

MUNICIPALITY OF GLENELLA-LANSDOWNE
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

MUNICIPALITY OF GLENELLA-LANSDOWNE
TABLE OF CONTENTS
 For the year ended December 31, 2016

	Page
STATEMENT OF RESPONSIBILITY	3
AUDITORS' REPORT , dated August 9, 2017	4
FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	20
Schedule 2 - Consolidated Schedule of Revenues	21 - 22
Schedule 3 - Consolidated Schedule of Expenses	23 - 24
Schedule 4 - Consolidated Statement of Operations by Program	25 - 26
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	27
Schedule 6 - Schedule of Changes in Reserve Fund Balances	28 - 29
Schedule 7 - Schedule of Trust Funds	30
Schedule 8 - Schedule of Financial Position for Utility	31
Schedule 9 - Schedule of Utility Operations	32 - 37
Schedule 10 - Reconciliation of the Financial Plan to the Budget	38
Schedule 11 - Analysis of Taxes on Roll	39
Schedule 12 - Analysis of Tax Levy	40
Schedule 13 - Analysis of School Accounts	41
Schedule 14 - Schedule of General Operating Fund Expenses	42 - 43
Schedule 15 - Schedule of L.U.D. Operations	44 - 45
Schedule 16 - Schedule of Debentures Pending	46
Schedule 17 - Reconciliation of Annual Surplus (Deficit)	47

STATEMENT OF RESPONSIBILITY

The accompanying consolidated financial statements are the responsibility of the management of the Municipality of Glenella-Lansdowne and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards.

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

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

Sensus Partnership of Chartered Professional Accountants, as the Municipality's appointed external auditors, have audited the consolidated financial statements. The Auditors' Report is addressed to the and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the consolidated financial statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian public sector accounting standards.

Wendy Wutzke
Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Reeve and Council of:
Municipality of Glenella-Lansdowne
Glenella, Manitoba

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Municipality of Glenella-Lansdowne, which comprise of the statement of financial position as at December 31, 2016 and the statement of operations, statement of changes in net financial assets and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Municipality of Glenella-Lansdowne as at December 31, 2016, and its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Brandon, Manitoba
August 9, 2017


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MUNICIPALITY OF GLENELLA-LANSDOWNE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2016

	2016	2015
FINANCIAL ASSETS		
Cash (Note 3)	\$ 1,205,466	\$ 1,136,292
Amounts receivable (Note 4)	593,831	651,138
Loans and advances	36,003	36,003
Real estate properties held for sale (Note 2)	14,991	15,284
Other assets	28,549	26,536
	<u>1,878,840</u>	<u>1,865,253</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	227,331	187,713
Landfill closure and post closure liabilities (Note 7)	20,713	19,223
Long-term debt (Note 8)	392,795	561,760
	<u>640,839</u>	<u>768,696</u>
NET FINANCIAL ASSETS	<u>1,238,001</u>	<u>1,096,557</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	6,590,653	6,764,846
Inventories (Note 5)	59,433	110,734
Prepaid expenses	23,344	23,505
	<u>6,673,430</u>	<u>6,899,085</u>
ACCUMULATED SURPLUS	<u>\$ 7,911,431</u>	<u>\$ 7,995,642</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
CONSOLIDATED STATEMENT OF OPERATIONS
 For the year ended December 31, 2016

	2016 Budget (Note 11)	2016 Actual	2015 Actual
REVENUE			
Property taxes	\$ 1,541,893	\$ 1,552,332	\$ 1,499,808
Grants in lieu of taxation	6,141	6,141	7,164
User fees	62,750	100,800	122,427
Permits, licences and fines	7,296	7,296	1,874
Investment income	6,784	12,926	19,964
Other revenue	53,041	130,211	263,590
Water and sewer	143,824	227,180	261,824
Grants - Province of Manitoba	134,433	139,284	165,580
Grants - Other	83,596	79,498	150,456
Total revenue (Schedules 2, 4 and 5)	<u>2,039,758</u>	<u>2,255,668</u>	<u>2,492,687</u>
EXPENSES			
General government services	350,401	354,017	362,939
Protective services	65,453	80,535	66,888
Transportation services	988,794	1,105,320	959,629
Environmental health services	79,116	87,145	78,639
Public health and welfare services	16,599	17,297	17,255
Regional planning and development	40,011	43,754	31,294
Resource conservation and industrial development	58,200	56,228	57,106
Recreation and cultural services	99,139	160,581	162,499
Water and sewer services	288,321	435,002	413,379
Total expenses (Schedules 3, 4 and 5)	<u>1,986,034</u>	<u>2,339,879</u>	<u>2,149,628</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 53,724</u>	<u>(84,211)</u>	<u>343,059</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>7,995,642</u>	<u>7,652,583</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 7,911,431</u>	<u>\$ 7,995,642</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
 For the year ended December 31, 2016

	2016 Budget (Note 11)	2016 Actual	2015 Actual
ANNUAL SURPLUS (DEFICIT)	\$ 53,724	\$ (84,211)	\$ 343,059
Acquisition of tangible capital assets	(263,000)	(161,479)	(529,029)
Amortization of tangible capital assets	331,652	331,652	330,782
Loss (gain) on sale of tangible capital assets		2,909	(151,621)
Proceeds on sale of tangible capital assets		1,111	176,140
Decrease (increase) in inventories		51,301	(32,039)
Decrease in prepaid expenses		161	2,402
	68,652	225,655	(203,365)
CHANGE IN NET FINANCIAL ASSETS	\$ 122,376	141,444	139,694
NET FINANCIAL ASSETS, BEGINNING OF YEAR		1,096,557	956,863
NET FINANCIAL ASSETS, END OF YEAR		\$ 1,238,001	\$ 1,096,557

MUNICIPALITY OF GLENELLA-LANSDOWNE
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2016

	2016	2015
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ (84,211)	\$ 343,059
Changes in non-cash items:		
Amounts receivable	57,306	(4,840)
Inventories	51,301	(32,040)
Prepays	161	2,402
Accounts payable and accrued liabilities	39,618	(12,228)
Deferred revenue		(67,811)
Other assets	(2,013)	(92)
Landfill closure and post closure liabilities	1,490	1,386
Loss (gain) on sale of tangible capital assets	2,909	(151,621)
Amortization	331,652	330,782
Loss (gain) on sale of real estate properties	193	3,942
Cash provided by operating transactions	<u>398,406</u>	<u>412,939</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	1,111	176,140
Cash used to acquire tangible capital assets	(161,479)	(529,029)
Cash applied to capital transactions	<u>(160,368)</u>	<u>(352,889)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties	100	5,587
Acquisition of real estate properties		(2,815)
Cash applied to investing transactions	<u>100</u>	<u>2,772</u>
FINANCING TRANSACTIONS		
Debt repayment	(168,964)	(182,262)
Cash applied to financing transactions	<u>(168,964)</u>	<u>(182,262)</u>
INCREASE (DECREASE) IN CASH	<u>69,174</u>	<u>(119,440)</u>
CASH, BEGINNING OF YEAR	<u>1,136,292</u>	<u>1,255,732</u>
CASH, END OF YEAR	<u>\$ 1,205,466</u>	<u>\$ 1,136,292</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

1. STATUS OF THE MUNICIPALITY OF GLENELLA-LANSDOWNE

The incorporated Municipality of Glenella-Lansdowne ("the Municipality") is a Municipality that was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The Municipality of Glenella-Lansdowne reflects the amalgamation of the former Rural Municipality of Glenella and Rural Municipality of Lansdowne. The Municipality provides or funds municipal services such as police, fire, public works, planning, 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 controlled organizations include:

Glenella Recreation Commission

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 on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Neepawa and Area Planning District Board - 15% (2015 - 15%)
 Yellowhead Regional Water Co-op Inc. - 20% (2015 - 20%)

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

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements. The trust funds administered by the Municipality are presented in Schedule 7 - Schedule of Trust Funds.

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

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.

Real Estate Properties Held for Sale

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

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.

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.

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible Capital Assets

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

General Tangible Capital Assets

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

Infrastructure Assets

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

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

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Revenue Recognition

Revenues are recognized as they are earned and measurable.

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

Measurement Uncertainty

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued revenues are unknown at the time the financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized amount and another reasonable possible amount, as there is whenever estimates are used.

Measurement uncertainty in these financial statements exists in the accrual of the landfill closure and post closure liabilities. The accrual of the landfill liabilities is based on estimated future cash flows discounted to the financial statement date. The estimate of the future cash flows and the closure date of the landfill are based upon the best estimates by management. The actual future cash flows and closure date may differ significantly.

3. CASH

Cash is comprised of the following:

	2016	2015
Cash	\$ 1,205,466	\$ 1,136,292

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$642,777 (2015 - \$597,039) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2016	2015
Taxes on roll (Schedule 11)	\$ 247,450	\$ 254,319
Utility customers	296,536	283,622
Organizations and individuals	19,598	46,435
Other governments	30,247	66,762
	<u>593,831</u>	<u>651,138</u>
	<u>\$ 593,831</u>	<u>\$ 651,138</u>

5. INVENTORIES

	2016	2015
Inventories for use:		
Gravel	\$ 15,117	\$ 60,733
General	44,316	50,001
	<u>\$ 59,433</u>	<u>\$ 110,734</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2016	2015
Accounts payable	\$ 126,773	\$ 89,168
Accrued expenses	6,264	8,910
School levies (Schedule 13)	94,294	89,635
	<u>\$ 227,331</u>	<u>\$ 187,713</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

7. LANDFILL CLOSURE AND POST CLOSURE LIABILITIES

Operating Landfill Site

The Municipality is currently operating a Class 3 landfill site. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

	2016	2015
Estimated closure and post closure costs over the next 19 years	\$ 83,671	\$ 83,671
Discount rate	6.50 %	6.50 %
Discount costs	25,289	23,746
Expected year capacity will be reached	2035	2035
Percent utilized	81.90 %	80.95 %
Liability based on percentage	\$ 20,713	\$ 19,223

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

8. LONG TERM DEBT

	2016	2015
General Authority		
Debenture, payable at \$12,023 annually including interest at 2.50%, maturing December 2022.	\$ 58,548	\$ 68,850
Debenture, payable at \$22,541 annually including interest at 2.50%, maturing December 2016.		6,411
Debenture, payable at \$28,055 annually including interest at 2.50%, maturing December 2016.		24,526
Debenture, payable at \$20,327 annually including interest at 2.50%, maturing December 2019.	48,476	67,126
Debenture, payable at \$19,631 annually including interest at 2.50%, maturing December 2019.	55,783	73,575
	<u>\$ 162,807</u>	<u>\$ 240,488</u>
Utility Funds		
Debenture, payable at \$53,798 annually including interest at 2.50%, maturing December 2018.	81,768	132,260
Debenture, payable at \$40,741 annually including interest at 2.50%, maturing December 2020.	128,768	165,375
Debenture, payable at \$4,776 annually including interest at 2.50%, maturing December 2021.	19,452	23,637
	<u>\$ 229,988</u>	<u>\$ 321,272</u>
	<u>\$ 392,795</u>	<u>\$ 561,760</u>

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

2017	\$ 141,477
2018	121,980
2019	83,645
2020	29,355
2021	13,295
	<u>\$ 389,752</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

9. RETIREMENT BENEFITS

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2.0% 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 \$24,203 (2015 - \$21,878) 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, 2015 indicated the plan was 96.1% funded on a going concern basis and has an unfunded solvency liability of \$251.7 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, 2015.

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 requirements. As a result, solvency funding is no longer required by MEPP.

10. FINANCIAL INSTRUMENTS

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

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

11. BUDGET

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

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

12. ACCUMULATED SURPLUS

	2016	2015
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus	\$ 808,037	\$ 894,674
Utility Operating Fund(s) - Nominal Surplus	(3,232)	24,682
TCA net of related borrowings	4,122,667	4,034,568
Reserve Funds	642,777	597,039
	<hr/>	<hr/>
Accumulated Surplus of Municipality Unconsolidated	5,570,249	5,550,963
Accumulated Surpluses of Consolidated Entities	2,341,182	2,444,679
	<hr/>	<hr/>
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 7,911,431	\$ 7,995,642
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MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

13. PUBLIC SECTOR COMPENSATION DISCLOSURE

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$50,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2016:

- a) Compensation paid to members of council amounted to \$71,420 in aggregate.
- b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Richard Funk	\$ 14,050	\$ 2,336	\$ 16,386
Greg McConnell	9,410	1,422	10,832
Roland Marohn	9,980	1,718	11,698
Don Boxall	10,220	1,858	12,078
Dave Baskerville	8,200	413	8,613
Arnie Suski	10,550	1,279	11,829
John Pottinger	9,010	1,805	10,815
	<u>\$ 71,420</u>	<u>\$ 10,831</u>	<u>\$ 82,251</u>

- c) The following officers received compensation in excess of \$50,000:

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Darryn Wilson	Grader Operator	\$ 52,857
Henry Enns	Grader Operator	61,836
Wendy Wutzke	CAO	70,172

14. PUBLIC UTILITIES BOARD

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

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

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

MUNICIPALITY OF GLENELLA-LANSDOWNE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

15. SEGMENTED INFORMATION

The Municipality of Glenella-Lansdowne 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 financial statements as described in the summary of significant accounting policies.

16. 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:

	2016	2015
Financial Position		
Financial assets	\$ 308,064	\$ 298,647
Liabilities	42,073	22,488
Net financial assets	<u>265,991</u>	276,159
Non-financial assets	<u>2,075,193</u>	2,168,520
Accumulated surplus (deficit)	<u>\$ 2,341,184</u>	<u>\$2,444,679</u>
Result of Operations		
Revenues	\$ 174,790	\$ 196,278
Expenses	278,840	257,258
Intercompany revenue and expense eliminations	<u>555</u>	<u>557</u>
Annual surplus (deficit)	<u>\$ (103,495)</u>	<u>\$ (60,423)</u>

17. PRIOR PERIOD ADJUSTMENT

During the year it was discovered that land was not recorded as tangible capital assets under the former Rural Municipality of Lansdowne.

The adjustment resulted in a increase to the 2016 opening accumulated surplus and tangible capital assets of \$11,016.

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2016

Cost	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	2016	2015	
Opening costs	\$ 133,035	623,148	2,194,276	81,073	16,101,347	6,427,871	251,343	\$ 25,812,093	\$ 25,671,465	
Additions during the year		77,202	59,632				24,645	161,479	529,029	
Disposals and write downs		(5,679)		(6,288)				(11,967)	(388,401)	
Transfers										
Closing costs	<u>133,035</u>	<u>694,671</u>	<u>2,253,908</u>	<u>74,785</u>	<u>16,101,347</u>	<u>6,427,871</u>	<u>275,988</u>	<u>25,961,605</u>	<u>25,812,093</u>	
Accumulated Amortization										
Opening accum'd amort	29,849	478,531	890,333	66,584	15,885,284	1,696,666		19,047,247	19,080,347	
Amortization	2,027	10,941	116,172	6,212	9,283	187,017		331,652	330,782	
Disposals and write downs		(1,659)		(6,288)				(7,947)	(363,882)	
Closing accum'd amortization	<u>31,876</u>	<u>487,813</u>	<u>1,006,505</u>	<u>66,508</u>	<u>15,894,567</u>	<u>1,883,683</u>		<u>19,370,952</u>	<u>19,047,247</u>	
Net Book Value of Tangible Capital Assets	<u>\$ 101,159</u>	<u>206,858</u>	<u>1,247,403</u>	<u>8,277</u>	<u>206,780</u>	<u>4,544,188</u>	<u>275,988</u>	<u>\$ 6,590,653</u>	<u>\$ 6,764,846</u>	

Water and sewer underground networks contributed to the Municipality totals \$464,354 and were capitalized at their fair value at the time of their receipt.

The Municipality has 559 km of roads that were capitalized at a nominal value of \$15,811,240.



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
 For the year ended December 31, 2016

	2016 Actual	2015 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,548,390	\$ 1,498,301
Taxes added	5,949	4,288
Discounts	(2,007)	(2,781)
	<u>1,552,332</u>	<u>1,499,808</u>
Grants in lieu of taxation:		
Federal government	613	1,152
Federal government enterprises	564	619
Provincial government	4,280	4,628
Provincial government enterprises	684	765
	<u>6,141</u>	<u>7,164</u>
User fees:		
Sales of service	80,376	87,488
Rentals	20,424	34,939
	<u>100,800</u>	<u>122,427</u>
Permits, licences and fines:		
Permits	7,296	1,874
Investment income:		
Cash and temporary investments	12,926	19,964
Other revenue:		
Gain on sale of tangible capital assets		151,621
Contributed assets		12,447
Penalties and interest	20,232	19,979
Miscellaneous	109,979	55,655
Acquired entity		23,888
	<u>130,211</u>	<u>263,590</u>
Water and sewer		
Municipal utility	68,050	77,037
Consolidated water co-operatives	159,130	184,787
	<u>227,180</u>	<u>261,824</u>
Grants - Province of Manitoba:		
General assistance payment	49,374	45,074
General support grant	3,383	3,156
Municipal program grants	28,032	28,032
Conditional grants	58,495	89,318
	<u>139,284</u>	<u>165,580</u>
Sub-total	<u>\$ 2,176,170</u>	<u>\$ 2,342,231</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
 For the year ended December 31, 2016

	2016 Actual	2015 Actual
Sub-total (Carry forward)	\$ 2,176,170	\$ 2,342,231
Grants - other:		
Federal government - gas tax funding	67,238	64,036
Federal government - other	9,104	67,811
Other local governments	3,156	18,609
	<u>79,498</u>	<u>150,456</u>
Total revenue	\$ 2,255,668	\$ 2,492,687

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
 For the year ended December 31, 2016

	2016 Actual	2015 Actual
General government services:		
Legislative	\$ 72,253	\$ 76,815
General administrative	258,471	279,150
Other	20,191	3,032
Loss on sale of TCA	2,909	
Loss on sale of real estate held for sale	193	3,942
	<u>354,017</u>	<u>362,939</u>
Protective services:		
Fire	47,619	36,055
Emergency measures	9,007	8,719
Other protection	23,909	22,114
	<u>80,535</u>	<u>66,888</u>
Transportation services:		
Road transport		
Administration and engineering	337,332	331,417
Road and street maintenance	736,129	602,468
Sidewalk and boulevard maintenance	12,153	4,429
Street lighting	10,132	10,142
Other	9,574	11,173
	<u>1,105,320</u>	<u>959,629</u>
Environmental health services:		
Waste collection and disposal	86,695	78,189
Other	450	450
	<u>87,145</u>	<u>78,639</u>
Public health and welfare services:		
Public health	9,208	8,448
Medical care	3,399	4,117
Social assistance	4,690	4,690
	<u>17,297</u>	<u>17,255</u>
Regional planning and development:		
Planning and zoning	43,754	31,294
	<u>43,754</u>	<u>31,294</u>
Sub-total (carry forward)	<u>\$ 1,688,068</u>	<u>\$ 1,516,644</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES (continued)
For the year ended December 31, 2016

	2016 Actual	2015 Actual
Sub-total (carry forward)	\$ 1,688,068	\$ 1,516,644
Resource conservation and industrial development:		
Veterinary services	6,469	6,499
Water resources and conservation	43,032	42,451
Regional development	200	
Other	6,527	8,156
	<u>56,228</u>	<u>57,106</u>
Recreation and cultural services:		
Administration	40,165	27,555
Community centres and halls	32,108	32,508
Golf courses	655	11,827
Skating and curling rinks	75,664	29,758
Parks and playgrounds	11,989	11,159
Other recreational facilities		49,692
	<u>160,581</u>	<u>162,499</u>
Water and sewer (Schedule 9)		
Municipal utility	177,723	170,398
Consolidated water co-operatives	257,279	242,981
	<u>435,002</u>	<u>413,379</u>
Total expenses	<u><u>\$ 2,339,879</u></u>	<u><u>\$ 2,149,628</u></u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2016

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
REVENUE										
Property taxes	\$ 1,493,758	\$ 1,441,234								
Grants in lieu of taxation	6,141	7,164								
User fees	20,424	34,939			29,674	30,067	4,450	1,514		
Grants - other	76,342	131,847							3,156	
Permits, licences and fines		1,874								
Investment income	12,142	19,527								
Other revenue	90,914	216,121								
Water and sewer										
Prov of MB - unconditional grants	77,406	73,106								
Prov of MB - conditional grants	58,495	89,318								
Total revenue	1,835,622	2,015,130	29,674	30,067	4,450	1,514	3,156			
EXPENSES										
Personnel services	213,422	218,569	25,676	16,410	337,214	331,416	46,063	45,541		
Contract services	55,372	53,345	24,946	23,528	52,066	42,193	38,600	31,468	13,898	13,138
Utilities	18,443	20,301	7,540	9,088	8,880	8,306	1,735	1,120		
Maintenance, materials and supplies	21,283	22,572	19,045	14,534	584,266	465,495	330	94		
Grants and contributions	7,398	14,511								
Amortization	8,022	16,612	3,328	3,328	120,281	107,018	416	416		
Interest on long term debt					2,613	5,201				
Other	30,077	17,029							3,399	4,117
Total expenses	354,017	362,939	80,535	66,888	1,105,320	959,629	87,144	78,639	17,297	17,255
Surplus (Deficit)	\$ 1,481,605	\$ 1,652,191	(80,535)	(66,888)	(1,075,646)	(929,562)	(82,694)	(77,125)	(14,141)	(17,255)

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



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2016

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
REVENUE										
Property taxes							58,574	58,574	\$ 1,552,332	\$ 1,499,808
Grants in lieu of taxation								6,141		7,164
User fees		7,898							100,800	122,427
Grants - other					46,252	48,009			79,498	150,456
Permits, licences and fines						18,609			7,296	1,874
Investment income	7,296	437							12,926	19,964
Other revenue	784	23,885			38,256	23,584			130,211	263,590
Water and sewer	1,041						227,180	261,824	227,180	261,824
Prov of MB - unconditional grants	3,383	3,156							80,789	76,262
Prov of MB - conditional grants									58,495	89,318
Total revenue	12,504	35,376			84,508	90,202	285,754	320,398	2,255,668	2,492,687
EXPENSES										
Personnel services	9,310	9,039			42,895	20,850	61,623	51,986	736,203	693,811
Contract services	31,156	18,201	13,196	14,654	24,458	48,814	51,981	38,737	305,673	284,078
Utilities	392	325		1	34,373	39,654	13,728	14,645	85,091	93,440
Maintenance, materials and supplies	1,367	2,068			47,397	37,530	100,157	107,194	773,845	649,487
Grants and contributions			43,032	42,451	400	450			50,830	57,412
Amortization	1,529	1,529			11,059	15,201	187,017	186,680	331,652	330,784
Interest on long term debt							8,032	10,313	14,044	19,631
Other		132					12,464	3,824	42,541	20,985
Total expenses	43,754	31,294	56,228	57,106	160,582	162,499	435,002	413,379	2,339,879	2,149,628
Surplus (Deficit)	(31,250)	4,082	(56,228)	(57,106)	(76,074)	(72,297)	(149,248)	(92,981)	\$ (84,211)	\$ 343,059



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the year ended December 31, 2016

	Core Government		Controlled Entities		Government Partnerships		Total	
	2016	2015	2016	2015	2016	2015	2016	2015
REVENUE								
Property taxes	\$ 1,552,332	\$ 1,499,808					\$ 1,552,332	\$ 1,499,808
Grants in lieu of taxation	6,141	7,164					6,141	7,164
User fees	100,800	90,465		24,064		7,898	100,800	122,427
Grants - other	76,342	131,847		18,609	3,156		79,498	150,456
Permits, licences and fines		1,874			7,296		7,296	1,874
Investment income	12,142	19,527			784	437	12,926	19,964
Other revenue	129,170	261,933		1,656	1,041		130,211	263,589
Water and sewer	68,050	77,038			159,130	184,787	227,180	261,825
Prov of MB - unconditional grants	77,406	73,106			3,383	3,156	80,789	76,262
Prov of MB - conditional grants	58,495	89,318					58,495	89,318
Total revenue	2,080,878	2,252,080		44,329	174,790	196,278	2,255,668	2,492,687
EXPENSES								
Personnel services	692,086	656,763			44,118	37,050	736,204	693,813
Contract services	291,053	260,828		17,135	14,620	6,114	305,673	284,077
Utilities	76,872	69,373		16,103	8,219	7,962	85,091	93,438
Maintenance, materials and supplies	680,046	550,900		10,584	93,799	88,004	773,845	649,488
Grants and contributions	50,829	56,962		450			50,829	57,412
Amortization	213,680	207,392		5,420	117,972	117,972	331,652	330,784
Interest on long term debt	14,044	19,631					14,044	19,631
Other	42,429	20,829			112	156	42,541	20,985
Total expenses	2,061,039	1,842,678		49,692	278,840	257,258	2,339,879	2,149,628
Surplus (Deficit)	\$ 19,839	\$ 409,402		(5,363)	(104,050)	(60,980)	\$ (84,211)	\$ 343,059



MUNICIPALITY OF GLENELLA-LANSLOWNE
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2016

	2016			
	Utility Reserve - Glenella	Capital Projects Reserve	LUD Arden Reserve	Sub Total
REVENUE				
Investment income	310	1,400	156	1,866
Other income			2,000	2,000
Total revenue	<u>310</u>	<u>1,400</u>	<u>2,156</u>	<u>3,866</u>
EXPENSES				
Investment charges				
Other expenses				
Total expenses				
NET REVENUES	<u>310</u>	<u>1,400</u>	<u>2,156</u>	<u>3,866</u>
TRANSFERS				
Debt repayment				
Transfers from operating fund		10,000		10,000
Transfers to operating fund				
Transfers from utility fund	3,200			3,200
Transfers to utility fund	(6,352)			(6,352)
Acquisition of tangible capital assets				
CHANGE IN RESERVE FUND BALANCES	<u>(2,842)</u>	<u>11,400</u>	<u>2,156</u>	<u>10,714</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>24,660</u>	<u>111,068</u>	<u>10,768</u>	<u>146,496</u>
FUND SURPLUS, END OF YEAR	<u>21,818</u>	<u>122,468</u>	<u>12,924</u>	<u>157,210</u>



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MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2016

	2016						2015	
	General Reserve	Equipment Replacement Reserve	Building Reserve	Fire Equipment Reserve	LUD of Glenella Reserve	Gas Tax Reserve	Total	Total
REVENUE								
Investment income	\$ 970	1,916	120	642	117	1,517	\$ 7,148	\$ 7,709
Other income							<u>2,000</u>	
Total revenue	<u>970</u>	<u>1,916</u>	<u>120</u>	<u>642</u>	<u>117</u>	<u>1,517</u>	<u>9,148</u>	<u>7,709</u>
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	<u>970</u>	<u>1,916</u>	<u>120</u>	<u>642</u>	<u>117</u>	<u>1,517</u>	<u>9,148</u>	<u>7,709</u>
TRANSFERS								
Debt repayment								
Transfers from operating fund	8,000	104,000	4,000	20,000		(12,023)	(12,023)	(12,023)
Transfers to operating fund	(27,484)	(57,894)				67,238	213,238	239,046
Transfers from utility fund							(85,378)	(249,402)
Transfers to utility fund						(40,741)	3,200	9,600
Acquisition of tangible capital assets	(35,354)						(47,093)	(40,741)
							<u>(35,354)</u>	<u>(3,112)</u>
CHANGE IN RESERVE FUND BALANCES	(53,868)	48,022	4,120	20,642	117	15,991	45,738	(48,923)
FUND SURPLUS, BEGINNING OF YEAR	<u>83,653</u>	<u>174,764</u>	<u>9,484</u>	<u>50,680</u>	<u>9,346</u>	<u>122,616</u>	<u>597,039</u>	<u>645,962</u>
FUND SURPLUS, END OF YEAR	<u>\$ 29,785</u>	<u>222,786</u>	<u>13,604</u>	<u>71,322</u>	<u>9,463</u>	<u>138,607</u>	<u>\$ 642,777</u>	<u>\$ 597,039</u>



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 7 - SCHEDULE OF TRUST FUNDS
For the year ended December 31, 2016

	2016	2015
	Roy Lewis Trust	Total
ASSETS		
Cash and temporary investments	17,764	17,999
	\$	\$
LIABILITIES AND FUND BALANCES		
Fund balance	17,764	17,999
REVENUES		
Investment income	265	332
EXPENDITURES		
Distribution to beneficiaries	500	400
	500	400
EXCESS OF REVENUES OVER EXPENDITURES	(235)	(68)
FUND BALANCE, BEGINNING OF YEAR	17,999	18,067
FUND BALANCE, END OF YEAR	17,764	17,999
	\$	\$



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2016

	2016			Total	2015 Total
	Glenella Water System	Arden Water System	Yellowhead Regional Water Co-op Inc.		
FINANCIAL ASSETS					
Cash and temporary investments	\$ 3,071	\$ 7,264	\$ 1,593	\$ 1,593	\$ 1,590
Amounts receivable		10,031	286,201	296,536	283,622
Due from other funds	3,071	17,295	2,510	12,541	39,227
			290,304	310,670	324,439
LIABILITIES					
Accounts payable and accrued liabilities			40,469	40,469	20,682
Long-term debt (Note 8)		229,988		229,988	321,272
Due to other funds	27,140			27,140	27,388
	27,140	229,988	40,469	297,597	369,342
	(24,069)	(212,693)	249,835	13,073	(44,903)
NET FINANCIAL ASSETS (NET DEBT)					
	211,529	2,533,740	2,074,907	4,820,176	4,982,549
	3,542			3,542	4,498
NON-FINANCIAL ASSETS					
Tangible capital assets (Schedule 1)	215,071	2,533,740	2,074,907	4,823,718	4,987,047
Prepaid expenses	191,002	2,321,047	2,324,742	4,836,791	4,942,144
FUND SURPLUS					



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Glenella Water System
For the year ended December 31, 2016

	Budget	2016	2015
REVENUE			
Water			
Water fees	\$ 35,000	\$ 33,718	\$ 35,551
Bulk water fees	1,500	438	1,279
Sub-Total - Water	36,500	34,156	36,830
Sewer			
Property taxes			
Government transfers			
Other			
Penalties	500	410	348
Other income	200	30	4,450
Sub-Total - Other	700	440	4,798
Total revenue	\$ 37,200	\$ 34,596	\$ 41,628

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Glenella Water System
For the year ended December 31, 2016

	Budget	2016	2015
EXPENSES			
General			
Administration	\$ 25,900	\$ 20,681	\$ 18,978
Sub-Total - General	<u>25,900</u>	<u>20,681</u>	<u>18,978</u>
Water General			
Purification and treatment	2,700	7,907	8,283
Transmission and distribution	2,200	1,881	2,046
Water purchases	12,500	7,183	
Sub-Total - Water General	<u>17,400</u>	<u>16,971</u>	<u>10,329</u>
Water Amortization and Interest			
Amortization		10,049	9,711
Sub-Total - Water Amortization & Interest		<u>10,049</u>	<u>9,711</u>
Sewer General			
Sewer Amortization and Interest			
Total expenses	<u>43,300</u>	<u>47,701</u>	<u>39,018</u>
NET REVENUES (DEFICIT)	<u>\$ (6,100)</u>	<u>(13,105)</u>	<u>2,610</u>
TRANSFERS			
Transfers from (to) reserve funds		<u>3,152</u>	<u>(9,600)</u>
CHANGE IN UTILITY FUND BALANCE		<u>(9,953)</u>	<u>(6,990)</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>200,955</u>	<u>207,943</u>
FUND SURPLUS, END OF YEAR	<u>\$ 191,002</u>	<u>\$ 200,953</u>	

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Arden Water System
 For the year ended December 31, 2016

	Budget	2016	2015
REVENUE			
Water			
Water fees	\$ 24,000	\$ 22,698	\$ 23,873
Bulk water fees	8,000	7,486	7,978
Sub-Total - Water	32,000	30,184	31,851
Sewer			
Property taxes	58,574	58,574	58,574
Government transfers			
Government transfers - operating			2,366
Sub-Total - Government transfers			2,366
Other			
Hydrant rentals	450	450	450
Connection charges	12,500		
Penalties	400	423	442
Other income	2,700	2,397	300
Sub-Total - Other	16,050	3,270	1,192
Total revenue	\$ 106,624	\$ 92,028	\$ 93,983

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Arden Water System
 For the year ended December 31, 2016

EXPENSES	Budget	2016	2015
General			
Administration	\$ 16,800	\$ 14,875	\$ 10,670
Billing and collection	3,000		
Sub-Total - General	19,800	14,875	10,670
Water General			
Purification and treatment	800	5,874	11,519
Transmission and distribution	6,000		
Water purchases	28,000	38,808	29,083
Connection costs	12,500	1,907	9,269
Sub-Total - Water General	47,300	46,589	49,871
Water Amortization & Interest			
Amortization		20,400	20,400
Interest on long term debt		8,032	10,313
Sub-Total - Water Amortization & Interest		28,432	30,713
Sewer Amortization & Interest			
Amortization		40,126	40,126
Total expenses	67,100	130,022	131,380
NET OPERATING SURPLUS (DEFICIT)	\$ 39,524	(37,994)	(37,397)
TRANSFERS			
Transfer from gas tax reserve		40,741	40,741
CHANGE IN UTILITY FUND BALANCE		2,747	3,344
FUND SURPLUS, BEGINNING OF YEAR		2,318,300	2,314,956
FUND SURPLUS, END OF YEAR		\$ 2,321,047	\$ 2,318,300

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Yellowhead Regional Water Co-op Inc.
For the year ended December 31, 2016

	Budget	2016	2015
REVENUE			
Water			
Water fees	\$	\$ 146,804	\$ 140,330
Sub-Total - Water		<u>146,804</u>	<u>140,330</u>
Sewer			
Government transfers			
Government transfers - operating		<u>12,323</u>	<u>44,454</u>
Sub-Total - Government transfers		<u>12,323</u>	<u>44,454</u>
Other			
Investment income		<u>3</u>	<u>3</u>
Sub-Total - Other		<u>3</u>	<u>3</u>
Total revenue	\$	<u>\$ 159,130</u>	<u>\$ 184,787</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Yellowhead Regional Water Co-op Inc.

For the year ended December 31, 2016

EXPENSES	Budget	2016	2015
General			
Administration	\$	\$ 40,465	\$ 32,941
Utilities (telephone, electricity, etc)		7,827	7,637
Sub-Total - General		<u>48,292</u>	40,578
Water General			
Purification and treatment		92,432	85,936
Connection costs		112	24
Sub-Total - Water General		<u>92,544</u>	85,960
Water Amortization & Interest			
Amortization		116,443	116,443
Sub-Total - Water Amortization & Interest		<u>116,443</u>	116,443
Total expenses		<u>257,279</u>	242,981
DEFICIT	<u>\$</u>	<u>(98,149)</u>	(58,194)
CHANGE IN UTILITY FUND BALANCE		(98,149)	(58,194)
FUND SURPLUS, BEGINNING OF YEAR		<u>2,422,891</u>	2,481,085
FUND SURPLUS, END OF YEAR	<u>\$</u>	<u>2,324,742</u>	<u>\$ 2,422,891</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2016

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,541,893						\$ 1,541,893
Grants in lieu of taxation	6,141						6,141
User fees	62,750						62,750
Grants - Province of Manitoba	131,050					3,383	134,433
Grants - other	80,440					3,156	83,596
Permits, licences and fines						7,296	7,296
Investment income	6,000					784	6,784
Other revenue	52,000	143,824				1,041	53,041
Water and sewer							143,824
Transfers from accumulated surplus	45,763				(45,763)		
Transfers from reserves		46,841			(46,841)		
Total revenue	<u>1,926,037</u>	<u>190,665</u>			<u>(92,604)</u>	<u>15,660</u>	<u>2,039,758</u>
EXPENSES							
General government services	342,100						350,401
Protective services	62,125		8,022		279		65,453
Transportation services	865,900		3,328				988,794
Environmental health services	78,700		120,281	2,613			79,116
Public health and welfare services	13,200		416				16,599
Regional planning and development	18,750					21,261	40,011
Resource cons and industrial dev	58,200						58,200
Recreation and cultural services	88,080		11,059				99,139
Water and sewer services	99,315	110,400	70,574	8,032			288,321
Fiscal services:							
Transfer to capital							
Debt charges	83,688			(183,003)			
Short term interest	2,500			(2,500)			
Transfer to reserves	213,200				(213,200)		
Allowance for tax assets	279				(279)		
Total expenses	<u>1,926,037</u>	<u>209,715</u>	<u>213,680</u>	<u>(171,459)</u>	<u>(213,200)</u>	<u>21,261</u>	<u>1,986,034</u>
Surplus (Deficit)		<u>(19,050)</u>	<u>(213,680)</u>	<u>171,459</u>	<u>120,596</u>	<u>(5,601)</u>	<u>\$ 53,724</u>



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
 For the year ended December 31, 2016

	2016	2015
Balance, beginning of year	\$ 254,318	\$ 241,426
Add:		
Tax levy (Schedule 12)	2,648,332	2,397,615
Taxes added	5,949	4,288
Penalties or interest	20,232	19,979
Other accounts added	93	2,587
Tax adjustments (Refunds)	2,248	3,140
Sub-total	2,676,854	2,427,609
Deduct:		
Cash collections - current	2,240,835	2,011,417
Cash collections - arrears	227,516	197,182
Writeoffs	6,541	2,018
Tax discounts	2,007	2,781
M.P.T.C. - cash advance	206,823	201,318
Sub-total	2,683,722	2,414,716
Balance, end of year	\$ 247,450	\$ 254,319

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 12 - ANALYSIS OF TAX LEVY
 For the year ended December 31, 2016

	2016			2015
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Other (Backhoe)	26,255,210	0.249	6,538	22,337
Lansdowne - Personal Care	55,299,910	0.366	20,240	20,214
Lansdowne - Grader	55,299,910	0.249	25,051	27,891
Glenella - Tractor	26,255,210	0.453	19,508	19,445
Arden Lagoon	55,299,910	0.743		
Glenella - Personal Care	26,255,210			
Arden W&S				50,933
Sub-Total - Debt charges			<u>71,337</u>	<u>140,820</u>
General	81,555,120	0.098	7,992	
Equipment Replacement	81,555,120	1.270	103,575	
Building	81,555,120	0.049	3,996	
Capital Development	81,555,120	0.122	9,950	
Fire Dept	81,555,120	0.244	19,899	
Sub-Total - Reserves			<u>145,412</u>	
- At Large	81,555,120	15.610	1,273,075	1,349,881
Arden W&S	55,299,910	0.185	10,230	7,600
Arden W&S	55,299,910		43,560	
Arden W&S	55,299,910		4,776	
Sub-Total - Special levies			<u>58,566</u>	<u>7,600</u>
Total municipal taxes (Schedule 2)			<u>1,548,390</u>	<u>1,498,301</u>
Education support levy	1,954,310	10.500	<u>20,520</u>	<u>15,915</u>
Special levy:				
Pine Creek	15,647,430	13.800	215,935	166,130
Beautiful Plains	41,666,200	11.450	477,078	389,925
Turtle River	24,241,490	15.940	386,409	327,344
Sub-Total - Special levies			<u>1,079,422</u>	<u>883,399</u>
Total education taxes			<u>1,099,942</u>	<u>899,314</u>
Total tax levy (Schedule 11)			<u>\$ 2,648,332</u>	<u>\$ 2,397,615</u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 13 - ANALYSIS OF SCHOOL ACCOUNTS
For the year ended December 31, 2016

	2016			2015
	Opening Balance	Current Requirements	Current Payment	Ending Balance
Education support levy	\$ 1,986	21,589	21,416 \$	1,986
Special levies				
Pine Creek #30	16,850	217,879	215,802	16,850
Beautiful Plains #31	37,017	480,088	477,396	37,017
Turtle River #32	33,782	393,431	393,714	33,782
Sub-total	87,649	1,091,398	1,086,912	87,649
Total	\$ 89,635	1,112,987	1,108,328 \$	89,635



MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 14 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the year ended December 31, 2016

	2016	2015
General government services:		
Legislative	\$ 72,253	\$ 76,815
General administrative	258,471	279,150
Other	20,191	3,032
Loss on sale of TCA	2,909	
Loss on sale of real estate held for sale	193	3,942
	354,017	362,939
Protective services:		
Fire	47,619	36,055
Emergency measures	9,007	8,719
Other	23,909	22,114
	80,535	66,888
Transportation services:		
Road transport		
Administration and engineering	337,332	331,417
Road and street maintenance	736,129	602,468
Sidewalk and boulevard maintenance	12,153	4,429
Street lighting	10,132	10,142
Other	9,574	11,173
	1,105,320	959,629
Environmental health services:		
Waste collection and disposal	86,695	78,189
Other	450	450
	87,145	78,639
Public health and welfare services:		
Public health	9,208	8,448
Medical care	3,399	4,117
Social assistance	4,690	4,690
	17,297	17,255
Regional planning and development:		
Planning and zoning	22,748	17,574
Sub-total	\$ 1,667,062	\$ 1,502,924

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 14 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued
For the year ended December 31, 2016

	2016	2015
Sub-total (carry forward)	\$ 1,667,062	\$ 1,502,924
Resource conservation and industrial development:		
Veterinary services	6,469	6,499
Water resources and conservation	43,032	42,451
Regional development	200	
Other	6,527	8,156
	<u>56,228</u>	<u>57,106</u>
Recreation and cultural services:		
Administration	40,165	27,555
Community centres and halls	32,108	32,508
Golf courses	655	11,827
Skating and curling rinks	88,199	38,103
Parks and playgrounds	11,989	11,159
	<u>173,116</u>	<u>121,152</u>
Total expenses	<u><u>\$ 1,896,406</u></u>	<u><u>\$ 1,681,182</u></u>

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 15 - SCHEDULE OF L.U.D. OPERATIONS - LUD of Glenella
For the year ended December 31, 2016

	2016 Budget	2016 Actual	2015 Actual
REVENUE	\$	\$	\$
EXPENSES			
General government			
Transportation services			
Environmental health			
Regional planning and development			
Recreation and cultural services			
TRANSFERS			
Transfers from (to) L.U.D. reserves			(5,146)
CHANGES IN L.U.D. BALANCES	\$		(5,146)
UNEXPENDED BALANCE, BEGINNING OF YEAR			5,146
UNEXPENDED BALANCE, END OF YEAR		\$	\$

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 15 - SCHEDULE OF L.U.D. OPERATIONS - LUD of Arden
For the year ended December 31, 2016

	2016 Budget	2016 Actual	2015 Actual
	\$	\$	\$
REVENUE			
<hr/>			
EXPENSES			
General government			
Transportation services			
Environmental health			
Regional planning and development			
Recreation and cultural services			
<hr/>			
TRANSFERS			
Transfers from (to) L.U.D. reserves			(13,844)
CHANGES IN L.U.D. BALANCES	\$		(13,844)
UNEXPENDED BALANCE, BEGINNING OF YEAR			13,844
UNEXPENDED BALANCE, END OF YEAR		\$	\$

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 16 - SCHEDULE OF DEBENTURES PENDING
 For the year ended December 31, 2016

Authority	Purpose	Source of Funds	Authorized	Expended
			\$ _____	\$ _____
			\$ _____	\$ _____

MUNICIPALITY OF GLENELLA-LANSDOWNE
SCHEDULE 17 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2016

	2016		2015	
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ (86,637)	(27,914) \$	(114,551) \$	46,882
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	213,238	3,200	216,438	248,646
Eliminate revenue - transfers from reserves	(132,755)	(47,093)	(179,848)	(305,278)
Increase revenue - reserve funds interest	9,148		9,148	7,710
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	(5,348)	(98,149)	(103,497)	(78,371)
Increase expense - amortization of tangible capital assets	(143,105)	(70,575)	(213,680)	(221,890)
Decrease expense - principal portion of debenture debt	77,681	91,283	168,964	182,262
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets	(2,909)		(2,909)	151,621
Eliminate revenue - proceeds on sale of tangible capital assets	(1,111)		(1,111)	(176,140)
Eliminate expense - acquisitions of tangible capital assets	136,835		136,835	487,617
NET SURPLUS PER STATEMENT OF OPERATIONS	\$ 65,037	(149,248) \$	(84,211) \$	343,059



