

RURAL MUNICIPALITY OF PINEY
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

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

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 generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada.

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

Reid & Miller, as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Members and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian public sector accounting standards.

Martin Van Osch
Chief Administrative Officer

Independent Auditors' Report

To the Members and members of Council of the
Rural Municipality of Piney

Opinion

We have audited the accompanying consolidated financial statements of Rural Municipality of Piney, which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statement of operations, cash flows and change in net financial assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Rural Municipality of Piney as at December 31, 2023, and the results of its operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Rural Municipality of Piney's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Rural Municipality of Piney's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause Rural Municipality of Piney to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

June 26, 2024
Winnipeg, Manitoba

Reid & Miller
Chartered Professional Accountants Inc.

RURAL MUNICIPALITY OF PINEY
CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

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RURAL MUNICIPALITY OF PINEY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2023

	2023	2022
	Actual	Actual
	\$	\$
FINANCIAL ASSETS		
Cash and temporary investments	2,247,629	2,560,982
Accounts receivable <i>(note 3)</i>	<u>526,008</u>	<u>382,194</u>
	<u>2,773,637</u>	<u>2,943,176</u>
LIABILITIES		
Accounts payable and accrued liabilities <i>(note 6)</i>	663,391	710,260
Deferred revenue <i>(note 7)</i>	<u>74,016</u>	<u>34,797</u>
	<u>737,407</u>	<u>745,057</u>
NET FINANCIAL ASSETS	<u>2,036,230</u>	<u>2,198,119</u>
NON-FINANCIAL ASSETS		
Tangible capital assets <i>(schedule 1)</i>	3,975,660	3,691,670
Inventories <i>(note 4)</i>	154,430	227,837
Prepaid expenses	<u>16,650</u>	<u>25,612</u>
	<u>4,146,740</u>	<u>3,945,119</u>
ACCUMULATED SURPLUS <i>(note 13)</i>	<u>6,182,970</u>	<u>6,143,238</u>

Approved on Behalf of the Council

_____ Reeve

_____ Councillor

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF PINEY**CONSOLIDATED STATEMENT OF OPERATIONS****For the Year Ended December 31, 2023**

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
REVENUE			
Property taxes	1,378,523	1,352,483	1,225,011
Grants in lieu of taxation	136,486	136,486	113,281
User fees	249,500	93,101	107,029
Grants - Province of Manitoba	583,900	578,773	513,682
Grants - Other	295,581	486,505	348,690
Permits, licences and fees	24,600	33,621	28,479
Investment revenue	7,500	43,022	30,796
Other revenue	145,463	169,254	249,122
Total revenue (<i>schedules 2, 4 and 5</i>)	<u>2,821,553</u>	<u>2,893,245</u>	<u>2,616,090</u>
EXPENSES			
General government services	568,201	576,117	523,391
Protective services	350,600	336,102	294,828
Transportation services	1,159,450	1,106,860	1,093,602
Environmental health services	380,572	370,217	447,103
Public health and welfare services	23,416	22,659	23,159
Regional planning and development	60,250	5,356	1,861
Resource conservation and industrial development	238,463	336,613	188,975
Recreation and cultural services	173,750	99,589	149,306
Total expenses (<i>schedules 3, 4 and 5</i>)	<u>2,954,702</u>	<u>2,853,513</u>	<u>2,722,225</u>
ANNUAL SURPLUS (DEFICIT)	(133,149)	39,732	(106,135)
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>6,143,238</u>	<u>6,143,238</u>	<u>6,249,373</u>
ACCUMULATED SURPLUS, END OF YEAR	<u><u>6,010,089</u></u>	<u><u>6,182,970</u></u>	<u><u>6,143,238</u></u>

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF PINEY**CONSOLIDATED STATEMENT OF NET FINANCIAL ASSETS****For the Year Ended December 31, 2023**

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
ANNUAL SURPLUS (DEFICIT)	(133,149)	39,732	(106,135)
Acquisition of tangible capital assets	-	(588,627)	(388,200)
Proceeds on disposal of tangible capital assets	225,000	103,450	167,500
Amortization of tangible capital assets	253,500	269,340	240,964
Gain on sale of tangible capital assets	-	(68,153)	(109,493)
Decrease (increase) in inventories	-	73,407	(107,901)
Decrease (increase) in prepaid expense	-	8,962	(374)
CHANGE IN NET DEBT	345,351	(161,889)	(303,639)
NET FINANCIAL ASSETS BEGINNING OF YEAR	2,198,119	2,198,119	2,501,758
NET FINANCIAL ASSETS END OF YEAR	2,543,470	2,036,230	2,198,119

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF PINEY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2023

	2023	2022
	Actual	Actual
	\$	\$
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING TRANSACTIONS		
Annual surplus (deficit)	39,732	(106,135)
Changes in non-cash items:		
Amortization	269,340	240,964
Gain on disposal of tangible capital assets	(68,153)	(109,493)
	<u>240,919</u>	<u>25,336</u>
Net changes in non-cash working capital affecting operations <i>(note 15)</i>	<u>(69,095)</u>	<u>(116,487)</u>
	<u>171,824</u>	<u>(91,151)</u>
CAPITAL TRANSACTIONS		
Proceeds from sale of tangible capital assets	103,450	167,500
Cash used to acquire tangible capital assets	(588,627)	(388,200)
	<u>(485,177)</u>	<u>(220,700)</u>
DECREASE IN CASH AND TEMPORARY INVESTMENTS	(313,353)	(311,851)
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	2,560,982	2,872,833
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	2,247,629	2,560,982
CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:		
Cash and cash equivalents	902,923	928,677
Temporary investments	1,344,706	1,632,305
	<u>2,247,629</u>	<u>2,560,982</u>

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

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 several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SIGNIFICANT ACCOUNTING POLICIES

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

a) REPORTING ENTITY

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

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

	Consolidated	
	<u>2023</u>	<u>2022</u>
Piney Stuartburn Weed Control District	50.00 %	50.00 %
BPPS Waste Management Board	33.33 %	33.33 %

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

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

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

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

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The municipal organization 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) 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.

e) PORTFOLIO INVESTMENTS

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

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

f) 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.

g) NON-FINANCIAL ASSETS

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets (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.

h) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by 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.

Amortization is provided using the straight line method using rates intended to amortize the cost of assets over their estimated useful lives.

General Tangible Capital Assets

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

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

Infrastructure Assets

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

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

i) LEASES

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

j) INVENTORIES

Inventories held for sale are recorded at the lower of cost and net realizable value.

Inventories held for consumption are recorded at the lower of cost and replacement value.

Cost is determined based on the first-in first-out method.

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

k) REVENUE RECOGNITION

Fees and other revenues:

Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct goods or services to a payor for consideration. The municipality 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 good or services to a payor. The municipality 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 municipality 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 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.

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.

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

l) ASSET RETIREMENT OBLIGATIONS

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

- there is a legal obligation for the municipality 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 municipality 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.

m) MEASUREMENT UNCERTAINTY

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

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

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

3. ACCOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	<u>2023</u>	<u>2022</u>
	\$	\$
Tax assets (<i>schedule 8</i>)	223,596	184,091
Government grants and receivables	165,556	150,325
Organizations and individuals	123,621	50,175
Other governments	23,000	6,103
	<u>535,773</u>	<u>390,694</u>
Allowance for doubtful accounts	(9,765)	(8,500)
	<u>526,008</u>	<u>382,194</u>

4. INVENTORIES

	<u>2023</u>	<u>2022</u>
	\$	\$
Chemicals, herbicides, insecticides	8,410	9,324
Culverts	23,951	25,548
Gravel	104,670	177,163
Other supplies	17,399	15,802
	<u>154,430</u>	<u>227,837</u>

5. BANK INDEBTEDNESS

The Municipality has an authorized line of credit with Access Credit Union of a maximum of \$250,000 bearing interest at a rate of 7.20%. As at December 31, 2023 the balance owing was \$ Nil (2022 - \$ Nil).

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2023</u>	<u>2022</u>
	\$	\$
Trade payables	67,614	142,854
Government payables	2,059	1,078
Accrued expenses	47,035	27,574
School levies	84,859	100,130
Deposits	399,858	370,530
Property tax overpayments	61,966	68,094
	<u>663,391</u>	<u>710,260</u>

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

7. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
	\$	\$
Unexpended grants	<u>74,016</u>	<u>34,797</u>

8. 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 required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$38,807 (2022 - \$28,368) 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.

9. FINANCIAL INSTRUMENTS

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

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

10. 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 7 - Reconciliation of the Financial Plan to the Budget*.

11. SEGMENTED INFORMATION

The Rural Municipality of Piney provides a wide ranges of services to its residents.

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

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

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

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

12. GOVERNMENT PARTNERSHIPS

The municipality has several partnership agreements for municipal services. The consolidated financial statements include the municipality's proportionate interest, as disclosed in note 2(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	115,870	108,174
Liabilities	73,820	74,662
	<u>42,050</u>	<u>33,512</u>
Non-financial Assets	694,296	772,618
Accumulated Surplus	736,346	806,130
	<u><u>736,346</u></u>	<u><u>806,130</u></u>
Result of Operations		
Revenue	666,660	1,320,240
Expenses	736,444	609,214
Annual Surplus (Deficit)	(69,784)	711,026
	<u><u>(69,784)</u></u>	<u><u>711,026</u></u>

13. ACCUMULATED SURPLUS

	<u>2023</u>	<u>2022</u>
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus, excluding Tangible Capital Assets	892,833	1,096,800
General Operating Tangible Capital Assets, net of related borrowings	3,860,550	3,562,561
Reserve Funds	1,278,350	1,314,965
	<u>6,031,733</u>	<u>5,974,326</u>
Accumulated surplus of Municipality unconsolidated	6,031,733	5,974,326
Accumulated surpluses of consolidated government partnerships	151,237	168,912
Accumulated Surplus per Statement of Financial Position	6,182,970	6,143,238
	<u><u>6,182,970</u></u>	<u><u>6,143,238</u></u>

RURAL MUNICIPALITY OF PINEY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2023

14. PUBLIC SECTOR COMPENSATION DISCLOSURE

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

- (a) Compensation paid to members of council amounted to \$75,254 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$85,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Wayne Anderson	12,865	2,257	15,122
David Beaudry	15,421	2,573	17,994
Mark Bernard	17,707	7,856	25,563
Dale Edbom	14,051	3,270	17,321
Melanie Parent	-	-	-
Ken Prociw	15,210	7,029	22,239
	<u>75,254</u>	<u>22,985</u>	<u>98,239</u>

- (c) The following individuals received compensation in excess of \$85,000:

Name	Position	Amount
Martin Van Osch	C.A.O.	99,220

15. CHANGES IN WORKING CAPITAL

	2023	2022
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	(143,814)	20,426
Inventories	73,407	(107,901)
Prepaid expenses	8,962	(374)
Accounts payable and accrued liabilities	(46,869)	(63,435)
Deferred revenue	39,219	34,797
	<u>(69,095)</u>	<u>(116,487)</u>

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2023

	General Capital Assets				Infrastructure				2023 Actual	2022 Actual
	Land and Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets under Construction		
Cost										
Balance, beginning of year	1,640,272	1,783,590	1,453,992	53,667	-	9,342,084	-	-	14,273,605	13,943,412
Asset purchases	170,492	-	179,082	2,253	-	236,800	-	-	588,627	388,200
Disposals and write downs	35,297	-	-	-	-	-	-	-	35,297	58,007
Balance, end of year	1,775,467	1,783,590	1,633,074	55,920	-	9,578,884	-	-	14,826,935	14,273,605
Accumulated Amortization										
Balance, beginning of year	520,485	546,354	1,007,811	45,325	-	8,461,960	-	-	10,581,935	10,340,971
Amortization	42,271	59,156	109,898	3,171	-	54,844	-	-	269,340	240,964
Disposals and write downs	-	-	-	-	-	-	-	-	-	-
Balance, end of year	562,756	605,510	1,117,709	48,496	-	8,516,804	-	-	10,851,275	10,581,935
Net book value	1,212,711	1,178,080	515,365	7,424	-	1,062,080	-	-	3,975,660	3,691,670

RURAL MUNICIPALITY OF PINEY
CONSOLIDATED SCHEDULE OF REVENUES

Schedule 2

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
PROPERTY TAXES			
Municipal taxes levied (<i>schedule 9</i>)	1,303,523	1,303,523	1,150,329
Taxes added	75,000	48,960	74,682
	<u>1,378,523</u>	<u>1,352,483</u>	<u>1,225,011</u>
GRANTS IN LIEU OF TAXATION			
Federal government	6,259	6,259	6,147
Provincial government	88,140	88,140	66,874
Provincial government enterprises	42,087	42,087	40,260
	<u>136,486</u>	<u>136,486</u>	<u>113,281</u>
USER FEES			
Sales of service	238,500	79,520	77,624
Sales of goods	3,000	2,190	16,927
Rentals	8,000	11,391	12,478
	<u>249,500</u>	<u>93,101</u>	<u>107,029</u>
GRANTS - PROVINCE OF MANITOBA			
Municipal program grants	-	-	12,010
Conditional grants	583,900	578,773	501,672
	<u>583,900</u>	<u>578,773</u>	<u>513,682</u>
GRANTS - OTHER			
Federal government - other	155,407	231,353	116,382
Other local governments	115,131	241,552	176,362
Other grant	25,043	13,600	55,946
	<u>295,581</u>	<u>486,505</u>	<u>348,690</u>
PERMITS, LICENCES AND FEES			
Permits	24,000	33,494	28,394
Licences	100	127	85
Fines	500	-	-
	<u>24,600</u>	<u>33,621</u>	<u>28,479</u>
INVESTMENT REVENUE			
Interest	7,500	43,022	30,796
OTHER REVENUE			
Gain on sale of tangible capital assets	-	68,153	109,493
Miscellaneous	119,463	79,288	114,613
Penalties and interest	26,000	21,813	25,016
	<u>145,463</u>	<u>169,254</u>	<u>249,122</u>
TOTAL REVENUE	<u><u>2,821,553</u></u>	<u><u>2,893,245</u></u>	<u><u>2,616,090</u></u>

RURAL MUNICIPALITY OF PINEY**Schedule 3****CONSOLIDATED SCHEDULE OF EXPENSES****For the Year Ended December 31, 2023**

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	86,000	100,110	82,272
General administrative	482,201	476,007	441,119
	<u>568,201</u>	<u>576,117</u>	<u>523,391</u>
PROTECTIVE SERVICES			
Police	300	7,380	175
Fire	292,300	265,491	240,853
Emergency measures	17,500	21,605	14,885
Other protective services	40,500	41,626	38,915
	<u>350,600</u>	<u>336,102</u>	<u>294,828</u>
TRANSPORTATION SERVICES			
Road transport			
Road and street maintenance	1,049,450	1,023,711	1,041,877
Bridge maintenance	50,000	20,093	-
Street lighting	45,000	48,319	47,070
Air transport	15,000	14,737	4,655
	<u>1,159,450</u>	<u>1,106,860</u>	<u>1,093,602</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	379,072	362,187	437,028
Recycling	-	6,715	9,921
Lagoons and wells	1,500	1,315	154
	<u>380,572</u>	<u>370,217</u>	<u>447,103</u>
PUBLIC HEALTH AND WELFARE SERVICES			
Social assistance	23,416	22,659	23,159
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	1,000	3,300	1,155
Urban renewal	500	1,385	-
Beautification and land rehabilitation	750	496	556
Other	58,000	175	150
	<u>60,250</u>	<u>5,356</u>	<u>1,861</u>
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	119,463	123,767	102,713
Veterinary services	6,000	5,022	8,453
Water resources and conservation	6,000	5,800	5,800
Regional development	60,000	196,164	14,718
Industrial development	23,500	4,260	25,245
Tourism	23,500	1,600	32,046
	<u>238,463</u>	<u>336,613</u>	<u>188,975</u>

RURAL MUNICIPALITY OF PINEY

Schedule 3

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
RECREATION AND CULTURAL SERVICES			
Administration	50,000	15,000	15,000
Community centers and halls	123,750	84,589	134,306
	<u>173,750</u>	<u>99,589</u>	<u>149,306</u>
TOTAL EXPENSES	<u>2,954,702</u>	<u>2,853,513</u>	<u>2,722,225</u>

CONSOLIDATED SCHEDULE 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	1,352,483	1,225,011	-	-	-	-	-	-	-	-
Grants in lieu of taxation	136,486	113,281	-	-	-	-	-	-	-	-
User fees	21,998	54,200	18,558	4,250	14,358	13,082	-	-	-	-
Grants - Province of Manitoba	578,773	513,682	-	-	-	-	-	-	-	-
Grants - Other	230,361	115,545	-	-	-	-	83,522	192,308	-	-
Permits, licences and fees	127	85	-	-	-	-	-	-	-	-
Investment revenue	42,267	30,796	-	-	-	-	-	-	-	-
Other revenue	131,992	203,373	-	-	-	-	-	-	-	-
Total revenue	2,494,487	2,255,973	18,558	4,250	14,358	13,082	83,522	192,308	-	-
EXPENSES										
Personnel services	343,997	283,987	80,617	45,473	190,434	187,126	24,291	20,367	-	-
Contract services	191,588	166,599	120,567	104,024	698,075	691,706	85,580	91,180	7,743	8,243
Utilities	14,607	12,887	20,927	22,612	4,778	5,355	489	-	-	-
Maintenance materials & supplies	12,288	47,121	20,295	38,295	106,016	124,635	57,417	54,262	-	-
Grants & contributions	-	-	461	175	10,000	-	123,436	214,906	14,916	14,916
Amortization	4,588	2,613	85,782	84,249	97,557	84,780	79,004	66,388	-	-
Bad debts expense	9,049	10,184	7,453	-	-	-	-	-	-	-
Total expenses	576,117	523,391	336,102	294,828	1,106,860	1,093,602	370,217	447,103	22,659	23,159
SURPLUS (DEFICIT)	1,918,370	1,732,582	(317,544)	(290,578)	1,092,502	1,080,520	(286,695)	(254,795)	(22,659)	(23,159)

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

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 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	-	-	-	-	-	-	-	-	1,352,483	1,225,011
Grants in lieu of taxation	-	-	-	-	-	-	-	-	136,486	113,281
User fees	20,789	19,997	17,398	15,500	-	-	-	-	93,101	107,029
Grants - Province of Manitoba	-	-	-	-	-	-	-	-	578,773	513,682
Grants - Other	-	-	172,622	40,837	-	-	-	-	486,505	348,690
Permits, licences and fees	33,494	28,394	-	-	-	-	-	-	33,621	28,479
Investment revenue	755	-	-	-	-	-	-	-	43,022	30,796
Other revenue	36,187	44,715	1,075	1,034	-	-	-	-	169,254	249,122
Total revenue	91,225	93,106	191,095	57,371	-	-	-	-	2,893,245	2,616,090
EXPENSES										
Personnel services	-	-	153,260	51,227	-	-	-	-	792,599	588,180
Contract services	5,281	1,786	60,047	83,350	15,000	72,604	-	-	1,183,881	1,219,492
Utilities	-	-	1,280	-	-	-	-	-	42,081	40,854
Maintenance materials & supplies	75	75	80,275	18,011	-	-	-	-	276,366	282,399
Grants & contributions	-	-	39,342	33,453	84,589	76,702	-	-	272,744	340,152
Amortization	-	-	2,409	2,934	-	-	-	-	269,340	240,964
Bad debts expense	-	-	-	-	-	-	-	-	16,502	10,184
Total expenses	5,356	1,861	336,613	188,975	99,589	149,306	-	-	2,853,513	2,722,225
SURPLUS (DEFICIT)	85,869	91,245	(145,518)	(131,604)	(99,589)	(149,306)	-	-	39,732	(106,135)

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

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2023

	Core Government		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
REVENUE						
Property taxes	1,352,483	1,225,011	-	-	1,352,483	1,225,011
Grants in lieu of taxation	136,486	113,281	-	-	136,486	113,281
User fees	54,914	71,532	38,187	35,497	93,101	107,029
Grants - Province of Manitoba	578,773	513,682	-	-	578,773	513,682
Grants - Other	361,991	115,545	124,514	233,145	486,505	348,690
Permits, licences and fees	33,621	28,479	-	-	33,621	28,479
Investment revenue	43,022	30,796	-	-	43,022	30,796
Other revenue	168,200	248,088	1,054	1,034	169,254	249,122
Total revenue	<u>2,729,490</u>	<u>2,346,414</u>	<u>163,755</u>	<u>269,676</u>	<u>2,893,245</u>	<u>2,616,090</u>
EXPENSES						
Personnel services	707,309	516,586	85,290	71,594	792,599	588,180
Contract services	1,176,190	1,212,077	7,691	7,415	1,183,881	1,219,492
Utilities	42,081	40,854	-	-	42,081	40,854
Maintenance materials & supplies	203,452	224,472	72,914	57,927	276,366	282,399
Grants & contributions	272,744	340,152	-	-	272,744	340,152
Amortization	253,805	228,934	15,535	12,030	269,340	240,964
Bad debts expense	16,502	10,184	-	-	16,502	10,184
Total expenses	<u>2,672,083</u>	<u>2,573,259</u>	<u>181,430</u>	<u>148,966</u>	<u>2,853,513</u>	<u>2,722,225</u>
SURPLUS (DEFICIT)	<u>57,407</u>	<u>(226,845)</u>	<u>(17,675)</u>	<u>120,710</u>	<u>39,732</u>	<u>(106,135)</u>

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	General Reserve \$	Protective Reserve \$	Transportation Reserve \$	Environmental Health Reserve \$	Recreation Reserve \$	General Capital Reserve \$	Protective Capital \$
FINANCIAL ASSETS							
Cash and temporary investments	27,948	27,833	56,525	8,783	5,610	250,313	83,954
Due from other funds	-	-	(43,792)	-	18,409	(125,198)	(40,461)
	<u>27,948</u>	<u>27,833</u>	<u>100,317</u>	<u>8,783</u>	<u>24,019</u>	<u>375,511</u>	<u>124,415</u>
REVENUE							
Investment revenue	884	880	1,945	278	177	7,134	3,573
TRANSFERS							
Transfer to (from) reserve funds	-	-	6,974	-	-	(51,532)	10,461
CHANGE IN FUND BALANCES	884	880	8,919	278	177	(44,398)	14,034
FUND SURPLUS, BEGINNING OF YEAR	27,064	26,953	91,398	8,505	23,842	419,909	110,381
FUND SURPLUS, END OF YEAR	27,948	27,833	100,317	8,783	24,019	375,511	124,415

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

	Waste Disposal Capital \$	Recreation Services Capital \$	Canada Community- Building Fund Reserve \$	Piney Stuartburn Economic Development Board Reserve \$	2023 Actual \$	2022 Actual \$
FINANCIAL ASSETS						
Cash and temporary investments	22,995	53,321	257,654	67,945	862,881	1,190,875
Due from other funds	43,792	17,308	(151,332)	9,793	415,469	124,090
	<u>66,787</u>	<u>36,013</u>	<u>408,986</u>	<u>77,738</u>	<u>1,278,350</u>	<u>1,314,965</u>
REVENUE						
Investment revenue	727	1,686	7,464	190	24,938	13,350
TRANSFERS						
Transfer to (from) reserve funds	6,974	(26,513)	(85,465)	77,548	(61,553)	(39,692)
CHANGE IN FUND BALANCES						
	7,701	(24,827)	(78,001)	77,738	(36,615)	(26,342)
FUND SURPLUS, BEGINNING OF YEAR						
	59,086	60,840	486,987	-	1,314,965	1,341,307
FUND SURPLUS, END OF YEAR						
	<u>66,787</u>	<u>36,013</u>	<u>408,986</u>	<u>77,738</u>	<u>1,278,350</u>	<u>1,314,965</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2023

	Financial Plan General \$	Financial Plan Utility \$	Amortization (TCA) \$	Interest Expense \$	Transfers \$	Long Term Accruals \$	Government Partnerships \$	PSAB Budget \$
REVENUE								
Property taxes	1,378,523	-	-	-	-	-	-	1,378,523
Grants in lieu of taxation	136,486	-	-	-	-	-	-	136,486
User fees	212,500	-	-	-	-	-	37,000	249,500
Grants - Province of Manitoba	583,900	-	-	-	-	-	-	583,900
Grants - Other	155,407	-	-	-	-	-	140,174	295,581
Permits, licences and fees	24,600	-	-	-	-	-	-	24,600
Investment revenue	7,500	-	-	-	-	-	-	7,500
Other revenue	143,000	-	-	-	-	-	2,463	145,463
Transfers	62,500	-	-	-	(62,500)	-	-	-
	<u>2,704,416</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(62,500)</u>	<u>-</u>	<u>179,637</u>	<u>2,821,553</u>
EXPENSES								
General government services	563,601	-	4,600	-	-	-	-	568,201
Protective services	264,800	-	85,800	-	-	-	-	350,600
Transportation services	1,062,250	-	97,200	-	-	-	-	1,159,450
Environmental health services	214,500	-	65,900	-	-	-	100,172	380,572
Public health and welfare services	23,416	-	-	-	-	-	-	23,416
Regional planning and development	60,250	-	-	-	-	-	-	60,250
Resource conservation and industrial development	159,000	-	-	-	-	-	79,463	238,463
Recreation and cultural services	173,750	-	-	-	-	-	-	173,750
Transfers	178,760	-	-	-	(178,760)	-	-	-
	<u>2,700,327</u>	<u>-</u>	<u>253,500</u>	<u>-</u>	<u>(178,760)</u>	<u>-</u>	<u>179,635</u>	<u>2,954,702</u>
SURPLUS (DEFICIT)	<u>4,089</u>	<u>-</u>	<u>(253,500)</u>	<u>-</u>	<u>116,260</u>	<u>-</u>	<u>2</u>	<u>(133,149)</u>

RURAL MUNICIPALITY OF PINEY**Schedule 8****ANALYSIS OF TAXES ON ROLL****For the Year Ended December 31, 2023**

	2023	2022
	Actual	Actual
	\$	\$
BALANCE, BEGINNING OF YEAR	<u>184,091</u>	<u>204,171</u>
Add:		
Tax Levy (<i>schedule 9</i>)	2,758,624	2,609,260
Taxes added	48,960	74,682
Penalties and interest	<u>21,813</u>	<u>25,016</u>
Sub-total	<u>3,013,488</u>	<u>2,913,129</u>
Deduct:		
Cash collections - current	2,494,707	2,346,449
Cash collections - arrears	132,919	163,836
Cancellations	5,170	11,884
Tax discounts	-	-
M.P.T.C. - cash advance	<u>157,096</u>	<u>206,869</u>
Sub-total	<u>2,789,892</u>	<u>2,729,038</u>
BALANCE, END OF YEAR	<u><u>223,596</u></u>	<u><u>184,091</u></u>

RURAL MUNICIPALITY OF PINEY

Schedule 9

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2023

	Assessment	2023 Mill Rate	Levy	2022 Levy
Other municipal levies:				
General municipal	107,818,260	12.090	<u>1,303,523</u>	<u>1,150,329</u>
Total municipal taxes (schedule 2)			<u>1,303,523</u>	<u>1,150,329</u>
Education Support Levy	21,827,130	8.140	177,673	177,260
Special levy:				
Border Land School Division	70,276,280	11.864	833,758	849,493
Seine River School Division	36,837,500	12.044	<u>443,670</u>	<u>432,178</u>
			<u>1,277,428</u>	<u>1,281,671</u>
Total education taxes			<u>1,455,101</u>	<u>1,458,931</u>
Total tax levy (schedule 8)			<u><u>2,758,624</u></u>	<u><u>2,609,260</u></u>

RURAL MUNICIPALITY OF PINEY**Schedule 10****SCHEDULE OF GENERAL OPERATING FUND EXPENSES****For the Year Ended December 31, 2023**

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
GENERAL GOVERNMENT SERVICES			
Legislative	86,000	100,110	82,272
General administrative	482,201	476,007	441,119
	<u>568,201</u>	<u>576,117</u>	<u>523,391</u>
PROTECTIVE SERVICES			
Police	300	7,380	175
Fire	292,300	265,491	240,853
Emergency measures	17,500	21,605	14,885
Other protective services	40,500	41,626	38,915
	<u>350,600</u>	<u>336,102</u>	<u>294,828</u>
TRANSPORTATION SERVICES			
Road transport			
Road and street maintenance	1,049,450	1,023,711	1,041,877
Bridge maintenance	50,000	20,093	-
Street lighting	45,000	48,319	47,070
Air transport	15,000	14,737	4,655
	<u>1,159,450</u>	<u>1,106,860</u>	<u>1,093,602</u>
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	278,900	270,185	360,369
Recycling	-	6,715	9,921
Lagoons and wells	1,500	1,315	154
	<u>280,400</u>	<u>278,215</u>	<u>370,444</u>
PUBLIC HEALTH AND WELFARE SERVICES			
Social assistance	23,416	22,659	23,159
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	1,000	3,300	1,155
Urban renewal	500	1,385	-
Beautification and land rehabilitation	750	496	556
Other	58,000	175	150
	<u>60,250</u>	<u>5,356</u>	<u>1,861</u>
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	40,000	34,339	30,406
Veterinary services	6,000	5,022	8,453
Water resources and conservation	6,000	5,800	5,800
Regional development	60,000	196,164	14,718
Industrial development	23,500	4,260	25,245
Tourism	23,500	1,600	32,046
	<u>159,000</u>	<u>247,185</u>	<u>116,668</u>

RURAL MUNICIPALITY OF PINEY

Schedule 10

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2023

	2023 Budget (Unaudited) \$	2023 Actual \$	2022 Actual \$
RECREATION AND CULTURAL SERVICES			
Administration	50,000	15,000	15,000
Community centers and halls	123,750	84,589	134,306
	<u>173,750</u>	<u>99,589</u>	<u>149,306</u>
TOTAL EXPENSES	<u>2,775,067</u>	<u>2,672,083</u>	<u>2,573,259</u>

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2023

	2023	2022
	Total	Total
	\$	\$
CONSOLIDATED ANNUAL SURPLUS (DEFICIT) (statement 2)	39,732	(106,135)
Elimination of appropriations from reserves	205,355	817,244
Elimination of appropriations to reserves	(143,802)	(562,402)
Consolidation of reserve operations	(24,938)	(26,700)
Elimination of consolidated entity operations	17,675	(241,420)
Elimination of nominal surplus transfers	207,500	180,000
Amortization of tangible capital assets	253,805	457,868
Proceeds on disposal of assets	103,450	335,000
Loss (gain) on disposal of assets	(68,153)	(218,986)
Acquisitions of capital assets from operating funds	(587,136)	(528,334)
ESTIMATED EXCESS OF REVENUES AND TRANSFERS OVER EXPEDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***	<u>3,488</u>	<u>106,135</u>

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REID & MILLER

CHARTERED PROFESSIONAL ACCOUNTANTS INC