

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

RURAL MUNICIPALITY OF THOMPSON
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STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Rural Municipality of Thompson:

The Municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the consolidated financial statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Sensus Chartered Professional Accountants Ltd., as the Municipality's appointed external auditors, have audited the financial statements. The Auditor's Report is addressed to the Council Members and appears on the following page. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

Brian Callum
Reeve

INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of:
Rural Municipality of Thompson
Miami, Manitoba

Qualified Opinion

We have audited the consolidated financial statements of Rural Municipality of Thompson, which comprise of the consolidated statement of financial position as at December 31, 2024, the consolidated statement of operations, consolidated statement of changes in net financial assets, consolidated statement of cash flows, consolidated statement of remeasurement gains (losses) for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis of Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Rural Municipality of Thompson as at December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Public Sector Accounting Board has introduced section PS 3280 which is a standard establishing guidance on the accounting and reporting on the retirement of tangible capital assets controlled by the Municipality. The Municipality has not provided a reasonable estimate for the asset retirement costs associated with their landfills, lagoon, wells or buildings containing asbestos, to determine the asset retirement obligations. As such, we have qualified our audit opinion due to the departure from Canadian public sector accounting standards. The effects of this departure on the financial statements for the year ended December 31, 2024 have not been determined, as there is insufficient information available.

We were not able to observe the counting of the physical inventories or satisfy ourselves concerning those inventory quantities by alternative means for gravel and culvert inventory balances. Our audit opinion on the consolidated financial statements for the year ended December 31, 2024, was modified accordingly because of the possible effects of this limitation in scope. Accordingly, we were unable to determine whether any adjustments might have been found necessary in inventory, the consolidated statement of operations, consolidated statement of changes in net debt and consolidated statement of cash flows.

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 consolidated financial statements section of our report. We are independent of the Rural Municipality of Thompson in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we 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 qualified opinion.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing Rural Municipality of Thompson's 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 Rural Municipality of Thompson or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities 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 auditing standards, we exercise our 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 Rural Municipality of Thompson'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 Rural Municipality of Thompson's 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 consolidated 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 Rural Municipality of Thompson 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the directions, 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.

Brandon, Manitoba
October 10, 2025


Chartered Professional Accountants Ltd.

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash (Note 3)	\$ 3,042,513	\$ 3,061,602
Amounts receivable (Note 4)	511,106	500,162
Portfolio investments (Note 5)	5,773	14,748
Other inventories for sale (Note 6)	1,860	2,040
	<u>3,561,252</u>	<u>3,578,552</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	467,363	306,654
Deferred revenue	323,297	881,703
Asset retirement obligations (Note 8)	15,160	70,557
Long-term debt (Note 9)	924,019	853,319
	<u>1,729,839</u>	<u>2,112,233</u>
NET FINANCIAL ASSETS	<u>1,831,413</u>	<u>1,466,319</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	6,967,859	6,895,282
Inventories (Note 6)	2,135	2,346
Prepaid expenses	38,673	41,977
Real estate properties held for sale (Note 2)	32,978	36,884
	<u>7,041,645</u>	<u>6,976,489</u>
ACCUMULATED SURPLUS (Note 14)	<u>\$ 8,873,058</u>	<u>\$ 8,442,808</u>
Accumulated surplus is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 8,873,058	\$ 8,442,808
Accumulated remeasurement gains (losses)		
	<u>\$ 8,873,058</u>	<u>\$ 8,442,808</u>
CONTINGENCIES (Note 21)		
COMMITMENTS (Note 22)		

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2024

	2024 Budget (Note 13)	2024 Actual	2023 Actual
REVENUE			
Property taxes	\$ 2,106,703	\$ 2,124,747	\$ 2,047,253
Grants in lieu of taxation	3,075	3,075	4,633
User fees	393,026	400,809	318,922
Permits, licences and fines	59,153	45,643	32,705
Investment income	33,380	143,834	134,396
Other revenue	152,423	231,007	819,620
Water and sewer	494,068	549,400	569,638
Grants - Province of Manitoba	1,924,690	823,461	1,100,355
Grants - Other	118,330	117,116	112,673
Total revenue (Schedules 2, 4 and 5)	<u>5,284,848</u>	<u>4,439,092</u>	<u>5,140,195</u>
EXPENSES			
General government services	555,309	558,998	711,465
Protective services	126,665	139,772	133,032
Transportation services	1,470,668	1,939,465	1,993,756
Environmental health services	272,781	235,017	207,102
Public health and welfare services	83,100	139,052	102,795
Regional planning and development	20,364	40,353	24,686
Resource conservation and industrial development	74,133	64,925	62,735
Recreation and cultural services	362,421	378,668	439,858
Water and sewer services	500,213	512,592	543,279
Total expenses (Schedules 3, 4 and 5)	<u>3,465,654</u>	<u>4,008,842</u>	<u>4,218,708</u>
ANNUAL SURPLUS	<u>\$ 1,819,194</u>	<u>430,250</u>	<u>921,487</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>8,442,808</u>	<u>7,521,321</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 8,873,058</u>	<u>\$ 8,442,808</u>

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2024

	2024 Budget (Note 13)	2024 Actual	2023 Actual
ANNUAL SURPLUS	\$ 1,819,194	\$ 430,250	\$ 921,487
Acquisition of tangible capital assets	(2,164,533)	(495,400)	(908,815)
Amortization of tangible capital assets	392,059	392,059	353,448
Gain on sale of tangible capital assets		(36,613)	(71)
Proceeds on sale of tangible capital assets		67,377	247
Decrease (increase) in inventories		211	(358)
Decrease (increase) in prepaid expenses		3,302	(7,435)
Decrease (increase) in properties held for sale		3,908	
	(1,772,474)	(65,156)	(562,984)
CHANGE IN NET FINANCIAL ASSETS	\$ 46,720	365,094	358,503
NET FINANCIAL ASSETS, BEGINNING OF YEAR		1,466,319	1,107,816
NET FINANCIAL ASSETS, END OF YEAR		\$ 1,831,413	\$ 1,466,319

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2024

	2024	2023
OPERATING TRANSACTIONS		
Annual surplus	\$ 430,250	\$ 921,487
Changes in non-cash items:		
Amounts receivable	(10,944)	(52,669)
Inventories	389	2
Prepays	3,304	(7,435)
Accounts payable and accrued liabilities	159,008	(53,743)
Deferred revenue	(558,406)	229,088
Severance and sick leave payable	1,703	42
Asset retirement obligations	(55,397)	55,397
Gain on sale of properties held for resale	(47,146)	
Gain on sale of tangible capital assets	(36,613)	(71)
Amortization	392,059	353,448
Cash provided by operating transactions	<u>278,207</u>	<u>1,445,546</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	67,377	247
Cash used to acquire tangible capital assets	(495,400)	(908,815)
Cash applied to capital transactions	<u>(428,023)</u>	<u>(908,568)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties	51,053	
Portfolio investments repaid	8,975	10,016
Cash applied to investing transactions	<u>60,028</u>	<u>10,016</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	260,950	68,921
Debt repayment	(190,251)	(184,385)
Cash applied to financing transactions	<u>70,699</u>	<u>(115,464)</u>
INCREASE (DECREASE) IN CASH	<u>(19,089)</u>	<u>431,530</u>
CASH, BEGINNING OF YEAR	<u>3,061,602</u>	<u>2,630,072</u>
CASH, END OF YEAR	<u>\$ 3,042,513</u>	<u>\$ 3,061,602</u>

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2024

	2024	2023
	Actual	Actual
ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	\$	\$
Unrealized gains (losses) attributable to:		
Portfolio investments		
Foreign exchange		
Derivatives		
Amounts reclassified to the statement of operations:		
Portfolio investments		
Foreign exchange		
Derivatives		
NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR		
ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$	\$

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

1. STATUS OF THE RURAL MUNICIPALITY OF THOMPSON

The incorporated Rural Municipality of Thompson (“the Municipality”) is a Municipality that was created on January 6, 1909 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SUMMARY OF 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:

Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Municipality. Inter-fund and inter-company balances and transactions have been eliminated. The Municipality has no controlled organizations.

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted for 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 consolidated financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Pembina Valley Water Cooperative Inc. (2%) (2023 - 2%)
MSTW Planning District (1.90%) (2023 1.90%)
South Central Regional Library (4.35%) (2023 - 4.35%)

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

Trust funds and their related operations administered by the Municipality are not consolidated in these consolidated financial statements. The trust funds administered by the Municipality are presented in Note 16.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

Financial Instruments

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

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

Fair value:

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

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the consolidated statement of remeasurement gains (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 long-term 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.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Foreign Currency Translation

The Municipality's foreign currency risk is reflected in its consolidated 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 consolidated 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 (losses).

In the period of settlement, the cumulative amount of foreign exchange gains and losses is removed from the consolidated statement of remeasurement gains (losses) and is recognized in the consolidated statement of operations.

Cash and Cash Equivalents

Cash equivalents include short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to insignificant risk of changes in value.

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 31st. Changes in the value of portfolio investments due to foreign currency changes are recorded in the consolidated statement of remeasurement gains (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.

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.

Landfill Closure and Post Closure Liabilities

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

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

Purchased intangible assets are identifiable non-monetary economic resources without physical substance, which are acquired through an arm's length transaction. Purchased intangible assets are recognized in the financial statements when they meet the definition of an asset and general criteria in PS 1000, Financial Statement Concepts. This guideline came into effect on January 1, 2024.

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

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Tangible Capital Assets (continued)

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.

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.

Revenue Recognition

Effective January 1, 2024, the Municipality 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.

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 Municipality 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 Municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fees and Other Revenues (continued)

Revenue from non-exchange transactions is recognized when the Municipality has the authority and identifies a past transaction or event that gives rise to an asset. Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on delivery of products

Revenue from contracts with customers is recognized at an amount equal to the transaction price allocated to the specific distinct performance obligation when the performance obligation is satisfied. Revenue from contracts with customers is evaluated and separated into distinct performance obligations when there is a distinct good or service to be transferred in the future.

Government Transfers

Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31st, for which any eligibility criteria have been met and that 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.

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.

Asset Retirement Obligations

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

- There is a legal obligation for the Municipality to incur costs in relation to a specific tangible capital asset,
- There is a past transaction or event causing the liability that has occurred,
- When economic benefits will need to be given up to remediate the liability, and
- When 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.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 Municipality 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.

Liability for Contaminated Site(s)

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:
 - a. Is directly responsible; or
 - b. Accepts responsibility; and
- iv. A reasonable estimate of the amount can be made.

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.

Measurement Uncertainty

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts are unknown at the time the consolidated financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the consolidated 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 consolidated 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 consolidated financial statement date. The actual future cash flows and timing of obligations arising from asset retirement may differ significantly from these estimates.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 consolidated 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 100 (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 Municipality 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

Cash is comprised of the following:

	2024	2023
Cash	\$ 3,042,513	\$ 3,061,602

The Municipality has designated \$1,855,619 (2023 - \$1,508,999) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has an authorized line of credit with Access Credit Union Ltd. The Access Credit Union Ltd. general operating bank account has an authorized limit of \$525,000 (2023 - \$525,000) with interest at 5.45% (2023 - 7.20%). The line of credit is secured by a general security agreement and the current year taxes.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2024	2023
Taxes on roll (Schedule 11)	\$ 176,153	\$ 130,677
Utility customers (Schedule 8)	18,743	16,488
Organizations and individuals	238,396	268,785
Other governments	77,814	84,212
	<u>\$ 511,106</u>	<u>\$ 500,162</u>

5. PORTFOLIO INVESTMENTS

	2024	2023
Marketable securities:		
Pembina Valley Water Cooperative Inc. - Unrealized gain (losses)		
attributed to derivatives - interest rate swaps	\$ 5,773	\$ 14,748
	<u>\$ 5,773</u>	<u>\$ 14,748</u>

The interest rate swaps are derivative financial instruments. They effectively lock in a fixed rate. Management does not believe that the demand features of the callable debt will be exercised in the current period.

6. INVENTORIES

Inventories for sale:

	2024	2023
History books	\$ 1,860	\$ 2,040
	<u>\$ 1,860</u>	<u>\$ 2,040</u>

Inventories for use:

Water Co-op	\$ 2,135	\$ 2,346
	<u>\$ 2,135</u>	<u>\$ 2,346</u>

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
School levies	\$ 245,256	\$ 16,873
Accounts payable	141,839	209,062
Accrued expenses	80,268	80,719
	\$ 467,363	\$ 306,654

8. ASSET RETIREMENT OBLIGATIONS

	2024	2023
Balance, beginning of year	\$ 70,557	\$ 15,160
Accretion expense		2,314
Change in assumptions	(55,397)	53,083
Balance, end of year	\$ 15,160	\$ 70,557

The balance represents closure and post closure costs for landfill sites. A new accounting standard that addresses the reporting of legal obligations associated with the retirement of tangible capital assets is required and effective for fiscal years beginning on or after April 1, 2022. However, the Municipality does not have a qualified closure & post closure assessment report, therefore the audit report has been qualified due to a departure from section PS 3280.

The Municipality operates a Class 2 landfill. No assessments have been performed as of the audit date.

The Pembina Valley Water Cooperative Inc. is a government partnership of the Municipality and is legally required to perform closure, post closure and remediation activities on sites containing asbestos and other related obligations meeting the criteria of PS 3280. Management determined there to be an asset retirement obligation in regards to an old concrete pipeline containing asbestos. The expected future cash outflow has been determined using an inflation rate of 4.0% and estimated to be \$5,618,944 in the year that the retirement cost is expected to occur. The year of expected future cash flow has been determined using the asset's useful life or planned remediation date with estimated dates of 2038. Pembina Valley Water Cooperative Inc. recognized a liability for the asset retirement obligation and a corresponding amount has been capitalized as an asset retirement cost and added to the carrying value of the water pipeline. The asset retirement cost is amortized on a straight-line basis over the useful life of the related tangible capital asset. The value shown represents the Municipality's proportionate share, (2%) of the total liability or \$55,397. During the year, it was determined that no statutory requirement exists for this category of tangible capital asset. As a result, the associated asset retirement obligation was derecognized.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

9. LONG-TERM DEBT

	2024	2023
General Authority		
Loan, payable to Access Credit Union Ltd. at \$66,448 annually including interest at 2.59%, maturing December 2025.	\$ 36,021	\$ 99,859
Loan, payable to Access Credit Union Ltd. at \$19,400 annually including interest at 5.24%, maturing December 2029.	83,430	98,875
Loan, payable to Access Credit Union Ltd. at \$84,251.57 annually including interest at 2.25%, maturing December 2026.	159,225	238,174
Kubota Canada Ltd. loan, payable at \$45,062 annually including interest at 2.0%, maturing April 2029.	212,395	
	491,071	436,908
Utility Funds		
Demand loan, payable to CIBC, \$103,368 monthly principal and interest installments with monthly principle and interest payments. The outstanding loan is subject to an interest rate swap agreement with the bank on an original notional principal amount of \$14,400,000 whereby the Cooperative receives a floating interest rate while paying a fixed rate of 4.65% including stamping fee of 0.81%, amortized over 10 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded, matures July 2033. Pembina Valley Water Cooperative Inc.	170,166	187,731
Demand loan, payable to CIBC, \$8,077 monthly principal installments plus interest at 2.3% plus stamping fee of .81%, unless demanded matures July 2033. Pembina Valley Water Cooperative Inc.	16,010	17,823
Demand loan, payable to CIBC, \$15,280 monthly principal installments plus interest at 0.47% plus stamping fee of 0.81%, unless demanded matures July 2033. Pembina Valley Water Cooperative Inc.	35,995	39,424
Demand loan, payable to CIBC, \$12,500 monthly principal installments plus interest. The outstanding loan is subject to an interest rate swap agreement with the bank on an original notional principal amount of \$3,000,000 whereby the Cooperative receives a floating interest rate while paying a fixed rate of 2.45% including a stamping fee of 0.81% until November 2041, amortized over 20 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded matures November 2041. Pembina Valley Water Cooperative Inc.	47,451	50,256
Sub-total	\$ 269,622	\$ 295,234

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

9. LONG-TERM DEBT (continued)

	2024	2023
Utility Funds (continued)		
Sub-total (carry forward)	\$ 269,622	\$ 295,234
Demand loan, payable to CIBC, \$28,547 monthly principle installments plus interest. The outstanding loan is subject to an interest rate swap agreement with the bank on an original notional principal amount of \$6,679,941 whereby the Cooperative receives a floating interest rate while paying a fixed rate of 4.09% including a stamping fee of 0.81% until May 2028, amortized over 20 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded matures November 2043. Pembina Valley Water Cooperative Inc.	114,771	121,177
Demand loan, payable to CIBC, \$14,752 monthly principle installments plus interest. The outstanding loan is subject to an interest rate swap agreement with the bank on an original notional principal amount of \$2,596,490 whereby the Cooperative receives a floating interest rate while paying a fixed rate of 4.09% until July 2034, amortized over 10 years. Secured by a general security agreement over accounts receivable and all property owned by the Cooperative. If not demanded matures July 2034. Pembina Valley Water Cooperative Inc.	48,555	
	432,948	416,411
	\$ 924,019	\$ 853,319

Principal payments due in the next five years are as follows:

2025	\$ 173,402
2026	137,028
2027	59,744
2028	61,274
2029	59,623
	491,071
	\$ 491,071

10. DEBENTURES PENDING

<u>Authority</u>	<u>Purpose</u>	<u>Authorized</u>
		\$

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

11. 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 2.0% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$39,499 (2023 - \$33,295) 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 has 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.

12. 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.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

13. 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 consolidated 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.

14. ACCUMULATED SURPLUS

	2024	2023
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus	\$ 746,154	\$ 710,707
Utility Operating Fund(s) - Nominal Surplus	156,711	189,768
TCA net of related borrowings	5,307,563	5,307,931
Reserve Funds	1,855,619	1,508,999
	<hr/>	
Accumulated Surplus of Municipality Unconsolidated	8,066,047	7,717,405
Accumulated Surpluses of Consolidated Entities	807,011	725,403
	<hr/>	
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 8,873,058	\$ 8,442,808
	<hr/> <hr/>	

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

15. 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 Municipality. For the year ended December 31, 2024:

- a) Compensation paid to members of council amounted to \$105,291 in aggregate.
- b) There were no members of council receiving compensation in excess of \$85,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Brian Callum	\$ 21,640	\$ 990	22,630
Donna Cox	20,638		20,638
Ronald Rothwell	15,300	4,211	19,511
Walter McTavish	14,875	3,603	18,478
Cody Faux	12,888	1,081	13,969
Wayne Gall	12,950	710	13,660
Barbara Murray	3,500		3,500
Judy Knox	3,500		3,500
	<u>\$ 105,291</u>	<u>\$ 10,595</u>	<u>115,886</u>

- c) There were no officers or employees that received compensation in excess of \$85,000.

16. TRUST FUNDS

The Municipality administers the following trust funds that are not consolidated into these consolidated financial statements:

	<u>Balance, beginning of year</u>	<u>Excess of receipts over disbursements</u>	<u>Balance, end of year</u>
ET Collins	\$ 83,794	\$ 2,625	\$ 86,419
SK Watchorn	52,683	2,181	54,864
	<u>\$ 136,477</u>	<u>\$ 4,806</u>	<u>\$ 141,283</u>

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

17. 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 or contributed capital assets and government transfers allow for adjustments to be made, for rate setting purposes, which do not meet PSAB standards.

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

No capital grants have been deferred and amortized in these consolidated 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:

<u>Description of Utility</u>	<u>Unamortized Opening Balance</u>	<u>Additions During Year</u>	<u>Amortization During Year</u>	<u>Unamortized Balance Ending</u>
Rural	\$ 1,067,614	\$	\$ 36,652	\$ 1,030,962

18. SEGMENTED INFORMATION

The Rural Municipality of Thompson provides a wide range of services to its residents. Segment information has been provided in Schedule 4 for the following services:

- General government services
- Protective services
- Transportation services
- Environmental health services
- Public health and welfare services
- Regional planning and development
- Resource 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 consolidated financial statements as described in the summary of significant accounting policies.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

19. 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. The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	2024	2023
Financial Position		
Financial assets	\$ 338,539	\$ 318,283
Liabilities	704,298	749,787
Net debt	(365,759)	(431,504)
Non-financial assets	1,172,770	1,156,907
Accumulated surplus	<u>\$ 807,011</u>	<u>\$ 725,403</u>
Result of Operations		
Revenues	\$ 342,785	\$ 339,356
Expenses	262,335	287,905
Intercompany revenue and expense eliminations	1,158	1,020
Annual surplus	<u>\$ 81,608</u>	<u>\$ 52,471</u>

20. PUBLIC PRIVATE PARTNERSHIPS

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

21. CONTINGENCIES

During the year, the Court of King's Bench of Manitoba concluded on a claim against the Rural Municipality of Thompson from an event that occurred in 2023. The Rural Municipality of Thompson has appealed the decision and the date of the hearing is scheduled in September 2025. A liability related to the claim is likely and the amount can be reasonably estimated, therefore a contingent liability has been recorded as of December 31, 2023, of \$53,052 and continues to exist as of the audit report date. The amount is included with accounts payable and accrued liabilities on the statement of financial position and general government services expenses on the statement of operations.

22. COMMITMENT

The Municipality has committed to providing funding of \$168,498 to the Boundary Trails Health Centre Expansion project. The commitment is payable over a four-year period, from 2024 to 2027 with annual payments of \$42,125. During the year ended December 31, 2024, a payment of \$42,125 was made and expensed in the Statement of Operations.

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2024

	General Capital Assets				Infrastructure			Totals	
	Land and Land Improvements	Building and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2024	2023
Cost									
Opening costs	\$ 423,413	2,487,122	2,953,817	63,602	8,292,706	5,587,416	2,873	\$ 19,810,949	\$ 18,902,866
Additions during the year	70,000		335,666	15,768		64,557	9,409	495,400	908,815
Disposals and write downs			(123,451)			(1,455)		(124,906)	(732)
Transfers						12,282	(12,282)		
Closing costs	<u>493,413</u>	<u>2,487,122</u>	<u>3,166,032</u>	<u>79,370</u>	<u>8,292,706</u>	<u>5,662,800</u>		<u>20,181,443</u>	<u>19,810,949</u>
Accumulated Amortization									
Opening accum'd amortization	34,980	560,019	1,410,984	63,469	8,086,568	2,759,647		12,915,667	12,562,775
Amortization	3,183	89,815	167,448	1,520	16,924	113,169		392,059	353,448
Disposals and write downs			(92,687)			(1,455)		(94,142)	(556)
Closing accum'd amortization	<u>38,163</u>	<u>649,834</u>	<u>1,485,745</u>	<u>64,989</u>	<u>8,103,492</u>	<u>2,871,361</u>		<u>13,213,584</u>	<u>12,915,667</u>
Net Book Value of Tangible Capital Assets	<u>\$ 455,250</u>	<u>1,837,288</u>	<u>1,680,287</u>	<u>14,381</u>	<u>189,214</u>	<u>2,791,439</u>		<u>\$ 6,967,859</u>	<u>\$ 6,895,282</u>

Water and sewer underground networks contributed to the Municipality totals \$3,706,338 and were capitalized at their fair value at the time of their receipt.

The Municipality has 568 km of roads that were capitalized at a nominal value of \$7,258,000.

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
For the year ended December 31, 2024

	2024 Actual	2023 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 2,096,645	\$ 2,034,410
Taxes added	28,102	12,843
	<u>2,124,747</u>	<u>2,047,253</u>
Grants in lieu of taxation:	<u>3,075</u>	<u>4,633</u>
User fees:		
Sales of service	387,111	303,693
Rentals	7,698	8,229
Lot levy	6,000	7,000
	<u>400,809</u>	<u>318,922</u>
Permits, licences and fines:		
Permits	44,931	30,367
Licences	712	2,338
	<u>45,643</u>	<u>32,705</u>
Investment income	<u>143,834</u>	<u>134,396</u>
Other revenue:		
Gain on sale of tangible capital assets	36,613	71
Gain on sale of real estate held for sale	47,146	
Proceeds from construction company insurance agent		642,881
Penalties and interest	22,946	22,012
Miscellaneous	124,302	154,656
	<u>231,007</u>	<u>819,620</u>
Water and sewer		
Municipal utility	308,172	315,472
Consolidated water co-operatives	241,228	254,166
	<u>549,400</u>	<u>569,638</u>
Sub-total	<u>\$ 3,498,515</u>	<u>\$ 3,927,167</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
For the year ended December 31, 2024

	2024 Actual	2023 Actual
Sub-total (Carry forward)	\$ 3,498,515	\$ 3,927,167
Grants - Province of Manitoba:		
Disaster financial assistance	538,804	736,970
Municipal operating grants	215,767	212,251
Conditional grants	68,890	151,134
	<u>823,461</u>	<u>1,100,355</u>
Grants - other:		
Federal government - gas tax funding	84,413	83,484
Other municipal governments	32,703	29,189
	<u>117,116</u>	<u>112,673</u>
Total revenue	<u><u>\$ 4,439,092</u></u>	<u><u>\$ 5,140,195</u></u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2024

	2024 Actual	2023 Actual
General government services:		
Legislative	\$ 105,870	\$ 108,237
General administrative	433,208	533,339
Other	19,920	69,889
	<u>558,998</u>	<u>711,465</u>
Protective services:		
Fire	55,413	47,948
Emergency measures	23,127	21,532
Other protection	61,232	63,552
	<u>139,772</u>	<u>133,032</u>
Transportation services:		
Road transport		
Administration and engineering	387,321	340,033
Road and street maintenance	938,824	884,293
Bridge maintenance	62,980	14,323
Street lighting	11,034	10,945
Other - Interest	5,427	7,192
Disaster financial assistance	533,879	736,970
	<u>1,939,465</u>	<u>1,993,756</u>
Environmental health services:		
Waste collection and disposal	212,573	184,702
Recycling	22,444	22,400
	<u>235,017</u>	<u>207,102</u>
Public health and welfare services:		
Public health	91,919	97,573
Medical care	44,220	2,421
Social assistance	2,913	2,801
	<u>139,052</u>	<u>102,795</u>
Regional planning and development:		
Planning and zoning	<u>40,353</u>	<u>24,686</u>
Sub-total	<u>\$ 3,052,657</u>	<u>\$ 3,172,836</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES - Continued
For the year ended December 31, 2024

	2024 Actual	2023 Actual
Sub-total (Carry forward)	\$ 3,052,657	\$ 3,172,836
Resource conservation and industrial development:		
Rural area weed control	47,230	46,827
Veterinary services	7,412	7,214
Water resources and conservation	9,221	9,408
Regional development	430	820
Other	632	(1,534)
	<u>64,925</u>	<u>62,735</u>
Recreation and cultural services:		
Administration	5,601	6,183
Community centres and halls	34,089	102,983
Golf courses	10,000	2,100
Skating and curling rinks	102,443	105,552
Parks and playgrounds	54,602	39,589
Other recreational facilities		36,991
Museums	2,954	12,480
Libraries	168,979	133,980
	<u>378,668</u>	<u>439,858</u>
Water and sewer (Schedule 9)		
Municipal utility	352,657	336,527
Consolidated water co-operatives	159,935	206,752
	<u>512,592</u>	<u>543,279</u>
Total expenses	<u><u>\$ 4,008,842</u></u>	<u><u>\$ 4,218,708</u></u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2024

	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	\$ 2,124,747	\$ 2,047,253								
Grants in lieu of taxation	3,075	4,633								
User fees	16,217	20,048					381,355	296,234		
Grants - other	84,413	83,484								
Permits, licences and fines	6,924	8,836								
Investment income	140,835	133,057								
Other revenue	229,866	171,580								
Water and sewer										
Prov of MB - unconditional grants	215,767	261,523								
Prov of MB - conditional grants	551,507	748,547			33,429	67,291				
Total revenue	3,373,351	3,478,961			33,429	67,291	381,355	296,234		
EXPENSES										
Personnel services	219,968	247,582			379,877	332,713	150,050	120,333	6,677	8,211
Contract services	192,039	281,281	40,548	27,978	200,526	98,093	3,235	1,896	27,838	40,354
Utilities	11,270	12,109	11,764	11,466	10,831	12,614	6,144	8,486	6,106	5,689
Maintenance, materials and supplies	55,485	109,744	30,487	37,180	677,572	681,754	69,107	69,906	53,011	45,275
Grants and contributions	43,842	23,377							45,420	3,266
Amortization	18,100	18,363	48,565	49,807	131,421	124,516	6,481	6,481		
Interest on long-term debt	2,610	4,225			5,359	7,096				
Other	15,684	14,784	8,408	6,601	533,879	736,970				
Total expenses	558,998	711,465	139,772	133,032	1,939,465	1,993,756	235,017	207,102	139,052	102,795
Surplus (Deficit)	\$ 2,814,353	\$ 2,767,496	(139,772)	(133,032)	(1,906,036)	(1,926,465)	146,338	89,132	(139,052)	(102,795)

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

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2024

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
REVENUE										
Property taxes									\$ 2,124,747	\$ 2,047,253
Grants in lieu of taxation									3,075	4,633
User fees	867	724			2,370	1,916			400,809	318,922
Grants - other					32,703	29,189			117,116	112,673
Permits, licences and fines	38,719	23,869							45,643	32,705
Investment income	2,875	1,159			124	180			143,834	134,396
Other revenue	266	299			875	647,741			231,007	819,620
Water and sewer							549,400	569,638	549,400	569,638
Prov of MB - unconditional grants									215,767	261,523
Prov of MB - conditional grants					22,758	22,994			607,694	838,832
Total revenue	42,727	26,051			58,830	702,020	549,400	569,638	4,439,092	5,140,195
EXPENSES										
Personnel services	8,804	8,286			42,463	49,641	43,991	45,300	851,830	812,066
Contract services	2,480	2,522	18,695	16,908	54,826	50,808	238,078	230,114	778,265	749,954
Utilities	232	225			4,623	5,547	28,937	26,813	79,907	82,949
Maintenance, materials and supplies	5,205	9,726			48,009	48,534	73,601	60,541	1,012,477	1,062,660
Grants and contributions	22,919	3,343	46,230	45,827	125,622	150,048			284,033	225,861
Amortization	713	584			73,611	45,570	113,168	108,832	392,059	354,153
Interest on long-term debt					3,955	4,537	14,817	16,987	26,741	32,845
Other					25,559	85,173		54,692	583,530	898,220
Total expenses	40,353	24,686	64,925	62,735	378,668	439,858	512,592	543,279	4,008,842	4,218,708
Surplus (Deficit)	2,374	1,365	(64,925)	(62,735)	(319,838)	262,162	36,808	26,359	\$ 430,250	\$ 921,487

RURAL MUNICIPALITY OF THOMPSON

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	\$ 2,124,747	\$ 2,047,253					\$ 2,124,747	\$ 2,047,253
Grants in lieu of taxation	3,075	4,633					3,075	4,633
User fees	397,572	316,282			3,237	2,640	400,809	318,922
Grants - other	84,413	83,484			32,703	29,189	117,116	112,673
Permits, licences and fines	6,924	8,836			38,719	23,869	45,643	32,705
Investment income	140,835	133,057			2,999	1,339	143,834	134,396
Other revenue	229,866	814,460			1,141	5,160	231,007	819,620
Water and sewer	308,172	315,472			241,228	254,166	549,400	569,638
Prov of MB - unconditional grants	215,767	261,523					215,767	261,523
Prov of MB - conditional grants	584,936	815,839			22,758	22,993	607,694	838,832
Total revenue	4,096,307	4,800,839			342,785	339,356	4,439,092	5,140,195
EXPENSES								
Personnel services	757,868	719,820			93,962	92,246	851,830	812,066
Contract services	764,692	737,268			13,573	12,686	778,265	749,954
Utilities	67,609	71,396			12,298	11,553	79,907	82,949
Maintenance, materials and supplies	949,400	1,002,453			63,077	60,207	1,012,477	1,062,660
Grants and contributions	261,114	222,518			22,919	3,343	284,033	225,861
Amortization	351,768	317,962			40,291	36,191	392,059	354,153
Interest on long-term debt	11,924	15,858			14,817	16,987	26,741	32,845
Other	582,132	843,528			1,398	54,692	583,530	898,220
Total expenses	3,746,507	3,930,803			262,335	287,905	4,008,842	4,218,708
Surplus (Deficit)	\$ 349,800	\$ 870,036			80,450	51,451	\$ 430,250	\$ 921,487

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2024

	2024					
	General Reserve	Maple Avenue Reserve	Emergency Preparedness Reserve	Road Maintenance Reserve	Capital Lot Levy Reserve	Sub Total
REVENUE						
Investment income	\$ 7,896	\$	\$	\$	\$	\$ 7,896
Other income						
Total revenue	7,896					7,896
EXPENSES						
Investment charges						
Other expenses						
Total expenses						
NET REVENUES	7,896					7,896
TRANSFERS						
Debt repayment						
Transfers from operating fund	193,637					193,637
Transfers to operating fund	(19,040)		(4,815)			(23,855)
Transfers from utility fund						
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES	182,493		(4,815)			177,678
FUND SURPLUS, BEGINNING OF YEAR	194,076	5,623	49,293	52,334	19,093	320,419
FUND SURPLUS, END OF YEAR	\$ 376,569	\$ 5,623	\$ 44,478	\$ 52,334	\$ 19,093	\$ 498,097

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2024

	2024					
	WDG Closure Costs Reserve	WDG - Improvements Reserve	WDG Reserve	Workshop / Yard Improvements Reserve	Bridge Reserve	Sub Total
REVENUE						
Investment income	\$	\$	\$ 2,228	\$	\$ 3,393	\$ 5,621
Other income						
Total revenue			2,228		3,393	5,621
EXPENSES						
Investment charges						
Other expenses						
Total expenses						
NET REVENUES			2,228		3,393	5,621
TRANSFERS						
Debt repayment						
Transfers from operating fund			25,566		25,000	50,566
Transfers to operating fund						
Transfers from utility fund						
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES			27,794		28,393	56,187
FUND SURPLUS, BEGINNING OF YEAR	5,853	9,481	49,754	6,883	62,712	134,683
FUND SURPLUS, END OF YEAR	\$ 5,853	\$ 9,481	\$ 77,548	\$ 6,883	\$ 91,105	\$ 190,870

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2024

	2024					Sub Total
	LUD of Miami Reserve	Gas Tax Reserve	VLT Revenue Reserve	Cemetery Reserve	Rural Reserve	
REVENUE						
Investment income	\$ 5,936	\$ 14,499	\$	\$	\$	\$ 20,435
Other income						
Total revenue	<u>5,936</u>	<u>14,499</u>				<u>20,435</u>
EXPENSES						
Investment charges						
Other expenses						
Total expenses						
NET REVENUES	5,936	14,499				20,435
TRANSFERS						
Debt repayment						
Transfers from operating fund	8,452	84,413				92,865
Transfers to operating fund		(22,609)				(22,609)
Transfers from utility fund					57,200	57,200
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES	14,388	76,303			57,200	147,891
FUND SURPLUS, BEGINNING OF YEAR	<u>83,969</u>	<u>359,160</u>	<u>36,502</u>	<u>6,415</u>	<u>65,387</u>	<u>551,433</u>
FUND SURPLUS, END OF YEAR	<u>\$ 98,357</u>	<u>\$ 435,463</u>	<u>\$ 36,502</u>	<u>\$ 6,415</u>	<u>\$ 122,587</u>	<u>\$ 699,324</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2024

	Equipment Replacement Reserve	WDG Machinery & Equipment Reserve	Fire Truck Reserve	Land Sale Reserve	Miami Utility General Reserve	Total	2023 Total
REVENUE							
Investment income	\$ 6,087	\$	\$ 31	\$	\$ 3,729	\$ 43,799	\$ 42,156
Other income							
Total revenue	6,087		31		3,729	43,799	42,156
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	6,087		31		3,729	43,799	42,156
TRANSFERS							
Debt repayment							
Transfers from operating fund	225,000					562,068	486,426
Transfers to operating fund	(187,108)			(70,000)		(303,572)	(282,237)
Transfers from utility fund						57,200	9,000
Transfers to utility fund					(12,875)	(12,875)	
Acquisition of tangible capital assets							
CHANGE IN RESERVE FUND BALANCES	43,979		31	(70,000)	(9,146)	346,620	255,345
FUND SURPLUS, BEGINNING OF YEAR	239,564	18,091	582	189,893	54,334	1,508,999	1,253,654
FUND SURPLUS, END OF YEAR	\$ 283,543	\$ 18,091	\$ 613	\$ 119,893	\$ 45,188	\$ 1,855,619	\$ 1,508,999

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS - Miami
For the year ended December 31, 2024

	2024 Budget	2024 Actual	2023 Actual
REVENUE			
Taxation	\$ 105,905	\$ 105,905	\$ 103,250
Other revenue	22,167	10,429	19,736
Total revenue	128,072	116,334	122,986
EXPENSES			
General government			
Indemnities	23,600	23,550	27,778
Transportation services			
Sidewalk and boulevard maintenance	59,500	31,399	35,519
Street lighting	4,500	5,874	4,500
Other	1,000		96
Environmental health			
Waste collection and disposal	5,000	5,000	5,000
Recycling	1,000	1,000	1,000
Other	6,500		
Regional planning and development			
Beautification and land rehabilitation	3,500	5,976	3,140
Urban area weed control	1,000	1,000	1,000
Other		6,500	7,500
Recreation and cultural services			
Parks and playgrounds	5,000	7,024	15,285
Libraries	5,000	5,000	5,000
Other cultural facilities	17,700	15,559	12,101
Total expenses	133,300	107,882	117,919
NET REVENUES (DEFICIT)	(5,228)	8,452	5,067
TRANSFERS			
Transfers to L.U.D. reserve		(8,452)	(67)
Transfer from (to) utility reserve	5,228		(5,000)
CHANGES IN L.U.D. BALANCES	\$		
UNEXPENDED BALANCE, BEGINNING OF YEAR		35,368	35,368
UNEXPENDED BALANCE, END OF YEAR		\$ 35,368	\$ 35,368

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2024

	2024				2023
	Miami	Rural	Pembina Valley Water Cooperative	Total	Total
FINANCIAL ASSETS					
Cash	\$	\$	\$ 237,322	\$ 237,322	\$ 221,644
Amounts receivable (Note 4)	89	57	18,597	18,743	16,488
Portfolio investments (Note 5)			5,773	5,773	14,748
Due from other funds		181,467		181,467	191,792
	<u>89</u>	<u>181,524</u>	<u>261,692</u>	<u>443,305</u>	<u>444,672</u>
LIABILITIES					
Accounts payable and accrued liabilities			10,988	10,988	45,401
Deferred revenue			202,207	202,207	187,000
Long-term debt (Note 9)			432,948	432,948	416,411
Due to other funds	24,903			24,903	2,171
Asset retirement obligations (Note 8)					55,397
	<u>24,903</u>		<u>646,143</u>	<u>671,046</u>	<u>706,380</u>
NET DEBT (NET DEBT)	(24,814)	181,524	(384,451)	(227,741)	(261,708)
NON-FINANCIAL ASSETS					
Tangible capital assets (Schedule 1)	354,563	1,282,622	1,154,254	2,791,439	2,830,642
Inventories			2,135	2,135	2,346
Prepaid expenses			468	468	2,538
	<u>354,563</u>	<u>1,282,622</u>	<u>1,156,857</u>	<u>2,794,042</u>	<u>2,835,526</u>
FUND SURPLUS	\$ 329,749	\$ 1,464,146	\$ 772,406	\$ 2,566,301	\$ 2,573,818
REMEASUREMENT GAINS (LOSSES)					
Accumulated gains (losses), beginning of year	\$	\$	\$	\$	\$
Unrealized gains (losses)					
Amounts reclassified to statement of operations					
Accumulated gains (losses), end of year	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
FUND SURPLUS (DEFICIT) CONSISTS OF:					
Accumulated operating surplus (deficit)	\$ 329,749	\$ 1,464,146	\$ 772,406	\$ 2,566,301	\$ 2,573,818
Accumulated remeasurement gains (losses)					
	<u>\$ 329,749</u>	<u>\$ 1,464,146</u>	<u>\$ 772,406</u>	<u>\$ 2,566,301</u>	<u>\$ 2,573,818</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Miami
For the year ended December 31, 2024

	Budget	2024	2023
REVENUE			
Water			
Water fees	\$ 119,480	\$ 118,707	\$ 115,927
Sub-Total - Water	<u>119,480</u>	<u>118,707</u>	<u>115,927</u>
Sewer			
Sewer fees	<u>19,300</u>	<u>18,751</u>	19,179
Sub-Total - Sewer	<u>19,300</u>	<u>18,751</u>	19,179
Other			
Hydrant rentals	1,000	1,000	1,000
Rate rider		1,811	3,457
Penalties	3,090	2,303	2,980
Other income	<u>10,500</u>	<u>6,653</u>	10,590
Sub-Total - Other	<u>14,590</u>	<u>11,767</u>	18,027
Total revenue	<u>\$ 153,370</u>	<u>\$ 149,225</u>	<u>\$ 153,133</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Miami
For the year ended December 31, 2024

EXPENSES	Budget	2024	2023
General			
Administration	\$ 10,000	\$ 22,000	\$ 25,049
Billing and collection	2,300	2,300	2,300
Sub-Total - General	<u>12,300</u>	<u>24,300</u>	<u>27,349</u>
Water General			
Purification and treatment	19,000	10,939	10,980
Other water supply costs	99,270	124,735	110,093
Connection costs	500		475
Sub-Total - Water General	<u>118,770</u>	<u>135,674</u>	<u>121,548</u>
Water Amortization, Accretion & Interest			
Amortization		6,281	5,818
Sub-Total - Water Amortization, Accretion & Interest		<u>6,281</u>	<u>5,818</u>
Sewer General			
Treatment and disposal cost	22,300	6,184	7,241
Sub-Total - Sewer General	<u>22,300</u>	<u>6,184</u>	<u>7,241</u>
Sewer Amortization, Accretion & Interest			
Amortization		8,019	7,848
Sub-Total - Sewer Amortization, Accretion & Interest		<u>8,019</u>	<u>7,848</u>
Total expenses	<u>153,370</u>	<u>180,458</u>	<u>169,804</u>
DEFICIT	<u>\$</u>	(31,233)	(16,671)
TRANSFERS			
Transfers from (to) reserve funds		12,875	(5,000)
CHANGE IN UTILITY FUND BALANCE		(18,358)	(21,671)
FUND SURPLUS, BEGINNING OF YEAR		348,107	369,778
FUND SURPLUS, END OF YEAR	<u>\$</u>	<u>329,749</u>	<u>\$ 348,107</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Rural
For the year ended December 31, 2024

REVENUE	Budget	2024	2023
Water			
Water fees	\$ 153,000	\$ 149,711	\$ 153,138
Sub-Total - Water	<u>153,000</u>	<u>149,711</u>	<u>153,138</u>
Sewer			
Sewer fees		<u>6,250</u>	5,951
Sub-Total - Sewer		<u>6,250</u>	<u>5,951</u>
Other			
Penalties	2,300	2,421	2,478
Other income	<u>6,000</u>	<u>565</u>	<u>772</u>
Sub-Total - Other	<u>8,300</u>	<u>2,986</u>	<u>3,250</u>
Total revenue	<u>\$ 161,300</u>	<u>\$ 158,947</u>	<u>\$ 162,339</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rural
For the year ended December 31, 2024

EXPENSES	Budget	2024	2023
General			
Administration	\$ 9,000	\$ 14,238	\$ 17,299
Billing and collection	3,000	3,000	3,000
Sub-Total - General	<u>12,000</u>	<u>17,238</u>	<u>20,299</u>
Water General			
Purification and treatment	19,100	18,344	11,177
Water purchases	73,000	73,895	72,614
Connection costs		2,594	2,505
Sub-Total - Water General	<u>92,100</u>	<u>94,833</u>	<u>86,296</u>
Water Amortization, Accretion & Interest			
Amortization		60,128	60,128
Sub-Total - Water Amortization, Accretion & Interest		<u>60,128</u>	<u>60,128</u>
Total expenses	<u>104,100</u>	<u>172,199</u>	<u>166,723</u>
NET REVENUES (DEFICIT)	<u>\$ 57,200</u>	<u>(13,252)</u>	<u>(4,384)</u>
TRANSFERS			
Transfers to reserve funds		<u>(57,200)</u>	<u>(4,000)</u>
CHANGE IN UTILITY FUND BALANCE		<u>(70,452)</u>	<u>(8,384)</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>1,534,598</u>	<u>1,542,982</u>
FUND SURPLUS, END OF YEAR		<u>\$ 1,464,146</u>	<u>\$ 1,534,598</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Pembina Valley Water Cooperative
For the year ended December 31, 2024

	Budget	2024	2023
REVENUE			
Water			
Water fees	\$	\$ 183,950	\$ 161,812
Sub-Total - Water		<u>183,950</u>	<u>161,812</u>
Government transfers		<u>6,327</u>	<u>92,573</u>
Other			
Unrealized gain (loss) attributed to derivatives - interest rate swaps		(8,975)	(10,016)
Investment income		1,595	9,401
Other income		<u>58,331</u>	<u>396</u>
Sub-Total - Other		<u>50,951</u>	<u>(219)</u>
Total revenue	\$	<u>\$ 241,228</u>	<u>\$ 254,166</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Pembina Valley Water
Cooperative
For the year ended December 31, 2024

EXPENSES	Budget	2024	2023
General			
Administration	\$	\$ 51,287	\$ 51,632
Utilities (telephone, electricity, etc)		11,670	10,931
Sub-Total - General		<u>62,957</u>	<u>62,563</u>
Water General			
Purification and treatment		43,422	37,473
Connection costs			54,692
Sub-Total - Water General		<u>43,422</u>	<u>92,165</u>
Water Amortization, Accretion & Interest			
Amortization		38,739	35,037
Interest on long-term debt		14,817	16,987
Sub-Total - Water Amortization, Accretion & Interest		<u>53,556</u>	<u>52,024</u>
Total expenses		<u>159,935</u>	<u>206,752</u>
NET OPERATING SURPLUS	\$	81,293	47,414
TRANSFERS			
CHANGE IN UTILITY FUND BALANCE		81,293	47,414
FUND SURPLUS, BEGINNING OF YEAR		691,113	643,699
FUND SURPLUS, END OF YEAR	\$	<u>772,406</u>	<u>\$ 691,113</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2024

	Financial Plan General	Financial Plan Utility	Amortization & Accretion	Interest Expense	Transfers	LUD(s)	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 2,000,798					105,905		\$ 2,106,703
Grants in lieu of taxation	3,075							3,075
User fees	390,278						2,748	393,026
Grants - Province of Manitoba	1,902,376						22,314	1,924,690
Grants - other	85,484						32,846	118,330
Permits, licences and fines	44,200						14,953	59,153
Investment income	30,000					3,000	380	33,380
Other revenue	151,857					100	466	152,423
Water and sewer		314,670					179,398	494,068
Transfers from accumulated surplus	180,500				(199,567)	19,067		
Transfers from reserves	588,812				(618,812)	30,000		
Total revenue	5,377,380	314,670			(818,379)	158,072	253,105	5,284,848
EXPENSES								
General government services	511,072		18,100	2,610	(73)	23,600		555,309
Protective services	78,100		48,565					126,665
Transportation services	1,268,888		131,421	5,359		65,000		1,470,668
Environmental health services	253,800		6,481			12,500		272,781
Public health and welfare services	83,100							83,100
Regional planning and development						4,500	15,864	20,364
Resource cons and industrial dev	74,133							74,133
Recreation and cultural services	199,990		72,772	3,955		27,700	58,004	362,421
Water and sewer services		257,470	74,258				168,485	500,213
Fiscal services:								
Transfer to capital	2,130,925	3,608			(2,134,533)			
Debt charges	224,758			(224,758)				
Short-term interest								
Transfer to reserves	552,687	53,592			(631,051)	24,772		
Deficit recovery	(73)				73			
Total expenses	5,377,380	314,670	351,597	(212,834)	(2,765,584)	158,072	242,353	3,465,654
Surplus (Deficit)	\$		(351,597)	212,834	1,947,205		10,752	\$ 1,819,194

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2024

	2024	2023
Balance, beginning of year	\$ 130,677	\$ 182,676
Add:		
Tax levy (Schedule 12)	3,971,600	3,795,039
Taxes added	28,102	12,843
Penalties or interest	22,946	22,012
Other accounts added	34,541	33,971
Sub-total	4,057,189	3,863,865
Deduct:		
Cash collections - current	2,861,390	3,621,252
Cash collections - arrears	131,387	185,124
Writeoffs	11,922	10,603
E.P.T.C. - cash advance	101,328	98,885
Manitoba school tax rebate	905,686	
Sub-total	4,011,713	3,915,864
Balance, end of year	\$ 176,153	\$ 130,677

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2024

	2024		2023	
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
LUD of Miami	14,050,550	7.519	\$ 105,646	\$ 103,009
Sub-Total - L.U.D			<u>105,646</u>	<u>103,009</u>
Debt charges:				
Boyne Care A	178,866,940	0.104	18,602	
Boyne Care B			19,247	19,144
Civic Centre "A1"			51,914	51,642
Other (Civic Centre 'A2")	186,461,920	0.078	14,544	14,284
Sub-Total - Debt charges			<u>104,307</u>	<u>85,070</u>
Reserves:				
Replacement	178,866,940	1.256	224,657	199,793
Bridge	164,816,390	0.151	24,887	25,017
Sub-Total - Reserves			<u>249,544</u>	<u>224,810</u>
General Municipal - Rural Area	164,816,390	5.028	828,697	827,387
General Municipal- At Large	178,866,940	4.049	724,232	741,146
Special levies:				
Conservation Districts	137,527,140	0.067	9,214	10,723
Waste/Recycle			43,110	42,265
Hospital			31,895	
Sub-Total - Special levies			<u>84,219</u>	<u>52,988</u>
Total municipal taxes (Schedule 2)			<u>2,096,645</u>	<u>2,034,410</u>
Education support levy			<u>35,998</u>	<u>35,838</u>
Special levy:				
Prairie Rose	158,288,830	10.002	1,583,205	1,502,872
Western	15,454,180	13.872	214,380	182,690
Prairie Spirit	4,878,220	8.481	41,372	39,229
Sub-Total - Special levies			<u>1,838,957</u>	<u>1,724,791</u>
Total education taxes			<u>1,874,955</u>	<u>1,760,629</u>
Total tax levy (Schedule 11)			<u>\$ 3,971,600</u>	<u>\$ 3,795,039</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the year ended December 31, 2024

	2024	2023
General government services:		
Legislative	\$ 105,870	\$ 108,237
General administrative	433,208	533,339
Other	19,920	69,889
	558,998	711,465
Protective services:		
Fire	55,413	47,948
Emergency measures	23,127	21,532
Other	61,232	63,552
	139,772	133,032
Transportation services:		
Road transport		
Administration and engineering	387,321	340,033
Road and street maintenance	938,824	884,293
Bridge maintenance	62,980	14,323
Street lighting	11,034	10,945
Other - Interest	5,427	7,192
Disaster financial assistance	533,879	736,970
	1,939,465	1,993,756
Environmental health services:		
Waste collection and disposal	212,573	184,702
Recycling	22,444	22,400
	235,017	207,102
Public health and welfare services:		
Public health	91,919	97,573
Medical care	44,220	2,421
Social assistance	2,913	2,801
	139,052	102,795
Sub-total	\$ 3,012,304	\$ 3,148,150

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued
For the year ended December 31, 2024

	2024	2023
Sub-total (carry forward)	\$ 3,012,304	\$ 3,148,150
Resource conservation and industrial development:		
Rural area weed control	47,230	46,827
Veterinary services	7,412	7,214
Water resources and conservation	9,221	9,408
Regional development	430	820
Other	632	(1,534)
	64,925	62,735
Recreation and cultural services:		
Administration	5,601	6,183
Community centres and halls	34,089	102,983
Golf courses	10,000	2,100
Skating and curling rinks	102,443	105,552
Parks and playgrounds	54,602	39,589
Other recreational facilities		7,675
Museums	2,954	12,480
Libraries	108,090	78,531
	317,779	355,093
Total expenses	\$ 3,395,008	\$ 3,565,978

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2024

	2024			2023
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 191,845	(33,058)	\$ 158,787	\$ 37,236
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	562,068	57,200	619,268	495,426
Eliminate revenue - transfers from reserves	(303,572)	(12,875)	(316,447)	(282,237)
Increase revenue - reserve funds interest	43,799		43,799	42,156
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	315	81,293	81,608	52,471
Increase (decrease) revenue - net surplus (deficit) of LUD(s)	8,452		8,452	5,067
Eliminate revenue - transfer from nominal surplus	(180,500)		(180,500)	
Increase expense - amortization of tangible capital assets	(277,340)	(74,428)	(351,768)	(317,962)
Decrease expense - principal portion of debenture debt	158,233		158,233	154,299
(Advance) repayment of reserve debenture	15,650		15,650	15,650
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets	36,613		36,613	
Eliminate revenue - proceeds on new debenture debt	(212,395)		(212,395)	
Eliminate revenue - proceeds on sale of tangible capital assets	(67,377)		(67,377)	
Eliminate expense - acquisitions of tangible capital assets	417,651	18,676	436,327	719,381
NET SURPLUS PER STATEMENT OF OPERATIONS	\$ 393,442	36,808	\$ 430,250	\$ 921,487