

TOWN OF STONEWALL

**Consolidated Financial Statements
For the Year Ended December 31, 2023**

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Town of Stonewall 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 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.

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

Exchange Chartered Professional Accountants, LLP as the Town's appointed external auditors, have audited the Consolidated Financial Statements. The Auditors' report is addressed to the Mayor 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 Town in accordance with Canadian public sector accounting standards.



Wally Melnyk
Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
TOWN OF STONEWALL

Opinion

We have audited the accompanying consolidated financial statements of the Town of Stonewall, which comprise the consolidated statement of financial position as at December 31, 2023 and the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year ended December 31, 2023, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Stonewall as at December 31, 2023, and the results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2023 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 Financial Statements section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those 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 Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 Town'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 Town'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 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 Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

Exchange

Chartered Professional Accountants LLP
Winnipeg, Manitoba
June 26, 2024

TOWN OF STONEWALL

Consolidated Financial Statements


For the Year Ended December 31, 2023

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**TOWN OF STONEWALL
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2023**

	<u>2023</u>	<u>2022</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 18,177,534	\$ 8,971,266
Amounts receivable (Note 4)	<u>2,520,592</u>	<u>1,211,962</u>
	<u>\$ 20,698,126</u>	<u>\$ 10,183,228</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 11,463,979	\$ 1,663,654
Asset retirement obligations (Note 7)	7,193,000	-
Long-term debt (Note 8)	<u>2,888,234</u>	<u>3,103,753</u>
	<u>21,545,213</u>	<u>4,767,407</u>
NET FINANCIAL ASSETS	<u>\$ (847,087)</u>	<u>\$ 5,415,821</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 54,949,021	\$ 42,746,415
Inventories (Note 5)	96,565	87,670
Prepaid expenses	<u>83,664</u>	<u>72,828</u>
	<u>55,129,250</u>	<u>42,906,913</u>
ACCUMULATED SURPLUS (Note 12)	<u>\$ 54,282,163</u>	<u>\$ 48,322,734</u>
COMMITMENTS (Note 17)		

Approved on behalf of Council:



Mayor



Councillor

The accompanying notes are an integral part of this financial statement

TOWN OF STONEWALL
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2023

	<u>2023 Budget (Note 11)</u>	<u>2023 Actual</u>	<u>2022 Actual</u>
REVENUE			
Property taxes	\$ 4,098,604	\$ 4,128,341	\$ 4,005,445
Grants in lieu of taxation	87,211	43,487	50,466
User fees	1,579,741	2,234,185	1,330,955
Permits, licences and fines	299,788	278,390	408,998
Investment income	143,806	457,127	174,693
Other revenue	902,760	695,648	162,803
Water and sewer	1,083,950	2,284,838	1,510,246
Grants - Province of Manitoba	6,114,306	6,171,720	1,080,964
Grants - other	836,603	818,749	603,110
Total revenue (Schedules 2, 4 and 5)	<u>15,146,769</u>	<u>17,112,485</u>	<u>9,327,680</u>
EXPENSES			
General government services	1,502,511	1,499,639	1,226,254
Protective services	1,207,915	1,358,070	1,040,474
Transportation services	1,403,076	1,317,260	1,496,972
Environmental health services	475,000	454,874	443,534
Public health and welfare services	525,408	721,467	431,210
Regional planning and development	575,774	502,856	447,085
Resource conservation and industrial development	110,000	-	-
Recreation and cultural services	3,422,015	3,658,522	2,975,357
Water and sewer services	1,624,611	1,640,368	1,171,834
Total expenses (Schedules 3, 4 and 5)	<u>10,846,310</u>	<u>11,153,056</u>	<u>9,232,720</u>
ANNUAL SURPLUS	<u>\$ 4,300,459</u>	5,959,429	94,960
ACCUMULATED SURPLUS, BEGINNING OF YEAR		48,322,734	48,227,774
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 54,282,163</u>	<u>\$ 48,322,734</u>

The accompanying notes are an integral part of this financial statement

TOWN OF STONEWALL
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2023

	<u>2023 Budget (Note 11)</u>	<u>2023 Actual</u>	<u>2022 Actual</u>
ANNUAL SURPLUS	\$ 4,300,459	\$ 5,959,429	\$ 94,960
Acquisition of tangible capital assets	(4,655,000)	(14,542,222)	(1,582,356)
Amortization of tangible capital assets	2,339,615	2,339,616	1,876,613
Loss (Gain) on sale of tangible capital assets	-	-	(764)
Proceeds on sale of tangible capital assets	-	-	2,516
Decrease (increase) in inventories	-	(8,895)	14,786
Decrease (increase) in prepaid expense	-	(10,836)	340,038
	<u>(2,315,385)</u>	<u>(12,222,337)</u>	<u>650,833</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 1,985,074</u>	(6,262,908)	745,793
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>5,415,821</u>	<u>4,670,028</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ (847,087)</u>	<u>\$ 5,415,821</u>

The accompanying notes are an integral part of this financial statement

TOWN OF STONEWALL
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2023

	<u>2023</u>	<u>2022</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 5,959,429	\$ 94,960
Changes in non-cash items:		
Amounts receivable	(1,308,630)	125,319
Inventories	(8,895)	14,786
Prepays	(10,836)	340,038
Accounts payable and accrued liabilities	9,800,325	203,558
Unearned revenue	-	-
Asset retirement obligations	7,193,000	-
Donated assets	922,100	-
Loss (Gain) on sale of tangible capital asset	-	(764)
Amortization	2,339,616	1,876,613
Cash provided by operating transactions	<u>24,886,109</u>	<u>2,654,510</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	-	2,516
Cash used to acquire tangible capital assets	<u>(15,464,322)</u>	<u>(1,582,356)</u>
Cash applied to capital transactions	<u>(15,464,322)</u>	<u>(1,579,840)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	-	-
Proceeds on sale of real estate properties	-	-
Loans and advances repaid	-	-
Purchase of portfolio investments	-	-
Acquisition of real estate properties	-	-
Loans and advances issued	-	-
Cash applied to investing transactions	<u>-</u>	<u>-</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	500,000
Debt repayment	(215,519)	(192,713)
Obligation under capital lease	-	-
Repayment of obligation under capital lease	-	-
Cash applied to financing transactions	<u>(215,519)</u>	<u>307,287</u>
INCREASE IN CASH AND TEMPORARY INVESTMENTS	9,206,268	1,381,957
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>8,971,266</u>	<u>7,589,309</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 18,177,534</u></u>	<u><u>\$ 8,971,266</u></u>

The accompanying notes are an integral part of this financial statement

TOWN OF STONEWALL

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2023

1. Status of the Town of Stonewall

The incorporated Town of Stonewall ("the Town") is a town that was formed in 1908 pursuant to The Municipal Act. The Town provides or funds municipal services such as police, fire, public works, planning, parks and recreation, library and other general government operations. The Town owns one utility, 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 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 Town. 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 Town. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Town. Inter-fund and inter-company balances and transactions have been eliminated. There were no controlled organizations at December 31, 2023.

The Town has several partnership agreements in place, and as such, consistent with Canadian public sector accounting standards for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Town'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:

Rockwood-Rosser Weed Control District (7.6%) (2022 - 7.6%)

South Interlake Planning District Board (25%) (2022 - 25%)

South Interlake Regional Library (29%) (2022 - 29%)

Stonewall and Area Mobility Services (SAMS) Inc., (32%) (2022 - 32%)

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

Trust funds and their related operations administered by the Town are not consolidated in these financial statements. The Trust funds administered by the Town are presented in Note 17.

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) Financial Instruments

The Town as part of its operations carries a number of financial instruments. It is management's opinion that the Town 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.

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

Fair value:

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

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the Consolidated Statement of Remeasurement Gains and Losses until they are realized. When realized they are transferred to the Consolidated Statement of Operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the Consolidated Statement of Operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and public debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

d) Foreign currency translation

The Town's foreign currency risk is reflected in its financial statements. Monetary assets and liabilities, denominated in a foreign currency, are translated at the year-end rate of exchange. Revenue and expense arising from a foreign currency transaction are translated into Canadian dollars at exchange rates approximating those in effect at the transaction date.

At each financial statement date, monetary assets, and liabilities, must be adjusted to reflect the exchange rate in effect at that date. Unrealized foreign exchange gains or losses that arise prior to settlement are recognized in the Consolidated Statement of Remeasurement Gains and Losses.

In the period of settlement, the cumulative amount of foreign exchange gains and losses is removed from the Consolidated Statement of Remeasurement Gains and Losses and is recognized in the Consolidated Statement of Operations.

e) Cash and cash equivalents

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

f) Portfolio Investments

Portfolio investments are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method.

Portfolio investments denominated in a foreign currency are translated to the Canadian dollar equivalent at the exchange rate in effect at December 31. Changes in the value of portfolio investments due to foreign currency changes are recorded in the Statement of Remeasurement Gains and Losses until the investments are sold.

Investment income on portfolio investment investments, denominated in a foreign currency, are translated to Canadian dollar equivalents at the exchange rate in effect at the date of the transaction.

g) 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.

h) 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 (debt) 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.

i) 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 Town does not capitalize internal finance charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

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

Infrastructure Assets

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

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

j) Revenue Recognition

Fees and other revenues:

Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct good or service or series of distinct goods or services to a payor for consideration. The Town recognizes revenue when the performance obligations are satisfied, and the payor obtains control of the asset or benefits from the service provided.

Non-exchange transactions are transactions or events where there is no direct transfer of goods or services to a payor. The Town receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue from non-exchange transactions is recognized when the Town has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on the delivery of products.

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

Government transfers:

Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31, for which any eligibility criteria have been met and that can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities.

Property taxes:

Revenues from property taxes are accrued in the year they are authorized by Council. Property taxes are recorded net of tax concessions and other adjustments. Transfers made through the tax system are recognized as an expense.

Externally restricted inflows:

Externally restricted inflows are recognized as revenue in the period in which expenses are incurred for the purposes specified. Externally restricted inflows received before the expenses are incurred are reported as a liability.

k) Asset Retirement Obligations

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

- there is a legal obligation for the Town to incur costs in relation to a specific tangible capital asset,
- there is a past transaction or event causing the liability that has occurred,
- when economic benefits will need to be given up to remediate the liability, and
- when a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the Town derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

l) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. The Town:
 - is directly responsible; or
 - accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

m) 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.

n) Measurement Uncertainty

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

Measurement uncertainty in these financial statements exists in the estimate of asset retirement obligations. The liability associated with asset retirement obligations reflects the best estimates by management of the amount required to remediate such liabilities, the timing when such remediation will occur, and the estimated future cash flows associated with asset retirement discounted to the financial statement date. The actual future cash flows and timing of obligations arising from asset retirement may differ significantly from these estimates.

o) Future Changes in Accounting Standards

A number of new and amended Canadian public sector accounting standards have been issued and not applied in preparing these financial statements. These standards will come into effect as follows:

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

These new accounting standards have not been applied in preparing these consolidated financial statements.

The Town is currently assessing the impact of the new standards, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2023</u>	<u>2022</u>
Cash	\$ 18,177,534	\$ 8,971,266
Temporary borrowing	-	-
	<u>\$ 18,177,534</u>	<u>\$ 8,971,266</u>

The Town has designated \$6,887,475 (2022 - \$5,265,095) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2023</u>	<u>2022</u>
Taxes on roll (Schedule 11)	\$ 346,105	\$ 221,971
Government grants	573,309	-
Utility customers	222,699	303,268
Accrued interest	-	-
Organizations and individuals	1,312,584	686,723
Other governments	65,895	-
	<u>2,520,592</u>	<u>1,211,962</u>
Less allowances for doubtful amounts	-	-
	<u>\$ 2,520,592</u>	<u>\$ 1,211,962</u>

5. Inventories

Inventories for use:

	<u>2023</u>	<u>2022</u>
Land	\$ 5,868	\$ 5,868
Fuel	-	-
Culverts	-	-
Aggregate	-	-
Other supplies	90,697	81,802
	<u>\$ 96,565</u>	<u>\$ 87,670</u>

6. Accounts Payable and Accrued Liabilities

	<u>2023</u>	<u>2022</u>
Accounts payable	\$ 10,397,412	\$ 766,774
Accrued expenses	-	-
Accrued employee expenses	284,648	264,493
Accrued interest payable	-	-
Refundable deposits	583,963	498,651
School levies	197,956	133,736
Other governments	-	-
	<u>\$ 11,463,979</u>	<u>\$ 1,663,654</u>

7. Asset Retirement Obligations

	<u>2023</u>	<u>2022</u>
Balance, beginning of year	\$ 6,850,476	\$ -
Liabilities settled during the year	-	-
Accretion expense	342,524	-
Change in assumptions	-	-
Estimated total liability	<u>\$ 7,193,000</u>	<u>\$ -</u>

The Town adopted Asset Retirement Obligations in 2023 and applied the standard prospectively.

a) Landfill Site

Legislation requires the Town to conduct closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

The town does not own nor does it operate a landfill.

b) Lagoon

The Town is required to appropriately close wastewater lagoon sites at the end of their operating life. The Town operates a wastewater lagoon, with an estimated remaining life of 50 years.

The estimated total liability of \$5,000,000 is based on the sum of discounted future cash flows using a discount rate of 5%.

Assets of \$4,761,905 relating to this ARO liability are included as additions to Sewer and Water Infrastructure costs on Schedule 1.

c) Asbestos and lead paint

Legislation requires the Town to appropriately handle and dispose of any material containing asbestos and lead paint when renovating or demolishing a municipal structure. The Town owns 3 buildings which contain asbestos:

- Town Administration Office at 293 Main St
- Old Post Office at 357 Main St
- Ice Palace Arena at 500 Main St

The estimated total liability of \$1,893,000 is based on the sum of discounted future cash flows using a discount rate of 5%. The buildings have estimated remaining useful lives ranging from 5 to 30 years.

Assets of \$1,802,857 relating to this ARO liability are included as additions to Building costs on Schedule 1.

d) Other Obligations

Legislation requires the Town to appropriately close and seal water wells at the end of their operating life. The Town owns 4 wells at its Water Pumphouse location at 147 5th St W which are subject to this requirement.

The estimated total liability of \$300,000 is based on the sum of discounted future cash flows using a discount rate of 5%. The well have estimated remaining useful lives ranging from 1 to 5 years.

Assets of \$285,714 relating to this ARO liability are included as additions to Land Improvement costs on Schedule 1.

8. Long Term Debt

	<u>2023</u>	<u>2022</u>
General Authority:		
Debenture, interest at 4.93%, payable at \$39,884 annually including interest, maturing December 2042	\$ 484,766	\$ 500,000
Debenture, interest at 3.125%, payable at \$72,353 annually including interest, maturing December 2028	<u>330,174</u>	<u>390,329</u>
	<u>\$ 814,940</u>	<u>\$ 890,329</u>
Utility Funds:		
Debenture, interest at 5.125%, payable at \$35,925 annually including interest, maturing December 2030	\$ 206,938	\$ 231,023
Debenture, interest at 4.070%, payable at \$66,237 annually including interest, maturing December 2032	490,925	535,372
Debenture, interest at 4.125%, payable at \$131,287 annually including interest, maturing December 2037	<u>1,375,431</u>	<u>1,447,029</u>
	<u>\$ 2,073,294</u>	<u>\$ 2,213,424</u>
	<u>\$ 2,888,234</u>	<u>\$ 3,103,753</u>

Principal payments required in each of the next five years are as follows:

2024	\$ 240,130
2025	\$ 249,901
2026	\$ 260,078
2027	\$ 270,683
2028	\$ 281,731

9. Retirement Benefits

The majority of the employees of the Town 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 Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Town on behalf of its employees are \$127,977 (2022 - \$123,083) and are included in the statement of operations.

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

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

10. Financial Instruments

The Town as part of its operations carries a number of financial instruments. It is management's opinion the Town 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.

11. Budget

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

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

12. Accumulated Surplus

	<u>2023</u>	<u>2022</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 1,279,201	\$ 1,682,443
Utility operating fund(s) - Nominal surplus	130,622	831,977
TCA net of related borrowings	52,060,787	39,506,348
Asset Retirement Obligations	(7,193,000)	-
Reserve funds	<u>6,887,475</u>	<u>5,265,095</u>
Accumulated surplus of town unconsolidated	53,165,085	47,285,863
Accumulated surpluses of consolidated entities	<u>1,117,078</u>	<u>1,036,871</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u><u>\$ 54,282,163</u></u>	<u><u>\$ 48,322,734</u></u>

13. Public Sector Compensation Disclosure

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$85,000 annually to any member of council, officer or employee of the Town. For the year ended December 31, 2023:

a) Compensation paid to members of council amounted to \$124,867 in aggregate.

b) There were no members of council receiving compensation in excess of \$85,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Mayor- Sandra Smith	\$ 27,840	\$ 2,628	\$ 30,468
Deputy Mayor - Peter Bullivant	24,505	4,513	29,018
Councillor - Ron Maryniuk	19,245	1,118	20,363
Councillor - Kimberly Newnam	15,790	5,118	20,908
Councillor - Walter Badger	<u>19,860</u>	<u>4,250</u>	<u>24,110</u>
	<u><u>\$ 107,240</u></u>	<u><u>\$ 17,627</u></u>	<u><u>\$ 124,867</u></u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
<i>Wally Melnyk</i>	<i>Chief Administrative Officer</i>	\$ 156,203
<i>Diane Allan</i>	<i>Assistant CAO</i>	\$ 95,552
<i>Brett Chatfield</i>	<i>Parks & Arena Supervisor</i>	\$ 86,535
<i>Douglas Steinke</i>	<i>Works & Operations Manager</i>	\$ 86,535

13. Segmented Information

The Town of Stonewall 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.

14. Government Partnerships

The Town has several partnership agreements for municipal services. The consolidated financial statements include the town's proportionate interest, as disclosed in note 2(a). The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	<u>2023</u>	<u>2022</u>
Financial Position		
Financial Assets	\$ 1,519,696	\$ 1,541,356
Liabilities	539,876	642,605
Net financial assets (liabilities)	<u>\$ 979,820</u>	<u>\$ 898,751</u>
Non-financial assets	<u>137,256</u>	<u>138,118</u>
Accumulated surplus	<u><u>\$ 1,117,076</u></u>	<u><u>\$ 1,036,869</u></u>
Result of Operations		
Revenues	\$ 644,696	\$ 623,470
Expenses	<u>564,489</u>	<u>446,240</u>
Consolidated annual surplus	<u><u>\$ 80,207</u></u>	<u><u>\$ 177,230</u></u>

15. Public Utilities Board

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

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

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

Water services:

<u>Description of Utility</u>	<u>Unamortized Opening Balance</u>	<u>Additions During Year</u>	<u>Amortization During Year</u>	<u>Unamortized Balance Ending</u>
Stonewall Utility	\$ 5,305,657	\$ 608,378	\$ 211,824	\$ 5,702,211
	<u>\$ 5,305,657</u>	<u>\$ 608,378</u>	<u>\$ 211,824</u>	<u>\$ 5,702,211</u>

16. Commitments

The Town has entered into a multi year contract with 4570732 Manitoba Ltd. relating to the collection, removal and disposal of residential waste. The contract expires December 31, 2024 and calls for a payment of \$24,800 (plus GST) per month. In addition, the contract calls for additional fees of \$10 (plus GST) per multiple family container and \$10 (plus GST) per Town facility container collected.

The Town has entered into a multi year contract with GFL Environmental Inc. for purposes of processing of residential recycling. The agreement expires on December 31, 2027 and calls for fees of \$145 per metric ton of recycled material processing to December 31, 2027 with an increase to \$166.40 per metric ton to the end of the contract.

Total payments for Waste collection and recycling amounted to \$454,874 for the year ending December 31, 2023 (2022 - \$443,534).

The Town is partnering with the Rural Municipality of Woodlands on a \$28,750,000 water treatment plan and regional water pipeline project. The project has received approval from the Invest in Canada Infrastructure Program with confirmed contributions from the Government of Canada \$11,500,000 and the Province of Manitoba \$9,850,000.

Design work and confirmation of project costing will be done in 2024 with project tendering in late 2024 and construction to start in 2025. Project completion and commissioning is anticipated in 2026.

17. Trust Funds

The Town of Stonewall administers the following trust(s) that are not consolidated in these financial

	Balance, beg. of the year	Excess of Receipts over Disbursements	Balance, end of the year
<i>Save the Kilns</i>	\$ 9,275	\$ 103,633	\$ 112,908
<i>Community Re-source Network</i>	\$ 17,888	\$ (17,888)	\$ -
<i>QP Lighting</i>	\$ -	\$ 822	\$ 822
<i>Fire Truck</i>	\$ -	\$ 15,000	\$ 15,000
<i>Sams E Project</i>	\$ -	\$ 120,597	\$ 120,597
	<u>\$ 27,163</u>	<u>\$ 222,164</u>	<u>\$ 249,327</u>

TOWN OF STONEWALL
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2022

SCHEDULE 1

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2023	2022
Cost										
Opening costs	\$ 6,253,943	\$ 13,354,075	\$ 3,418,984	\$ 375,583	\$ 922,306	\$ 21,841,707	\$ 21,517,763	\$ 296,563	\$ 67,980,924	\$ 66,427,537
Additions during the year	55,185	5,647,500	78,600	23,620	1,355,004	780,976	5,553,719	1,047,618	14,542,222	1,582,356
Transfers	688,191	182,897			(871,088)		233,162	(233,162)	-	
Disposals and write downs	-	-	-	-	-	-	-	-	-	(28,969)
Closing costs	6,997,319	19,184,472	3,497,584	399,203	1,406,222	22,622,683	27,304,644	1,111,019	82,523,146	67,980,924
Accumulated Amortization										
Opening accum'd amortization	1,799,376	6,005,094	2,284,770	247,526	-	9,764,914	5,132,829	-	25,234,509	23,385,113
Amortization	134,593	639,124	199,950	47,441	-	656,316	662,192	-	2,339,616	1,876,613
Disposals and write downs	-	-	-	-	-	-	-	-	-	(27,217)
Closing accum'd amortization	1,933,969	6,644,218	2,484,720	294,967	-	10,421,230	5,795,021	-	27,574,125	25,234,509
Net Book Value of Tangible Capital Assets	\$ 5,063,350	\$ 12,540,254	\$ 1,012,864	\$ 104,236	\$ 1,406,222	\$ 12,201,453	\$ 21,509,623	\$ 1,111,019	\$ 54,949,021	\$ 42,746,415

TOWN OF STONEWALL
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2023

SCHEDULE 2

	2023 Actual	2022 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 4,083,004	\$ 3,914,890
Taxes added	45,337	90,555
	<u>4,128,341</u>	<u>4,005,445</u>
Grants in lieu of taxation:		
Federal government	43,487	50,466
Federal government enterprises	-	-
Provincial government	-	-
Provincial government enterprises	-	-
Other local governments	-	-
Non-government organizations	-	-
	<u>43,487</u>	<u>50,466</u>
User fees		
Parking meters	-	-
Sales of service	824,354	659,241
Sales of goods	36,262	23,931
Rentals	1,373,569	647,783
Development charges	-	-
Facility use fees	-	-
	<u>2,234,185</u>	<u>1,330,955</u>
Permits, licences and fines		
Permits	700	1,050
Licences	34,077	34,336
Fees	233,238	365,807
Fines	10,375	7,805
	<u>278,390</u>	<u>408,998</u>
Investment income:		
Cash and temporary investments	457,127	174,693
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>457,127</u>	<u>174,693</u>
Other revenue:		
Gain on sale of tangible capital assets	-	764
Gain on sale of real estate held for sale	-	-
Contributed assets	-	-
Penalties and interest	40,981	40,213
Donations	416,000	-
Miscellaneous	238,667	121,826
	<u>695,648</u>	<u>162,803</u>
Water and sewer		
Municipal utility(ies) (Schedule 9)	2,284,838	1,510,246
Consolidated water co-operatives	-	-
	<u>2,284,838</u>	<u>1,510,246</u>
Grants - Province of Manitoba		
General assistance payment	1,282,057	930,459
General support grant	-	-
Municipal program grants (<i>formerly VLT revenues</i>)	-	-
Other unconditional grants	-	-
Conditional grants	4,889,663	150,505
	<u>6,171,720</u>	<u>1,080,964</u>
Grants - other		
Federal government - gas tax funding	365,032	270,568
Federal government - other	52,999	14,825
Other local governments	400,718	317,717
	<u>818,749</u>	<u>603,110</u>
Total revenue	<u>\$ 17,112,485</u>	<u>\$ 9,327,680</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

	2023 Actual	2022 Actual
General government services:		
Legislative	\$ 118,927	\$ 96,257
General administrative	909,285	767,705
Other	471,427	362,292
	<u>1,499,639</u>	<u>1,226,254</u>
Protective services:		
Police	934,280	631,954
Fire	312,645	299,293
Emergency measures	22,640	22,625
Other	88,505	86,602
	<u>1,358,070</u>	<u>1,040,474</u>
Transportation services:		
Road transport		
Administration and engineering	1,187,617	1,238,091
Road and street maintenance	53,818	163,532
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	61,471	67,166
Other	14,354	28,183
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>1,317,260</u>	<u>1,496,972</u>
Environmental health services:		
Waste collection and disposal	454,874	443,534
Recycling	-	-
Other	-	-
	<u>454,874</u>	<u>443,534</u>
Public health and welfare services:		
Public health	8,430	8,562
Medical care	-	-
Social assistance	663,174	415,398
Other	49,863	7,250
	<u>721,467</u>	<u>431,210</u>
Regional planning and development		
Planning and zoning	374,011	271,373
Community development	98,597	147,366
Beautification and land rehabilitation	-	-
Urban area weed control	30,248	28,346
Other	-	-
	<u>502,856</u>	<u>447,085</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>-</u>	<u>-</u>
Sub-totals forward	<u>\$ 5,854,166</u>	<u>\$ 5,085,529</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

	<u>2023 Actual</u>	<u>2022 Actual</u>
Sub-totals forward	<u>\$ 5,854,166</u>	<u>\$ 5,085,529</u>
Recreation and cultural services:		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	971,416	780,321
Golf courses	-	-
Skating and curling rinks	1,352,032	1,054,304
Parks and playgrounds	555,363	481,217
Other recreational facilities	184,268	120,401
Museums	-	-
Libraries	248,773	247,045
Other recreation and cultural services	-	-
Other cultural facilities	346,670	292,069
	<u>3,658,522</u>	<u>2,975,357</u>
Water and sewer services (Schedule 9)		
Municipal utility (Schedule 9)	1,640,368	1,171,834
Consolidated water co-operatives	-	-
	<u>1,640,368</u>	<u>1,171,834</u>
Total expenses	<u><u>\$ 11,153,056</u></u>	<u><u>\$ 9,232,720</u></u>

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
REVENUE										
Property taxes	\$ 4,128,341	\$ 4,005,445	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	43,487	50,466	-	-	-	-	-	-	-	-
User fees	39,656	32,410	26,044	7,873	13,565	11,032	170,467	181,477	373,636	265,169
Grants - other	563,288	354,811	128,795	116,894	-	-	-	-	28,355	39,144
Permits, licences and fines	47,452	58,241	-	-	-	-	700	1,000	-	-
Investment income	413,321	161,677	-	-	-	-	-	-	884	539
Other revenue	577,539	110,215	-	-	-	-	12,750	10,750	536	164
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	1,282,057	930,459	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	4,801,717	95,476	-	-	-	-	-	-	15,775	3,334
Total revenue	\$ 11,896,858	\$ 5,799,200	\$ 154,839	\$ 124,767	\$ 13,565	\$ 11,032	\$ 183,917	\$ 193,227	\$ 419,186	\$ 308,350
EXPENSES										
Personnel services	\$ 844,681	\$ 661,855	\$ 134,287	\$ 133,653	\$ 322,417	\$ 308,128	\$ -	\$ -	\$ 382,453	\$ 265,671
Contract services	267,339	246,740	1,070,108	731,858	28,373	47,580	454,874	443,534	16,539	23,131
Utilities	25,123	33,821	14,698	15,098	75,229	83,802	-	-	2,687	1,835
Maintenance materials and supplies	164,727	146,148	72,488	96,658	139,227	339,192	-	-	40,783	20,105
Grants and contributions	65,978	52,242	-	-	-	-	-	-	111,148	98,554
Amortization	38,910	69,119	59,605	56,863	751,826	717,949	-	-	14,234	21,695
Interest on long term debt	49,887	14,030	-	-	-	-	-	-	-	-
Other	42,994	2,299	6,884	6,344	188	321	-	-	153,623	219
Total expenses	\$ 1,499,639	\$ 1,226,254	\$ 1,358,070	\$ 1,040,474	\$ 1,317,260	\$ 1,496,972	\$ 454,874	\$ 443,534	\$ 721,467	\$ 431,210
Surplus (Deficit)	\$ 10,397,219	\$ 4,572,946	\$ (1,203,231)	\$ (915,707)	\$ (1,303,695)	\$ (1,485,940)	\$ (270,957)	\$ (250,307)	\$ (302,281)	\$ (122,860)

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

TOWN OF STONEWALL

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2023

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,128,341	\$ 4,005,445
Grants in lieu of taxation	-	-	-	-	-	-	-	-	43,487	50,466
User fees	11,375	11,135	-	-	1,599,442	821,859	-	-	2,234,185	1,330,955
Grants - other	24,327	22,570	-	-	73,984	69,691	-	-	818,749	603,110
Permits, licences and fines	230,238	349,757	-	-	-	-	-	-	278,390	408,998
Investment income	38,107	10,100	-	-	4,815	2,377	-	-	457,127	174,693
Other revenue	103,161	37,264	-	-	1,662	4,410	-	-	695,648	162,803
Water and sewer	-	-	-	-	-	-	2,284,838	1,510,246	2,284,838	1,510,246
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	1,282,057	930,459
Prov of MB - Conditional Grants	9,750	-	-	-	62,421	51,695	-	-	4,889,663	150,505
Total revenue	\$ 416,958	\$ 430,826	\$ -	\$ -	\$ 1,742,324	\$ 950,032	\$ 2,284,838	\$ 1,510,246	\$ 17,112,485	\$ 9,327,680
EXPENSES										
Personnel services	\$ 206,302	\$ 150,358	\$ -	\$ -	\$ 1,381,854	\$ 1,238,652	\$ 306,243	\$ 268,959	\$ 3,578,237	\$ 3,027,276
Contract services	76,504	46,285	-	-	514,374	327,702	44,805	82,355	2,472,916	1,949,185
Utilities	12,671	8,653	-	-	302,656	351,223	77,947	81,136	511,011	575,568
Maintenance materials and supplies	86,544	186,875	-	-	437,535	388,833	197,558	184,696	1,138,862	1,362,507
Grants and contributions	46,566	43,626	-	-	222,860	108,931	-	-	446,552	303,353
Amortization	69,442	3,819	-	-	743,407	557,411	662,191	449,757	2,339,615	1,876,613
Interest on long term debt	-	-	-	-	162	382	93,320	99,068	143,369	113,480
Other	4,827	7,469	-	-	55,674	2,223	258,304	5,863	522,494	24,738
Total expenses	\$ 502,856	\$ 447,085	\$ -	\$ -	\$ 3,658,522	\$ 2,975,357	\$ 1,640,368	\$ 1,171,834	\$ 11,153,056	\$ 9,232,720
Surplus (Deficit)	\$ (85,898)	\$ (16,259)	\$ -	\$ -	\$ (1,916,198)	\$ (2,025,325)	\$ 644,470	\$ 338,412	\$ 5,959,429	\$ 94,960

TOWN OF STONEWALL

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
REVENUE								
Property taxes	\$ 4,128,341	\$ 4,005,445	\$ -	\$ -	\$ -	\$ -	\$ 4,128,341	\$ 4,005,445
Grants in lieu of taxation	43,487	50,466	-	-	-	-	43,487	50,466
User fees	2,180,384	1,295,021	-	-	53,801	35,934	2,234,185	1,330,955
Grants - other	635,714	473,915	-	-	183,035	129,195	818,749	603,110
Permits, licences and fines	48,152	59,241	-	-	230,238	349,757	278,390	408,998
Investment income	413,321	161,677	-	-	43,806	13,016	457,127	174,693
Other revenue	590,888	122,264	-	-	104,760	40,539	695,648	162,803
Water and sewer	2,284,838	1,510,246	-	-	-	-	2,284,838	1,510,246
Prov of MB - Unconditional Grants	1,282,057	930,459	-	-	-	-	1,282,057	930,459
Prov of MB - Conditional Grants	4,860,607	95,476	-	-	29,056	55,029	4,889,663	150,505
Total revenue	\$ 16,467,789	\$ 8,704,210	\$ -	\$ -	\$ 644,696	\$ 623,470	\$ 17,112,485	\$ 9,327,680
EXPENSES								
Personnel services	\$ 3,236,779	\$ 2,749,656	\$ -	\$ -	\$ 341,458	\$ 277,620	\$ 3,578,237	\$ 3,027,276
Contract services	2,395,119	1,898,929	-	-	77,797	50,256	2,472,916	1,949,185
Utilities	498,406	566,542	-	-	12,605	9,026	511,011	575,568
Maintenance materials and supplies	1,031,883	1,275,200	-	-	106,979	87,307	1,138,862	1,362,507
Grants and contributions	446,552	303,353	-	-	-	-	446,552	303,353
Amortization	2,314,724	1,858,172	-	-	24,891	18,441	2,339,615	1,876,613
Interest on long term debt	143,369	113,480	-	-	-	-	143,369	113,480
Other	521,735	21,147	-	-	759	3,591	522,494	24,738
Total expenses	\$ 10,588,567	\$ 8,786,479	\$ -	\$ -	\$ 564,489	\$ 446,241	\$ 11,153,056	\$ 9,232,720
Surplus (Deficit)	\$ 5,879,222	\$ (82,269)	\$ -	\$ -	\$ 80,207	\$ 177,229	\$ 5,959,429	\$ 94,960

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	2023								
	General Reserve	Machinery Reserve	Capital Development Reserve	Fire Reserve	Arena Reserve	Dedication Reserve	Quarry Park Reserve	Office Reserve	Parks Reserve
REVENUE									
Investment income	\$ 15,125	\$ 10,156	\$ 58,268	\$ 15,186	\$ 6,214	\$ 24	\$ 12,185	\$ 17,788	\$ 13,034
Other income	-	-	-	-	-	-	-	-	-
Total revenue	15,125	10,156	58,268	15,186	6,214	24	12,185	17,788	13,034
EXPENSES									
Investment charges	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-
NET REVENUES	15,125	10,156	58,268	15,186	6,214	24	12,185	17,788	13,034
TRANSFERS									
Transfers from general operating fund	-	70,000	637,500	70,000	70,000	-	70,000	11,250	75,000
Transfers to general operating fund	-	-	-	(48,418)	(52,466)	-	(88,503)	(11,422)	-
Transfer from nominal surplus	-	-	-	-	-	-	-	-	-
Transfer (to) from reserves	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	- 0	-	-
CHANGE IN RESERVE FUND BALANCES	15,125	80,156	695,768	36,768	23,748	24	(6,318)	17,616	88,034
FUND SURPLUS, BEGINNING OF YEAR	292,561	183,562	723,324	300,048	180,421	467	251,874	353,821	243,375
FUND SURPLUS, END OF YEAR	\$ 307,686	\$ 263,718	\$ 1,419,092	\$ 336,816	\$ 204,169	\$ 491	\$ 245,556	\$ 371,437	\$ 331,409

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	2023							2022	
	Recreation Complex Reserve	Employee Reserve	Gas Tax Reserve	Seniors Housing Reserve	Utility Reserve	LID#3 Reserve	Cemetery Reserve	Total	Total
REVENUE									
Investment income	\$ 4,221	\$ -	\$ 58,930	\$ -	\$ 61,120	\$ 996	\$ 20,275	\$ 293,522	\$ 114,450
Other income	-	-	-	-	-	-	-	-	-
Total revenue	<u>4,221</u>	<u>-</u>	<u>58,930</u>	<u>-</u>	<u>61,120</u>	<u>996</u>	<u>20,275</u>	<u>293,522</u>	<u>114,450</u>
EXPENSES									
Investment charges	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET REVENUES	4,221	-	58,930	-	61,120	996	20,275	293,522	114,450
TRANSFERS									
Transfers from general operating fund	100,000	-	365,032	-	-	-	5,000	1,473,782	715,068
Transfers to general operating fund	-	-	(335,625)	-	-	-	(8,490)	(544,924)	(272,753)
Transfer from nominal surplus	-	-	-	-	-	-	-	-	-
Transfer (to) from reserves	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	400,000	-	-	400,000	(72,266)
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	104,221	-	88,337	-	461,120	996	16,785	1,622,380	484,499
FUND SURPLUS, BEGINNING OF YEAR	64,211	-	1,132,863	-	1,113,306	19,707	405,555	5,265,095	4,780,596
FUND SURPLUS, END OF YEAR	\$ 168,432	\$ -	\$ 1,221,200	\$ -	\$ 1,574,426	\$ 20,703	\$ 422,340	\$ 6,887,475	\$ 5,265,095

SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.

For the Year Ended December 31, 2023

	2023 Budget	2023 Actual	2022 Actual
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
Expenses			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	-	-	-
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	\$ -	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		\$ -	\$ -

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

December 31, 2023

	<u>2023</u> <u>Total</u>	<u>2022</u> <u>Total</u>
FINANCIAL ASSETS		
Cash and temporary investments	\$ -	\$ -
Amounts receivable	640,503	303,268
Portfolio investments	-	-
Due from other funds	<u>9,164,935</u>	<u>531,387</u>
	<u>\$ 9,805,438</u>	<u>\$ 834,655</u>
LIABILITIES		
Bank indebtedness	\$ -	\$ -
Accounts payable and accrued liabilities	9,734,095	51,467
Deferred revenue	-	-
Land sale and other deposits	-	-
Asset retirement obligations (Note 7)	5,300,000	-
Due to other funds	-	-
Long-term debt (Note 8)	<u>2,073,294</u>	<u>2,213,424</u>
	<u>17,107,389</u>	<u>2,264,891</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (7,301,951)</u>	<u>\$ (1,430,236)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 22,620,642	\$ 16,681,497
Inventories	55,041	45,007
Prepaid expenses	<u>4,238</u>	<u>3,782</u>
	<u>22,679,921</u>	<u>16,730,286</u>
FUND SURPLUS	<u>\$ 15,377,970</u>	<u>\$ 15,300,050</u>

TOWN OF STONEWALL
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2023

SCHEDULE 9

	<u>Budget</u>	<u>2023</u>	<u>2022</u>
REVENUE			
Water			
Water fees	\$ 500,000	\$ 334,957	\$ 299,130
Bulk Water fees	110,000	105,812	107,308
sub-total- water	<u>610,000</u>	<u>440,769</u>	<u>406,438</u>
Sewer			
Sewer fees	275,000	382,078	355,323
Lagoon tipping fees	145,000	72,991	49,310
Rate rider	-	-	-
sub-total- sewer	<u>420,000</u>	<u>455,069</u>	<u>404,633</u>
Property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Operating	-	-	-
Capital	200	608,378	472,266
sub-total- government transfers	<u>200</u>	<u>608,378</u>	<u>472,266</u>
Other			
Hydrant rentals	38,250	39,000	38,250
Connection charges	-	-	-
Installation service	-	-	-
Penalties	5,000	3,947	4,790
Contributed tangible capital assets	-	-	-
Investment income	-	9,388	-
Administration fees	-	175,683	172,344
Gain on sale of tangible capital assets	-	-	-
Other income	10,500	552,605	11,525
sub-total- other	<u>53,750</u>	<u>780,623</u>	<u>226,909</u>
Total revenue	<u>\$ 1,083,950</u>	<u>\$ 2,284,839</u>	<u>\$ 1,510,246</u>

TOWN OF STONEWALL
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2023

SCHEDULE 9

	<u>Budget</u>	<u>2023</u>	<u>2022</u>
EXPENSES			
General	-		
Administration	\$ 192,800	\$ 189,133	\$ 174,929
Training costs	-	-	-
Billing and collection	10,000	8,009	7,158
System assessment	-	-	-
sub-total- general	<u>202,800</u>	<u>197,142</u>	<u>182,087</u>
Water General			
Purification and treatment	90,800	81,943	93,396
Water purchases	-	-	-
Transmission and distribution	62,500	57,649	53,745
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Other costs	161,000	84,351	29,720
Connection costs	52,500	39,518	21,013
sub-total- water general	<u>366,800</u>	<u>263,461</u>	<u>197,874</u>
Water Amortization & Interest			
Amortization	-	590,532	382,606
Interest on long term debt	233,449	93,320	99,068
sub-total- water amortization & interest	<u>233,449</u>	<u>683,852</u>	<u>481,674</u>
Sewer General			
Collection system costs	42,500	52,424	41,927
Treatment and disposal cost	45,500	67,935	88,656
Lift Station costs	137,500	28,201	44,637
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	74,000	275,694	67,827
sub-total- sewer general	<u>299,500</u>	<u>424,254</u>	<u>243,047</u>
Sewage Amortization & Interest			
Amortization	-	71,659	67,152
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>-</u>	<u>71,659</u>	<u>67,152</u>
Total expenses	<u>1,102,549</u>	<u>1,640,368</u>	<u>1,171,834</u>
NET OPERATING SURPLUS	(18,599)	644,471	338,412
TRANSFERS			
Transfers from (to) operating fund	233,449	(166,551)	233,449
Transfers from (to) capital	(4,150,000)	-	-
Transfers from (to) reserve funds	1,060,350	(400,000)	72,266
CHANGE IN UTILITY FUND BALANCE	<u>\$ (2,874,800)</u>	77,920	644,127
FUND SURPLUS, BEGINNING OF YEAR		<u>15,300,050</u>	<u>14,655,923</u>
FUND SURPLUS, END OF YEAR		<u>\$ 15,377,970</u>	<u>\$ 15,300,050</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2023

	Financial Plan General	Financial Plan Utility(ies)	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 3,865,155	\$ 233,449	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,098,604
Grants in lieu of taxation	87,211	-	-	-	-	-	-	87,211
User fees	1,525,940	-	-	-	-	-	53,801	1,579,741
Permits, licences and fines	69,550	-	-	-	-	-	230,238	299,788
Investment income	100,000	-	-	-	-	-	43,806	143,806
Other revenue	798,000	-	-	-	-	-	104,760	902,760
Water and sewer	-	1,083,950	-	-	-	-	-	1,083,950
Grants - Province of Manitoba	6,085,250	-	-	-	-	-	29,056	6,114,306
Grants - other	653,568	-	-	-	-	-	183,035	836,603
Transfers from accumulated surplus	95,000	-	-	-	(95,000)	-	-	-
Transfers from general	-	-	-	-	-	-	-	-
Transfers from reserves	1,756,250	1,275,000	-	-	(3,031,250)	-	-	-
Total revenue	<u>\$ 15,035,924</u>	<u>\$ 2,592,399</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,126,250)</u>	<u>\$ -</u>	<u>\$ 644,696</u>	<u>\$ 15,146,769</u>
EXPENSES								
General government services	\$ 1,402,625	\$ -	\$ 38,910	\$ 49,887	\$ 11,089	\$ -	\$ -	\$ 1,502,511
Protective services	1,148,310	-	59,605	-	-	-	-	1,207,915
Transportation services	651,250	-	751,826	-	-	-	-	1,403,076
Environmental health services	475,000	-	-	-	-	-	-	475,000
Public health and welfare services	418,900	-	14,234	-	-	-	92,274	525,408
Regional planning and development	161,000	-	69,442	-	-	-	345,332	575,774
Resource cons and industrial dev	110,000	-	-	-	-	-	-	110,000
Recreation and cultural services	2,551,725	-	743,407	-	-	-	126,883	3,422,015
Water and sewer services	-	869,100	662,191	93,320	-	-	-	1,624,611
Fiscal services:								
Transfer to capital	7,244,500	4,150,000	-	-	(11,394,500)	-	-	-
Transfer to utility	-	-	-	-	-	-	-	-
Debt charges	125,275	233,449	-	-	(358,724)	-	-	-
Deficit recovery	-	-	-	-	-	-	-	-
Transfer to reserves	736,250	214,650	-	-	(950,900)	-	-	-
Allowance for tax assets	11,089	-	-	-	(11,089)	-	-	-
Total expenses	<u>\$ 15,035,924</u>	<u>\$ 5,467,199</u>	<u>\$ 2,339,615</u>	<u>\$ 143,207</u>	<u>\$ (12,704,124)</u>	<u>\$ -</u>	<u>\$ 564,489</u>	<u>\$ 10,846,310</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ (2,874,800)</u>	<u>\$ (2,339,615)</u>	<u>\$ (143,207)</u>	<u>\$ 9,577,874</u>	<u>\$ -</u>	<u>\$ 80,207</u>	<u>\$ 4,300,459</u>

**TOWN OF STONEWALL
ANALYSIS OF TAXES ON ROLL
December 31, 2023**

SCHEDULE 11

	<u>2023</u>	<u>2022</u>
Balance, beginning of year	\$ 221,971	\$ 352,878
Add:		
Tax levy (Schedule 12)	7,895,022	7,678,758
Taxes added	90,555	90,555
Penalties or interest	40,981	40,213
Other accounts added	-	4,980
Tax Adjustments (specify)	-	-
Tax Adjustments (specify)	-	-
Sub-total	<u>8,026,558</u>	<u>7,814,506</u>
Deduct:		
Cash collections - current	7,200,913	6,886,378
Cash collections - arrears	147,856	283,037
Cash collections - future	42,340	138,546
Write-offs	-	-
Title value of land sales	-	-
Title value of tax title acquired	-	-
Tax discounts	-	-
M.P.T.C. - cash advance	511,315	637,452
Other credits (specify)	-	-
Sub-total	<u>7,902,424</u>	<u>7,945,413</u>
Balance, end of year	<u>\$ 346,105</u>	<u>\$ 221,971</u>

TOWN OF STONEWALL
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2023

SCHEDULE 12

	2023			2022
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
Name of LUD	\$ -	-	\$ -	\$ -
Name of LUD	\$ -	-	-	-
Name of LUD	\$ -	-	-	-
sub-total- L.U.D.			<u>-</u>	<u>-</u>
Debt charges:				
L.I.D. #1 - Utility	\$ 345,035,620	0.094	32,367	32,153
L.I.D. #4 - B/L 26/10	\$ 233,897,210	0.254	59,330	59,022
Lagoon B/L 8/17	\$ -	-	130,538	130,538
General Borrowing - B/L 4/15	\$ 345,035,620	0.209	72,162	72,214
General Borrowing - B/L 6/22	\$ 345,035,620	0.153	52,784	-
sub-total- Debt charges			<u>347,181</u>	<u>293,927</u>
Deferred surplus	\$ -	-	<u>-</u>	<u>-</u>
Reserves:				
General	\$ -	-	-	-
Specific	\$ 345,035,620	1.343	463,358	424,601
Name of reserve	\$ -	-	-	-
sub-total- Reserves			<u>463,358</u>	<u>424,601</u>
General municipal	\$ 345,035,620	8.649	<u>2,984,051</u>	<u>2,839,997</u>
Special levies:				
Waste management	\$ -	-	278,120	345,676
Name of special levy	\$ -	-	-	-
Name of special levy	\$ -	-	-	-
sub-total- Special levies			<u>278,120</u>	<u>345,676</u>
Business tax (rate%)	\$ -	-	<u>10,294</u>	<u>10,689</u>
Total municipal taxes (Schedule 2)			<u>4,083,004</u>	<u>3,914,890</u>
Education support levy	\$ 42,778,830	8.140	<u>348,215</u>	<u>330,315</u>
Special levies:				
#21 - Interlake	\$ 338,603,240	10.230	3,463,803	3,433,553
Name of school division	\$ -	-	-	-
Name of school division	\$ -	-	-	-
sub-total- Special levies			<u>3,463,803</u>	<u>3,433,553</u>
Total education taxes			<u>3,812,018</u>	<u>3,763,868</u>
Total tax levy (Schedule 11)			<u><u>\$ 7,895,022</u></u>	<u><u>\$ 7,678,758</u></u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2023

	2023 Actual	2022 Actual
General government services:		
Legislative	\$ 118,927	\$ 96,257
General administrative	909,285	767,705
Other	471,427	362,292
	<u>1,499,639</u>	<u>1,226,254</u>
Protective services:		
Police	934,280	631,954
Fire	312,645	299,293
Emergency measures	22,640	22,625
Other	88,505	86,602
	<u>1,358,070</u>	<u>1,040,474</u>
Transportation services:		
Road transport		
Administration and engineering	1,201,982	1,238,091
Road and street maintenance	47,648	163,532
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	61,471	67,166
Other	6,159	28,183
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>1,317,260</u>	<u>1,496,972</u>
Environmental health services:		
Waste collection and disposal	454,874	443,534
Recycling	-	-
Other	-	-
	<u>454,874</u>	<u>443,534</u>
Public health and welfare services:		
Public health	8,430	8,562
Medical care	-	-
Social assistance	570,898	346,272
Other	49,863	7,250
	<u>629,191</u>	<u>362,084</u>
Regional planning and development		
Planning and zoning	45,872	43,344
Community development	98,596	147,366
Beautification and land rehabilitation	-	-
Urban area weed control	13,054	12,511
Other	-	-
	<u>157,522</u>	<u>203,221</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	-	-
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>-</u>	<u>-</u>
Sub-totals forward	<u>\$ 5,416,556</u>	<u>\$ 4,772,539</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2023

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Sub-totals forward	\$ 5,416,556	\$ 4,772,539
Recreation and cultural services:		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	971,416	780,321
Golf courses	-	-
Skating and curling rinks	1,352,032	1,054,303
Parks and playgrounds	555,364	481,217
Other recreational facilities	184,268	120,401
Museums	-	-
Libraries	121,891	113,795
Other cultural facilities	346,669	292,069
	<u>3,531,640</u>	<u>2,842,106</u>
Total expenses	\$ 8,948,196	\$ 7,614,645

TOWN OF STONEWALL

SCHEDULE 14

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT) - Unaudited

December 31, 2023

	2023			2022
	General	Utility	Total	Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ (586,301)	\$ (368,253)	\$ (954,554)	\$ (20,798)
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	1,473,782	400,000	1,873,782	715,068
Eliminate revenue - transfers from reserves	(544,924)	-	(544,924)	(345,019)
Increase revenue - reserve funds interest	293,522	-	293,522	114,450
Increase revenue - reserve fund other income	-	-	-	-
Increase (Decrease) revenue - transfer between funds	166,551	(166,551)	-	-
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	80,207	-	80,207	177,229
Decrease expense - elimination of contributions to consolidated entities	-	-	-	-
Eliminate revenue - transfer from nominal surplus(es)	-	-	-	-
Increase expense - amortization of tangible capital assets	(1,651,382)	(662,192)	(2,313,574)	(1,721,282)
Increase expense - ARO accretion	(90,143)	(252,381)	(342,524)	-
Increase (Decrease) revenue - gain (loss) on disposal of tangible capital assets	-	-	-	764
Decrease revenue - proceeds from long term debt	-	-	-	(500,000)
Decrease expense - principal portion of debenture debt	60,155	140,130	200,285	192,713
Increase revenue - contributions of tangible capital assets	-	-	-	-
Eliminate expense - acquisitions of tangible capital assets	6,113,491	1,553,718	7,667,209	1,481,835
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 5,314,958	\$ 644,471	\$ 5,959,429	\$ 94,960