

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

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., an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. 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, 2023 and the consolidated statement of operations, consolidated statement of changes in net financial assets, consolidated statement of cash flows, and 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, 2023, 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 new 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, 2023 have not been determined, as there is insufficient information available.

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.

Sensus Chartered Professional Accountants Ltd.

Understanding your Business

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
November 18, 2024


Chartered Professional Accountants Ltd.

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2023

	2023	2022
FINANCIAL ASSETS		
Cash (Note 3)	\$ 3,061,602	\$ 2,630,075
Amounts receivable (Note 4)	500,162	447,492
Portfolio investments (Note 5)	14,748	24,764
Other inventories for sale (Note 6)	2,040	2,400
	3,578,552	3,104,731
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	306,654	360,355
Deferred revenue	881,703	652,616
Asset retirement obligations (Note 8)	70,557	15,160
Long-term debt (Note 9)	853,319	968,784
	2,112,233	1,996,915
NET FINANCIAL ASSETS	1,466,319	1,107,816
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	6,895,282	6,340,091
Inventories (Note 6)	2,346	1,988
Prepaid expenses	41,975	34,542
Real estate properties held for sale (Note 2)	36,884	36,884
	6,976,487	6,413,505
ACCUMULATED SURPLUS (Note 14)	\$ 8,442,806	\$ 7,521,321
Accumulated surplus is comprised of:		
Accumulated surplus (deficit) excluding rereasurement gains (losses)	\$ 8,442,806	\$ 7,521,321
Accumulated rereasurement gains (losses)		
	\$ 8,442,806	\$ 7,521,321

CONTINGENCIES (Note 20)

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2023

	2023 Budget (Note 13)	2023 Actual	2022 Actual
REVENUE			
Property taxes	\$ 1,934,393	\$ 2,047,253	\$ 1,815,127
Grants in lieu of taxation	8,506	4,633	4,814
User fees	216,103	318,922	253,336
Permits, licences and fines	44,972	32,705	24,779
Investment income	10,380	134,396	55,389
Other revenue	36,471	819,620	1,063,392
Water and sewer	467,725	569,638	646,828
Grants - Province of Manitoba	224,251	1,100,355	421,329
Grants - Other	134,310	112,673	560,962
Total revenue (Schedules 2, 4 and 5)	3,077,111	5,140,195	4,845,956
EXPENSES			
General government services	518,168	711,465	512,944
Protective services	145,897	133,032	137,500
Transportation services	1,269,812	1,993,756	1,437,582
Environmental health services	156,701	207,102	195,820
Public health and welfare services	44,771	102,795	74,533
Regional planning and development	16,104	24,686	16,355
Resource conservation and industrial development	62,958	62,735	67,140
Recreation and cultural services	278,369	439,858	978,969
Water and sewer services	529,995	543,281	433,185
Total expenses (Schedules 3, 4 and 5)	3,022,775	4,218,710	3,854,028
ANNUAL SURPLUS	\$ 54,336	921,485	991,928
ACCUMULATED SURPLUS, BEGINNING OF YEAR		7,521,321	6,529,393
ACCUMULATED SURPLUS, END OF YEAR		\$ 8,442,806	\$ 7,521,321

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2023

	2023 Budget (Note 13)	2023 Actual	2022 Actual
ANNUAL SURPLUS	\$ 54,336	\$ 921,485	\$ 991,928
Acquisition of tangible capital assets	(287,158)	(908,815)	(1,065,783)
Amortization of tangible capital assets	353,448	353,448	326,690
Loss (gain) on sale of tangible capital assets		(71)	167
Proceeds on sale of tangible capital assets		247	
Decrease (increase) in inventories		(358)	614
Increase in prepaid expenses		(7,433)	(6,744)
Increase in properties held for sale			21,052
	<u>66,290</u>	<u>(562,982)</u>	<u>(724,004)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 120,626</u>	<u>358,503</u>	<u>267,924</u>
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>1,107,816</u>	<u>839,892</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 1,466,319</u>	<u>\$ 1,107,816</u>

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2023

	2023	2022
OPERATING TRANSACTIONS		
Annual surplus	\$ 921,485	\$ 991,928
Changes in non-cash items:		
Amounts receivable	(52,671)	(25,508)
Inventories	2	614
Prepays	(7,433)	(6,744)
Accounts payable and accrued liabilities	(53,743)	(102,459)
Deferred revenue	229,088	448,667
Severance and sick leave payable	41	(4,332)
Asset retirement obligations	55,397	1,443
Gain on sale of properties held for resale		(77,144)
Loss (gain) on sale of tangible capital assets	(71)	167
Amortization	353,448	326,690
	<hr/>	<hr/>
Cash provided by operating transactions	1,445,543	1,553,322
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	247	
Cash used to acquire tangible capital assets	(908,815)	(1,065,783)
	<hr/>	<hr/>
Cash applied to capital transactions	(908,568)	(1,065,783)
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties		98,196
Portfolio investments repaid	10,016	
Purchase of portfolio investments		(24,764)
	<hr/>	<hr/>
Cash applied to investing transactions	10,016	73,432
FINANCING TRANSACTIONS		
Proceeds of long-term debt	68,921	48,462
Debt repayment	(184,385)	(178,214)
	<hr/>	<hr/>
Cash applied to financing transactions	(115,464)	(129,752)
INCREASE IN CASH	<hr/>	<hr/>
	431,527	431,219
CASH, BEGINNING OF YEAR	2,630,075	2,198,856
	<hr/>	<hr/>
CASH, END OF YEAR	\$ 3,061,602	\$ 2,630,075
	<hr/> <hr/>	<hr/> <hr/>

RURAL MUNICIPALITY OF THOMPSON
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2023

	2023 Actual	2022 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, 2023

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%) (2022 - 2%)
MSTW Planning District (1.90%) (2022 1.90%)
South Central Regional Library (4.35%) (2022 - 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, 2023

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, 2023

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, 2023

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.

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

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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. 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.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, 2023

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:

- PS 3400 Revenue (effective January 1, 2024), a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue. Earlier adoption is permitted.
- PS 3160 Public Private Partnerships (effective January 1, 2024), is a new standard establishing guidance on the recognition, measurement, and disclosure of public private partnership arrangements. Earlier adoption is permitted.
- PSG - 8 Purchased Intangibles (effective January 1, 2024), provides guidelines on the accounting and reporting for purchased intangible assets that are acquired through arm's length exchange transactions between knowledgeable, willing parties that are under no compulsion to act.

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:

	2023	2022
Cash	\$ 3,061,602	\$ 2,630,075

The Municipality has designated \$1,508,997 (2022 - \$1,253,653) 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 (2022 - \$525,000) with interest at 7.20% (2022 - 6.45%). 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, 2023

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2023	2022
Taxes on roll (Schedule 11)	\$ 130,677	\$ 182,676
Utility customers (Schedule 8)	16,488	24,106
Organizations and individuals	268,785	186,120
Other governments	84,212	54,590
	<u>\$ 500,162</u>	<u>\$ 447,492</u>

5. PORTFOLIO INVESTMENTS

	2023	2022
Marketable securities:		
Pembina Valley Water Cooperative Inc. - Unrealized gain (losses)		
attributed to derivatives - interest rate swaps	\$ 14,748	\$ 24,764
	<u>\$ 14,748</u>	<u>\$ 24,764</u>

The interest rate swaps are derivative financial instruments. They effectively lock in a fixed rate through November 2041. Management does not believe that the demand features of the callable debt will be exercised in the current period.

6. INVENTORIES

	2023	2022
Inventories for sale:		
History books	\$ 2,040	\$ 2,400
Inventories for use:		
Water Co-op	\$ 2,346	\$ 1,988
	<u>\$ 2,346</u>	<u>\$ 1,988</u>

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2023	2022
Accounts payable	\$ 225,935	\$ 347,162
Accrued expenses	80,719	13,193
	<u>\$ 306,654</u>	<u>\$ 360,355</u>

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

8. ASSET RETIREMENT OBLIGATIONS

	2023	2022
Balance, beginning of year	\$ 15,160	\$ 13,717
Liabilities settled during the year		1,443
Accretion expense	2,314	
Change in assumptions	53,083	
Balance, end of year	<u>\$ 70,557</u>	<u>\$ 15,160</u>

The balance of \$15,160 represents closure and post closure costs for municipal landfill sites. During the year, 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.

9. LONG-TERM DEBT

	2023	2022
Debenture, payable to Access Credit Union Ltd. at \$66,448 annually including interest at 3.55%, maturing December 2025.	\$ 99,859	\$ 162,083
Debenture, payable to Access Credit Union Ltd. at \$19,400 annually including interest at 3.989%, maturing December 2029.	98,875	113,738
Debenture, payable to Access Credit Union Ltd. at \$84,251.57 annually including interest at 2.25%, maturing December 2026.	238,174	315,387
South Central Regional Library - CEBA \$40,000 non-interest bearing until January 18, 2024. The loan was repaid in full during 2023.		1,740
	<u>\$ 436,908</u>	<u>\$ 592,948</u>

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

9. LONG-TERM DEBT (CONTINUED)

	2023	2022
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.	\$ 187,731	\$ 204,293
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.	17,823	19,636
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.	39,424	42,853
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.	50,256	53,060
Demand loan, payable to CIBC, \$28,547 monthly principle installments plus 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.	121,177	55,994
	416,411	375,836
	\$ 853,319	\$ 968,784

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

9. LONG-TERM DEBT (CONTINUED)

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

2024	\$	177,387
2025		155,546
2026		117,952
2027		40,798
2028		42,453
	\$	<u>534,136</u>

10. DEBENTURES PENDING

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

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 \$33,295 (2022 - \$36,524) and are included in the statement of operations.

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

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

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

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.

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

	2023	2022
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus	\$ 710,707	\$ 689,992
Utility Operating Fund(s) - Nominal Surplus	189,768	152,530
TCA net of related borrowings	5,307,931	4,752,212
Reserve Funds	1,508,997	1,253,653
	<hr/>	<hr/>
Accumulated Surplus of Municipality Unconsolidated	7,717,403	6,848,387
Accumulated Surpluses of Consolidated Entities	725,403	672,934
	<hr/>	<hr/>
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 8,442,806	\$ 7,521,321

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

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, 2023:

- a) Compensation paid to members of council amounted to \$88,213 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	\$ 21,100	\$ 2,320	\$ 23,420
Ronald Rothwell	15,300	4,211	19,511
Walter McTavish	14,875	3,603	18,478
Cody Faux	12,525	2,037	14,562
Wayne Gall	13,263	1,155	14,418
Donna Cox	4,150	634	4,784
Barbara Murray	3,500		3,500
Judy Knox	3,500		3,500
	<u>\$ 88,213</u>	<u>\$ 13,960</u>	<u>\$ 102,173</u>

- c) The following employees received compensation in excess of \$85,000:

<u>Name</u>	<u>Position</u>	<u>Amount</u>
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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	\$ 79,804	\$ 3,990	\$ 83,794
SK Watchorn	51,868	815	52,683
	<u>\$ 131,672</u>	<u>\$ 4,805</u>	<u>\$ 136,477</u>

RURAL MUNICIPALITY OF THOMPSON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

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	\$ 1,104,266	\$	\$ 36,652	\$ 1,067,614

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, 2023

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:

	2023	2022
Financial Position		
Financial assets	\$ 318,283	\$ 187,959
Liabilities	749,787	514,350
Net debt	(431,504)	(326,391)
Non-financial assets	1,156,907	999,325
Accumulated surplus	<u>\$ 725,403</u>	<u>\$ 672,934</u>
Result of Operations		
Revenues	\$ 339,356	\$ 407,307
Expenses	287,907	207,288
Intercompany revenue and expense eliminations	1,020	3,603
Annual surplus	<u>\$ 52,469</u>	<u>\$ 203,622</u>

20. CONTINGENCIES

Subsequent to year end, 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. 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. The amount is included with accounts payable and accrued liabilities on the statement of financial position and in general government services expenses on the statement of operations.

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2023

Cost	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Building and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2023	2022
Opening costs	\$ 353,413	1,095,930	2,953,229	63,602	745,706	8,292,706	5,395,407	2,873	\$ 18,902,866	\$ 17,839,687
Additions during the year	70,000	645,486	1,320				192,009		908,815	1,065,783
Disposals and write downs			(732)						(732)	(2,604)
Transfers		745,706			(745,706)					
Closing 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
Accumulated Amortization										
Opening accum'd amortization	31,797	496,118	1,252,189	61,507		8,069,644	2,651,520		12,562,775	12,238,522
Amortization	3,183	63,901	159,351	1,962		16,924	108,127		353,448	326,690
Disposals and write downs			(556)						(556)	(2,437)
Closing accum'd amortization	34,980	560,019	1,410,984	63,469		8,086,568	2,759,647		12,915,667	12,562,775
Net Book Value of Tangible Capital Assets	\$ 388,433	1,927,103	1,542,833	133		206,138	2,827,769	2,873	\$ 6,895,282	\$ 6,340,091

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 403 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, 2023

	2023 Actual	2022 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 2,034,410	\$ 1,783,075
Taxes added	12,843	32,052
	<u>2,047,253</u>	<u>1,815,127</u>
Grants in lieu of taxation:	<u>4,633</u>	<u>4,814</u>
User fees:		
Sales of service	303,693	240,767
Rentals	8,229	7,569
Lot levy	7,000	5,000
	<u>318,922</u>	<u>253,336</u>
Permits, licences and fines:		
Permits	30,367	24,294
Licences	2,338	485
	<u>32,705</u>	<u>24,779</u>
Investment income:	<u>134,396</u>	<u>55,389</u>
Other revenue:		
Gain on sale of tangible capital assets	71	
Gain on sale of real estate held for sale		77,144
Proceeds from construction company insurance agent	642,881	745,706
Penalties and interest	22,012	22,787
Miscellaneous	154,656	217,755
	<u>819,620</u>	<u>1,063,392</u>
Water and sewer		
Municipal utility	315,472	312,393
Consolidated water co-operatives	254,166	334,435
	<u>569,638</u>	<u>646,828</u>
Sub-total	<u>\$ 3,927,167</u>	<u>\$ 3,863,665</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
For the year ended December 31, 2023

	2023 Actual	2022 Actual
Sub-total (Carry forward)	\$ 3,927,167	\$ 3,863,665
Grants - Province of Manitoba:		
Disaster financial assistance	736,970	109,718
Municipal operating grants	212,251	122,822
Conditional grants	151,134	188,789
	<u>1,100,355</u>	<u>421,329</u>
Grants - other:		
Federal government - gas tax funding	83,484	80,006
Federal government - other		442,944
Other municipal governments	29,189	38,012
	<u>112,673</u>	<u>560,962</u>
Total revenue	<u><u>\$ 5,140,195</u></u>	<u><u>\$ 4,845,956</u></u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2023

	2023 Actual	2022 Actual
General government services:		
Legislative	\$ 108,237	\$ 110,495
General administrative	533,339	378,867
Other	69,889	23,582
	<u>711,465</u>	<u>512,944</u>
Protective services:		
Fire	47,948	47,733
Emergency measures	21,532	31,038
Other protection	63,552	58,729
	<u>133,032</u>	<u>137,500</u>
Transportation services:		
Road transport		
Administration and engineering	340,033	358,631
Road and street maintenance	884,293	887,047
Bridge maintenance	14,323	165,385
Street lighting	10,945	10,922
Other - Interest	7,192	15,597
Disaster financial assistance	736,970	
	<u>1,993,756</u>	<u>1,437,582</u>
Environmental health services:		
Waste collection and disposal	184,702	175,503
Recycling	22,400	20,317
	<u>207,102</u>	<u>195,820</u>
Public health and welfare services:		
Public health	97,573	68,972
Medical care	2,421	2,740
Social assistance	2,801	2,821
	<u>102,795</u>	<u>74,533</u>
Regional planning and development:		
Planning and zoning	24,686	16,355
Sub-total	<u>\$ 3,172,836</u>	<u>\$ 2,374,734</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES - Continued
For the year ended December 31, 2023

	2023 Actual	2022 Actual
Sub-total (Carry forward)	\$ 3,172,836	\$ 2,374,734
Resource conservation and industrial development:		
Rural area weed control	46,827	42,438
Veterinary services	7,214	6,998
Water resources and conservation	9,408	10,658
Regional development	820	
Other	(1,534)	7,046
	<u>62,735</u>	<u>67,140</u>
Recreation and cultural services:		
Administration	6,183	6,197
Community centres and halls	102,983	704,098
Golf courses	2,100	
Skating and curling rinks	105,552	87,903
Parks and playgrounds	39,589	35,800
Other recreational facilities	36,991	34,674
Museums	12,480	1,200
Libraries	133,980	108,930
Loss on disposals of tangible capital assets		167
	<u>439,858</u>	<u>978,969</u>
Water and sewer (Schedule 9)		
Municipal utility	336,529	296,076
Consolidated water co-operatives	206,752	137,109
	<u>543,281</u>	<u>433,185</u>
Total expenses	\$ 4,218,710	\$ 3,854,028

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
REVENUE										
Property taxes	\$ 2,047,253	\$ 1,815,127								
Grants in lieu of taxation	4,633	4,814								
User fees	20,048	14,216					296,234	236,572		
Grants - other	83,484	534,025								
Permits, licences and fines	8,836	8,426								
Investment income	133,057	54,694								
Other revenue	171,579	312,583								
Water and sewer										
Prov of MB - unconditional grants	261,524	261,582								
Prov of MB - conditional grants	748,547	120,586			67,291	17,925				
Total revenue	3,478,961	3,126,053			67,291	17,925	296,234	236,572		
EXPENSES										
Personnel services	247,582	270,325			332,710	346,981	120,334	109,838	8,212	9,520
Contract services	281,281	113,776	27,979	42,925	98,096	284,480	1,895	1,350	40,353	21,125
Utilities	12,109	11,837	11,465	11,990	12,614	12,853	8,486	7,403	5,689	5,333
Maintenance, materials and supplies	109,744	65,384	37,180	27,568	681,754	660,334	69,906	70,748	45,275	35,815
Grants and contributions	23,377	9,949							845	
Amortization	18,363	19,108	49,807	49,807	124,516	127,490	6,481	6,481		
Interest on long-term debt	4,225	5,806			7,096	5,444			2,421	2,740
Other	14,784	16,759	6,601	5,210	736,970					
Total expenses	711,465	512,944	133,032	137,500	1,993,756	1,437,582	207,102	195,820	102,795	74,533
Surplus (Deficit)	\$ 2,767,496	\$ 2,613,109	(133,032)	(137,500)	(1,926,465)	(1,419,657)	89,132	40,752	(102,795)	(74,533)

* 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, 2023

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
REVENUE										
Property taxes									\$ 2,047,253	\$ 1,815,127
Grants in lieu of taxation									4,633	4,814
User fees	724	722			1,916	1,826			318,922	253,336
Grants - other					29,189	26,937			112,673	560,962
Permits, licences and fines	23,869	16,353							32,705	24,779
Investment income	1,159	584			180	111			134,396	55,389
Other revenue	299	269			647,742	750,540			819,620	1,063,392
Water and sewer							569,638	646,828	569,638	646,828
Prov of MB - unconditional grants									261,524	261,582
Prov of MB - conditional grants					22,993	21,236			838,831	159,747
Total revenue	26,051	17,928			702,020	800,650	569,638	646,828	5,140,195	4,845,956
EXPENSES										
Personnel services	8,286	7,751			49,636	36,067	45,300	42,345	812,060	822,827
Contract services	2,522	668	16,908	25,702	50,810	42,604	230,114	182,545	749,958	715,175
Utilities	225	217			5,547	5,631	26,813	30,707	82,948	85,971
Maintenance, materials and supplies	9,726	4,037			48,534	31,980	61,248	58,283	1,063,367	954,149
Grants and contributions	3,343		45,827	41,438	150,051	136,154			223,443	187,541
Amortization	584	469			45,570	17,161	108,127	106,174	353,448	326,690
Interest on long-term debt					4,537	5,107	16,987	13,131	35,266	32,228
Other		3,213			85,173	704,265	54,692		898,220	729,447
Total expenses	24,686	16,355	62,735	67,140	439,858	978,969	543,281	433,185	4,218,710	3,854,028
Surplus (Deficit)	1,365	1,573	(62,735)	(67,140)	262,162	(178,319)	26,357	213,643	\$ 921,485	\$ 991,928

RURAL MUNICIPALITY OF THOMPSON

SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the year ended December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
REVENUE								
Property taxes	\$ 2,047,253	\$ 1,815,127					\$ 2,047,253	\$ 1,815,127
Grants in lieu of taxation	4,633	4,814					4,633	4,814
User fees	316,282	250,788			2,640	2,548	318,922	253,336
Grants - other	83,484	534,025			29,189	26,937	112,673	560,962
Permits, licences and fines	8,836	8,426			23,869	16,353	32,705	24,779
Investment income	133,057	54,694			1,339	695	134,396	55,389
Other revenue	814,460	1,058,289			5,160	5,103	819,620	1,063,392
Water and sewer	315,472	312,393			254,166	334,435	569,638	646,828
Prov of MB - unconditional grants	261,524	261,582					261,524	261,582
Prov of MB - conditional grants	815,838	138,511			22,993	21,236	838,831	159,747
Total revenue	4,800,839	4,438,649			339,356	407,307	5,140,195	4,845,956
EXPENSES								
Personnel services	719,814	736,664			92,246	86,163	812,060	822,827
Contract services	737,272	701,149			12,686	14,026	749,958	715,175
Utilities	71,395	74,639			11,553	11,332	82,948	85,971
Maintenance, materials and supplies	1,002,453	908,230			60,914	45,919	1,063,367	954,149
Grants and contributions	220,100	187,541			3,343		223,443	187,541
Amortization	317,962	293,353			35,486	33,337	353,448	326,690
Interest on long-term debt	18,279	19,097			16,987	13,131	35,266	32,228
Other	843,528	726,067			54,692	3,380	898,220	729,447
Total expenses	3,930,803	3,646,740			287,907	207,288	4,218,710	3,854,028
Surplus (Deficit)	\$ 870,036	\$ 791,909			51,449	200,019	\$ 921,485	\$ 991,928

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

	2023					
	General Reserve	Maple Avenue Reserve	Emergency Preparedness Reserve	Road Maintenance Reserve	Capital Lot Levy Reserve	Sub Total
REVENUE						
Investment income	\$ 11,811	\$	\$	\$	\$	\$ 11,811
Other income						
Total revenue	<u>11,811</u>					<u>11,811</u>
EXPENSES						
Investment charges						
Other expenses						
Total expenses						
NET REVENUES	11,811					11,811
TRANSFERS						
Debt repayment						
Transfers from operating fund	135,172					135,172
Transfers to operating fund	(22,952)					(22,952)
Transfers from utility fund						
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES	124,031					124,031
FUND SURPLUS, BEGINNING OF YEAR	<u>70,045</u>	<u>5,623</u>	<u>49,293</u>	<u>52,334</u>	<u>19,093</u>	<u>196,388</u>
FUND SURPLUS, END OF YEAR	<u>\$ 194,076</u>	<u>\$ 5,623</u>	<u>\$ 49,293</u>	<u>\$ 52,334</u>	<u>\$ 19,093</u>	<u>\$ 320,419</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

	2023					
	WDG Closure Costs Reserve	WDG - Improvements Reserve	WDG Reserve	Workshop / Yard Improvements Reserve	Bridge Reserve	Sub Total
REVENUE						
Investment income	\$	\$	\$ 2,658	\$	\$ 2,004	\$ 4,662
Other income						
Total revenue			<u>2,658</u>		<u>2,004</u>	<u>4,662</u>
EXPENSES						
Investment charges						
Other expenses						
Total expenses						
NET REVENUES			2,658		2,004	4,662
TRANSFERS						
Debt repayment						
Transfers from operating fund			18,703		25,000	43,703
Transfers to operating fund			(7,735)			(7,735)
Transfers from utility fund						
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES			13,626		27,004	40,630
FUND SURPLUS, BEGINNING OF YEAR	5,853	9,481	36,128	6,883	35,707	94,052
FUND SURPLUS, END OF YEAR	<u>\$ 5,853</u>	<u>\$ 9,481</u>	<u>\$ 49,754</u>	<u>\$ 6,883</u>	<u>\$ 62,711</u>	<u>\$ 134,682</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

	2023					
	LUD of Miami Reserve	Gas Tax Reserve	VL T Revenue Reserve	Cemetery Reserve	Rural Reserve	Sub Total
REVENUE						
Investment income	\$ 6,396	\$ 11,645	\$	\$	\$	\$ 18,041
Other income						
Total revenue	<u>6,396</u>	<u>11,645</u>				<u>18,041</u>
EXPENSES						
Investment charges						
Other expenses						
Total expenses						
NET REVENUES	6,396	11,645				18,041
TRANSFERS						
Debt repayment						
Transfers from operating fund	19,067	83,484				102,551
Transfers to operating fund	(42,070)	(40,397)		(11,275)		(93,742)
Transfers from utility fund					4,000	4,000
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES	(16,607)	54,732		(11,275)	4,000	30,850
FUND SURPLUS, BEGINNING OF YEAR	<u>100,575</u>	<u>304,428</u>	<u>36,502</u>	<u>17,690</u>	<u>61,387</u>	<u>520,582</u>
FUND SURPLUS, END OF YEAR	<u>\$ 83,968</u>	<u>\$ 359,160</u>	<u>\$ 36,502</u>	<u>\$ 6,415</u>	<u>\$ 65,387</u>	<u>\$ 551,432</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

	Equipment Replacement Reserve	WDG Machinery & Equipment Reserve	Fire Truck Reserve	Land Sale Reserve	Miami Utility General Reserve	Total	2022 Total
REVENUE							
Investment income	\$ 3,649	\$	\$ 31	\$	\$ 3,961	\$ 42,155	\$ 25,125
Other income							
Total revenue	3,649		31		3,961	42,155	25,125
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	3,649		31		3,961	42,155	25,125
TRANSFERS							
Debt repayment							
Transfers from operating fund	200,000				5,000	486,426	328,050
Transfers to operating fund	(87,808)			(70,000)		(282,237)	(437,447)
Transfers from utility fund					5,000	9,000	9,000
Transfers to utility fund							(8,121)
Acquisition of tangible capital assets							
CHANGE IN RESERVE FUND BALANCES	115,841		31	(70,000)	13,961	255,344	(83,393)
FUND SURPLUS, BEGINNING OF YEAR	123,723	18,091	551	259,893	40,373	1,253,653	1,337,046
FUND SURPLUS, END OF YEAR	\$ 239,564	\$ 18,091	\$ 582	\$ 189,893	\$ 54,334	\$ 1,508,997	\$ 1,253,653

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS - Miami
For the year ended December 31, 2023

	2023 Budget	2023 Actual	2022 Actual
REVENUE			
Taxation	\$ 103,250	\$ 103,250	\$ 94,050
Other revenue	2,000	19,736	2,750
Total revenue	105,250	122,986	96,800
EXPENSES			
General government			
Indemnities	26,000	27,778	19,683
Transportation services			
Road and street maintenance	7,500		2,948
Sidewalk and boulevard maintenance	3,000	35,519	5,788
Street lighting	4,500	4,500	4,500
Other	1,000	96	10,153
Environmental health			
Waste collection and disposal	5,000	5,000	4,000
Recycling	1,000	1,000	1,000
Other	7,500		
Regional planning and development			
Beautification and land rehabilitation		3,140	
Urban area weed control	1,000	1,000	1,000
Other	3,000	7,500	4,700
Recreation and cultural services			
Parks and playgrounds	25,750	15,285	12,000
Libraries	5,000	5,000	3,000
Other cultural facilities	10,000	12,101	4,984
Total expenses	100,250	117,919	73,756
NET REVENUES	5,000	5,067	23,044
TRANSFERS			
Transfers to L.U.D. reserve		(67)	(18,044)
Transfers to operating fund			(5,000)
Transfer to utility reserve	(5,000)	(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, 2023

	2023				2022
	Miami	Rural	Pembina Valley Water Cooperative	Total	Total
FINANCIAL ASSETS					
Cash	\$	\$	\$ 221,644	\$ 221,644	\$ 98,118
Amounts receivable (Note 4)	89	57	16,342	16,488	24,106
Portfolio investments (Note 5)			14,748	14,748	24,764
Due from other funds		191,792		191,792	152,383
	<u>89</u>	<u>191,849</u>	<u>252,734</u>	<u>444,672</u>	<u>299,371</u>
LIABILITIES					
Accounts payable and accrued liabilities			45,401	45,401	58,615
Deferred revenue			187,000	187,000	57,463
Long-term debt (Note 9)			416,411	416,411	375,836
Due to other funds	2,171			2,171	
Asset retirement obligations (Note 8)			55,397	55,397	
	<u>2,171</u>		<u>704,209</u>	<u>706,380</u>	<u>491,914</u>
NET FINANCIAL ASSETS (NET DEBT)	(2,082)	191,849	(451,475)	(261,708)	(192,543)
NON-FINANCIAL ASSETS					
Tangible capital assets (Schedule 1)	350,189	1,342,749	1,137,704	2,830,642	2,746,760
Inventories			2,346	2,346	1,988
Prepaid expenses			2,538	2,538	256
	<u>350,189</u>	<u>1,342,749</u>	<u>1,142,588</u>	<u>2,835,526</u>	<u>2,749,004</u>
FUND SURPLUS	\$ 348,107	\$ 1,534,598	\$ 691,113	\$ 2,573,818	\$ 2,556,461
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)	\$ 348,107	\$ 1,534,598	\$ 691,113	\$ 2,573,818	\$ 2,556,461
Accumulated remeasurement gains (losses)					
	<u>\$ 348,107</u>	<u>\$ 1,534,598</u>	<u>\$ 691,113</u>	<u>\$ 2,573,818</u>	<u>\$ 2,556,461</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Miami
For the year ended December 31, 2023

	Budget	2023	2022
REVENUE			
Water			
Water fees	\$ 119,000	\$ 115,927	\$ 113,328
Sub-Total - Water	119,000	115,927	113,328
Sewer			
Sewer fees	20,000	19,179	19,221
Sub-Total - Sewer	20,000	19,179	19,221
Other			
Hydrant rentals	1,000	1,000	1,000
Rate rider		3,457	4,836
Penalties	3,000	2,980	2,634
Other income	5,900	10,590	6,553
Sub-Total - Other	9,900	18,027	15,023
Total revenue	\$ 148,900	\$ 153,133	\$ 147,572

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Miami
For the year ended December 31, 2023

	Budget	2023	2022
EXPENSES			
General			
Administration	\$ 14,000	\$ 25,049	\$ 8,050
Billing and collection	2,300	2,300	2,300
Sub-Total - General	<u>16,300</u>	<u>27,349</u>	<u>10,350</u>
Water General			
Purification and treatment	27,300	10,980	10,079
Other water supply costs	67,500	110,093	83,846
Connection costs	500	475	
Sub-Total - Water General	<u>95,300</u>	<u>121,548</u>	<u>93,925</u>
Water Amortization, Accretion & Interest			
Amortization		5,818	5,818
Sub-Total - Water Amortization, Accretion & Interest		<u>5,818</u>	<u>5,818</u>
Sewer General			
Treatment and disposal cost	32,300	7,242	6,970
Sub-Total - Sewer General	<u>32,300</u>	<u>7,242</u>	<u>6,970</u>
Sewer Amortization, Accretion & Interest			
Amortization		7,848	7,848
Sub-Total - Sewer Amortization, Accretion & Interest		<u>7,848</u>	<u>7,848</u>
Total expenses	<u>143,900</u>	<u>169,805</u>	<u>124,911</u>
NET OPERATING SURPLUS (DEFICIT)	<u>\$ 5,000</u>	<u>(16,672)</u>	<u>22,661</u>
TRANSFERS			
Transfers from (to) reserve funds		(5,000)	3,121
CHANGE IN UTILITY FUND BALANCE		<u>(21,672)</u>	<u>25,782</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>369,779</u>	<u>343,997</u>
FUND SURPLUS, END OF YEAR	<u>\$ 348,107</u>	<u>\$ 369,779</u>	

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Rural
For the year ended December 31, 2023

	Budget	2023	2022
REVENUE			
Water			
Water fees	\$ 152,325	\$ 153,138	\$ 156,102
Sub-Total - Water	<u>152,325</u>	<u>153,138</u>	<u>156,102</u>
Sewer			
Sewer fees		5,951	5,851
Sub-Total - Sewer		<u>5,951</u>	<u>5,851</u>
Other			
Penalties	2,300	2,478	2,228
Other income	6,000	772	640
Sub-Total - Other	<u>8,300</u>	<u>3,250</u>	<u>2,868</u>
Total revenue	<u>\$ 160,625</u>	<u>\$ 162,339</u>	<u>\$ 164,821</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rural
For the year ended December 31, 2023

	Budget	2023	2022
EXPENSES			
General			
Administration	\$ 14,475	\$ 17,299	\$ 16,099
Billing and collection	3,000	3,000	2,300
Sub-Total - General	<u>17,475</u>	<u>20,299</u>	<u>18,399</u>
Water General			
Purification and treatment	29,150	11,177	8,815
Water purchases	110,000	72,615	81,246
Connection costs		2,505	2,577
Sub-Total - Water General	<u>139,150</u>	<u>86,297</u>	<u>92,638</u>
Water Amortization, Accretion & Interest			
Amortization		<u>60,128</u>	60,128
Sub-Total - Water Amortization, Accretion & Interest		<u>60,128</u>	<u>60,128</u>
Total expenses	<u>156,625</u>	<u>166,724</u>	<u>171,165</u>
NET OPERATING SURPLUS (DEFICIT)	<u>\$ 4,000</u>	(4,385)	(6,344)
TRANSFERS			
Transfers to reserve funds		<u>(4,000)</u>	(4,000)
CHANGE IN UTILITY FUND BALANCE		(8,385)	(10,344)
FUND SURPLUS, BEGINNING OF YEAR		<u>1,542,983</u>	1,553,327
FUND SURPLUS, END OF YEAR		<u>\$ 1,534,598</u>	<u>\$ 1,542,983</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Pembina Valley Water Cooperative
For the year ended December 31, 2023

REVENUE	Budget	2023	2022
Water	\$	\$ 161,812	\$ 148,834
Government transfers		92,573	157,944
Other			
Unrealized gain (loss) attributed to derivatives - interest rate swaps		(10,016)	24,764
Investment income		9,401	1,654
Other income		396	1,239
Sub-Total - Other		(219)	27,657
Total revenue	\$	\$ 254,166	\$ 334,435

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Pembina Valley Water
Cooperative
For the year ended December 31, 2023

	Budget	2023	2022
EXPENSES			
General			
Administration	\$	\$ 51,632	\$ 50,992
Utilities (telephone, electricity, etc)		10,931	10,721
Sub-Total - General		<u>62,563</u>	<u>61,713</u>
Water General			
Purification and treatment		37,473	29,886
Connection costs		54,692	
Sub-Total - Water General		<u>92,165</u>	<u>29,886</u>
Water Amortization, Accretion & Interest			
Amortization		35,037	32,379
Interest on long-term debt		16,987	13,131
Sub-Total - Water Amortization, Accretion & Interest		<u>52,024</u>	<u>45,510</u>
Total expenses		<u>206,752</u>	<u>137,109</u>
NET OPERATING SURPLUS	<u>\$</u>	<u>47,414</u>	197,326
TRANSFERS			
CHANGE IN UTILITY FUND BALANCE		47,414	197,326
FUND SURPLUS, BEGINNING OF YEAR		643,699	446,373
FUND SURPLUS, END OF YEAR	<u>\$</u>	<u>691,113</u>	<u>\$ 643,699</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2023

	<u>Financial Plan General</u>	<u>Financial Plan Utility</u>	<u>Amortization & Accretion</u>	<u>Interest Expense</u>	<u>Transfers</u>	<u>Consolidated Entities</u>	<u>PSAB Budget</u>
REVENUE							
Property taxes	\$ 1,934,393						\$ 1,934,393
Grants in lieu of taxation	8,506						8,506
User fees	215,571					532	216,103
Grants - Province of Manitoba	224,251						224,251
Grants - other	80,006					54,304	134,310
Permits, licences and fines	30,000					14,972	44,972
Investment income	10,000					380	10,380
Other revenue	36,000					471	36,471
Water and sewer		309,525				158,200	467,725
Transfers from accumulated surplus							
Transfers from reserves	287,158				(287,158)		
Total revenue	<u>2,825,885</u>	<u>309,525</u>			<u>(287,158)</u>	<u>228,859</u>	<u>3,077,111</u>
EXPENSES							
General government services	494,902		18,363	4,225	678		518,168
Protective services	96,090		49,807				145,897
Transportation services	1,138,200		124,516	7,096			1,269,812
Environmental health services	150,220		6,481				156,701
Public health and welfare services	42,350			2,421			44,771
Regional planning and development						16,104	16,104
Resource cons and industrial dev	62,958						62,958
Recreation and cultural services	174,308		45,000	4,537		54,524	278,369
Water and sewer services		300,525	73,795			155,675	529,995
Fiscal services:							
Transfer to capital	287,158				(287,158)		
Debt charges	85,848			(85,848)			
Short-term interest	1,000			(1,000)			
Transfer to reserves	323,709	9,000			(332,709)		
Deficit recovery	678				(678)		
Total expenses	<u>2,857,421</u>	<u>309,525</u>	<u>317,962</u>	<u>(68,569)</u>	<u>(619,867)</u>	<u>226,303</u>	<u>3,022,775</u>
Surplus (Deficit)	<u>\$ (31,536)</u>		<u>(317,962)</u>	<u>68,569</u>	<u>332,709</u>	<u>2,556</u>	<u>\$ 54,336</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2023

	2023	2022
Balance, beginning of year	\$ 182,676	\$ 161,869
Add:		
Tax levy (Schedule 12)	3,795,039	3,520,145
Taxes added	12,843	32,052
Penalties or interest	22,012	22,787
Other accounts added	33,971	23,556
Sub-total	3,863,865	3,598,540
Deduct:		
Cash collections - current	3,621,252	3,299,144
Cash collections - arrears	185,124	152,099
Writeoffs	10,603	9,125
E.P.T.C. - cash advance	98,885	117,365
Sub-total	3,915,864	3,577,733
Balance, end of year	\$ 130,677	\$ 182,676

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2023

	2023			2022
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
LUD of Miami	13,957,870	7.380	\$ 103,009	\$ 93,876
Sub-Total - L.U.D			<u>103,009</u>	<u>93,876</u>
Debt charges:				
Frontage			19,144	19,144
Civic Centre "A1"			51,642	51,642
Other (Civic Centre "A2")	178,546,390	0.080	14,284	14,576
Sub-Total - Debt charges			<u>85,070</u>	<u>85,362</u>
Reserves:				
Replacement	178,546,390	1.119	199,793	199,741
Bridge	164,688,720	0.152	25,017	25,008
Sub-Total - Reserves			<u>224,810</u>	<u>224,749</u>
General Municipal - Rural Area	164,588,720	5.027	827,387	711,028
General Municipal- At Large	178,546,390	4.151	741,146	617,324
Special levies:				
Conservation Districts	137,470,160	0.078	10,723	10,243
Waste/Recycle			42,265	40,493
Sub-Total - Special levies			<u>52,988</u>	<u>50,736</u>
Total municipal taxes (Schedule 2)			<u>2,034,410</u>	<u>1,783,075</u>
Education support levy	4,402,750	8.140	35,838	35,644
Special levy:				
Prairie Rose	157,931,080	9.516	1,502,872	1,465,630
Western	15,456,030	11.820	182,690	198,417
Prairie Spirit	4,879,830	8.039	39,229	37,379
Sub-Total - Special levies			<u>1,724,791</u>	<u>1,701,426</u>
Total education taxes			<u>1,760,629</u>	<u>1,737,070</u>
Total tax levy (Schedule 11)			<u>\$ 3,795,039</u>	<u>\$ 3,520,145</u>

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the year ended December 31, 2023

	2023	2022
General government services:		
Legislative	\$ 108,237	\$ 110,495
General administrative	533,339	378,867
Other	69,889	23,582
	711,465	512,944
Protective services:		
Fire	47,948	47,733
Emergency measures	21,532	31,038
Other	63,552	58,729
	133,032	137,500
Transportation services:		
Road transport		
Administration and engineering	340,033	358,631
Road and street maintenance	884,293	887,047
Bridge maintenance	14,323	165,385
Street lighting	10,945	10,922
Other - Interest	7,192	15,597
Disaster financial assistance	736,970	
	1,993,756	1,437,582
Environmental health services:		
Waste collection and disposal	184,702	175,503
Recycling	22,400	20,317
	207,102	195,820
Public health and welfare services:		
Public health	97,573	68,972
Medical care	2,421	2,740
Social assistance	2,801	2,821
	102,795	74,533
Sub-total	\$ 3,148,150	\$ 2,358,379

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued
For the year ended December 31, 2023

	2023	2022
Sub-total (carry forward)	\$ 3,148,150	\$ 2,358,379
Resource conservation and industrial development:		
Rural area weed control	46,827	42,438
Veterinary services	7,214	6,998
Water resources and conservation	9,408	10,658
Regional development	820	
Other	(1,534)	7,046
	62,735	67,140
Recreation and cultural services:		
Administration	6,183	6,197
Community centres and halls	102,983	704,098
Golf courses	2,100	
Skating and curling rinks	105,552	87,903
Parks and playgrounds	39,589	35,800
Other recreational facilities	36,991	34,674
Museums	12,480	1,200
Libraries	78,531	56,158
	384,409	926,030
Total expenses	\$ 3,595,294	\$ 3,351,549

RURAL MUNICIPALITY OF THOMPSON
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2023

	2023			2022
	General	Utility	Total	Total
MUNICIPAL SURPLUS UNDER THE MUNICIPAL ACT	\$	37,237	\$	37,237
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	486,426	9,000	495,426	337,050
Eliminate revenue - transfers from reserves	(282,237)		(282,237)	(445,568)
Increase revenue - reserve funds interest	42,155		42,155	25,125
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	5,055	47,414	52,469	200,904
Increase (decrease) revenue - net surplus (deficit) of LUD(s)	5,067		5,067	23,044
Eliminate revenue - transfer from nominal surplus				(20,000)
Increase expense - amortization of tangible capital assets	(244,168)	(73,794)	(317,962)	(293,353)
Decrease expense - principal portion of debenture debt	154,299		154,299	153,800
(Advance) repayment of reserve debenture	15,650		15,650	15,650
Eliminate expense - acquisitions of tangible capital assets	712,881	6,500	719,381	832,858
NET SURPLUS PER STATEMENT OF OPERATIONS	\$	895,128	26,357	\$
			921,485	\$
				991,928