

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2022**

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Rural Municipality of St. Francois Xavier  
1060 Hwy #26  
St. Francois Xavier, MB  
R4L 1A5

## STATEMENT OF RESPONSIBILITY

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

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

Reid & Miller Chartered Professional Accountants Inc. as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Reeve 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.



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John Vijsler  
CAO

## **Independent Auditors' Report**

To the Reeve and members of Council of the  
Rural Municipality of St. Francois Xavier

### **Opinion**

We have audited the accompanying consolidated financial statements of the Rural Municipality of St. Francois Xavier, which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statement of operations, cash flows and change in net financial assets (net debt) for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

### **Basis for Opinion**

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

### **Responsibilities of Management and Those Charged with Governance for the 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 the Municipality'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 Municipality or to cease operations, or has no realistic alternative but to do so.

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Rural Municipality of St. Francois Xavier'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 St. Francois Xavier's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 auditors' report. However, future events or conditions may cause the Rural Municipality of St. Francois Xavier to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

June 20, 2023  
Winnipeg, Manitoba

*Reid & Miller*  
Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2022**

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	Page
Consolidated Statement of Financial Position.....	7
Consolidated Statement of Operations.....	8
Consolidated Statement of Net Financial Assets (Net Debt).....	9
Consolidated Statement of Cash Flows.....	10
Notes to the Consolidated Financial Statements.....	11 - 23
Schedule 1 - Consolidated Schedule of Tangible Capital Assets.....	24
Schedule 2 - Consolidated Schedule of Revenues.....	25
Schedule 3 - Consolidated Schedule of Expenses.....	26 - 27
Schedule 4 - Consolidated Schedule of Operations by Program.....	28 - 29
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results.....	30
Schedule 6 - Schedule of Change in Reserve Fund Balances.....	31 - 32
Schedule 7 - Schedule of Financial Position for Utilities.....	33
Schedule 8 - Schedule of Utility Operations.....	34 - 35
Schedule 9 - Reconciliation of the Financial Plan to the Budget.....	36
Schedule 10 - Analysis of Taxes on Roll.....	37
Schedule 11 - Analysis of Tax Levy.....	38
Schedule 12 - Schedule of General Operating Fund Expenses.....	39
Schedule 13 - Estimated Reconciliation of Annual Surplus.....	40

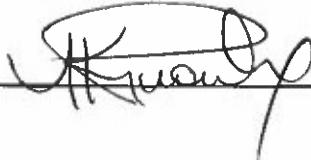
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**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2022**

	2022 Actual \$	2021 Actual \$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (note 3)	5,180,189	4,808,985
Accounts receivable (note 4)	742,995	976,908
Portfolio investments (note 5)	118,268	131,559
	<u>6,041,452</u>	<u>5,917,452</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (note 9)	2,257,306	2,234,024
Long-term debt (note 10)	2,881,999	3,391,076
	<u>5,139,305</u>	<u>5,625,100</u>
<b>NET FINANCIAL ASSETS</b>	<u>902,147</u>	<u>292,352</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (schedule 1)	18,368,727	18,704,895
Inventories (note 6)	95,034	70,247
Prepaid expenses (note 7)	20,181	17,325
	<u>18,483,942</u>	<u>18,792,467</u>
<b>ACCUMULATED SURPLUS (note 19)</b>	<u>19,386,089</u>	<u>19,084,819</u>

Approved on Behalf of the Council

  
 \_\_\_\_\_ Reeve

  
 \_\_\_\_\_ Councillor

The accompanying notes are an integral part of these financial statements

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER****CONSOLIDATED STATEMENT OF OPERATIONS****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
	(Unaudited)		
<b>REVENUE</b>			
Property taxes	1,451,292	1,457,424	1,417,558
Grants in lieu of taxation	9,357	9,357	9,357
User fees	704,274	582,352	994,725
Grants - Province of Manitoba	114,784	135,103	163,793
Grants - Other	79,387	82,387	178,572
Permits, licences and fees	55,000	24,626	55,541
Investment revenue	12,000	153,794	56,778
Other revenue	23,328	51,338	26,920
Water and sewer	931,048	1,116,705	1,708,530
Total revenue ( <i>schedules 2, 4 and 5</i> )	<u>3,380,470</u>	<u>3,613,086</u>	<u>4,611,774</u>
<b>EXPENSES</b>			
General government services	1,103,080	965,660	839,773
Protective services	226,668	162,701	160,379
Transportation services	582,434	570,045	464,147
Environmental health services	137,850	119,003	133,022
Public health and welfare services	905	905	905
Regional planning and development	107,500	88,270	97,175
Resource conservation and industrial development	95,300	100,954	123,519
Recreation and cultural services	41,950	39,873	49,388
Water and sewer	934,361	1,264,405	1,051,711
Total expenses ( <i>schedules 3, 4 and 5</i> )	<u>3,230,048</u>	<u>3,311,816</u>	<u>2,920,019</u>
<b>ANNUAL SURPLUS</b>	150,422	301,270	1,691,755
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<u>19,084,819</u>	<u>19,084,819</u>	<u>17,393,064</u>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<u>19,235,241</u>	<u>19,386,089</u>	<u>19,084,819</u>

The accompanying notes are an integral part of these financial statements

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER****CONSOLIDATED STATEMENT OF NET FINANCIAL ASSETS (NET DEBT)****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
	(Unaudited)		
<b>ANNUAL SURPLUS</b>	<b>150,422</b>	<b>301,270</b>	<b>1,691,755</b>
Acquisition of tangible capital assets	-	(315,140)	(756,651)
Proceeds on disposal of tangible capital assets	-	378	-
Amortization of tangible capital assets	389,300	650,963	493,074
Gain on sale of tangible capital assets	-	(33)	-
Increase in inventories	-	(24,787)	(8,063)
Increase in prepaid expense	-	(2,856)	(2,915)
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<b>539,722</b>	<b>609,795</b>	<b>1,417,200</b>
<b>NET FINANCIAL ASSETS (NET DEBT), BEGINNING OF YEAR</b>	<b>292,352</b>	<b>292,352</b>	<b>(1,124,848)</b>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>	<b>832,074</b>	<b>902,147</b>	<b>292,352</b>

**The accompanying notes are an integral part of these financial statements**



**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2022**

	2022 Actual \$	2021 Actual \$
<b>CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES</b>		
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	301,270	1,691,755
Changes in non-cash items:		
Amortization	650,963	493,074
Gain on disposal of tangible capital assets	(33)	-
	<u>952,200</u>	<u>2,184,829</u>
Net changes in non-cash working capital affecting operations ( <i>note 22</i> )	<u>229,552</u>	<u>(810,922)</u>
	<u>1,181,752</u>	<u>1,373,907</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds from sale of tangible capital assets	378	-
Cash used to acquire tangible capital assets	(315,140)	(756,651)
	<u>(314,762)</u>	<u>(756,651)</u>
<b>INVESTING</b>		
Proceeds on sale of portfolio investments	<u>13,291</u>	<u>12,540</u>
<b>FINANCING</b>		
Reduction in long-term debt	<u>(509,077)</u>	<u>(11,331)</u>
<b>INCREASE IN CASH AND TEMPORARY INVESTMENTS</b>	<b>371,204</b>	<b>618,465</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<u><b>4,808,985</b></u>	<u><b>4,190,520</b></u>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<u><u><b>5,180,189</b></u></u>	<u><u><b>4,808,985</b></u></u>
<b>CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:</b>		
Cash	2,903,037	2,207,580
Temporary investments	-	1,015,481
Internally restricted cash	2,114,460	1,427,024
Externally restricted cash	162,692	158,900
	<u><u>5,180,189</u></u>	<u><u>4,808,985</u></u>

The accompanying notes are an integral part of these financial statements

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**As at December 31, 2022**

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**1. STATUS OF THE RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

The incorporated Rural Municipality of St. Francois Xavier is a municipal government that was created on February 14, 1880 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. SIGNIFICANT ACCOUNTING POLICIES**

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

**a) REPORTING ENTITY**

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality.

The Municipality 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:

	Consolidated	
	<u>2022</u>	<u>2021</u>
Cartier Regional Water Co-op Inc	14.29 %	14.29 %
White Horse Plains Planning District	50.00 %	50.00 %

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

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements.

# RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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### b) BASIS OF ACCOUNTING

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

### c) CASH AND TEMPORARY INVESTMENTS

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

### d) INVESTMENTS

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

Portfolio investments are accounted for at cost.

### e) 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.

### f) 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.

### g) 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.

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2022**

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**h) 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 interest charges as part of the cost of its tangible capital assets.

**General Tangible Capital Assets**

Land and land improvements	Indefinite
Buildings and leasehold improvements	10 to 40 years
Vehicles and equipment	
Vehicles	10 to 20 years
Machinery and equipment	10 to 20 years
Computer hardware and software	4 to 10 years

**Infrastructure Assets**

Roads, Streets, and Bridges	
Land	Indefinite
Road surface	25 to 40 years
Road grade	40 Years
Traffic lights and equipment	10 years
Land	Indefinite
Land improvements	30 to 50 years
Underground networks	40 to 60 years
Machinery & equipment	10 to 20 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.

**i) 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.

# RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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### j) 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.

### k) 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, stipulations by the transferor gives rise to an obligation that meets the definition of a liability. Stipulations by the transferor may require that the funds only be used for providing specific services or the acquisition of tangible capital assets. For transfers with stipulations an equivalent amount of revenue is recognized as the liability is settled.

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

### l) MEASUREMENT UNCERTAINTY

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts 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.

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

As at December 31, 2022

**3. CASH AND TEMPORARY INVESTMENTS**

Cash and temporary investments are comprised of the following:

	<u>2022</u>	<u>2021</u>
	\$	\$
Cash	2,903,037	2,207,580
Temporary investments	-	1,015,481
Internally restricted cash	2,114,460	1,427,024
Externally restricted cash	162,692	158,900
	<u>5,180,189</u>	<u>4,808,985</u>

Temporary investments are comprised of term deposits and have a market value approximating cost.

**4. ACCOUNTS RECEIVABLE**

Amounts receivable are valued at their net realizable value.

	<u>2022</u>	<u>2021</u>
	\$	\$
Tax assets ( <i>schedule 10</i> )	205,436	182,701
Government grants and receivables	62,486	171,042
Utility customers	79,322	70,857
Organizations and individuals	225,513	407,680
Other governments	176,438	150,828
	<u>749,195</u>	<u>983,108</u>
Allowance for doubtful accounts	(6,200)	(6,200)
	<u>742,995</u>	<u>976,908</u>

**5. PORTFOLIO INVESTMENTS**

	<u>2022</u>	<u>2021</u>
	\$	\$
Marketable securities		
Municipal debenture, bearing interest at 6.000% with principal and interest payments paid annually, due December 31, 2029.	59,377	66,050
Municipal debenture, bearing interest at 6.000% with principal and interest payments paid annually, due December 31, 2029.	58,891	65,509
	<u>118,268</u>	<u>131,559</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2022**

**6. INVENTORIES**

	<u>2022</u>	<u>2021</u>
	\$	\$
Gravel	11,352	9,443
Culverts	12,537	9,188
Fuel	6,216	3,069
Chemicals (other)	41,827	25,523
Other	23,102	23,024
	<u>95,034</u>	<u>70,247</u>

**7. PREPAID EXPENSES**

	<u>2022</u>	<u>2021</u>
	\$	\$
Insurance	13,141	11,444
Vehicle insurance	321	321
Postage	500	-
Other	6,219	5,560
	<u>20,181</u>	<u>17,325</u>

**8. BANK INDEBTEDNESS**

The Municipality has an authorized line of credit of a maximum of \$500,000 bearing interest at a rate of 6.45%.  
As at December 31, 2022 the balance owing was \$ Nil (2021 - \$ Nil ).

**9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<u>2022</u>	<u>2021</u>
	\$	\$
Trade payables	155,591	148,279
Government payables	1,894,947	1,898,832
Accrued expenses	33,350	44,043
Deposits	168,091	134,644
Other	5,327	8,226
	<u>2,257,306</u>	<u>2,234,024</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**As at December 31, 2022**

**10. LONG-TERM DEBT**

	<u>2022</u>	<u>2021</u>
	\$	\$
<b>General Authority:</b>		
Municipal debenture payable in annual instalments of \$222,548 including interest at 4.500%, due December 31, 2044.	-	3,067,589
Municipal debenture payable in annual instalments of \$195,833 including interest at 3.875%, due December 31, 2041.	<u>2,599,581</u>	<u>-</u>
	<u>2,599,581</u>	<u>3,067,589</u>
<b>Utility Funds:</b>		
Municipal debenture payable in annual instalments of \$36,927 including interest at 5.625%, due December 31, 2027.	157,148	183,739
Municipal debenture payable in annual instalments of \$1,646 including interest at 5.625%, due December 31, 2027.	7,003	8,188
Municipal debenture payable in annual instalments of \$21,186 including interest at 6.000%, due December 31, 2029.	<u>118,267</u>	<u>131,560</u>
	<u>282,418</u>	<u>323,487</u>
	<u>2,881,999</u>	<u>3,391,076</u>

Estimated principal repayments for the next five years are as follows:

2023	139,000
2024	145,000
2025	151,000
2026	158,000
2027	165,000

**11. DEBT CHARGES - FRONTAGE**

<u>Purpose and By-law</u>	<u>2022</u>	<u>2021</u>
	Levy	Levy
	\$	\$
Water and Sewer Bylaw 7-2005A	38,572	38,572
Water and Sewer Bylaw 7-2005B	<u>21,186</u>	<u>21,186</u>
	<u>59,758</u>	<u>59,758</u>



**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2022**

**12. DEBT CHARGES - AT LARGE**

<u>Purpose and By-law</u>	<u>Assessment</u>	<u>Mill Rate</u>	<u>2022 Levy</u>	<u>2021 Levy</u>
			\$	\$
Public Works Building ByLaw 3-2007			-	25,375
Fibre Optics By-law 5-19	144,219,880	1.288	185,755	221,008
			<u>185,755</u>	<u>246,383</u>

**13. RESERVES**

<u>Purpose and By-law</u>	<u>Assessment</u>	<u>Mill Rate</u>	<u>2022 Levy</u>	<u>2021 Levy</u>
			\$	\$
General Reserve	144,219,880	0.069	9,951	9,959
Public Works and Environment Reserve	144,219,880	0.448	64,611	64,529
Protective Services Reserve	144,219,880	0.207	29,854	29,877
Recreation and Culture Reserve	144,219,880	0.110	16,008	15,962
Buildings and Land Reserve	144,219,880	0.151	21,921	21,828
			<u>142,345</u>	<u>142,155</u>

# RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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### 14. RETIREMENT BENEFITS

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Canadian Institute of Chartered Accountants 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 2022 by the municipality on behalf of its employees are expected to be \$30,585 (2021 - \$30,705) 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, 2020 indicated the plan was 96.7% funded on a going concern basis and had an unfunded solvency liability of \$333.3 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, 2020.

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

### 15. FINANCIAL INSTRUMENTS

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

# RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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### 16. 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 9 - Reconciliation of the Financial Plan to the Budget*.

The budget numbers are unaudited and, accordingly, we express no assurance in respect to the budget.

### 17. SEGMENTED INFORMATION

The Rural Municipality of St. Francois Xavier provides a wide ranges of services to its residents.

Segment information has been provided in *Schedule 4* for the following services:

- General Government
- Protective Services
- Transportation Services
- Environmental Health
- Public Health and Welfare Services
- Regional Planning and Development
- Resources Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies of the segments are consistent with those followed in the preparation of the financial statements as described in the summary of significant accounting policies.

# RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2022

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

	<u>2022</u>	<u>2021</u>
	\$	\$
<b>Financial Position</b>		
Financial Assets	1,319,793	1,192,849
Liabilities	<u>13,735,929</u>	<u>13,783,264</u>
	(12,416,136)	(12,590,415)
Non-financial Assets	<u>68,535,879</u>	<u>69,435,443</u>
Accumulated Surplus	<u><u>56,119,743</u></u>	<u><u>56,845,028</u></u>
<b>Result of Operations</b>		
Revenue	5,393,143	8,664,171
Expenses	<u>6,118,427</u>	<u>4,750,976</u>
Annual Surplus (Deficit)	<u><u>(725,284)</u></u>	<u><u>3,913,195</u></u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2022**

**19. ACCUMULATED SURPLUS**

	<u>2022</u>	<u>2021</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus, excluding Tangible Capital Assets	<b>1,304,418</b>	1,680,529
Utility Operating Funds - Nominal Surplus, excluding Tangible Capital Assets	<b>238,557</b>	176,315
General Operating Tangible Capital Assets, net of related borrowings	<b>3,003,445</b>	2,618,970
Utility Tangible Capital Assets, net of related borrowings	<b>2,936,306</b>	3,004,970
Reserve Funds	<b>4,041,703</b>	3,641,427
Accumulated surplus of Municipality unconsolidated	<u><b>11,524,429</b></u>	<u>11,122,211</u>
Accumulated surpluses of consolidated government partnerships	<u><b>7,861,660</b></u>	<u>7,962,608</u>
Accumulated Surplus per Statement of Financial Position	<u><u><b>19,386,089</b></u></u>	<u><u>19,084,819</u></u>

**20. 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 in exceeding \$75,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2022:

- (a) Compensation paid to members of council amounted to \$55,774 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$75,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

<u>Council Member</u>	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Matt Janzen	8,659	305	8,964
Marcel Houde	936	-	936
Delmer Nott	13,498	2,138	15,636
Jim Proulx	10,155	692	10,847
Barry Straub	9,391	560	9,951
Bryan Syreene	2,282	78	2,360
Rick Van Wyk	9,935	377	10,312
Phillip Fleury	918	43	961
	<u>55,774</u>	<u>4,193</u>	<u>59,967</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2022**

(c) The following individuals received compensation in excess of \$75,000:

Name	Position	Amount
H. John Visser	Chief Administrative Officer	100,210
Grant Combot	Public works	77,720

**21. PUBLIC UTILITY 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 does not have any capital grants that require deferral.

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

Sewer Services:				Unamortized
Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Ending Balance
St Francois Xavier Utility Operating Fund	330,232	-	9,435	320,797

**22. CHANGES IN WORKING CAPITAL**

	2022	2021
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	233,913	(207,926)
Inventories	(24,787)	(8,063)
Prepaid expenses	(2,856)	(2,915)
Accounts payable and accrued liabilities	23,282	(592,018)
	<u>229,552</u>	<u>(810,922)</u>

RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

Schedule 1

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2022

	General Capital Assets						2022	2021
	Land and Buildings and Land Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets under Construction	Roads, Streets, and Bridges	Infrastructure Water and Sewer Construction	Actual	Actual
<b>Cost</b>								
Balance, beginning of year	5,451,380	808,005	81,378	-	538,970	15,834,508	25,682	23,968,532
Asset purchases	163,634	-	4,838	-	-	144,319	(25,682)	756,651
Disposals and write downs	-	-	4,080	-	-	-	-	4,080
<b>Balance, end of year</b>	<b>5,615,014</b>	<b>808,005</b>	<b>82,136</b>	<b>-</b>	<b>538,970</b>	<b>15,978,827</b>	<b>-</b>	<b>24,725,183</b>
<b>Accumulated Amortization</b>								
Balance, beginning of year	1,136,921	529,995	73,094	-	304,820	2,841,854	-	5,527,214
Amortization	117,613	12,940	4,715	-	12,624	371,272	-	493,074
Disposals and write downs	-	-	3,735	-	-	-	-	3,735
<b>Balance, end of year</b>	<b>1,254,534</b>	<b>542,935</b>	<b>74,074</b>	<b>-</b>	<b>317,444</b>	<b>3,213,126</b>	<b>-</b>	<b>6,020,288</b>
<b>Net book value</b>	<b>4,360,480</b>	<b>265,070</b>	<b>8,062</b>	<b>-</b>	<b>221,526</b>	<b>12,765,701</b>	<b>-</b>	<b>18,704,895</b>

## RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

Schedule 2

## CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
(Unaudited)			
<b>PROPERTY TAXES</b>			
Municipal taxes levied ( <i>schedule 11</i> )	1,401,292	1,401,292	1,354,144
Taxes added	50,000	56,132	63,414
	<u>1,451,292</u>	<u>1,457,424</u>	<u>1,417,558</u>
<b>GRANTS IN LIEU OF TAXATION</b>			
Provincial government	3,324	3,324	3,324
Provincial government enterprises	6,033	6,033	6,033
	<u>9,357</u>	<u>9,357</u>	<u>9,357</u>
<b>USER FEES</b>			
Sales of service	704,274	578,352	994,725
Development charges	-	4,000	-
	<u>704,274</u>	<u>582,352</u>	<u>994,725</u>
<b>GRANTS - PROVINCE OF MANITOBA</b>			
General assistance payment	114,784	114,784	114,784
Conditional grants	-	20,319	49,009
	<u>114,784</u>	<u>135,103</u>	<u>163,793</u>
<b>GRANTS - OTHER</b>			
Federal government - gas tax funding	79,387	79,387	155,322
Other local governments	-	3,000	3,250
Other grant	-	-	20,000
	<u>79,387</u>	<u>82,387</u>	<u>178,572</u>
<b>PERMITS, LICENCES AND FEES</b>			
Permits	35,000	22,206	29,206
Licences	-	420	535
Other fee	20,000	2,000	25,800
	<u>55,000</u>	<u>24,626</u>	<u>55,541</u>
<b>INVESTMENT REVENUE</b>			
Interest	12,000	153,243	56,784
Other interest	-	551	(6)
	<u>12,000</u>	<u>153,794</u>	<u>56,778</u>
<b>OTHER REVENUE</b>			
Gain on sale of tangible capital assets	-	33	-
Miscellaneous	7,328	28,855	11,243
Penalties and interest	16,000	22,450	15,677
	<u>23,328</u>	<u>51,338</u>	<u>26,920</u>
<b>WATER AND SEWER</b>			
Municipal utility ( <i>schedule 8</i> )	387,752	362,505	496,631
Consolidated water co-operatives	543,296	754,200	1,211,899
	<u>931,048</u>	<u>1,116,705</u>	<u>1,708,530</u>
<b>TOTAL REVENUE</b>	<u><u>3,380,470</u></u>	<u><u>3,613,086</u></u>	<u><u>4,611,774</u></u>



## CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
(Unaudited)			
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	74,000	59,012	56,486
General administrative	1,029,080	906,648	783,287
	<u>1,103,080</u>	<u>965,660</u>	<u>839,773</u>
<b>PROTECTIVE SERVICES</b>			
Fire	187,200	146,440	144,367
Emergency measures	39,468	16,261	16,012
	<u>226,668</u>	<u>162,701</u>	<u>160,379</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Administration and engineering	11,600	11,649	11,649
Road and street maintenance	539,134	529,977	424,687
Street lighting	14,400	14,332	14,299
Traffic services	5,000	1,807	1,745
Other	12,300	12,280	11,767
	<u>582,434</u>	<u>570,045</u>	<u>464,147</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	137,850	79,745	90,026
Recycling	-	39,258	42,996
	<u>137,850</u>	<u>119,003</u>	<u>133,022</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Social assistance	905	905	905
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	98,500	78,735	92,611
Urban renewal	9,000	9,535	4,564
	<u>107,500</u>	<u>88,270</u>	<u>97,175</u>
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	1,700	1,540	-
Drainage of land	89,500	95,814	119,607
Pest control	4,100	3,600	3,912
	<u>95,300</u>	<u>100,954</u>	<u>123,519</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	10,000	7,433	22,864
Community centers and halls	15,500	9,413	13,436
Parks and playgrounds	14,450	20,642	11,598
Other recreational facilities	-	-	50
Libraries	2,000	2,385	1,440
	<u>41,950</u>	<u>39,873</u>	<u>49,388</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

Schedule 3

**CONSOLIDATED SCHEDULE OF EXPENSES**

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
	(Unaudited)		
<b>WATER AND SEWER</b>			
Municipal utility ( <i>schedule 8</i> )	432,350	408,435	387,110
Consolidated water co-operatives	<u>502,011</u>	<u>855,970</u>	<u>664,601</u>
	<u>934,361</u>	<u>1,264,405</u>	<u>1,051,711</u>
<b>TOTAL EXPENSES</b>	<u><u>3,230,048</u></u>	<u><u>3,311,816</u></u>	<u><u>2,920,019</u></u>

RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER

Schedule 4

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2022

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>										
Property taxes	1,457,424	1,417,558	-	-	-	-	-	-	-	-
Grants in lieu of taxation	9,357	9,357	-	-	-	-	-	-	-	-
User fees	506,396	581,650	4,591	2,062	5,300	1,150	35,690	30,275	-	-
Grants - Province of Manitoba	135,103	163,793	-	-	-	-	-	-	-	-
Grants - Other	79,387	155,322	-	-	-	-	-	-	-	-
Permits, licences and fees	2,000	25,800	-	-	-	-	420	535	-	-
Investment revenue	153,794	56,778	-	-	-	-	-	-	-	-
Other revenue	48,659	19,587	-	-	-	-	2,679	7,333	-	-
Water and sewer	(59,758)	(59,758)	-	-	-	-	-	-	-	-
Consolidated water co-operatives	-	-	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>2,332,362</b>	<b>2,370,087</b>	<b>4,591</b>	<b>2,062</b>	<b>5,300</b>	<b>1,150</b>	<b>38,789</b>	<b>38,143</b>	<b>-</b>	<b>-</b>
<b>EXPENSES</b>										
Personnel services	343,915	319,581	30,920	30,852	180,161	144,410	13,935	15,559	-	-
Contract services	188,623	52,706	16,261	16,012	14,336	24,192	94,822	97,257	905	905
Utilities	22,019	20,896	10,211	9,806	3,895	6,313	-	-	-	-
Maintenance materials & supplies	188,857	282,100	40,173	39,566	261,922	179,471	2,364	13,283	-	-
Grants & contributions	300	425	-	-	-	-	-	-	-	-
Amortization	95,833	97,184	65,136	64,143	109,731	108,462	7,882	6,923	-	-
Interest on long term debt	122,413	51,862	-	-	-	1,299	-	-	-	-
Other operating expense	3,700	15,019	-	-	-	-	-	-	-	-
Other operating expense	-	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>965,660</b>	<b>839,773</b>	<b>162,701</b>	<b>160,379</b>	<b>570,045</b>	<b>464,147</b>	<b>119,003</b>	<b>133,022</b>	<b>905</b>	<b>905</b>
<b>SURPLUS (DEFICIT)</b>	<b>1,366,702</b>	<b>1,530,314</b>	<b>(158,110)</b>	<b>(158,317)</b>	<b>(564,745)</b>	<b>(462,997)</b>	<b>(80,214)</b>	<b>(94,879)</b>	<b>(905)</b>	<b>(905)</b>

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

## CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2022

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>										
Property taxes	-	-	-	-	-	-	-	-	1,457,424	1,417,558
Grants in lieu of taxation	-	-	-	-	-	-	-	-	9,357	9,357
User fees	14,675	363,888	-	-	-	-	15,700	15,700	582,352	994,725
Grants - Province of Manitoba	-	-	-	-	-	-	-	-	135,103	163,793
Grants - Other	3,000	3,250	-	-	-	20,000	-	-	82,387	178,572
Permits, licences and fees	22,206	29,206	-	-	-	-	-	-	24,626	55,541
Investment revenue	-	-	-	-	-	-	-	-	153,794	56,778
Other revenue	-	-	-	-	-	-	-	-	51,338	26,920
Water and sewer	-	-	-	-	-	-	422,263	556,389	362,505	496,631
Consolidated water co-operatives	-	-	-	-	-	-	754,200	1,211,899	754,200	1,211,899
<b>Total revenue</b>	<b>39,881</b>	<b>396,344</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,000</b>	<b>1,192,163</b>	<b>1,783,988</b>	<b>3,613,086</b>	<b>4,611,774</b>
<b>EXPENSES</b>										
Personnel services	66,271	73,602	-	-	-	-	55,386	47,831	822,832	744,310
Contract services	-	-	60,246	84,516	19,758	9,628	54,996	33,869	485,275	354,999
Utilities	-	-	-	-	1,174	652	-	-	123,858	119,100
Maintenance materials & supplies	18,999	20,133	40,708	39,003	13,190	37,664	169,391	179,996	1,073,946	1,114,141
Grants & contributions	3,000	3,440	-	-	4,642	50	-	-	7,942	3,915
Amortization	-	-	-	-	1,109	1,394	109,733	103,970	650,963	493,074
Interest on long term debt	-	-	-	-	-	-	18,689	20,921	143,060	74,938
Other operating expense	-	-	-	-	-	-	-	-	3,700	15,019
Other operating expense	-	-	-	-	-	-	240	523	240	523
<b>Total expenses</b>	<b>88,270</b>	<b>97,175</b>	<b>100,954</b>	<b>123,519</b>	<b>39,873</b>	<b>49,388</b>	<b>408,435</b>	<b>387,110</b>	<b>3,311,816</b>	<b>2,920,019</b>
<b>SURPLUS (DEFICIT)</b>	<b>(48,389)</b>	<b>299,169</b>	<b>(100,954)</b>	<b>(123,519)</b>	<b>(39,873)</b>	<b>(29,388)</b>	<b>783,728</b>	<b>1,396,878</b>	<b>301,270</b>	<b>1,691,755</b>

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

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2022

	Core Government		Government Partnerships		Total
	2022	2021	2022	2021	
<b>REVENUE</b>					
Property taxes	1,457,424	1,417,558	-	-	1,457,424
Grants in lieu of taxation	9,357	9,357	-	-	9,357
User fees	582,352	994,100	-	625	582,352
Grants - Province of Manitoba	135,103	163,793	-	-	135,103
Grants - Other	79,387	175,322	3,000	3,250	82,387
Permits, licences and fees	24,626	55,541	-	-	24,626
Investment revenue	153,794	56,778	-	-	153,794
Other revenue	51,338	26,920	-	-	51,338
Water and sewer	362,505	496,631	-	-	362,505
Consolidated water co-operatives	-	-	754,200	1,211,899	754,200
<b>Total revenue</b>	<b>2,855,886</b>	<b>3,396,000</b>	<b>757,200</b>	<b>1,215,774</b>	<b>3,613,086</b>
<b>EXPENSES</b>					
Personnel services	686,652	627,802	136,180	116,508	822,832
Contract services	449,947	319,085	35,328	35,914	485,275
Utilities	37,299	37,667	86,559	81,433	123,858
Maintenance materials & supplies	734,362	790,086	339,584	324,055	1,073,946
Grants & contributions	10,942	7,165	(3,000)	(3,250)	7,942
Amortization	389,424	382,076	261,539	110,998	650,963
Interest on long term debt	141,102	74,082	1,958	856	143,060
Other operating expense	3,700	15,019	-	-	3,700
Other operating expense	240	523	-	-	240
<b>Total expenses</b>	<b>2,453,668</b>	<b>2,253,505</b>	<b>858,148</b>	<b>666,514</b>	<b>3,311,816</b>
<b>SURPLUS (DEFICIT)</b>	<b>402,218</b>	<b>1,142,495</b>	<b>(100,948)</b>	<b>549,260</b>	<b>301,270</b>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2022

	Public Works and Environmental Reserve	Protective Services Reserve	Fire Department Equipment Reserve	Canada Community- Building Fund Reserve	Recreation and Culture Reserve	Buildings and Land Reserve
<b>FINANCIAL ASSETS</b>						
Cash and temporary investments	662,727	291,646	6,479	162,692	113,378	339,454
Portfolio investments	58,891	-	-	-	-	-
Due from other funds	418,064	60,000	434,178	158,774	73,748	(106,000)
	<u>1,139,682</u>	<u>351,646</u>	<u>440,657</u>	<u>321,466</u>	<u>187,126</u>	<u>233,454</u>
<b>REVENUE</b>						
Investment revenue	19,080	6,611	157	3,792	2,751	7,303
<b>TRANSFERS</b>						
Transfers from operating fund	8,965	30,000	135,177	79,387	11,948	(128,000)
Transfer from reserve funds	-	-	-	-	-	-
	<u>8,965</u>	<u>30,000</u>	<u>135,177</u>	<u>79,387</u>	<u>11,948</u>	<u>(128,000)</u>
<b>CHANGE IN FUND BALANCES</b>	28,045	36,611	135,334	83,179	14,699	(120,697)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>1,111,637</u>	<u>315,035</u>	<u>305,323</u>	<u>238,287</u>	<u>172,427</u>	<u>354,151</u>
<b>FUND SURPLUS, END OF YEAR</b>	<u>1,139,682</u>	<u>351,646</u>	<u>440,657</u>	<u>321,466</u>	<u>187,126</u>	<u>233,454</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**SCHEDULE OF CHANGE IN RESERVE FUND BALANCES**  
**For the Year Ended December 31, 2022**

	Special Events Reserve	Utility Reserve	Fibre Optic Reserve Fund	2022 Actual	2021 Actual
	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>					
Cash and temporary investments	287	361,688	-	2,277,152	2,225,492
Portfolio investments	-	59,377	-	118,268	131,559
Due from other funds	(1)	170,525	124,000	1,646,283	1,284,376
	<u>286</u>	<u>591,590</u>	<u>124,000</u>	<u>4,041,703</u>	<u>3,641,427</u>
<b>REVENUE</b>					
Investment revenue	7	11,961	-	59,554	31,372
<b>TRANSFERS</b>					
Transfers from operating fund	-	-	4,000	320,472	1,210,122
Transfer from reserve funds	-	20,250	-	20,250	114,002
	<u>-</u>	<u>20,250</u>	<u>4,000</u>	<u>340,722</u>	<u>1,324,124</u>
<b>CHANGE IN FUND BALANCES</b>	7	32,211	4,000	400,276	1,355,496
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>279</u>	<u>559,379</u>	<u>120,000</u>	<u>3,641,427</u>	<u>2,285,931</u>
<b>FUND SURPLUS, END OF YEAR</b>	<u>286</u>	<u>591,590</u>	<u>124,000</u>	<u>4,041,703</u>	<u>3,641,427</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**SCHEDULE OF FINANCIAL POSITION FOR UTILITIES**  
**For the Year Ended December 31, 2022**

Schedule 7

	2022	2021
	Actual	Actual
	\$	\$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments <i>(note 3)</i>	973,781	699,067
Accounts receivable <i>(note 4)</i>	79,322	70,857
Due from other funds	<u>(821,833)</u>	<u>(606,893)</u>
	<u>231,270</u>	<u>163,031</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities <i>(note 9)</i>	11,197	4,879
Long-term debt <i>(note 10)</i>	<u>282,418</u>	<u>323,487</u>
	<u>293,615</u>	<u>328,366</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets <i>(schedule 1)</i>	3,218,724	3,328,457
Inventories <i>(note 6)</i>	<u>18,484</u>	<u>18,163</u>
	<u>3,237,208</u>	<u>3,346,620</u>
<b>FUND SURPLUS</b>	<u>3,174,863</u>	<u>3,181,285</u>



## SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2022

	2022 Budget \$	2022 Actual \$	2021 Actual \$
(Unaudited)			
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	<u>230,000</u>	<u>212,271</u>	<u>235,329</u>
<b>SEWER</b>			
Sewer fees	<u>128,500</u>	<u>99,296</u>	<u>114,701</u>
<b>PROPERTY TAXES</b>	<u>59,760</u>	<u>59,758</u>	<u>59,758</u>
<b>OTHER REVENUE</b>			
Hydrant rentals	1,750	1,750	1,750
Connection charges	5,000	7,600	6,000
Penalties	3,000	3,031	4,886
Investment income	-	20,474	5,884
Administration fees	-	14,141	13,694
Other income	<u>19,500</u>	<u>3,942</u>	<u>114,387</u>
	<u>29,250</u>	<u>50,938</u>	<u>146,601</u>
<b>TOTAL REVENUE</b>	<u>447,510</u>	<u>422,263</u>	<u>556,389</u>
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	<u>27,300</u>	<u>27,868</u>	<u>21,812</u>
<b>WATER</b>			
Transmission and distribution	48,200	25,201	32,961
Water purchases	189,000	169,391	179,996
Amortization	63,200	63,229	56,375
Interest and long-term debt	<u>18,700</u>	<u>18,689</u>	<u>20,921</u>
	<u>319,100</u>	<u>276,510</u>	<u>290,253</u>
<b>SEWER</b>			
Collection system costs	28,250	27,518	26,019
Treatment and disposal costs	10,200	29,795	908
Other sewer expense	<u>1,000</u>	<u>240</u>	<u>523</u>
	<u>39,450</u>	<u>57,553</u>	<u>27,450</u>
<b>SEWER AMORTIZATION AND INTEREST</b>			
Amortization	<u>46,500</u>	<u>46,504</u>	<u>47,595</u>
<b>TOTAL EXPENSES</b>	<u>432,350</u>	<u>408,435</u>	<u>387,110</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

Schedule 8

**SCHEDULE OF UTILITY OPERATIONS****For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
<b>EXCESS OF REVENUE OVER EXPENSES</b>	<b>15,160</b>	<b>13,828</b>	<b>169,279</b>
<b>TRANSFERS</b>			
Transfer from reserve funds	-	<u>(20,250)</u>	<u>(114,002)</u>
<b>CHANGE IN UTILITY FUND BALANCE</b>	<b>15,160</b>	<b>(6,422)</b>	<b>55,277</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u><b>3,181,285</b></u>	<u><b>3,181,285</b></u>	<u><b>3,126,008</b></u>
<b>FUND SURPLUS, END OF YEAR</b>	<u><u><b>3,196,445</b></u></u>	<u><u><b>3,174,863</b></u></u>	<u><u><b>3,181,285</b></u></u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

**Schedule 9**

**RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET**

**For the Year Ended December 31, 2022**

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Government Partnerships	PSAB Budget
	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>								
Property taxes	1,451,292	-	-	-	-	-	-	1,451,292
Grants in lieu of taxation	9,357	-	-	-	-	-	-	9,357
User fees	704,274	-	-	-	-	-	-	704,274
Grants - Province of Manitoba	114,784	-	-	-	-	-	-	114,784
Grants - Other	79,387	-	-	-	-	-	-	79,387
Permits, licences and fees	55,000	-	-	-	-	-	-	55,000
Investment revenue	12,000	-	-	-	-	-	-	12,000
Other revenue	23,328	-	-	-	-	-	-	23,328
Transfers	(32,387)	-	-	-	32,387	-	-	-
Water and sewer	(59,758)	-	-	-	447,510	-	543,296	931,048
	<u>2,357,277</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>479,897</u>	<u>-</u>	<u>543,296</u>	<u>3,380,470</u>
<b>EXPENSES</b>								
General government services	884,880	-	95,800	122,400	-	-	-	1,103,080
Protective services	161,568	-	65,100	-	-	-	-	226,668
Transportation services	472,734	-	109,700	-	-	-	-	582,434
Environmental health services	129,950	-	7,900	-	-	-	-	137,850
Public health and welfare services	905	-	-	-	-	-	-	905
Regional planning and development	107,500	-	-	-	-	-	-	107,500
Resource conservation and industrial development	95,300	-	-	-	-	-	-	95,300
Recreation and cultural services	40,850	-	1,100	-	-	-	-	41,950
Fiscal services	463,590	-	-	-	(463,590)	-	-	-
Water and sewer	-	-	109,700	18,700	303,950	-	502,011	934,361
	<u>2,357,277</u>	<u>-</u>	<u>389,300</u>	<u>141,100</u>	<u>(159,640)</u>	<u>-</u>	<u>502,011</u>	<u>3,230,048</u>
<b>SURPLUS (DEFICIT)</b>	<u>-</u>	<u>-</u>	<u>(389,300)</u>	<u>(141,100)</u>	<u>639,537</u>	<u>-</u>	<u>41,285</u>	<u>150,422</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**

**Schedule 10**

**ANALYSIS OF TAXES ON ROLL**

**For the Year Ended December 31, 2022**

	2022 Actual \$	2021 Actual \$
<b>BALANCE, BEGINNING OF YEAR</b>	<u>182,701</u>	<u>187,240</u>
<b>Add:</b>		
Tax Levy ( <i>schedule 11</i> )	2,967,938	2,884,356
Taxes added	56,132	63,414
Penalties and interest	22,450	15,677
Accounts added to tax roll	<u>6,659</u>	<u>2,662</u>
<b>Sub-total</b>	<u>3,235,880</u>	<u>3,153,349</u>
<b>Deduct:</b>		
Cash collections - current	2,741,731	2,600,342
Cash collections - arrears	109,578	148,636
Cancellations	-	-
Tax discounts	-	6,656
M.P.T.C. - cash advance	<u>179,135</u>	<u>215,014</u>
<b>Sub-total</b>	<u>3,030,444</u>	<u>2,970,648</u>
<b>BALANCE, END OF YEAR</b>	<u><u>205,436</u></u>	<u><u>182,701</u></u>

## ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2022

	Assessment	Mill Rate	2022 Levy	2021 Levy
Debt Charges:				
Frontage (note 11)			59,758	59,758
L.I.D.			-	-
At large (note 12)			185,755	246,383
			<u>245,513</u>	<u>306,141</u>
Reserves:				
Reserve (note 13)			142,345	142,155
			<u>142,345</u>	<u>142,155</u>
Other municipal levies:				
General municipal	144,219,880	7.028	1,013,434	905,848
<b>Total municipal taxes (schedule 2)</b>			<u>1,401,292</u>	<u>1,354,144</u>
Education Support Levy	5,341,600	8.714	46,550	43,236
Special levy:				
Prairie Rose School Division	135,121,410	10.399	1,405,128	1,370,520
Portage la Prairie School Division	9,098,470	12.636	114,968	116,456
			<u>1,520,096</u>	<u>1,486,976</u>
<b>Total education taxes</b>			<u>1,566,646</u>	<u>1,530,212</u>
<b>Total tax levy (schedule 10)</b>			<u>2,967,938</u>	<u>2,884,356</u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER**  
**SCHEDULE OF GENERAL OPERATING FUND EXPENSES**

**Schedule 12**

**For the Year Ended December 31, 2022**

	2022 Budget \$	2022 Actual \$	2021 Actual \$
<b>(Unaudited)</b>			
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	74,000	59,012	56,486
General administrative	1,029,080	906,648	783,287
	<u>1,103,080</u>	<u>965,660</u>	<u>839,773</u>
<b>PROTECTIVE SERVICES</b>			
Fire	187,200	146,440	144,367
Emergency measures	39,468	16,261	16,012
	<u>226,668</u>	<u>162,701</u>	<u>160,379</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Administration and engineering	11,600	11,649	11,649
Road and street maintenance	539,134	529,977	424,687
Street lighting	14,400	14,332	14,299
Traffic services	5,000	1,807	1,745
Other	12,300	12,280	11,767
	<u>582,434</u>	<u>570,045</u>	<u>464,147</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	137,850	79,745	90,026
Recycling	-	39,258	42,996
	<u>137,850</u>	<u>119,003</u>	<u>133,022</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Social assistance	905	905	905
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	98,500	76,557	90,698
Urban renewal	9,000	9,535	4,564
	<u>107,500</u>	<u>86,092</u>	<u>95,262</u>
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	1,700	1,540	-
Drainage of land	89,500	95,814	119,607
Pest control	4,100	3,600	3,912
	<u>95,300</u>	<u>100,954</u>	<u>123,519</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	10,000	7,433	22,864
Community centers and halls	15,500	9,413	13,436
Parks and playgrounds	14,450	20,642	11,598
Other recreational facilities	-	-	50
Libraries	2,000	2,385	1,440
	<u>41,950</u>	<u>39,873</u>	<u>49,388</u>
<b>TOTAL EXPENSES</b>	<u><u>2,295,687</u></u>	<u><u>2,045,233</u></u>	<u><u>1,866,395</u></u>

**RURAL MUNICIPALITY OF ST. FRANCOIS XAVIER  
ESTIMATED RECONCILIATION OF ANNUAL SURPLUS**

**For the Year Ended December 31, 2022**

	General \$	Utility \$	2022 Total \$	2021 Total \$
<b>CONSOLIDATED ANNUAL SURPLUS (statement 2)</b>				
Elimination of appropriations from reserves	307,692	(6,422)	301,270	1,691,755
Elimination of appropriations to reserves	189,804	-	189,804	-
Consolidation of reserve operations	(530,526)	-	(530,526)	(1,324,124)
Elimination of consolidated entity operations	(59,554)	-	(59,554)	(31,372)
Elimination of nominal surplus transfers	100,948	-	100,948	(549,260)
Amortization of tangible capital assets	-	-	-	265,000
Principal portion of long term debt	279,691	109,733	389,424	382,077
Acquisitions of capital assets from operating funds	(91,551)	(41,068)	(132,619)	(11,332)
	(196,504)	-	(196,504)	(327,358)
<b>ESTIMATED EXCESS OF REVENUES AND TRANSFERS OVER EXPEDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***</b>	-	62,243	62,243	95,386

\*\*\* Please note that this is an estimate based on the adjustments presented above since it is possible that not every required adjustment for PSAB purposes that is different from and affects the results based on the municipal budget has necessarily been reflected.