
Sewer fees	\$ 1,960,000	\$ 1,702,974	\$ 1,965,559
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>1,960,000</u>	<u>1,702,974</u>	<u>1,965,559</u>
Property taxes	<u>159,847</u>	<u>159,847</u>	<u>125,386</u>
Government transfers			
Operating	-	-	-
Capital	-	733,869	-
sub-total- government transfers	<u>-</u>	<u>733,869</u>	<u>-</u>
Other			
Hydrant rentals	-	-	-
Connection charges	-	-	-
Penalties	6,000	4,264	-
Inspections	-	3,100	6,400
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	6,400	-	-
sub-total- other	<u>12,400</u>	<u>7,364</u>	<u>6,400</u>
Total revenue	<u>\$ 2,132,247</u>	<u>\$ 2,604,054</u>	<u>\$ 2,097,345</u>
EXPENSES			
General			
Administration	\$ 453,465	\$ 282,878	\$ 276,235
sub-total- general	<u>453,465</u>	<u>282,878</u>	<u>276,235</u>
Sewer General			
Collection system costs	85,000	77,946	63,455
Treatment and disposal cost	810,812	861,118	816,671
Lift Station costs	59,150	41,740	37,712
Transportation services	15,404	6,752	8,560
Contingency	-	-	-
sub-total- sewer general	<u>970,366</u>	<u>987,556</u>	<u>926,398</u>
Sewage Amortization & Interest			
Amortization	-	689,412	689,318
Interest on long term debt	12,220	7,686	12,137
sub-total- sewer amortization & interest	<u>12,220</u>	<u>697,098</u>	<u>701,455</u>
Total expenses	<u>1,436,051</u>	<u>1,967,532</u>	<u>1,904,088</u>
NET OPERATING SURPLUS	696,196	636,522	193,257
TRANSFERS			
Transfers from (to) operating fund	(147,627)	(159,168)	(314,029)
Transfers from (to) capital fund	-	-	-
Transfers from (to) reserve funds	<u>(548,569)</u>	<u>(314,080)</u>	<u>(322,627)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	163,274	(443,399)
FUND SURPLUS, BEGINNING OF YEAR		<u>14,333,595</u>	<u>14,776,994</u>
FUND SURPLUS, END OF YEAR		<u><u>\$ 14,496,869</u></u>	<u><u>\$ 14,333,595</u></u>

Rural Municipality of East St. Paul

SCHEDULE OF UTILITY OPERATIONS - Water Utility

For the Year Ended December 31, 2022

SCHEDULE 9

	2022 Budget (Note 11)	2022	2021
REVENUE			
Water			
Water fees	\$ 810,000	\$ 546,827	\$ 815,406
Bulk Water fees	-	-	-
sub-total- water	810,000	546,827	815,406
Property taxes	-	-	-
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	-	-	-
Other			
Hydrant rentals	41,100	41,100	36,900
Connection charges	8,050	20,053	26,298
Installation service	-	-	-
Penalties	3,600	2,579	-
Inspections	6,165	3,300	6,165
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	18,000	-	-
sub-total- other	76,915	67,032	69,363
Total revenue	\$ 886,915	\$ 613,859	\$ 884,769
EXPENSES			
General			
Administration	\$ 60,178	\$ 19,271	\$ 21,704
sub-total- general	60,178	19,271	21,704
Water General			
Purification and treatment	250,143	211,220	203,205
Water purchases	-	-	-
Transmission and distribution	104,870	145,849	170,440
Hydrant maintenance	-	-	-
Transportation services	20,000	6,797	6,836
Other water costs	11,410	-	-
sub-total- water general	386,423	363,866	380,481
Water Amortization & Interest			
Amortization	-	371,826	387,484
Interest on long term debt	-	-	-
sub-total- water amortization & interest	-	371,826	387,484
Total expenses	446,601	754,963	789,669
NET OPERATING SURPLUS	440,314	(141,104)	95,100
TRANSFERS			
Transfers from (to) operating fund	-	(41,569)	(135,522)
Transfers from (to) capital fund	-	-	-
Transfers from (to) reserve funds	(440,314)	162,613	-
CHANGE IN UTILITY FUND BALANCE	\$ -	(20,060)	(40,422)
FUND SURPLUS, BEGINNING OF YEAR		12,289,056	12,329,478
FUND SURPLUS, END OF YEAR		\$ 12,268,996	\$ 12,289,056

Rural Municipality of East St. Paul
SCHEDULE OF UTILITY OPERATIONS - Glenway
For the Year Ended December 31, 2022

SCHEDULE 9

	2022 Budget (Note 11)	2022	2021
REVENUE			
Water			
Water fees	\$ -	\$ -	\$ -
Bulk Water fees	-	-	-
sub-total- water	-	-	-
Sewer			
Sewer fees	-	-	-
Lagoon tipping fees	-	-	-
sub-total- sewer	-	-	-
Property taxes	\$ 34,461	\$ 34,461	\$ 34,461
Total revenue	\$ 34,461	\$ 34,461	\$ 34,461
Sewer General			
Collection system costs	\$ -	\$ -	\$ -
sub-total- sewer general	-	-	-
Total expenses	\$ -	\$ -	\$ -
NET OPERATING SURPLUS	\$ 34,461	\$ 34,461	\$ 34,461
TRANSFERS			
Transfers from (to) operating fund	-	(34,461)	(34,461)
Transfers from (to) reserve funds	-	-	-
CHANGE IN UTILITY FUND BALANCE	\$ 34,461	-	-
FUND SURPLUS, BEGINNING OF YEAR		-	-
FUND SURPLUS, END OF YEAR		\$ -	\$ -

Rural Municipality of East St. Paul

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2022

	Financial Plan General	Financial Plan Utility(ies)	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 7,989,680	\$ 159,847	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,149,527
Grants in lieu of taxation	86,764	-	-	-	-	-	-	86,764
User fees	522,230	-	-	-	-	-	16,821	539,051
Permits, licences and fines	15,700	-	-	-	-	-	584,319	600,019
Investment income	64,000	-	-	-	-	-	9,713	73,713
Other revenue	123,638	-	-	-	-	-	5,156	128,794
Water and sewer	-	2,200,682	-	-	-	-	-	2,200,682
Grants - Province of Manitoba	3,375,063	-	-	-	-	-	-	3,375,063
Grants - other	694,993	-	-	-	-	-	58,813	753,806
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from utility	-	-	-	-	-	-	-	-
Transfers from reserves	238,500	-	-	-	(238,500)	-	-	-
Total revenue	<u>\$ 13,110,568</u>	<u>\$ 2,360,529</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (238,500)</u>	<u>\$ -</u>	<u>\$ 674,822</u>	<u>\$ 15,907,419</u>
EXPENSES								
General government services	\$ 1,847,102	\$ -	\$ 116,128	\$ -	\$ 428	\$ -	\$ -	\$ 1,963,658
Protective services	778,592	-	203,905	-	-	-	-	982,497
Transportation services	2,187,120	-	1,407,211	10,666	-	-	-	3,604,997
Environmental health services	1,143,501	-	144,289	-	-	-	-	1,287,790
Public health and welfare services	2,438	-	-	-	-	-	-	2,438
Regional planning and development	383,460	-	-	-	-	-	807,216	1,190,676
Resource cons and industrial dev	7,280	-	76,493	-	-	-	-	83,773
Recreation and cultural services	1,265,901	-	209,395	-	-	-	-	1,475,296
Water and sewer services	-	1,733,759	1,061,238	12,220	-	-	-	2,807,217
Fiscal services:								
Transfer to capital	2,444,265	-	-	-	(2,444,265)	-	-	-
Transfer to utility	159,847	-	-	-	(159,847)	-	-	-
Debt charges	211,265	125,386	-	-	(336,651)	-	-	-
Short term interest	-	-	-	-	-	-	-	-
Transfer to reserves	2,679,369	466,923	-	-	(3,146,292)	-	-	-
Allowance for tax assets	428	-	-	-	(428)	-	-	-
Total expenses	<u>\$ 13,110,568</u>	<u>\$ 2,326,068</u>	<u>\$ 3,218,659</u>	<u>\$ 22,886</u>	<u>\$ (6,087,055)</u>	<u>\$ -</u>	<u>\$ 807,216</u>	<u>\$ 13,398,342</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ 34,461</u>	<u>\$ (3,218,659)</u>	<u>\$ (22,886)</u>	<u>\$ 5,848,555</u>	<u>\$ -</u>	<u>\$ (132,394)</u>	<u>\$ 2,509,077</u>

Rural Municipality of East St. Paul
ANALYSIS OF TAXES ON ROLL
December 31, 2022

SCHEDULE 11

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 767,769	\$ 851,871
Add:		
Tax levy (Schedule 12)	19,493,908	19,301,929
Taxes added	323,516	195,714
Penalties or interest	98,623	93,914
Other accounts added	119,951	118,798
Tax Adjustments (specify)	-	-
Tax Adjustments (specify)	-	-
Sub-total	20,035,998	19,710,355
Deduct:		
Cash collections - current	17,944,339	17,445,210
Cash collections - arrears	585,256	705,348
Cash collections - future	98,796	95,149
Write-offs	-	-
Title value of land sales	-	-
Title value of tax title acquired	-	-
Tax discounts	-	-
M.P.T.C. - cash advance	1,295,000	1,548,750
Other credits (specify)	-	-
Sub-total	19,923,391	19,794,457
Balance, end of year	\$ 880,376	\$ 767,769

Rural Municipality of East St. Paul
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2022

SCHEDULE 12

	2022			2021
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Frontage	\$ -	\$ -	\$ 40,694	\$ 40,694
LI.D.	\$ -	\$ -	-	-
Other (specify)	\$ -	\$ -	-	-
Acre			-	-
Mill Rate	\$ 898,242,810	\$ 0.233	209,291	209,139
Parcel			118,050	118,050
sub-total- Debt charges			368,035	367,883
General municipal	\$ 898,242,810	\$ 5.846	5,251,127	5,083,477
Special levies:				
General	\$ 898,242,810	\$ 0.550	494,042	494,311
Machinery Replacement	\$ 898,242,810	\$ 0.374	336,214	336,132
Investment	\$ 898,242,810	\$ 0.022	19,777	19,773
Fire Equipment	\$ 898,242,810	\$ 0.143	128,553	128,521
Drainage	\$ 898,242,810	\$ 0.055	49,443	49,431
Building	\$ 898,242,810	\$ 0.110	98,887	98,862
Road Rebuilding	\$ 898,242,810	\$ 0.110	98,887	98,862
Arena	\$ 898,242,810	\$ 0.220	197,773	197,724
Parks & Recreation	\$ 898,242,810	\$ 0.110	98,887	98,862
Transfer Station	\$ 898,242,810	\$ 0.033	29,666	29,659
Election	\$ 898,242,810	\$ 0.033	29,666	29,659
Collector/Arterial Roads	\$ 898,242,810	\$ 0.462	415,324	415,229
Active Transportation	\$ 898,242,810	\$ 0.132	118,664	118,635
Curling Club	\$ 898,242,810	\$ 0.039	34,610	34,602
sub-total- Special levies			2,150,393	2,150,263
Business tax (rate%)			119,800	117,927
Total municipal taxes (Schedule 2)			7,889,355	7,719,550
Education support levy	\$ 51,351,760	\$ 8.714	447,479	411,910
Special levies:				
River East Transcona S.D.	\$ 898,242,810	\$ 12.421	11,157,074	11,170,469
sub-total- Special levies			11,157,074	11,170,469
Total education taxes			11,604,553	11,582,379
Total tax levy (Schedule 11)			\$ 19,493,908	\$ 19,301,929

Rural Municipality of East St. Paul

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2022

SCHEDULE 13

	2022 Actual	2021 Actual
General government services:		
Legislative	\$ 304,964	\$ 281,997
General administrative	987,728	955,973
Other	1,058,917	801,514
	<u>2,351,609</u>	<u>2,039,484</u>
Protective services:		
Police	92,111	84,089
Fire	911,919	854,666
Emergency measures	69,650	185,034
Other	152,600	68,470
	<u>1,226,280</u>	<u>1,192,259</u>
Transportation services:		
Road transport		
Administration and engineering	1,547,387	1,389,857
Road and street maintenance	1,934,696	1,835,623
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	425	68,860
Street lighting	206,677	186,404
Other	535,840	517,122
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>4,225,025</u>	<u>3,997,866</u>
Environmental health services:		
Waste collection and disposal	465,727	468,608
Recycling	173,832	182,577
Other	432,531	360,508
	<u>1,072,090</u>	<u>1,011,693</u>
Public health and welfare services:		
Public health	-	-
Medical care	-	-
Social assistance	-	-
Other	10,519	7,472
	<u>10,519</u>	<u>7,472</u>
Regional planning and development		
Planning and zoning	549,343	374,243
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	82,637	71,817
Other	-	-
	<u>631,980</u>	<u>446,060</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	136,165	161,297
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>136,165</u>	<u>161,297</u>
Sub-totals forward	<u>\$ 9,653,668</u>	<u>\$ 8,856,131</u>

Rural Municipality of East St. Paul

SCHEDULE 13

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2022

	2022 Actual	2021 Actual
Sub-totals forward	\$ 9,653,668	\$ 8,856,131
Recreation and cultural services:		
Administration	841,592	763,771
Community centers and halls	80,838	80,075
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	345,023	211,253
Parks and playgrounds	188,282	168,432
Other recreational facilities	109,092	92,887
Museums	-	-
Libraries	-	-
Other cultural facilities	209,395	199,811
	1,774,222	1,516,229
Total expenses	\$ 11,427,890	\$ 10,372,360

Rural Municipality of East St. Paul
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) - Unaudited
December 31, 2022

SCHEDULE 14

	General	2022 Utility	Total	2021 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ (109,774)	\$ 26,106	\$ (83,668)	\$ 88,224
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	2,667,295	314,080	2,981,375	3,494,291
Eliminate revenue - transfers from reserves	(3,296,993)	(162,613)	(3,459,606)	(2,219,388)
Increase revenue - reserve funds interest	573,890	-	573,890	176,905
Increase revenue - reserve funds other income	28,000	23,750	51,750	609,610
Increase expense - reserve funds other expense	-	-	-	-
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	(132,394)	-	(132,394)	110,731
Decrease expense - contributions to consolidated entities	18,463	-	18,463	12,442
Eliminate revenue - transfers between funds	(200,737)	200,737	-	-
Decrease revenue - proceeds on sale of tangible capital assets	(143,250)	-	(143,250)	-
Increase (Decrease) revenue - gain/(loss) on sale of TCA's	85,997	-	85,997	-
Increase expense - amortization of tangible capital assets	(2,157,421)	(1,061,238)	(3,218,659)	(3,101,364)
Decrease expense - principal portion of debenture debt	203,105	117,700	320,805	309,831
Decrease revenue - grants received for acquisitions of capital assets	-	(733,869)	(733,869)	-
Eliminate expense - acquisitions of tangible capital assets	2,816,977	1,805,226	4,622,203	3,801,435
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 353,158	\$ 529,879	\$ 883,037	\$ 3,282,717