# Rural Municipality of Piney

## Consolidated Financial Statements
## For the Year Ended December 31, 2014

Sharpe & Co. Chartered Accountant Ltd.

Unit B-7, 800 Rosser Ave Brandon MB R7A 6N5
Telephone (204) 571-1226 Fax (204) 571-1284
Email : Ksharpe@mts.net

**Sharpe & Company Chartered Accountant Ltd.**

## STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of Piney and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards 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.

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

Sharpe & Company Chartered Accountant Ltd., 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 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.

*Martin Van Osch*
Chief Administrative Officer

Unit B-7, 800 Rosser Ave Brandon MB R7A 6N5
Telephone (204) 571-1226 Fax (204) 571-1284
Email : Ksharpe@mts.net

**Sharpe & Company Chartered Accountant Ltd.**

**INDEPENDENT AUDITOR'S REPORT**

To the Reeve and members of Council of the
**Rural Municipality of Piney**

We have audited the accompanying financial statements of the Rural Municipality of Piney, which comprise the consolidated statement of financial position as at December 31, 2014 and the consolidated statements of operations, change in net financial assets and cash flows for the year ended December 31, 2014, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility 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 is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

*Auditor's Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

*Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Piney as at December 31, 2014 and the results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2014 in accordance with Canadian public sector accounting standards.

Sharpe & Company

Sharpe & Company Chartered Accountant Ltd.
October 13, 2015
Brandon, Manitoba

Unit B-7, 800 Rosser Ave Brandon MB R7A 6N5
Telephone (204) 571-1226 Fax (204) 571-1284
Email : Ksharpe@mts.net

**Sharpe & Company Chartered Accountant Ltd.**

October 13, 2015

Martin Van Osch and Councilors

Rural Municipality of Piney
Box 48
Vassar, MB R0A 2J0

Pursuant to our appointment and the instructions of the Department of Municipal Affairs and as required by Sub Section 190(a) of the Municipal Act, we are pleased to submit a supplementary report on our evaluation of the accounting procedures and systems of control employed by the Rural Municipality of Piney for the year ended December 31, 2014. Our evaluation was made in accordance with Canadian auditing standards and included such tests and other procedures as we considered necessary in the circumstances.

Management is responsible for establishing and maintaining a system of internal administrative and accounting control. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of this system are to provide management with reasonable, but not absolute assurance that assets are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with accounting policies of the Rural Municipality of Piney.

Because of inherent limitation in any systems of internal accounting and administrative control, errors or irregularities may occur and not be detected. Also projection of any evaluation of the system to future period is subject to the risk that procedure may become inadequate because of changes in conditions, or that the degree of compliance with the procedures may deteriorate.

We report that in our opinion:

(a) The accounting procedures and systems of control employed by the Rural Municipality of Piney are adequate to preserve and protect its assets in so far as practical;

(b) To the best of our knowledge and belief, the funds of the Rural Municipality of Piney have been paid or disbursed only under the authority granted by an act of the Legislature, or under authority of a resolution or by-law of the corporation made under authority of the Act of the Legislature;

(c) No irregularity or discrepancy in the administration of the affairs of the Rural Municipality of Piney came to our notice in the course of our examination: and

(d) There are no other matters, which we consider should be brought to the attention of the council of the Rural Municipality of Piney or the minister.

The accounts of the Rural Municipality of Piney were found to have been well maintained and we take pleasure in acknowledging the cooperation that the C.A.O. extended to us during the course of the audit.

Yours truly,

Ken Sharpe

Ken Sharpe, C.A.
Sharpe & Company
Chartered Accountant Ltd.

# Rural Municipality of Piney

**Consolidated Financial Statements**
**For the Year Ended December 31, 2014**

**Rural Municipality of Piney**
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**
**For the Year Ended December 31, 2014**

| | 2014 | 2013 |
|---|---|---|
| **FINANCIAL ASSETS** | | |
| Cash and temporary investments (Note 3) | **$ 2,532,340** | $ 2,372,900 |
| Amounts receivable (Note 4) | **224,149** | 225,739 |
| | **$ 2,756,489** | $ 2,598,639 |
| **LIABILITIES** | | |
| Accounts payable and accrued liabilities (Note 6) | **$ 185,840** | $ 179,520 |
| Deferred revenue | **1,500** | - |
| | **187,340** | 179,520 |
| **NET FINANCIAL ASSETS** | **$ 2,569,149** | $ 2,419,119 |
| **NON-FINANCIAL ASSETS** | | |
| Tangible capital assets (Schedule 1) | **$ 1,586,473** | $ 1,569,511 |
| Inventories (Note 5) | **108,646** | 139,369 |
| Prepaid expenses | **16,251** | 13,519 |
| | **1,711,370** | 1,722,399 |
| **ACCUMULATED SURPLUS (Note 17)** | **$ 4,280,519** | $ 4,141,518 |

**COMMITMENTS AND CONTINGENCIES (NOTES 11 AND 12)**

Approved on behalf of Council:

D W Anderson

Reeve

Councillor

**Rural Municipality of Piney**
**CONSOLIDATED STATEMENT OF OPERATIONS**
**For the Year Ended December 31, 2014**

| | 2014 Budget (Note 9) | 2014 Actual | 2013 Actual |
|---|---|---|---|
| **REVENUE** | | | |
| Property taxes | $ 855,855 | $ 891,423 | $ 927,489 |
| Grants in lieu of taxation | 98,051 | 38,519 | 34,043 |
| User fees | 211,200 | 255,367 | 240,931 |
| Permits, licences and fines | 1,000 | 1,081 | 591 |
| Investment income | 17,500 | 48,518 | 51,445 |
| Other revenue | 15,000 | 105,981 | 87,828 |
| Grants - Province of Manitoba | 635,500 | 436,524 | 449,809 |
| Grants - other | 382,486 | 100,412 | 105,270 |
| Total revenue (Schedules 2, 4 and 5) | 2,216,592 | 1,877,825 | 1,897,406 |
| **EXPENSES** | | | |
| General government services | 393,567 | 421,182 | 371,482 |
| Protective services | 261,559 | 261,165 | 183,171 |
| Transportation services | 780,763 | 694,173 | 721,482 |
| Environmental health services | 152,971 | 152,933 | 157,889 |
| Public health and welfare services | 14,916 | 14,916 | 14,916 |
| Regional planning and development | 7,000 | 32,098 | 43,020 |
| Resource conservation and industrial development | 42,700 | 73,953 | 32,410 |
| Recreation and cultural services | 90,500 | 88,404 | 90,064 |
| Total expenses (Schedules 3, 4 and 5) | 1,743,976 | 1,738,824 | 1,614,434 |
| **ANNUAL SURPLUS (DEFICIT)** | 472,616 | 139,001 | 282,972 |
| **ACCUMULATED SURPLUS, BEGINNING OF YEAR** | | 4,141,518 | 3,858,545 |
| **ACCUMULATED SURPLUS, END OF YEAR** | | $ 4,280,519 | $ 4,141,518 |

**Rural Municipality of Piney**
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**
**For the Year Ended December 31, 2014**

| | 2014 Budget (Note 9) | 2014 Actual | 2013 Actual |
|---|---|---|---|
| **ANNUAL SURPLUS (DEFICIT)** | $ 472,616 | $ 139,001 | $ 282,972 |
| Acquisition of tangible capital assets | (983,300) | (168,659) | (734,326) |
| Amortization of tangible capital assets | 151,700 | 151,700 | 87,115 |
| Loss (Gain) on sale of tangible capital assets | | - | 5,831 |
| Proceeds on sale of tangible capital assets | | - | 1,843 |
| Decrease (increase) in inventories | | 30,723 | 6,100 |
| Decrease (increase) in prepaid expense | | (2,734) | (3,195) |
| | (831,600) | 11,030 | (636,632) |
| **CHANGE IN NET FINANCIAL ASSETS** | (358,984) | 150,031 | (353,660) |
| **NET FINANCIAL ASSETS, BEGINNING OF YEAR** | | 2,419,118 | 2,772,778 |
| **NET FINANCIAL ASSETS, END OF YEAR** | | $ 2,569,149 | $ 2,419,118 |

**Rural Municipality of Piney**
**CONSOLIDATED STATEMENT OF CASH FLOWS**
**For the Year Ended December 31, 2014**

| | 2014 | 2013 |
|---|---|---|
| **OPERATING TRANSACTIONS** | | |
| Annual surplus (deficit) | $ 139,001 | $ 282,972 |
| Changes in non-cash items: | | |
| Amounts receivable | 1,589 | 4,779 |
| Inventories | 30,723 | 6,100 |
| Prepaids | (2,734) | (3,195) |
| Accounts payable and accrued liabilities | 6,320 | (76,076) |
| Deferred revenue | 1,500 | (27,138) |
| Loss (Gain) on sale of tangible capital asset | - | 5,831 |
| Amortization | 151,700 | 87,115 |
| Cash provided by operating transactions | 328,099 | 280,388 |
| **CAPITAL TRANSACTIONS** | | |
| Proceeds on sale of tangible capital assets | - | 1,843 |
| Cash used to acquire tangible capital assets | (168,659) | (734,326) |
| Cash applied to capital transactions | (168,659) | (732,483) |
| **INCREASE IN CASH AND TEMPORARY INVESTMENTS** | 159,440 | (452,095) |
| **CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR** | 2,372,900 | 2,824,995 |
| **CASH AND TEMPORARY INVESTMENTS, END OF YEAR** | $ 2,532,340 | $ 2,372,900 |

## 1. Status of the Rural Municipality of Piney

The incorporated Rural Municipality of Piney is a municipal government that was created on January 1, 1945 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 has 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 Canadian Institute of Chartered Accountants 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 controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the municipality. Inter-fund and inter-company balances and transactions have been eliminated.

The Municipality has one partnership agreement 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 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:

*Piney Stuartburn Weed Control District (consiolidated 35%) (2013 – consolidated 35%)*

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

### 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) 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.

### g) Tangible Capital Assets

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

**General Tangible Capital Assets**

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

**Infrastructure Assets**

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

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

### h) 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.

### i) 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.

**j) 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.

Deferred 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.

**k) Measurement Uncertainty**

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

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

## 3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

| | **2014** | 2013 |
|---|---|---|
| Cash | **$ 472,222** | $ 329,731 |
| Temporary Investments | **2,060,118** | 2,043,169 |
| | **$ 2,532,340** | $ 2,372,900 |

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated $1,380,337 (2012 $1,338,906) to reserves for 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.

| | **2013** | 2013 |
|---|---|---|
| Taxes on roll (Schedule 8) | **$ 111,552** | $ 122,861 |
| Government grants | **45,239** | 39,285 |
| Organizations and individuals | **33,100** | 23,072 |
| Other governments | **34,258** | 40,521 |
| | **$ 224,149** | $ (1,894,283) |

## 5. Inventories

**Inventories for sale:**

| | **2014** | 2013 |
|---|---|---|
| Real estate held for sale | **$ 50,710** | $ 58,410 |

**Inventories for use:**

| | **2014** | 2013 |
|---|---|---|
| Chemicals, herbicides, insecticides | **2,860** | 1,458 |
| Culverts | **11,148** | - |
| Gravel | **29,040** | 79,501 |
| Other supplies | **14,888** | - |
| | **108,646** | $ 139,369 |

## 6. Accounts Payable and Accrued Liabilities

| | | **2014** | | 2013 |
|---|---|---|---|---|
| Accounts payable | $ | **104,367** | $ | 106,043 |
| Accrued expenses | | **14,351** | | 5,456 |
| School levies (Schedule 10) | | **67,122** | | 60,081 |
| Other governments | | **-** | | 7,940 |
| | **$** | **185,840** | $ | 179,520 |

## 7. 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 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 requires that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to $35,569 (2013 - $28,272) 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, 2013 indicated the plan was 93.3% funded on a going concern basis and had an unfunded solvency liability of $139.8 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, 2013.

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.

## 8. 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,

## 9. Budget

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

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

## 10. Accumulated Surplus

| Accumulated surplus consists of the following: | **2014** | 2013 |
|---|---|---|
| General operating fund - Nominal surplus | **1,311,826** | 1,231,361 |
| TCA net of related borrowings | **1,586,473** | 1,569,511 |
| Reserve funds | **1,380,337** | 1,338,906 |
| Accumulated surplus of municipality unconsolidated | **4,278,636** | 4,139,778 |
| Accumulated surplus of consolidated entity | **1,883** | 1,740 |
| Accumulated surplus per Consolidated Statement of Financial Position | **$ 4,280,519** | $ 4,141,518 |

## 11. Public Sector Compensation Disclosure

It is a requirement of the *Public Sector Compensation Disclosure Act* that annual public disclosure

a) Compensation paid to members of council amounted to $55,693.00 in aggregate.

b) There were no members of council, officers or employees receiving compensation in excess of $50,000 individually.

Council Members:

| | Compensation | Expenses | Total |
|---|---|---|---|
| Reeve - Duane Boutang | 8,912 | 2,337 | $ 11,249 |
| Reeve - Wayne Anderson | 2,145 | 392 | 2,537 |
| Councillor - Earl Sawka | 6,491 | 1,452 | 7,943 |
| Councillor - Ken Prociw | 1,664 | 678 | 2,342 |
| Councillor - Donald Winnicky | 6,140 | 754 | 6,894 |
| Councillor - Dale Edbom | 2,136 | 689 | 2,825 |
| Councillor - Sian Barrow | 6,214 | 1,848 | 8,062 |
| Councillor - David Beaudry | 2,119 | 594 | 2,713 |
| Councillor - Doug Laing | 6,911 | 1,289 | 8,200 |
| Councillor - Melanie Parent | 2,145 | 783 | 2,928 |
| | $ 44,877 | $ 10,816 | $ 55,693 |

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

| Name | Position | Amount |
|---|---|---|
| *Martin Van Osch* | *C.A.O.* | $ 66,040 |
| *Harold Grawberger* | *Public Works Foreman* | $ 54,310 |

## 12. Landfill Closure and Post Closure Liabilities

### a) Operating Landfill Site

The Municipality is currently operating 3 Class 3 landfill sites within the municipality. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports. While management recognizes that there will be a future liability associated with the closure and post-closure care of the landfill sites the estimated future costs of these liabilities cannot be reasonably determined.

## 13. Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

i. an environmental standard exists;
ii. contamination exceeds the environmental standard;
iii. The municipality:
- is directly responsible; or
- accepts responsibility; and

iv. a reasonable estimate of the amount can be made.

The municipality is not aware of any contaminated sites for which a liability may exist.

**Rural Municipality of Piney**

**SCHEDULE 1**

**CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS**

**For the Year Ended December 31, 2014**

| | General Capital Assets | | | | Infrastructure | Totals | |
|---|---|---|---|---|---|---|---|
| | Land and Land Improvements | Buildings and Leasehold Improvements | Vehicles and Equipment | Computer Hardware and Software | Roads, Streets, and Bridges | 2014 | 2013 |
| **Cost** | | | | | | | |
| Opening costs | 902,045 | 777,477 | 468,007 | 34,828 | 8,271,769 | 10,454,126 | 9,729,109 |
| Additions during the year | 14,788 | 13,472 | 99,201 | 4,949 | 36,249 | 168,659 | 757,229 |
| Disposals and write downs | - | | | - | - | - | (32,214) |
| Closing costs | **916,833** | **790,949** | **567,208** | **39,777** | **8,308,018** | **10,622,785** | **10,454,124** |
| **Accumulated Amortization** | | | | | | | |
| Opening accum'd amortization | 198,937 | 295,193 | 152,585 | 24,037 | 8,213,860 | 8,884,612 | 8,799,135 |
| Amortization | 24,086 | 23,629 | 93,824 | 6,922 | 3,239 | 151,700 | 87,115 |
| Disposals and write downs | - | | | - | - | - | (1,637) |
| Closing accum'd amortization | **223,023** | **318,822** | **246,409** | **30,959** | **8,217,099** | **9,036,312** | **8,884,613** |
| Net Book Value of Tangible Capital Assets | **693,810** | **472,127** | **320,799** | **8,818** | **90,919** | **1,586,473** | **1,569,511** |

**Rural Municipality of Piney** **SCHEDULE 2**

**CONSOLIDATED SCHEDULE OF REVENUES**

**For the Year Ended December 31, 2014**

| | 2014 Actual | 2013 Actual |
|---|---|---|
| **Property taxes:** | | |
| Municipal taxes levied (Schedule 9) | $ 866,536 | $ 837,471 |
| Taxes added | 24,887 | 90,018 |
| | 891,423 | 927,489 |
| **Grants in lieu of taxation:** | | |
| Federal government | 6,933 | 6,934 |
| Federal government enterprises | 1,156 | 907 |
| Provincial government | 18,104 | 13,485 |
| Provincial government enterprises | 12,326 | 12,718 |
| | 38,519 | 34,043 |
| **User fees** | | |
| Sales of service | 32,653 | 25,527 |
| Sales of land | 212,436 | 205,774 |
| Sales of goods | 2,578 | 2,230 |
| Rentals | 4,500 | 5,000 |
| Development charges | 3,200 | 2,400 |
| | 255,367 | 240,931 |
| **Permits, licences and fines** | | |
| Permits | 810 | 544 |
| Licences | 71 | 47 |
| Fines | 200 | 200 |
| | 1,081 | 591 |
| **Investment income:** | | |
| Cash and temporary investments | 48,518 | 51,445 |
| | 48,518 | 51,445 |
| **Other revenue:** | | |
| Gain (loss) on sale of tangible capital assets | | (5,831) |
| Penalties and interest | 23,582 | 16,425 |
| Misc (specify): Recycling, ins prems repaid, other misc | 82,399 | 77,234 |
| | 105,981 | 87,828 |
| **Grants - Province of Manitoba** | | |
| General assistance payment | 68,212 | 68,212 |
| Municipal program grants *(formerly VLT revenues)* | 29,912 | 29,912 |
| Conditional grants | 338,400 | 351,685 |
| | 436,524 | 449,809 |
| **Grants - other** | | |
| Federal government - gas tax funding | 88,478 | 95,786 |
| Other local governments | 11,934 | 9,484 |
| | 100,412 | 105,270 |
| **Total revenue** | 1,877,825 | 1,897,406 |

**Rural Municipality of Piney** **SCHEDULE 3**

**CONSOLIDATED SCHEDULE OF EXPENSES**

**For the Year Ended December 31, 2014**

| | 2014 Actual | 2013 Actual |
|---|---|---|
| **General government services:** | | |
| Legislative | $ 53,987 | $ 56,042 |
| General administrative | 339,482 | 269,867 |
| Other | 27,713 | 45,573 |
| | 421,182 | 371,482 |
| **Protective services:** | | |
| Police | 176 | 176 |
| Fire | 152,672 | 132,595 |
| Emergency measures | 11,511 | 12,988 |
| Other | 96,806 | 37,412 |
| | 261,165 | 183,171 |
| **Transportation services:** | | |
| Road transport | | |
| Administration and engineering | 96,689 | 82,038 |
| Road and street maintenance | 528,554 | 568,291 |
| Bridge maintenance | 254 | 2,981 |
| Street lighting | 33,289 | 34,763 |
| Air transport | 9,974 | 9,949 |
| Other | 25,413 | 23,460 |
| | 694,173 | 721,482 |
| **Environmental health services:** | | |
| Waste collection and disposal | 99,090 | 99,475 |
| Recycling | 25,135 | 32,369 |
| Other | 28,708 | 26,045 |
| | 152,933 | 157,889 |
| **Public health and welfare services:** | | |
| Social assistance | 14,916 | 14,916 |
| | 14,916 | 14,916 |
| **Regional planning and development** | | |
| Planning and zoning | 571 | 1,082 |
| Beautification and land rehabilitation | 342 | 440 |
| Drainage of land | 20,006 | 11,828 |
| Other | 11,179 | 29,670 |
| | 32,098 | 43,020 |
| **Resource conservation and industrial development** | | |
| Rural area weed control | 62,404 | 23,270 |
| Veterinary services | 5,554 | 2,180 |
| Water resources and conservation | 5,800 | 5,800 |
| Tourism | 195 | 1,160 |
| | 73,953 | 32,410 |
| **Recreation and cultural services:** | | |
| Community centers and halls | 88,404 | 90,064 |
| | 88,404 | 90,064 |
| **Total expenses** | 1,738,824 | 1,614,434 |

**Rural Municipality of Piney** **SCHEDULE 4**

**CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM**

**For the Year Ended December 31, 2014**

| | General Government* | | Protective Services | | Transportation Services | | Environmental Health Services | | Public Health and Welfare Services | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 |
| **REVENUE** | | | | | | | | | | |
| Property taxes | **$ 915,005** | $ 943,914 | **$ -** | $ - | **$ -** | $ - | **$ -** | $ - | **$ -** | $ - |
| Grants in lieu of taxation | **38,519** | 34,043 | **-** | - | **-** | - | **-** | - | **-** | - |
| User fees | **10,726** | 215,550 | **8,780** | 1,213 | **6,813** | 4,866 | **720** | 6,008 | **-** | - |
| Grants - other | **88,478** | 95,786 | **-** | - | **-** | - | **-** | - | **-** | - |
| Permits, licences and fines | **4,281** | 2,991 | **-** | - | **-** | - | **-** | - | **-** | - |
| Investment income | **48,518** | 51,437 | **-** | - | **-** | - | **-** | - | **-** | - |
| Other revenue | **10,425** | 37,770 | **-** | - | **-** | - | **41,269** | 33,633 | **-** | - |
| Prov of MB - Unconditional Grants | **98,124** | 98,124 | **-** | - | **-** | - | **-** | - | **-** | - |
| Prov of MB - Conditional Grants | **338,400** | 312,400 | **-** | - | **-** | 39,285 | **-** | - | **-** | - |
| Total revenue | **$ 1,552,476** | $ 1,792,015 | **$ 8,780** | $ 1,213 | **$ 6,813** | $ 44,151 | **$ 41,989** | $ 39,641 | **$ -** | $ - |
| **EXPENSES** | | | | | | | | | | |
| Personnel services | **$ 239,035** | $ 209,779 | **$ 51,620** | $ 41,096 | **$ 92,404** | $ 78,393 | **$ 846** | $ 385 | **$ -** | $ - |
| Contract services | **141,552** | 104,991 | **64,208** | 79,335 | **527,577** | 523,873 | **123,874** | 129,509 | **-** | - |
| Utilities | **10,212** | 8,107 | **25,962** | 15,232 | **33,289** | 34,763 | **-** | - | **-** | - |
| Maintenance materials and supplies | **15,020** | 14,883 | **29,192** | 15,231 | **10,690** | 56,194 | **1,242** | 2,887 | **-** | - |
| Grants and contributions | **-** | 600 | **-** | 176 | **4,800** | 4,800 | **-** | - | **14,916** | 14,916 |
| Amortization | **9,132** | 6,476 | **90,183** | 32,101 | **25,413** | 23,460 | **26,971** | 25,107 | **-** | - |
| Interest on long term debt | **-** | - | **-** | - | **-** | - | **-** | - | **-** | - |
| Other | **6,231** | 26,645 | **-** | - | **-** | - | **-** | - | **-** | - |
| Total expenses | **$ 421,182** | $ 371,481 | **$ 261,165** | $ 183,171 | **$ 694,173** | $ 721,483 | **$ 152,933** | $ 157,888 | **$ 14,916** | $ 14,916 |
| **Surplus (Deficit)** | **$ 1,131,294** | $ 1,420,534 | **$ (252,385)** | $ (181,958) | **$ (687,360)** | $ (677,332) | **$ (110,944)** | $ (118,247) | **$ (14,916)** | $ (14,916) |

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

Rural Municipality of Piney

**SCHEDULE 4**

**CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM**

**For the Year Ended December 31, 2014**

| | Regional Planning and Development | | Resource Conservation and Industrial Dev | | Recreation and Cultural Services | | Water and Sewer Services | | Total | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 |
| **REVENUE** | | | | | | | | | | |
| Property taxes | **$ -** | $ - | **$ -** | $ - | **$ -** | $ - | **$ -** | $ - | **$ 915,005** | $ 943,914 |
| Grants in lieu of taxation | **-** | - | **-** | - | **-** | - | **-** | - | **38,519** | 34,043 |
| User fees | **225,128** | 10,898 | **-** | - | **-** | - | **-** | - | **252,167** | 238,535 |
| Grants - other | **11,934** | 9,484 | **-** | - | **-** | - | **-** | - | **100,412** | 105,270 |
| Permits, licences and fines | **-** | - | **-** | - | **-** | - | **-** | - | **4,281** | 2,991 |
| Investment income | **-** | 4 | **-** | - | **-** | - | **-** | - | **48,518** | 51,441 |
| Other revenue | **7,900** | - | **-** | - | **22,805** | - | **-** | - | **82,399** | 71,403 |
| Prov of MB - Unconditional Grants | **-** | - | **-** | - | **-** | - | **-** | - | **98,124** | 98,124 |
| Prov of MB - Conditional Grants | **-** | - | **-** | - | **-** | - | **-** | - | **338,400** | 351,685 |
| Total revenue | **$ 244,962** | $ 20,386 | **$ -** | $ - | **$ 22,805** | $ - | **$ -** | $ - | **$ 1,877,825** | $ 1,897,406 |
| **EXPENSES** | | | | | | | | | | |
| Personnel services | **$ 24,007** | $ 17,556 | **$ -** | $ - | **$ -** | $ - | **$ -** | $ - | **$ 407,912** | $ 347,209 |
| Contract services | **38,158** | 26,667 | **15,900** | 1,160 | **24,094** | 25,789 | **-** | - | **935,363** | 891,324 |
| Utilities | **-** | - | **-** | - | **-** | - | **-** | - | **69,463** | 58,102 |
| Maintenance materials and supplies | **4,334** | 3,787 | **413** | - | **-** | - | **-** | - | **60,891** | 92,982 |
| Grants and contributions | **(6,312)** | (5,087) | **29,389** | 31,250 | **64,310** | 64,275 | **-** | - | **107,103** | 110,930 |
| Amortization | **-** | - | **-** | - | **-** | - | **-** | - | **151,699** | 87,144 |
| Interest on long term debt | **162** | 98 | **-** | - | **-** | - | **-** | - | **162** | 98 |
| Other | **-** | - | **-** | - | **-** | - | **-** | - | **6,231** | 26,645 |
| Total expenses | **$ 60,349** | $ 43,021 | **$ 45,702** | $ 32,410 | **$ 88,404** | $ 90,064 | **$ -** | $ - | **$ 1,738,824** | $ 1,614,434 |
| **Surplus (Deficit)** | **$ 184,613** | $ (22,635) | **$ (45,702)** | $ (32,410) | **$ (65,599)** | $ (90,064) | **$ -** | $ - | **$ 139,001** | $ 282,972 |

**Rural Municipality of Piney** **SCHEDULE 5**

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

**For the Year Ended December 31, 2014**

| | Core Government | | Government Partnerships | | Total | |
|---|---|---|---|---|---|---|
| | **2014** | 2013 | **2014** | 2013 | **2014** | 2013 |
| **REVENUE** | | | | | | |
| Property taxes | **$ 915,005** | $ 943,914 | **$ -** | $ - | **$ 915,005** | $ 943,914 |
| Grants in lieu of taxation | **38,519** | 34,043 | **-** | - | **38,519** | 34,043 |
| User fees | **239,475** | 227,637 | **12,692** | 10,898 | **252,167** | 238,535 |
| Grants - other | **88,478** | 95,786 | **11,934** | 9,484 | **100,412** | 105,270 |
| Permits, licences and fines | **4,281** | 2,991 | **-** | - | **4,281** | 2,991 |
| Investment income | **48,518** | 51,437 | **-** | 4 | **48,518** | 51,441 |
| Other revenue | **82,399** | 71,403 | **-** | - | **82,399** | 71,403 |
| Prov of MB - Unconditional Grants | **98,124** | 98,124 | **-** | - | **98,124** | 98,124 |
| Prov of MB - Conditional Grants | **338,400** | 351,685 | **-** | - | **338,400** | 351,685 |
| Total revenue | **$ 1,853,199** | $ 1,877,020 | **$ 24,626** | $ 20,386 | **$ 1,877,825** | $ 1,897,406 |
| **EXPENSES** | | | | | | |
| Personnel services | **$ 383,905** | $ 329,653 | **$ 24,007** | $ 17,556 | **$ 407,912** | $ 347,209 |
| Contract services | **928,472** | 885,572 | **6,891** | 5,752 | **935,363** | 891,324 |
| Utilities | **69,463** | 58,102 | **-** | - | **69,463** | 58,102 |
| Maintenance materials and supplies | **57,388** | 89,195 | **3,503** | 3,787 | **60,891** | 92,982 |
| Grants and contributions | **113,415** | 116,017 | **(6,312)** | (5,087) | **107,103** | 110,930 |
| Amortization | **151,699** | 87,144 | **-** | - | **151,699** | 87,144 |
| Interest on long term debt | **-** | - | **162** | 98 | **162** | 98 |
| Other | **6,231** | 26,645 | **-** | - | **6,231** | 26,645 |
| Total expenses | **$ 1,710,573** | $ 1,592,328 | **$ 28,251** | $ 22,106 | **$ 1,738,824** | $ 1,614,434 |
| **Surplus (Deficit)** | **$ 142,626** | $ 284,692 | **$ (3,625)** | $ (1,720) | **$ 139,001** | $ 282,972 |

**Rural Municipality of Piney** **SCHEDULE 6**

**SCHEDULE OF CHANGE IN RESERVE FUND BALANCES**

**For the Year Ended December 31, 2014**

| | 2014 | | | | 2013 |
|---|---|---|---|---|---|
| | General Reserve | Gas Tax Reserve | Fire Dept Reserve | Total | Total |
| **REVENUE** | | | | | |
| Investment income | $ 18,470 | $ 5,831 | $ 3,777 | **$ 28,078** | $ 30,245 |
| Total revenue | 18,470 | 5,831 | 3,777 | **28,078** | 30,245 |
| **NET REVENUES** | 18,470 | 5,831 | 3,777 | **28,078** | 30,245 |
| **TRANSFERS** | | | | | |
| Transfers from general operating fund | - | 88,478 | - | **88,478** | 249,886 |
| Transfers to general operating fund | - | (30,125) | (45,000) | **(75,125)** | (308,500) |
| **CHANGE IN RESERVE FUND BALANCES** | 18,470 | 64,184 | (41,223) | **41,431** | (28,369) |
| **FUND SURPLUS, BEGINNING OF YEAR** | 474,941 | 594,328 | 269,637 | **1,338,906** | 1,367,275 |
| **FUND SURPLUS, END OF YEAR** | $ 493,411 | $ 658,512 | $ 228,414 | **$ 1,380,337** | $ 1,338,906 |

**Rural Municipality of Piney** **SCHEDULE 7**

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

**For the Year Ended December 31, 2014**

| | Financial Plan General | Financial Plan Utility(ies) | Amortization (TCA) | Interest Expense | Transfers | Long Term Accruals | Consolidated Entities | PSAB Budget |
|---|---|---|---|---|---|---|---|---|
| **REVENUE** | | | | | | | | |
| Property taxes | $ 855,855 | $ - | $ - | $ - | $ - | $ - | $ - | $ 855,855 |
| Grants in lieu of taxation | 98,051 | - | - | - | - | - | - | 98,051 |
| User fees | 211,200 | - | - | - | - | - | - | 211,200 |
| Permits, licences and fines | 1,000 | - | - | - | - | - | - | 1,000 |
| Investment income | 17,500 | - | - | - | - | - | - | 17,500 |
| Other revenue | 15,000 | - | - | - | - | - | - | 15,000 |
| Grants - Province of Manitoba | 635,500 | - | - | - | - | - | - | 635,500 |
| Grants - other | 382,486 | - | - | - | - | - | - | 382,486 |
| Transfers from accumulated surplus | 272,800 | - | - | - | (272,800) | - | - | - |
| Transfers from reserves | 275,000 | - | - | - | (275,000) | - | - | - |
| Total revenue | **$ 2,764,392** | **$ -** | **$ -** | **$ -** | **$ (547,800)** | **$ -** | **$ -** | **$ 2,216,592** |
| **EXPENSES** | | | | | | | | |
| General government services | $ 384,435 | $ - | $ 9,132 | $ - | | $ - | $ - | $ 393,567 |
| Protective services | 171,376 | - | 90,183 | - | - | - | - | 261,559 |
| Transportation services | 755,350 | - | 25,413 | - | - | - | - | 780,763 |
| Environmental health services | 126,000 | - | 26,971 | - | - | - | - | 152,971 |
| Public health and welfare services | 14,916 | - | - | - | - | - | - | 14,916 |
| Regional planning and development | 7,000 | - | - | - | - | - | - | 7,000 |
| Resource cons and industrial dev | 42,700 | - | - | - | - | - | - | 42,700 |
| Recreation and cultural services | 90,500 | - | - | - | - | - | - | 90,500 |
| Fiscal services: | | | | | | | - | |
| Transfer to capital | 983,300 | - | - | - | (983,300) | - | - | - |
| Debt charges | - | - | - | - | - | - | - | - |
| Short term interest | - | - | - | - | - | - | - | - |
| Transfer to reserves | 178,800 | - | - | - | (178,800) | - | - | - |
| Allowance for tax assets | 10,015 | - | - | - | (10,015) | - | - | - |
| Total expenses | **$ 2,764,392** | **$ -** | **$ 151,699** | **$ -** | **$ (1,172,115)** | **$ -** | **$ -** | **$ 1,743,976** |
| **Surplus (Deficit)** | **$ -** | **$ -** | **$ (151,699)** | **$ -** | **$ 624,315** | **$ -** | **$ -** | **$ 472,616** |

**Rural Municipality of Piney**
**ANALYSIS OF TAXES ON ROLL**
**For the Year Ended December 31, 2014**

## SCHEDULE 8

| | 2014 | 2013 |
|---|---|---|
| **Balance, beginning of year** | **$ 122,861** | $ 101,330 |
| **Add:** | | |
| Tax levy (Schedule 9) | 2,232,985 | 2,120,022 |
| Taxes added | 24,887 | 90,018 |
| Penalties or interest | 13,548 | 12,723 |
| **Sub-total** | **2,271,420** | 2,222,763 |
| **Deduct:** | | |
| Cash collections - current | 1,829,615 | 1,818,481 |
| Cash collections - arrears | 121,049 | 45,013 |
| Writeoffs | 6,231 | 26,647 |
| Title value of land sales | - | 3,673 |
| M.P.T.C. - cash advance | 325,834 | 307,418 |
| **Sub-total** | **2,282,729** | 2,201,232 |
| **Balance, end of year** | **$ 111,552** | $ 122,861 |

**Rural Municipality of Piney** **SCHEDULE 9**

**ANALYSIS OF TAX LEVY**

**For the Year Ended December 31, 2014**

| | **2014** | | | 2013 |
|---|---|---|---|---|
| | **Assessment** | **Mill Rate** | **Levy** | Levy |
| General municipal | $ 71,673,790 | $ 12.09 | **866,536** | 837,471 |
| **Total municipal taxes (Schedule 2)** | | | **866,536** | 837,471 |
| Education support levy | $ 18,769,580 | $ 11.39 | **213,786** | 213,382 |
| Special levies: | | | | |
| Borderland School Division | $ 49,330,210 | $ 16.80 | **828,748** | 787,600 |
| Seine River School Division | $ 22,339,000 | $ 14.50 | **323,916** | 281,568 |
| sub-total- Special levies | | | **1,152,663** | 1,069,168 |
| **Total education taxes** | | | **1,366,449** | 1,282,550 |
| **Total tax levy (Schedule 8)** | | | **$ 2,232,985** | $ 2,120,022 |

# SCHEDULE 10

## ANALYSIS OF SCHOOL ACCOUNTS
For the Year Ended December 31, 2014

| | 2014 | | | | 2013 |
|---|---|---|---|---|---|
| | Opening Balance | Current Requirement | Current Payment | Ending Balance | Ending Balance |
| **Education support levy** | $ 9,897 | $ 221,186 | $ (220,687) | $ 10,396 | $ 9,897 |
| **Special levies** | | | | | |
| Borderland School Division | 37,063 | 873,880 | (869,871) | 41,072 | 37,063 |
| Seine River School Division | 13,121 | 333,062 | (330,529) | 15,654 | 13,121 |
| **Sub-total** | 50,184 | 1,206,942 | (1,200,400) | 56,726 | 50,184 |
| **Total** | $ 60,081 | $ 1,428,128 | $ (1,421,087) | $ 67,122 | $ 60,081 |

**Rural Municipality of Piney** **SCHEDULE 11**

**SCHEDULE OF GENERAL OPERATING FUND EXPENSES**

**For the Year Ended December 31, 2014**

| | **2014 Actual** | 2013 Actual |
|---|---|---|
| **General government services:** | | |
| Legislative | **$ 53,987** | $ 56,042 |
| General administrative | **339,482** | 269,867 |
| Other | **27,713** | 45,573 |
| | **421,182** | 371,482 |
| **Protective services:** | | |
| Police | **176** | 176 |
| Fire | **152,672** | 132,595 |
| Emergency measures | **11,511** | 12,988 |
| Other | **96,806** | 37,412 |
| | **261,165** | 183,171 |
| **Transportation services:** | | |
| Road transport | | |
| Administration and engineering | **96,689** | 82,038 |
| Road and street maintenance | **528,554** | 568,291 |
| Bridge maintenance | **254** | 2,981 |
| Street lighting | **33,289** | 34,763 |
| Air transport | **9,974** | 9,949 |
| Other | **25,413** | 23,460 |
| | **694,173** | 721,482 |
| **Environmental health services:** | | |
| Waste collection and disposal | **99,090** | 99,475 |
| Recycling | **25,135** | 32,369 |
| Other | **28,708** | 26,045 |
| | **152,933** | 157,889 |
| **Public health and welfare services:** | | |
| Social assistance | **14,916** | 14,916 |
| | **14,916** | 14,916 |
| **Regional planning and development** | | |
| Planning and zoning | **571** | 1,082 |
| Beautification and land rehabilitation | **342** | 440 |
| Drainage of land | **20,006** | 11,828 |
| Other (Cost of Land Sales) | **11,179** | 7,565 |
| | **32,098** | 20,915 |
| **Resource conservation and industrial development** | | |
| Rural area weed control | **34,153** | 23,270 |
| Veterinary services | **5,554** | 2,180 |
| Water resources and conservation | **5,800** | 5,800 |
| Tourism | **195** | 1,160 |
| | **45,702** | 32,410 |
| **Recreation and cultural services:** | | |
| Community centers and halls | **88,404** | 90,064 |
| | **88,404** | 90,064 |
| **Total expenses** | **1,710,573** | 1,592,329 |

**Rural Municipality of Piney** **SCHEDULE 12**

**RECONCILIATION OF ANNUAL SURPLUS**

**December 31, 2014**

| | **2014 General** | **2014 Total** | 2013 Total |
|---|---|---|---|
| **MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT** | $ 525,736 | **$ 525,736** | $ 392,947 |
| **Adjustments for reporting under public sector accounting standards** | | | |
| Eliminate expense - transfers to reserves | 88,478 | **88,478** | 249,886 |
| Eliminate revenue - transfers from reserves | (75,125) | **(75,125)** | (308,500) |
| Increase revenue - reserve funds interest | 28,078 | **28,078** | 30,245 |
| Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities | (3,625) | **(3,625)** | (1,720) |
| Eliminate revenue - transfer from nominal surplus(es) | (441,500) | **(441,500)** | (750,000) |
| Increase expense - amortization of tangible capital assets | (151,700) | **(151,700)** | (87,115) |
| Eliminate expense - acquisitions of tangible capital assets | 168,659 | **168,659** | 757,229 |
| **NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS** | $ 139,001 | **$ 139,001** | $ 282,972 |