



**REID & ASSOCIATES**  
Chartered Professional Accountants Inc.

Auditor

RECEIVED  
MAY 28 2019

SCANNED

May 22, 2019

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

Dear Madam:

We take pleasure in enclosing one copy of the financial statements of Rural Municipality of St Francois Xavier for the year ended December 31, 2018.

If you have any question please do not hesitate to give us a call at (204) 784-4590.

Yours truly,

*Jessie Miller, CPA, CA*

Reid & Associates  
Chartered Professional Accountants Inc.

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MAY 28 2019



Supplementary Report  
Subsection 190(2) of The Municipal Act

To the Reeve and Councillors  
Rural Municipality of St Francois Xavier  
St. Francois Xavier, Manitoba

Pursuant to our appointment, and in accordance with the provision of Subsection 190(2) of The Municipal Act, we wish to report as follows for the year ended December 31, 2018;

- (a) We have reviewed the accounting procedures and systems of control employed by the municipality and report that, in my opinion, such procedures and systems are adequate to preserve and protect the assets of the municipality.
- (b) The funds of the corporation have, to the best of my knowledge and belief, been disbursed only under authority granted by an Act of the Legislature or under authority of a resolution or by-law of the municipality made under the authority of an Act of the Legislature.
- (c) No irregularity or discrepancy in the administration of the affairs of the municipality by the council came to my notice in the course of our examination.
- (d) In our opinion, there are no matters which should be brought to the attention of council or the minister.
- (e) The accounts and records of the municipality were adequately maintained during the period under review, and I wish to acknowledge the co-operation accorded to us during our audit.

May 21, 2019  
Winnipeg, Manitoba

*Reid & Associates*

Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**ST. FRANCOIS XAVIER, MANITOBA**

**DECEMBER 31, 2018**



**REID & ASSOCIATES**  
Chartered Professional Accountants Inc.

### **Independent Auditors' Report**

To the Reeve and Members of Council of the  
Rural Municipality of St Francois Xavier

#### **Opinion**

We have audited the accompanying Federal Gas Tax Annual Expenditure Report of the Rural Municipality of St Francois Xavier as at December 31, 2018.

In our opinion, the financial information in the Annual Expenditure Report of the municipality as at December 31, 2018 is prepared, in all material respects, in accordance with the financial reporting provisions established by the terms and conditions of the Municipal Gas Tax Agreement effective April 1, 2014 between the Province of Manitoba and the Rural Municipality of St Francois Xavier.

#### **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 Annual Expenditure Report section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the Annual Expenditure Report 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 Annual Expenditure Report**

Management is responsible for the preparation of the Annual Expenditure Report in accordance with the terms and conditions of the Municipal Gas Tax Agreement effective April 1, 2014 between the Province of Manitoba and the Rural Municipality of St Francois Xavier, and for such internal control as management determines is necessary to enable the preparation of the Annual Expenditure Report that is free from material misstatement, whether due to fraud or error.

In preparing the the Annual Expenditure Report, 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 Annual Expenditure Report**

Our objectives are to obtain reasonable assurance about whether the Annual Expenditure Report is 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 the Annual Expenditure Report. 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 Annual Expenditure Report, 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 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 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 Annual Expenditure Report 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 Rural Municipality of St Francois Xavier to cease to continue as a going concern.

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.

May 21, 2019  
Winnipeg, Manitoba, Manitoba

*Reid & Associates*

Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**FEDERAL GAS TAX REVENUE ANNUAL EXPENDITURE REPORT**  
**YEAR ENDED DECEMBER 31, 2018**

	2018	Cumulative 2005 to 2018
	\$	\$
<b>Revenue</b>		
Allocated gas tax funding		
Main per capita grant - 1st allocation	35,078.30	
Main per capita grant - 2nd allocation	35,078.30	
Small communities transportation grant - 1st allocation	-	
Small communities transportation grant - 2nd allocation	-	
Federal infrastructure legacy transfer: 2017 - #1 Allocation	-	
Total allocated gas tax funding	<u>70,156.60</u>	<u>718,085.95</u>
Interest earned	<u>5,454.98</u>	<u>21,167.68</u>
Total revenue	<u>75,611.58</u>	<u>739,253.63</u>
<b>Expenditures</b>		
Expenditures on Eligible Projects		
Main per capita projects	15,079.05	
Small communities transportation projects	-	
Total project expenditures	<u>15,079.05</u>	<u>378,345.99</u>
Administration prior to March 31, 2014		<u>-</u>
Total expenditures	<u>15,079.05</u>	<u>378,345.99</u>
<b>Excess of revenue over expenditures</b>	<u>60,532.53</u>	<u>360,907.64</u>
<b>Unspent funding, opening balance</b>	<u>300,375.11</u>	<u>-</u>
<b>Unspent funding, ending balance</b>	<u>360,907.64</u>	<u>360,907.64</u>

**SCANNED**

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**CONSOLIDATED FINANCIAL STATEMENTS**

**For the Year Ended December 31, 2018**

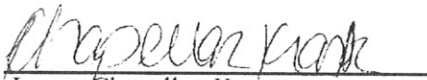
Rural Municipality of St Francois Xavier  
1060 Hwy #26  
St. Francois Xavier, Manitoba  
R4L 1A5

## 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 & Associates 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.



Lynne Chapellaz-Krantz  
Acting 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, 2018, and the consolidated statement of operations, cash flows and change in net financial assets 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, 2018, 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.

May 21, 2019  
Winnipeg, Manitoba

*Reid & Associates*

Chartered Professional Accountants Inc.



**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2018**

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**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at December 31, 2018**

	2018 Actual \$	2017 Actual \$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (note 3)	2,928,987	2,277,065
Accounts receivable (note 4)	459,051	657,708
Portfolio investments (note 5)	167,090	177,619
	<u>3,555,128</u>	<u>3,112,392</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (note 9)	2,318,126	2,255,520
Long-term debt (note 10)	502,647	577,780
	<u>2,820,773</u>	<u>2,833,300</u>
<b>NET FINANCIAL ASSETS</b>	<u>734,355</u>	<u>279,092</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (schedule 1)	14,448,053	14,679,075
Inventories (note 6)	35,076	36,586
Prepaid expenses (note 7)	31,041	28,291
	<u>14,514,170</u>	<u>14,743,952</u>
<b>ACCUMULATED SURPLUS (note 19)</b>	<u>15,248,525</u>	<u>15,023,044</u>

Approved on Behalf of the Council

\_\_\_\_\_ Reeve

\_\_\_\_\_ Councillor

The accompanying notes are an integral part of these financial statements

Reid & Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**For the Year Ended December 31, 2018**

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>REVENUE</b>			
Property taxes	1,244,784	1,251,151	1,161,914
Grants in lieu of taxation	9,135	9,135	8,815
User fees	66,865	88,154	126,809
Grants - Province of Manitoba	79,218	98,514	85,010
Grants - Other	69,965	93,157	70,281
Permits, licences and fees	20,000	8,903	16,719
Investment revenue	9,500	64,722	46,550
Other revenue	21,332	22,097	54,405
Water and sewer	703,215	813,413	813,755
Total revenue ( <i>schedules 2, 4 and 5</i> )	<u>2,224,014</u>	<u>2,449,246</u>	<u>2,384,258</u>
<b>EXPENSES</b>			
General government services	468,854	475,395	448,239
Protective services	193,125	158,164	158,756
Transportation services	436,111	422,224	430,012
Environmental health services	91,050	83,974	79,640
Public health and welfare services	905	905	905
Regional planning and development	99,465	94,288	51,579
Resource conservation and industrial development	58,650	49,710	54,581
Recreation and cultural services	39,100	33,155	34,257
Water and sewer	825,931	905,950	1,003,578
Total expenses ( <i>schedules 3, 4 and 5</i> )	<u>2,213,191</u>	<u>2,223,765</u>	<u>2,261,547</u>
<b>ANNUAL SURPLUS</b>	<b>10,823</b>	<b>225,481</b>	<b>122,711</b>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<u><b>15,023,044</b></u>	<u><b>15,023,044</b></u>	<u><b>14,900,333</b></u>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<u><u><b>15,033,867</b></u></u>	<u><u><b>15,248,525</b></u></u>	<u><u><b>15,023,044</b></u></u>

The accompanying notes are an integral part of these financial statements



**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**CONSOLIDATED STATEMENT OF NET FINANCIAL ASSETS**  
**For the Year Ended December 31, 2018**

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>ANNUAL SURPLUS</b>	<u>10,823</u>	<u>225,481</u>	122,711
Acquisition of tangible capital assets	-	(179,881)	(353,906)
Proceeds on disposal of tangible capital assets	-	25	-
Amortization of tangible capital assets	303,600	410,903	438,929
Loss (gain) on sale of tangible capital assets	-	(25)	619
Decrease in inventories	-	1,510	(17,541)
Increase in prepaid expense	-	(2,750)	16,676
<b>CHANGE IN NET FINANCIAL ASSETS</b>	<u>314,423</u>	<u>455,263</u>	207,488
<b>NET FINANCIAL ASSETS BEGINNING OF YEAR</b>	<u>279,092</u>	<u>279,092</u>	71,604
<b>NET FINANCIAL ASSETS END OF YEAR</b>	<u><u>593,515</u></u>	<u><u>734,355</u></u>	<u>279,092</u>

The accompanying notes are an integral part of these financial statements

Reid & Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2018**

	2018 Actual \$	2017 Actual \$
<b>CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES</b>		
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	225,481	122,711
Changes in non-cash items:		
Amortization	410,903	438,929
Loss (Gain) on disposal of tangible capital assets	(25)	619
	<u>636,359</u>	<u>562,259</u>
Net changes in non-cash working capital affecting operations (note 22)	260,023	175,879
	<u>896,382</u>	<u>738,138</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds from sale of tangible capital assets	25	-
Cash used to acquire tangible capital assets	(179,881)	(353,906)
	<u>(179,856)</u>	<u>(353,906)</u>
<b>INVESTING</b>		
Proceeds on sale of portfolio investments	10,529	9,933
<b>FINANCING</b>		
Reduction in long-term debt	(75,133)	(71,169)
<b>INCREASE IN CASH AND TEMPORARY INVESTMENTS</b>	<b>651,922</b>	<b>322,996</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<b>2,277,065</b>	<b>1,954,069</b>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<b><u>2,928,987</u></b>	<b><u>2,277,065</u></b>
<b>CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:</b>		
Cash	904,376	380,163
Temporary investments	957,840	939,059
Internally restricted cash	792,830	722,841
Externally restricted cash	273,941	235,002
	<u>2,928,987</u>	<u>2,277,065</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, 2018**

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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>2018</u>	<u>2017</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.

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

**As at December 31, 2018**

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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.

**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.

# RURAL MUNICIPALITY OF ST FRANCOIS XAVIER

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2018

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**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.

**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

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**As at December 31, 2018**

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**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.

**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.

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**As at December 31, 2018**

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**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, 2018**

**3. CASH AND TEMPORARY INVESTMENTS**

Cash and temporary investments are comprised of the following:

	<u>2018</u>	<u>2017</u>
	\$	\$
Cash	904,376	380,163
Temporary investments	957,840	939,059
Internally restricted cash	792,830	722,841
Externally restricted cash	273,941	235,002
	<u>2,928,987</u>	<u>2,277,065</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>2018</u>	<u>2017</u>
	\$	\$
Tax assets ( <i>schedule 10</i> )	165,377	174,308
Government grants and receivables	96,453	238,036
Utility customers	88,687	90,280
Organizations and individuals	11,235	28,942
Other governments	107,221	138,044
	<u>468,973</u>	<u>669,610</u>
Allowance for doubtful accounts	<u>(9,922)</u>	<u>(11,902)</u>
	<u>459,051</u>	<u>657,708</u>

**5. PORTFOLIO INVESTMENTS**

	<u>2018</u>	<u>2017</u>
	\$	\$
Marketable securities		
Municipal debenture, bearing interest at 6.000% with principal and interest payments paid annually, due December 31, 2029.	83,889	89,175
Municipal debenture, bearing interest at 6.000% with principal and interest payments paid annually, due December 31, 2029.	83,201	88,444
	<u>167,090</u>	<u>177,619</u>



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

**As at December 31, 2018**

**6. INVENTORIES**

	<u>2018</u>	<u>2017</u>
	\$	\$
Gravel	12,255	14,693
Culverts	1,057	2,189
Fuel	3,821	4,316
Other	17,943	15,388
	<u>35,076</u>	<u>36,586</u>

**7. PREPAID EXPENSES**

	<u>2018</u>	<u>2017</u>
	\$	\$
Insurance	7,811	7,552
Vehicle insurance	109	110
Other	23,121	20,629
	<u>31,041</u>	<u>28,291</u>

**8. BANK INDEBTEDNESS**

The Municipality has an authorized line of credit of a maximum of \$500,000 bearing interest at a rate of 4.1%.  
As at December 31, 2018 the balance owing was \$ nil (2017 - \$ nil).

**9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<u>2018</u>	<u>2017</u>
	\$	\$
Trade payables	2,021,111	1,968,167
Government payables	76,857	146,261
Accrued expenses	42,271	28,019
School levies	89,089	18,416
Deposits	80,224	90,374
Other	8,574	4,283
	<u>2,318,126</u>	<u>2,255,520</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2018**

**10. LONG-TERM DEBT**

	<u>2018</u>	<u>2017</u>
	\$	\$
<b>General Authority:</b>		
Municipal debenture payable in annual instalments of \$25,466 including interest at 5.375%, due December 31, 2021.	<b>68,865</b>	89,519
Municipal debenture payable in annual instalments of \$22,825 including interest at 5.500%, due December 31, 2018.	-	21,635
	<u><b>68,865</b></u>	<u>111,154</u>
<b>Utility Funds:</b>		
Municipal debenture payable in annual instalments of \$36,927 including interest at 5.625%, due December 31, 2027.	<b>255,314</b>	276,677
Municipal debenture payable in annual instalments of \$1,646 including interest at 5.625%, due December 31, 2027.	<b>11,378</b>	12,330
Municipal debenture payable in annual instalments of \$21,186 including interest at 6.000%, due December 31, 2029.	<b>167,090</b>	177,619
	<u><b>433,782</b></u>	<u>466,626</u>
	<u><b>502,647</b></u>	<u>577,780</u>

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

2019	56,495
2020	59,661
2021	63,004
2022	41,068
2023	43,428

**11. DEBT CHARGES - FRONTAGE**

<u>Purpose and By-law</u>	<u>2018</u>	<u>2017</u>
	Levy	Levy
	\$	\$
Water and Sewer Bylaw 7-2005A	<b>38,572</b>	38,572
Water and Sewer Bylaw 7-2005B	<b>21,186</b>	21,186
	<u><b>59,758</b></u>	<u>59,758</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2018**

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**12. DEBT CHARGES - AT LARGE**

<u>Purpose and By-law</u>	<u>Assessment</u>	<u>Mill Rate</u>	<u>2018 Levy</u>	<u>2017 Levy</u>
			\$	\$
Public Works Building ByLaw 3-2007	127,038,580	0.199	25,281	25,262
Fire Vehicles By-law 2-2008	127,038,580	0.178	22,613	22,621
			<u>47,894</u>	<u>47,883</u>

**13. RESERVES**

<u>Purpose and By-law</u>	<u>Assessment</u>	<u>Mill Rate</u>	<u>2018 Levy</u>	<u>2017 Levy</u>
			\$	\$
General Reserve	127,038,580	0.078	9,909	9,875
Public Works and Environment Reserve	127,038,580	0.508	64,536	64,532
Protective Services Reserve	127,038,580	0.235	29,854	29,740
Recreation and Culture Reserve	127,038,580	0.125	15,880	7,923
Buildings and Land Reserve	127,038,580	0.172	21,851	21,817
			<u>142,030</u>	<u>133,887</u>

## RURAL MUNICIPALITY OF ST FRANCOIS XAVIER

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2018

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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 the year by the Municipality on behalf of its employees are expected to be \$23,500 (2017 - \$21,946) 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, 2017 indicated the plan was 100.8% funded on a going concern basis and had an unfunded solvency liability of \$246.8 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, 2017.

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, 2018

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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, I 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, 2018

### 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>2018</u>	<u>2017</u>
	\$	\$
<b>Financial Position</b>		
Financial Assets	816,396	1,371,022
Liabilities	<u>14,120,664</u>	<u>14,602,039</u>
	<u>(13,304,268)</u>	<u>(13,231,017)</u>
Non-financial Assets	<u>58,757,407</u>	<u>59,193,993</u>
Accumulated Surplus	<u><u>45,453,139</u></u>	<u><u>45,962,976</u></u>
<b>Result of Operations</b>		
Revenue	3,522,379	3,374,743
Expenses	<u>4,032,216</u>	<u>4,160,826</u>
Annual Deficit	<u><u>(509,837)</u></u>	<u><u>(786,083)</u></u>

### 19. ACCUMULATED SURPLUS

	<u>2018</u>	<u>2017</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus, excluding Tangible Capital Assets	1,081,827	1,089,128
Utility Operating Funds - Nominal Deficit, excluding Tangible Capital Assets	<u>(8,260,881)</u>	<u>(8,407,334)</u>
General Operating Tangible Capital Assets, net of related borrowings	2,568,619	2,606,310
Tangible Capital Assets, net of related borrowings	<u>11,376,787</u>	<u>11,494,985</u>
Reserve Funds	<u>2,116,595</u>	<u>1,801,480</u>
Accumulated surplus of municipality unconsolidated	<u>8,882,947</u>	<u>8,584,569</u>
Accumulated surpluses of consolidated government partnerships	<u>6,365,578</u>	<u>6,438,475</u>
Accumulated Surplus per Statement of Financial Position	<u><u>15,248,525</u></u>	<u><u>15,023,044</u></u>

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

**As at December 31, 2018**

**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 \$50,000 annually to any member of council, officer or employee of the municipality. For the year ended December 31, 2018:

- (a) Compensation paid to members of council amounted to \$47,002 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$50,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Dwayne Clark	7,942	434	8,376
Matt Janzen	8,927	24	8,951
Delmer Nott	9,826	495	10,321
Jim Proulx	1,491	-	1,491
Barry Straub	1,994	68	2,062
Rick Van Wyk	9,147	140	9,287
Yvonne Wood	7,675	41	7,716
	47,002	1,202	48,204

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

Name	Position	Amount
Holly Krysko	Chief Administrative Officer	61,417
Lynne Chapellaz-Krantz	Assistant Chief Administrative Officer	63,957
Kelly Ducharme	Public works	56,082
Grant Combot	Public works	50,650

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**As at December 31, 2018**

**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			Unamortized
Description of Utility	Opening	Additions	Amortization	Ending
	Balance	During Year	During Year	Balance
St Francois Xavier Utility Operating Fund	367,973	-	9,435	358,538

**22. CHANGES IN WORKING CAPITAL**

	2018	2017
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	198,657	263,338
Inventories	1,510	(17,541)
Prepaid expenses	(2,750)	16,676
Accounts payable and accrued liabilities	62,606	(86,594)
	<b>260,023</b>	<b>175,879</b>



**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER  
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS**

**Schedule 1**

**For the Year Ended December 31, 2018**

	General Capital Assets						Infrastructure		2018	2017
	Land and Buildings and Leasehold Improvements	Vehicles and Equipment	Hardware and Software	Computer Hardware and Software	Streets, and Bridges	Roads, Water and Sewer	Assets under Construction	Actual	Actual	
<b>Cost</b>										
Balance, beginning of year	2,077,579	792,926	1,738,975	62,613	6,710	530,290	14,072,927	-	19,282,020	19,008,418
Asset purchases	71,722	15,079	39,851	1,020	(6,710)	-	58,919	-	179,881	353,906
Disposals and write downs	-	-	-	-	-	-	-	-	-	80,304
<b>Balance, end of year</b>	<b>2,149,301</b>	<b>808,005</b>	<b>1,778,826</b>	<b>63,633</b>	<b>-</b>	<b>530,290</b>	<b>14,131,846</b>	<b>-</b>	<b>19,461,901</b>	<b>19,282,020</b>
<b>Accumulated Amortization</b>										
Balance, beginning of year	905,499	460,462	829,070	51,185	-	245,413	2,111,316	-	4,602,945	4,243,701
Amortization	41,735	24,763	113,543	4,765	-	16,136	209,961	-	410,903	438,929
Disposals and write downs	-	-	-	-	-	-	-	-	-	79,685
<b>Balance, end of year</b>	<b>947,234</b>	<b>485,225</b>	<b>942,613</b>	<b>55,950</b>	<b>-</b>	<b>261,549</b>	<b>2,321,277</b>	<b>-</b>	<b>5,013,848</b>	<b>4,602,945</b>
<b>Net book value</b>	<b>1,202,067</b>	<b>322,780</b>	<b>836,213</b>	<b>7,683</b>	<b>-</b>	<b>268,741</b>	<b>11,810,569</b>	<b>-</b>	<b>14,448,053</b>	<b>14,679,075</b>

Reid & Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**Schedule 2**

**CONSOLIDATED SCHEDULE OF REVENUES**

**For the Year Ended December 31, 2018**

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>PROPERTY TAXES</b>			
Municipal taxes levied ( <i>schedule 11</i> )	1,229,784	1,229,784	1,117,309
Taxes added	15,000	21,367	44,605
	<u>1,244,784</u>	<u>1,251,151</u>	<u>1,161,914</u>
<b>GRANTS IN LIEU OF TAXATION</b>			
Provincial government	3,502	3,502	3,427
Provincial government enterprises	5,633	5,633	5,388
	<u>9,135</u>	<u>9,135</u>	<u>8,815</u>
<b>USER FEES</b>			
Sales of service	66,865	88,154	126,809
<b>GRANTS - PROVINCE OF MANITOBA</b>			
General assistance payment	75,000	77,296	46,254
VLT revenues	-	-	31,106
Conditional grants	4,218	21,218	7,650
	<u>79,218</u>	<u>98,514</u>	<u>85,010</u>
<b>GRANTS - OTHER</b>			
Federal government - gas tax funding	66,965	70,157	67,781
Federal government - other	-	20,000	-
Other local governments	3,000	3,000	2,500
	<u>69,965</u>	<u>93,157</u>	<u>70,281</u>
<b>PERMITS, LICENCES AND FEES</b>			
Permits	20,000	8,308	15,698
Licences	-	595	1,021
	<u>20,000</u>	<u>8,903</u>	<u>16,719</u>
<b>INVESTMENT REVENUE</b>			
Interest	9,500	64,719	45,611
Other interest	-	3	939
	<u>9,500</u>	<u>64,722</u>	<u>46,550</u>
<b>OTHER REVENUE</b>			
Gain (loss) on sale of tangible capital assets	-	25	(619)
Miscellaneous	6,132	6,973	36,788
Penalties and interest	15,200	15,099	18,236
	<u>21,332</u>	<u>22,097</u>	<u>54,405</u>
<b>WATER AND SEWER</b>			
Municipal utility ( <i>schedule 8</i> )	324,350	321,461	343,307
Consolidated water co-operatives	378,865	491,952	470,448
	<u>703,215</u>	<u>813,413</u>	<u>813,755</u>
<b>TOTAL REVENUE</b>	<u><u>2,224,014</u></u>	<u><u>2,449,246</u></u>	<u><u>2,384,258</u></u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**Schedule 3**

**CONSOLIDATED SCHEDULE OF EXPENSES**

**For the Year Ended December 31, 2018**

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	58,600	49,804	54,338
General administrative	410,254	425,591	393,901
	<u>468,854</u>	<u>475,395</u>	<u>448,239</u>
<b>PROTECTIVE SERVICES</b>			
Fire	157,175	148,446	138,506
Emergency measures	35,950	9,718	20,250
	<u>193,125</u>	<u>158,164</u>	<u>158,756</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Administration and engineering	12,800	12,682	13,018
Road and street maintenance	383,161	377,412	386,362
Sidewalk and boulevard maintenance	1,000	-	-
Street lighting	13,700	15,845	13,615
Traffic services	600	1,005	382
Other	24,850	15,280	16,635
	<u>436,111</u>	<u>422,224</u>	<u>430,012</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	64,050	58,118	56,045
Recycling	27,000	25,238	23,335
Lagoons and wells	-	618	260
	<u>91,050</u>	<u>83,974</u>	<u>79,640</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Social assistance	905	905	905
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	74,465	70,894	39,341
Urban renewal	25,000	23,394	12,238
	<u>99,465</u>	<u>94,288</u>	<u>51,579</u>
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	3,600	120	1,443
Drainage of land	50,150	45,699	49,253
Pest control	4,900	3,891	3,885
	<u>58,650</u>	<u>49,710</u>	<u>54,581</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	8,500	8,918	9,591
Community centers and halls	13,600	13,503	11,766
Parks and playgrounds	12,800	9,304	11,750
Other recreational facilities	3,000	-	-
Libraries	1,200	1,430	1,150
	<u>39,100</u>	<u>33,155</u>	<u>34,257</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**Schedule 3**

**CONSOLIDATED SCHEDULE OF EXPENSES**

**For the Year Ended December 31, 2018**

	<b>2018</b>	<b>2018</b>	<b>2017</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<hr/>			
<b>WATER AND SEWER</b>			
Municipal utility ( <i>schedule 8</i> )	<b>395,350</b>	<b>343,211</b>	422,167
Consolidated water co-operatives	<b>430,581</b>	<b>562,739</b>	581,411
	<u><b>825,931</b></u>	<u><b>905,950</b></u>	<u>1,003,578</u>
<b>TOTAL EXPENSES</b>	<u><u><b>2,213,191</b></u></u>	<u><u><b>2,223,765</b></u></u>	<u><u>2,261,547</u></u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM**

**For the Year Ended December 31, 2018**

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>										
Property taxes	1,251,151	1,161,914	-	-	-	-	-	-	-	-
Grants in lieu of taxation	9,135	8,815	-	-	-	-	-	-	-	-
User fees	2,165	1,470	5,720	8,231	50	349	28,236	22,064	-	-
Grants - Province of Manitoba	97,296	80,328	-	-	-	-	-	-	-	-
Grants - Other	90,157	67,781	-	-	-	-	-	-	-	-
Permits, licences and fees	-	-	-	-	-	-	595	1,021	-	-
Investment revenue	64,722	46,550	-	-	-	-	-	-	-	-
Other revenue	22,097	55,006	-	-	-	(619)	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Consolidated water co-operatives	-	-	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>1,536,723</b>	<b>1,421,864</b>	<b>5,720</b>	<b>8,231</b>	<b>50</b>	<b>(270)</b>	<b>28,831</b>	<b>23,085</b>	<b>-</b>	<b>-</b>
<b>EXPENSES</b>										
Personnel services	287,565	281,573	42,156	42,604	128,395	131,418	14,065	14,170	-	-
Contract services	44,259	28,717	17,610	20,249	16,755	14,912	63,648	59,052	905	905
Utilities	10,496	9,716	11,641	9,700	2,665	4,035	-	-	-	-
Maintenance materials & supplies	110,689	105,283	34,033	35,084	150,655	133,042	132	339	-	-
Grants & contributions	525	425	-	-	-	-	-	-	-	-
Amortization	21,218	21,474	51,534	48,801	118,942	140,740	6,129	6,079	-	-
Interest on long term debt	-	-	1,190	2,318	4,812	5,865	-	-	-	-
Other operating expense	643	1,051	-	-	-	-	-	-	-	-
Other operating expense	-	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>475,395</b>	<b>448,239</b>	<b>158,164</b>	<b>158,756</b>	<b>422,224</b>	<b>430,012</b>	<b>83,974</b>	<b>79,640</b>	<b>905</b>	<b>905</b>
<b>SURPLUS (DEFICIT)</b>	<b>1,061,328</b>	<b>973,625</b>	<b>(152,444)</b>	<b>(150,525)</b>	<b>(422,174)</b>	<b>(430,282)</b>	<b>(55,143)</b>	<b>(56,555)</b>	<b>(905)</b>	<b>(905)</b>

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

RURAL MUNICIPALITY OF ST FRANCOIS XAVIER

Schedule 4

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2018

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2018	2017	2018	2017	2018	2017	2018	2017	
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>									
Property taxes	-	-	-	-	-	-	-	-	1,251,151
Grants in lieu of taxation	-	-	-	-	-	-	-	-	1,161,914
User fees	36,283	78,995	-	-	-	-	15,700	-	9,135
Grants - Province of Manitoba	1,218	4,682	-	-	-	-	-	-	88,154
Grants - Other	3,000	2,500	-	-	-	-	-	-	98,514
Permits, licences and fees	8,308	15,698	-	-	-	-	-	-	93,157
Investment revenue	-	-	-	-	-	-	-	-	8,903
Other revenue	-	18	-	-	-	-	-	-	64,722
Water and sewer	-	-	-	-	-	-	321,461	343,307	22,097
Consolidated water co-operatives	-	-	-	-	-	-	491,952	470,448	321,461
<b>Total revenue</b>	<b>48,809</b>	<b>101,893</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>829,113</b>	<b>829,455</b>	<b>2,449,246</b>
<b>EXPENSES</b>									
Personnel services	51,147	29,914	-	-	-	-	40,733	43,485	670,281
Contract services	3,090	321	35,012	50,974	4,493	5,068	42,625	80,622	246,972
Utilities	-	-	-	-	1,807	2,300	-	-	94,336
Maintenance materials & supplies	35,686	18,770	14,698	3,607	21,730	21,034	130,626	166,610	757,571
Grants & contributions	4,365	2,500	-	-	2,959	2,050	-	-	7,849
Amortization	-	74	-	-	2,166	3,805	-	-	7,849
Interest on long term debt	-	-	-	-	-	-	102,313	102,052	410,903
Other operating expense	-	-	-	-	-	-	26,914	28,698	35,210
Other operating expense	-	-	-	-	-	-	-	-	643
<b>Total expenses</b>	<b>94,288</b>	<b>51,579</b>	<b>49,710</b>	<b>54,581</b>	<b>33,155</b>	<b>34,257</b>	<b>343,211</b>	<b>422,167</b>	<b>2,223,765</b>
<b>SURPLUS (DEFICIT)</b>	<b>(45,479)</b>	<b>50,314</b>	<b>(49,710)</b>	<b>(54,581)</b>	<b>(33,155)</b>	<b>(34,257)</b>	<b>485,902</b>	<b>407,288</b>	<b>225,481</b>

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

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**Schedule 5**

**CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS**

**For the Year Ended December 31, 2018**

	Core Government		Government Partnerships		Total
	2018	2017	2018	2017	2018
	\$	\$	\$	\$	\$
<b>REVENUE</b>					
Property taxes	1,251,151	1,161,914	-	-	1,251,151
Grants in lieu of taxation	9,135	8,815	-	-	9,135
User fees	88,154	126,809	-	-	88,154
Grants - Province of Manitoba	97,296	80,328	1,218	4,682	98,514
Grants - Other	90,157	67,781	3,000	2,500	93,157
Permits, licences and fees	8,903	16,719	-	-	8,903
Investment revenue	64,722	46,550	-	-	64,722
Other revenue	22,097	54,387	-	18	22,097
Water and sewer	321,461	343,307	-	-	321,461
Consolidated water co-operatives	-	-	491,952	470,448	491,952
<b>Total revenue</b>	<b>1,953,076</b>	<b>1,906,610</b>	<b>496,170</b>	<b>477,648</b>	<b>2,449,246</b>
<b>EXPENSES</b>					
Personnel services	558,707	538,081	111,574	107,561	670,281
Contract services	225,307	260,499	21,665	21,063	246,972
Utilities	26,609	25,751	67,727	67,840	94,336
Maintenance materials & supplies	497,367	482,802	260,204	280,991	757,571
Grants & contributions	10,849	7,475	(3,000)	(2,500)	7,849
Amortization	302,302	322,951	108,601	115,978	410,903
Interest on long term debt	32,916	36,881	2,294	(5,577)	35,210
Other operating expense	643	1,051	-	-	643
Other operating expense	-	700	-	-	-
<b>Total expenses</b>	<b>1,654,700</b>	<b>1,676,191</b>	<b>569,065</b>	<b>585,356</b>	<b>2,223,765</b>
<b>SURPLUS (DEFICIT)</b>	<b>298,376</b>	<b>230,419</b>	<b>(72,895)</b>	<b>(107,708)</b>	<b>225,481</b>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER  
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES**

**For the Year Ended December 31, 2018**

Schedule 6

	Public Works and Environmenta l Reserve		Protective Services Reserve	Fire Department Equipment Reserve	Gas Tax and Culture Buildings and Land Reserve	Recreation Reserve	
	General Reserve	and Environmenta l Reserve	Reserve	Reserve	Reserve	Reserve	\$
	\$	\$	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>							
Cash and temporary investments	530,840	124,281	182,995	64	273,941	22,540	250,482
Portfolio investments	83,201	-	-	-	-	-	-
Due from other funds	-	65,000	30,000	1	86,967	72,631	22,000
	<u>607,157</u>	<u>189,281</u>	<u>212,995</u>	<u>65</u>	<u>360,908</u>	<u>95,171</u>	<u>272,482</u>
<b>REVENUE</b>							
Investment revenue	15,711	2,493	3,672	1	5,455	461	4,983
<b>TRANSFERS</b>							
Transfers from operating fund	(77,116)	(65,000)	(30,000)	-	55,078	(12,630)	(22,000)
Transfers from utility fund	-	-	-	-	-	-	-
	<u>77,116</u>	<u>65,000</u>	<u>30,000</u>	<u>-</u>	<u>55,078</u>	<u>12,630</u>	<u>22,000</u>
<b>CHANGE IN FUND BALANCES</b>	92,827	67,493	33,672	1	60,533	13,091	26,983
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	514,330	121,788	179,323	64	300,375	82,080	245,499
<b>FUND SURPLUS, END OF YEAR</b>	<u>607,157</u>	<u>189,281</u>	<u>212,995</u>	<u>65</u>	<u>360,908</u>	<u>95,171</u>	<u>272,482</u>



**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER  
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES**

**For the Year Ended December 31, 2018**

	Special Events Reserve	Utility Reserve	2018 Actual	2017 Actual
	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>				
Cash and temporary investments	267	284,626	1,670,036	1,549,280
Portfolio investments	-	83,889	167,090	177,619
Due from other funds	-	9,754	279,469	74,581
	<u>267</u>	<u>378,269</u>	<u>2,116,595</u>	<u>1,801,480</u>
<b>REVENUE</b>				
Investment revenue	5	10,756	43,537	32,544
<b>TRANSFERS</b>				
Transfers from operating fund	-	-	(261,824)	286,587
Transfers from utility fund	-	(9,754)	(9,754)	25,000
	<u>-</u>	<u>9,754</u>	<u>271,578</u>	<u>311,587</u>
<b>CHANGE IN FUND BALANCES</b>	5	20,510	315,115	344,131
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	262	357,759	1,801,480	1,457,349
<b>FUND SURPLUS, END OF YEAR</b>	<u>267</u>	<u>378,269</u>	<u>2,116,595</u>	<u>1,801,480</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**SCHEDULE OF FINANCIAL POSITION FOR UTILITIES**  
**For the Year Ended December 31, 2018**

Schedule 7

	2018	2017
	Actual	Actual
	\$	\$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (note 3)	322,983	277,345
Accounts receivable (note 4)	88,687	90,214
Due from other funds	(483,454)	(519,622)
	<u>(71,784)</u>	<u>(152,063)</u>
<b>LIABILITIES</b>		
Long-term debt (note 10)	<u>433,782</u>	<u>466,626</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (schedule 1)	3,607,653	3,695,081
Inventories (note 6)	13,818	11,259
	<u>3,621,471</u>	<u>3,706,340</u>
<b>FUND SURPLUS</b>	<u>3,115,905</u>	<u>3,087,651</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**SCHEDULE OF UTILITY OPERATIONS**  
**For the Year Ended December 31, 2018**

**Schedule 8**

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	199,930	194,632	198,923
Bulk water fees	-	-	1,101
	<u>199,930</u>	<u>194,632</u>	<u>200,024</u>
<b>SEWER</b>			
Sewer fees	<u>111,000</u>	<u>87,235</u>	<u>88,694</u>
<b>OTHER REVENUE</b>			
Hydrant rentals	1,300	1,750	1,750
Connection charges	3,500	4,148	4,850
Penalties	2,500	4,975	4,274
Investment income	6,120	6,342	4,636
Administration fees	-	12,379	12,051
Other income	-	10,000	27,028
	<u>13,420</u>	<u>39,594</u>	<u>54,589</u>
<b>TOTAL REVENUE</b>	<u><u>324,350</u></u>	<u><u>321,461</u></u>	<u><u>343,307</u></u>
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	<u>28,050</u>	<u>16,764</u>	<u>20,503</u>
<b>WATER</b>			
Transmission and distribution	30,400	41,776	78,471
Water purchases	175,000	130,626	166,610
Amortization	56,000	55,786	55,334
Interest and long-term debt	27,000	26,914	28,698
	<u>288,400</u>	<u>255,102</u>	<u>329,113</u>
<b>SEWER</b>			
Collection system costs	24,000	23,969	22,982
Treatment and disposal costs	8,400	849	2,151
Other sewer expense	-	-	700
	<u>32,400</u>	<u>24,818</u>	<u>25,833</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**SCHEDULE OF UTILITY OPERATIONS**  
**For the Year Ended December 31, 2018**

**Schedule 8**

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>SEWER AMORTIZATION AND INTEREST</b>			
Amortization	46,500	46,527	46,718
<b>TOTAL EXPENSES</b>	395,350	343,211	422,167
<b>EXCESS OF EXPENSES OVER REVENUE</b>	(71,000)	(21,750)	(78,860)
<b>TRANSFERS</b>			
Transfers from utility fund	-	50,004	34,758
<b>CHANGE IN UTILITY FUND BALANCE</b>	(71,000)	28,254	(44,102)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	3,087,651	3,087,651	3,131,753
<b>FUND SURPLUS, END OF YEAR</b>	3,016,651	3,115,905	3,087,651

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**  
**RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET**  
**For the Year Ended December 31, 2018**

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Government Partnerships	PSAB Budget
	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>								
Property taxes	1,244,784	-	-	-	-	-	-	1,244,784
Grants in lieu of taxation	9,135	-	-	-	-	-	-	9,135
User fees	66,865	-	-	-	-	-	-	66,865
Grants - Province of Manitoba	78,000	-	-	-	-	-	1,218	79,218
Grants - Other	66,965	-	-	-	-	-	3,000	69,965
Permits, licences and fees	20,000	-	-	-	-	-	-	20,000
Investment revenue	9,500	-	-	-	-	-	-	9,500
Other revenue	21,332	-	-	-	-	-	-	21,332
Transfers	184,070	34,760	-	-	(218,830)	-	-	-
Water and sewer	-	324,350	-	-	-	-	378,865	703,215
	<u>1,700,651</u>	<u>359,110</u>	<u>-</u>	<u>-</u>	<u>(218,830)</u>	<u>-</u>	<u>383,083</u>	<u>2,224,014</u>
<b>EXPENSES</b>								
General government services	447,354	-	21,500	-	-	-	-	468,854
Protective services	140,425	-	51,500	1,200	-	-	-	193,125
Transportation services	311,561	-	119,700	4,850	-	-	-	436,111
Environmental health services	84,850	-	6,200	-	-	-	-	91,050
Public health and welfare services	905	-	-	-	-	-	-	905
Regional planning and development	91,825	-	-	-	-	-	7,640	99,465
Resource conservation and industrial development	58,650	-	-	-	-	-	-	58,650
Recreation and cultural services	36,900	-	2,200	-	-	-	-	39,100
Fiscal services	100,282	18,500	-	-	(118,782)	-	-	-
Transfers	59,758	74,760	-	-	(134,518)	-	-	-
Water and sewer	-	265,850	102,500	27,000	-	-	430,581	825,931
	<u>1,332,510</u>	<u>359,110</u>	<u>303,600</u>	<u>33,050</u>	<u>(253,300)</u>	<u>-</u>	<u>438,221</u>	<u>2,213,191</u>
<b>SURPLUS (DEFICIT)</b>	<u>368,141</u>	<u>-</u>	<u>(303,600)</u>	<u>(33,050)</u>	<u>34,470</u>	<u>-</u>	<u>(55,138)</u>	<u>10,823</u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**Schedule 10**

**ANALYSIS OF TAXES ON ROLL**

**For the Year Ended December 31, 2018**

	2018 Actual \$	2017 Actual \$
<b>BALANCE, BEGINNING OF YEAR</b>	<u>174,308</u>	<u>159,887</u>
<b>Add:</b>		
Tax Levy ( <i>schedule 11</i> )	2,715,758	2,595,946
Taxes added	21,367	44,605
Penalties and interest	15,099	18,236
Accounts added to tax roll	32,211	17,681
Taxes overpaid (refunds)	-	4,238
<b>Sub-total</b>	<u>2,958,743</u>	<u>2,840,593</u>
<b>Deduct:</b>		
Cash collections - current	2,352,722	2,269,824
Cash collections - arrears	149,670	117,783
Cancellations	-	-
Tax discounts	6,267	5,953
M.P.T.C. - cash advance	284,707	272,725
<b>Sub-total</b>	<u>2,793,366</u>	<u>2,666,285</u>
<b>BALANCE, END OF YEAR</b>	<u><u>165,377</u></u>	<u><u>174,308</u></u>

**RURAL MUNICIPALITY OF ST FRANCOIS XAVIER**

**Schedule 11**

**ANALYSIS OF TAX LEVY**

**For the Year Ended December 31, 2018**

	<b>Assessment</b>	<b>Mill Rate</b>	<b>2018 Levy</b>	<b>2017 Levy</b>
<b>Debt Charges:</b>				
Frontage (note 11)			<b>59,758</b>	59,758
L.I.D.			-	-
At large (note 12)			<b>47,894</b>	47,883
			<u><b>107,652</b></u>	<u>107,641</u>
<b>Reserves:</b>				
Reserve (note 13)			<b>142,030</b>	133,887
			<u><b>142,030</b></u>	<u>133,887</u>
<b>Other municipal levies:</b>				
General municipal	<b>27,038,580</b>	<b>7.715</b>	<u><b>980,102</b></u>	<u>875,781</u>
<b>Total municipal taxes (schedule 2)</b>			<u><b>1,229,784</b></u>	<u>1,117,309</u>
Education Support Levy	<b>4,856,140</b>	<b>9.770</b>	<b>47,444</b>	47,292
<b>Special levy:</b>				
Prairie Rose School Division	<b>18,528,330</b>	<b>11.150</b>	<b>1,321,591</b>	1,336,551
Portage la Prairie School Division	<b>8,510,250</b>	<b>13.741</b>	<b>116,939</b>	94,794
			<u><b>1,438,530</b></u>	<u>1,431,345</u>
<b>Total education taxes</b>			<u><b>1,485,974</b></u>	<u>1,478,637</u>
<b>Total tax levy (schedule 10)</b>			<u><u><b>2,715,758</b></u></u>	<u><u>2,595,946</u></u>

## RURAL MUNICIPALITY OF ST FRANCOIS XAVIER

Schedule 12

## SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2018

	2018 Budget \$	2018 Actual \$	2017 Actual \$
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	58,600	49,804	54,338
General administrative	410,254	425,591	393,901
	<u>468,854</u>	<u>475,395</u>	<u>448,239</u>
<b>PROTECTIVE SERVICES</b>			
Fire	157,175	148,446	138,506
Emergency measures	35,950	9,718	20,250
	<u>193,125</u>	<u>158,164</u>	<u>158,756</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Administration and engineering	12,800	12,682	13,018
Road and street maintenance	383,161	377,412	386,362
Sidewalk and boulevard maintenance	1,000	-	-
Street lighting	13,700	15,845	13,615
Traffic services	600	1,005	382
Other	24,850	15,280	16,635
	<u>436,111</u>	<u>422,224</u>	<u>430,012</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	64,050	58,118	56,045
Recycling	27,000	25,238	23,335
Lagoons and wells	-	618	260
	<u>91,050</u>	<u>83,974</u>	<u>79,640</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Social assistance	905	905	905
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	66,825	64,568	35,396
Urban renewal	25,000	23,394	12,238
	<u>91,825</u>	<u>87,962</u>	<u>47,634</u>
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	3,600	120	1,443
Drainage of land	50,150	45,699	49,253
Pest control	4,900	3,891	3,885
	<u>58,650</u>	<u>49,710</u>	<u>54,581</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	8,500	8,918	9,591
Community centers and halls	13,600	13,503	11,766
Parks and playgrounds	12,800	9,304	11,750
Other recreational facilities	3,000	-	-
Libraries	1,200	1,430	1,150
	<u>39,100</u>	<u>33,155</u>	<u>34,257</u>
<b>TOTAL EXPENSES</b>	<u>1,379,620</u>	<u>1,311,489</u>	<u>1,254,024</u>



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

**For the Year Ended December 31, 2018**

	General \$	Utility \$	2018 Total \$	2017 Total \$
<b>CONSOLIDATED ANNUAL SURPLUS (statement 2)</b>	<b>197,227</b>	<b>28,254</b>	<b>225,481</b>	<b>122,711</b>
Elimination of appropriations from reserves	37,963	-	37,963	-
Elimination of appropriations to reserves	(199,787)	-	(199,787)	(311,587)
Consolidation of reserve operations	(43,537)	-	(43,537)	(32,544)
Elimination of consolidated entity operations	72,895	-	72,895	107,708
Elimination of nominal surplus transfers	44,830	-	44,830	95,015
Amortization of tangible capital assets	199,989	102,313	302,302	322,949
Principal portion of long term debt	(42,289)	(32,844)	(75,133)	(71,168)
Acquisitions of capital assets from operating funds	(120,961)	(13,932)	(134,893)	(118,243)
	<b>146,330</b>	<b>83,791</b>	<b>230,121</b>	<b>114,841</b>

**ESTIMATED EXCESS (DEFICIENCY) OF REVENUES AND  
TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF  
SECTION 165(1) AND (2) OF THE MUNICIPAL ACT\*\*\***

\*\*\* 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.



