

CITY OF PORTAGE LA PRAIRIE

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

STATEMENT OF RESPONSIBILITY

The accompanying consolidated financial statements are the responsibility of the management of the City of Portage la Prairie and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards.

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.

The Council is composed of individuals who are neither management nor employees of the City. Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the City's external auditors.

MNP LLP as the City's appointed external auditors, have audited the consolidated financial statements. The Auditors' Report is addressed to the Mayor and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the consolidated financial statements are free of material misstatement and present fairly the consolidated financial position and results of the City in accordance with Canadian public sector accounting standards.



Nette Neudorf

Director of Finance

INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the
CITY OF PORTAGE LA PRAIRIE

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

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' 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 generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the consolidated 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 consolidated 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 controls. 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 consolidated 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 City of Portage la Prairie as at December 31, 2014, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2014 in accordance with Canadian public sector accounting standards.

20-Jul-15
Portage la Prairie, Manitoba

MNP LLP

Chartered Accountants

CITY OF PORTAGE LA PRAIRIE

Consolidated Financial Statements

For the Year Ended December 31, 2014

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**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2014**

	<u>2014</u>	<u>2013</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 16,494,964	\$ 19,011,913
Amounts receivable (Note 4)	3,633,510	3,331,492
Portfolio investments (Note 5)	10,154,866	6,500,228
Real estate properties held for sale	103,280	118,019
Other inventories for sale (Note 6)	<u>4,884</u>	<u>4,139</u>
	\$ 30,391,504	\$ 28,965,791
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	\$ 5,503,570	\$ 4,205,216
Deferred revenue	87,663	69,174
Landfill closure and post closure liabilities (Note 8)	38,074	35,014
Long-term debt (Note 9)	<u>15,495,850</u>	<u>17,346,254</u>
	<u>21,125,157</u>	<u>21,655,658</u>
	\$ 9,266,347	\$ 7,310,133
NET FINANCIAL ASSETS		
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 68,865,635	\$ 65,378,743
Inventories (Note 6)	278,474	299,179
Prepaid expenses	<u>261,690</u>	<u>92,305</u>
	69,405,799	65,770,227
ACCUMULATED SURPLUS (Note 15)	<u>\$ 78,672,146</u>	<u>\$ 73,080,360</u>

COMMITMENTS (NOTE 10)

Approved on behalf of Council:



Mayor



Councillor

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

**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2014**

	2014 Budget (Note 14)	2014 Actual	2013 Actual
REVENUE			
Property taxes	\$ 9,953,337	\$ 10,096,887	\$ 10,159,733
Grants in lieu of taxation	884,560	884,560	860,605
User fees	2,753,256	2,838,630	2,945,893
Permits, licences and fines	395,900	455,467	419,941
Investment income	54,643	453,028	435,999
Other revenue	183,254	557,671	1,061,581
Water and sewer	12,048,763	11,041,990	9,846,291
Grants - Province of Manitoba	3,545,000	3,516,034	3,646,363
Grants - other	1,110,878	1,130,876	1,182,584
Total revenue (Schedules 2, 4 and 5)	30,929,591	30,975,143	30,558,990
EXPENSES			
General government services	2,169,834	2,025,288	2,017,813
Protective services	5,435,168	5,161,083	5,207,982
Transportation services	2,486,884	2,560,194	2,484,424
Environmental health services	1,091,460	994,818	1,046,114
Public health and welfare services	322,900	308,166	308,532
Regional planning and development	561,756	559,853	602,435
Resource conservation and industrial development	236,772	557,876	433,496
Recreation and cultural services	5,451,987	5,329,830	5,334,181
Water and sewer services	11,419,697	7,886,249	8,817,892
Total expenses (Schedules 3, 4 and 5)	29,176,458	25,383,357	26,252,869
ANNUAL SURPLUS	1,753,133	5,591,786	4,306,121
ACCUMULATED SURPLUS, BEGINNING OF YEAR		73,080,360	68,774,239
ACCUMULATED SURPLUS, END OF YEAR		\$ 78,672,146	\$ 73,080,360

The accompanying notes are an integral part of these consolidated financial statement

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2014

	2014 Budget (Note 14)	2014 Actual	2013 Actual
ANNUAL SURPLUS	\$ 1,753,133	\$ 5,591,786	\$ 4,306,121
Acquisition of tangible capital assets	-	(5,516,821)	(1,402,939)
Amortization of tangible capital assets	1,954,468	1,954,468	4,443,597
Adjusted opening TCA cost	-	-	(220,395)
Adjusted opening TCA accumulated amortization	-	-	118,404
Loss on sale of tangible capital assets	-	38,131	79
Proceeds on sale of tangible capital assets	-	37,330	172,243
Decrease (increase) in inventories	-	20,705	(23,136)
Decrease (increase) in prepaid expense	-	(169,385)	159,976
	<u>1,954,468</u>	<u>(3,635,572)</u>	<u>3,247,829</u>
CHANGE IN NET FINANCIAL ASSETS	<u>3,707,601</u>	1,956,214	7,553,950
NET FINANCIAL ASSETS (NET DEBT), BEGINNING OF YEAR		7,310,133	(243,817)
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 9,266,347</u>	<u>\$ 7,310,133</u>

The accompanying notes are an integral part of these consolidated financial statement

**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2014**

	2014	2013
OPERATING TRANSACTIONS		
Annual surplus	\$ 5,591,786	\$ 4,306,121
Changes in non-cash items:		
Amounts receivable	(302,018)	(420,120)
Inventories	19,960	(20,561)
Prepays	(169,385)	159,976
Accounts payable and accrued liabilities	1,298,354	(667,112)
Deferred revenue	18,489	4,850
Landfill closure and post closure liabilities	3,060	35,014
Loss on sale of tangible capital asset	38,131	79
Amortization	1,954,468	4,443,597
	8,452,845	7,841,844
Cash provided by operating transactions		
CAPITAL TRANSACTIONS		
Adjusting opening TCA cost	-	(220,395)
Adjusting opening TCA accumulated amortization	-	118,404
Proceeds on sale of tangible capital assets	37,330	172,243
Cash used to acquire tangible capital assets	(5,516,821)	(1,402,939)
	(5,479,491)	(1,332,687)
Cash applied to capital transactions		
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties	32,171	336,562
Loss on sale of real estate properties	(17,432)	(321,686)
Purchase of portfolio investments	(3,654,638)	(173,332)
	(3,639,899)	(158,456)
Cash applied to investing transactions		
FINANCING TRANSACTIONS		
Proceeds of long-term debt	66,670	86,476
Debt repayment	(1,917,074)	(2,193,175)
	(1,850,404)	(2,106,699)
Cash applied to financing transactions		
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	(2,516,949)	4,244,002
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	19,011,913	14,767,911
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	\$16,494,964	\$19,011,913

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

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014

1. Status of the City of Portage la Prairie

The incorporated City of Portage la Prairie ("the City") is a municipal government that was created in 1907 pursuant to the Manitoba Municipal Act. The City provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The City owns one utility, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. Significant Accounting Policies

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

a) Reporting Entity

The consolidated financial statements include the assets, liabilities, revenue 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 City. 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 City. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the City. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Portage Handivan Inc.

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

Portage la Prairie Planning District (66.67%) (2013 - 66.67%)
Portage la Prairie Regional Landfill Authority (66.67%) (2013 - 66.67%)
Portage la Prairie Regional Library (77.00%) (2013 - 77.00%)
Portage Regional Recreation Authority (75.00%) (2013 - 75.00%)
Central Plains Inc. (66.67%) (2013 - 66.67%)

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

Trust funds and their related operations administered by the City are not consolidated in these consolidated financial statements. The trust funds administered by the City are presented in Schedule 7 - Schedule of Trust Funds.

b) Basis of Accounting

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

c) Cash and Temporary Investments

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

d) Investments

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

Portfolio investments are accounted for at cost.

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014

2. Significant Accounting Policies (continued)

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 statement of financial position date.

f) Landfill Closure and Post Closure Liabilities

The estimated cost to close and maintain solid waste landfill sites are based on estimated future expenses, in current dollars, adjusted for estimated inflation, and are charged to expenses as the landfill capacity is used.

g) Non-Financial Assets

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

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

h) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The City 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 to 15 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	10 to 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	30 to 60 years
Machinery and equipment	4 to 20 years
Dams and other surface water structures	40 to 60 years

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014**

2. Significant Accounting Policies (continued)

h) Tangible Capital Assets (continued)

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) 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 consolidated 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 revenue and expenses in circumstances where the actual accrued revenue is unknown at the time the consolidated financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the consolidated 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 consolidated 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 consolidated 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.

l) Recent accounting pronouncements

Financial instruments (PS 3450)

In June 2011, the Public Sector Accounting Board (PSAB) issued new Section PS 3450 Financial Instruments. The new standard establishes requirements for recognition, measurement, derecognition, presentation and disclosure of financial assets and financial liabilities, including derivatives. PS 3450 is effective for government organizations for fiscal years beginning on or after April 1, 2012. The effective date of PS 3450 for governments is for fiscal years beginning on or after April 1, 2015. The application of PS 3450 by governments will be reviewed by PSAB by December 31, 2013. The City expects to apply PS 3450 for its consolidated financial statements dated December 31, 2016. The City has not yet determined the effect of the newly issued section on its consolidated financial statements.

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014**

2. Significant Accounting Policies (continued)

l) Recent accounting pronouncements (continued)

Financial statement presentation (PS1201)

In June 2011, as a result of the issuance of PS 3450 Financial instruments, the Public Sector Accounting Board (PSAB) issued new Section PS 1201 Financial statement presentation, which revises and replaces Section PS 1200 Financial statement presentation. The amendments to this Section consisted of the introduction of remeasurement gains and losses and other comprehensive income and is reported on the statement of remeasurement gains and losses, and accumulated surplus (deficit) is presented as the total of the accumulated operating surplus (deficit) and the accumulated remeasurement gains and losses. The Section is effective in the same period PS 3450 is adopted. The City expects to apply PS 1201 for its consolidated financial statements dated December 31, 2016. The City has not yet determined the effect of the newly issued section on its consolidated financial statements.

Liability for Contaminated Sites (PS 3260)

In June 2010, the Public Sector Accounting Board (PSAB) issued PS 3260 Liability for Contaminated Sites to establish recognition, measurement and disclosure standards for liabilities associated with the remediation of contaminated sites. The new section defines activities included in a liability for remediation, establishes when to recognize and how to measure a liability for remediation, and provides the related financial statement presentation and disclosure requirements. PS 3260 is effective for fiscal years beginning on or after April 1, 2014. The City has not yet determined the effect of the new section on its consolidated financial statements.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	2014	2013
Cash	\$ 15,994,497	\$ 18,367,405
Temporary investments	500,467	644,508
	\$ 16,494,964	\$ 19,011,913

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The City has designated \$22,794,912 (2013 - \$22,407,673) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	2014	2013
Taxes on roll (Schedule 11)	\$ 782,748	\$ 1,020,806
Government grants	480,214	225,017
Utility customers	899,479	918,899
Accrued interest	1,017	563
Organizations and individuals	1,200,505	930,967
Other governments	284,831	293,985
	3,648,794	3,390,237
Less allowances for doubtful amounts	(15,284)	(58,745)
	\$ 3,633,510	\$ 3,331,492

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014

5. Portfolio Investments		<u>2014</u>	<u>2013</u>
Guaranteed investment certificates and term deposits		<u>10,154,866</u>	<u>6,500,228</u>
		<u>\$ 10,154,866</u>	<u>\$ 6,500,228</u>

The aggregate market value of the marketable securities at December 31, 2014 is \$10,154,866 (2013 - \$6,517,696). Portfolio investments earn interest at rates of 1.85% to 2.50% and mature between June 2015, 2016, 2017 and November 2015. Portfolio investments earned \$123,114 in investment income during the year (2013 - \$83,828).

6. Inventories		<u>2014</u>	<u>2013</u>
Inventories for sale:			
Food and beverages		<u>\$ 4,884</u>	<u>\$ 4,139</u>
Inventories for use:			
Chemicals, herbicides, insecticides			
Fuel		\$ 224,374	\$ 248,321
Other supplies		8,275	7,976
		<u>45,825</u>	<u>42,882</u>
		<u>\$ 278,474</u>	<u>\$ 299,179</u>

7. Accounts Payable and Accrued Liabilities		<u>2014</u>	<u>2013</u>
Accounts payable		\$ 718,189	\$ 1,178,226
Accrued expenses		792,921	738,254
Accrued interest payable		484,520	544,313
School levies (Schedule 13)		794,448	983,287
Other governments		<u>2,713,492</u>	<u>761,136</u>
		<u>\$ 5,503,570</u>	<u>\$ 4,205,216</u>

8. Landfill Closure and Post Closure Liabilities		<u>2014</u>	<u>2013</u>
a) Operating Landfill Site			
The City and Rural Municipality of Portage la Prairie are currently operating a Class 1 landfill site through the Portage la Prairie Regional Landfill Authority. 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.			
Estimated closure and post closure costs over the next 27 years		\$ 216,011	\$ 216,011
Discount rate		5.90%	5.60%
Discounted costs		\$ 71,729	\$ 67,335
Expected year capacity will be reached		2041	2041
Capacity (tonnes):			
Used to date		1,315,170	1,282,050
Remaining		1,162,530	1,195,650
Total		<u>2,477,700</u>	<u>2,477,700</u>
Percent utilized		<u>53.08%</u>	<u>51.74%</u>
Liability based on percentage		<u>\$ 38,074</u>	<u>\$ 35,014</u>

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014**

	2014	2013
9. Long-Term Debt		
General Authority:		
Loan payable, interest at 6.754%, payable at \$2,000 monthly including interest, maturing 2020	\$ 75,222	\$ 86,476
Debenture, interest at 6.250%, payable at \$38,721 annually including interest, maturing 2019	162,003	188,917
Debenture, interest at 5.375%, payable at \$19,760 annually including interest, maturing 2021	112,801	125,799
Debenture, interest at 5.375%, payable at \$7,410 annually including interest, maturing 2021	42,300	47,174
Debenture, interest at 5.375%, payable at \$4,342 annually including interest, maturing 2016	8,030	11,741
Debenture, interest at 5.375%, payable at \$12,515 annually including interest, maturing 2016	23,147	33,843
Debenture, interest at 5.375%, payable at \$4,965 annually including interest, maturing 2016	9,184	13,427
Debenture, interest at 4.250%, payable at \$22,621 annually including interest, maturing 2014	-	21,699
Debenture, interest at 4.130%, payable at \$88,589 annually including interest, maturing 2014	-	85,079
Debenture, interest at 5.500%, payable at \$697,379 annually including interest, maturing 2024	5,256,583	5,643,566
Debenture, interest at 5.500%, payable at \$298,877 annually including interest, maturing 2024	2,252,821	2,418,671
Debenture, interest at 5.500%, payable at \$8,468 annually including interest, maturing 2024	63,830	68,529
Debenture, interest at 5.500%, payable at \$145,952 annually including interest, maturing 2024	1,100,128	1,181,118
Debenture, interest at 5.500%, payable at \$159,401 annually including interest, maturing 2025	1,289,958	1,373,800
Debenture, interest at 5.500%, payable at \$9,963 annually including interest, maturing 2025	80,622	85,863
Debenture, interest at 5.500%, payable at \$9,963 annually including interest, maturing 2025	80,622	85,863
Debenture, interest at 5.250%, payable at \$146,965 annually including interest, maturing 2025	1,204,887	1,284,420
Debenture, interest at 5.250%, payable at \$9,798 annually including interest, maturing 2025	80,326	85,628
Debenture, interest at 5.250%, payable at \$19,595 annually including interest, maturing 2025	160,652	171,256
Debenture, interest at 5.250%, payable at \$19,595 annually including interest, maturing 2025	160,652	171,256
Loan payable, interest at 4.000%, payable at \$1,842 monthly including interest, maturing 2019	65,691	-
	\$ 12,229,459	\$ 13,184,125

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014**

9. Long-Term Debt (continued)		<u>\$ 12,229,459</u>	<u>\$ 13,184,125</u>
	Sub-total (previous page)		
	Utility Funds:		
	Debenture for Sewage Facility, interest at 7.000%, payable at \$54,897 annually including interest, maturing 2017	144,068	185,949
	Debenture for Sewage Facility, interest at 7.125%, payable at \$33,199 annually including interest, maturing 2017	86,926	112,135
	Debenture for Sewage Facility, interest at 7.000%, payable at \$219,589 annually including interest, maturing 2017	576,272	743,795
	Debenture for Sewage Facility, interest at 7.125%, payable at \$33,199 annually including interest, maturing 2017	86,926	112,135
	Debenture for Sewage Facility, interest at 7.000%, payable at \$548,973 annually including interest, maturing 2017	1,440,679	1,859,488
	Debenture for Sewage Facility, interest at 6.750%, payable at \$75,647 annually including interest, maturing 2017	199,432	257,686
	Debenture for Sewage Facility, interest at 6.500%, payable at \$21,271 annually including interest, maturing 2018	72,869	88,394
	Debenture for Sewage Facility, interest at 6.625%, payable at \$75,046 annually including interest, maturing 2018	256,363	310,817
	Debenture for Sewage Facility, interest at 6.000%, payable at \$3,501 annually including interest, maturing 2014	-	3,303
	Debenture for Sewage Facility, interest at 6.625%, payable at \$117,929 annually including interest, maturing 2018	<u>402,856</u>	<u>488,427</u>
		<u>\$ 3,266,391</u>	<u>\$ 4,162,129</u>
		<u>\$ 15,495,850</u>	<u>\$ 17,346,254</u>

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

	2015	\$ 1,929,732
	2016	\$ 2,049,235
	2017	\$ 2,154,299
	2018	\$ 1,323,223
	2019	\$ 1,182,312

10. Commitments

The City has a contract for janitorial services of approximately \$209,061 for the period September 1, 2014 to August 31, 2016.

The City has a contract for the supply of bylaw enforcement, parking meter services and animal control function of approximately \$146,928 annually for the period ending April 30, 2016.

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014

11. Retirement Benefits

The majority of the employees of the City 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 City on behalf of its employees amounted to \$441,390 (2013 - \$431,318) 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.

12. Financial Instruments

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

13. Subsequent Events

Subsequent to the year-end, the City contracted for construction work with respect to the 2015 pavement contract of approximately \$742,121. This project is to be funded by grants, reserves and operating fund.

Subsequent to year-end, the City contracted for construction work with respect to Lorne Avenue East watermain and wastewater renewal contract of approximately \$615,360. This project is to be funded by reserve and utility operating fund.

Subsequent to year-end, the City contracted for the land application of biosolids for the 2015 season at a cost of 375.50 per dry tonne up to \$556,395. This project is to be funded by utility operating fund.

14. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the City 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 consolidated financial statements have been approved by council.

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

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014**

15. Accumulated Surplus

Accumulated surplus consists of the following:

	<u>2014</u>	<u>2013</u>
General operating fund - Nominal surplus	\$ 1,371,743	\$ 1,128,850
Utility operating fund - Nominal surplus	214,424	495,468
TCA net of related borrowings	52,226,981	47,055,587
Reserve funds	<u>22,794,912</u>	<u>22,407,673</u>
Accumulated surplus of city unconsolidated	76,608,060	71,087,578
Accumulated surpluses of consolidated entities	<u>2,064,086</u>	<u>1,992,782</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 78,672,146</u>	<u>\$ 73,080,360</u>

16. Public Sector Compensation Disclosure

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$50,000 annually to any member of council, officer or employee of the City. For the year ended December 31, 2014:

- a) Compensation paid to members of council amounted to \$129,891 in aggregate.
- b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Mayor - Irvine Ferris	\$ 21,058	\$ 3,501	\$ 24,559
Former Councillor - Diane Stasiuk	11,965	212	12,177
Councillor - Brent Froese	14,140	1,102	15,242
Councillor - Liz Driedger	15,040	2,077	17,117
Former Mayor - Earl Porter	32,220	4,501	36,721
Councillor - Brent Budz	14,818	1,124	15,942
Councillor - Ryan Espey	15,340	4,621	19,961
Councillor - Melissa Draycott	2,625	956	3,581
Councillor - Wayne Wall	<u>2,685</u>	<u>1,219</u>	<u>3,904</u>
	<u>\$ 129,891</u>	<u>\$ 19,313</u>	<u>\$ 149,204</u>

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2014**

16. Public Sector Compensation Disclosure (continued)

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

Name	Position	Amount
Jean-Marc Nadeau	City Manager	\$ 136,299
Nettie Neudorf	Director of Finance	\$ 100,655
Darren Jones	IT	\$ 60,927
Sharon Williams	Manager of Administration	\$ 59,807
David Green	Manager of Parks	\$ 75,599
Tieny Kirchner	Manager of Finance	\$ 71,265
Brandy Smith	Human Resource Officer	\$ 62,495
Adam Carpenter	Transportation Operator B	\$ 57,740
Matthew Phillips	Engineering Technologist	\$ 59,750
Matthew Heintz	Engineering Technologist	\$ 59,724
Phil Carpenter	Fire Chief	\$ 104,227
Brad Bailey	Fire Fighter	\$ 71,078
Jared Bergen	Fire Fighter	\$ 72,057
Dave Holmes	Deputy Fire Chief	\$ 94,732
Norman Vuignier	Fire Fighter	\$ 70,097
Corey Jowett	Fire Fighter	\$ 84,704
George Kerr	Fire Fighter	\$ 78,656
Curtis Rance	Fire Fighter	\$ 74,258
Todd McKinnon	Fire Fighter	\$ 86,595
Don Robertson	Fire Fighter	\$ 77,919
Stephen Moffit	Fire Fighter	\$ 71,380
David Sproat	Fire Fighter	\$ 83,911
Landeyn Aymont	Fire Fighter	\$ 70,136
Chris Perry	Fire Fighter	\$ 69,196
Gerard Pawloski	Fire Fighter	\$ 73,969
Daren Van Den Bussche	Fire Fighter	\$ 73,046
Wendell Williams	Fire Fighter	\$ 87,471
Jeff Tessier	Fire Fighter	\$ 68,434
Diane Van Aert	Administration Assistant	\$ 51,167
Kelly Braden	Director of Operations	\$ 114,113
Ian Milne	Manager of Engineering	\$ 84,302
Shane Pierson	Assistant Mechanic	\$ 63,095
Brian Taylor	Manager of Public Works	\$ 82,768
Terry Thompson	Mechanic	\$ 76,255
Charles Ward	Pumping Station Maintenance	\$ 60,930
Trevor Bruno	Transportation Operator B	\$ 54,923
Terry Lowdon	Senior Water Works Maintenance	\$ 50,656
Curtis Sanderson	Transportation "A" Operator	\$ 62,660
Keith Barron	Waterworks Foreman	\$ 87,364
Lloyd Vivier	Cemetery Foreman	\$ 58,192
Vaughn Williams	Facility Maintenance	\$ 66,561
Michael Sandney	Manager of Water Treatment Plant	\$ 78,487
Jesse Taylor	Water Treatment Operator	\$ 99,262
Kaylan Rae	Water Treatment Operator	\$ 78,869
Jeff Sing	WTP Operator	\$ 81,439
John Altenburg	WPCF Operator	\$ 67,629
Rick Ingram	Maintenance Foreman	\$ 76,962
Jim Mekkes	WPCF Operator	\$ 72,094
Allan O'Neil	Facility Maintenance	\$ 63,840
Robert Fidler	Facility Maintenance	\$ 62,990
Richard Yanchycki	Operations Foreman	\$ 81,308
Karly Friesen	Manager of Water Pollution Control	\$ 83,390
Aaron Stechesen	Lab Technologist	\$ 57,680
Wyatt McEachnie	Water Pollution Operator	\$ 65,874
Dwayne Houston	WPCF Operator	\$ 72,799
Mark Palendat	Parks Foreman	\$ 53,935
Kaley Giffin	Water Treatment Operator	\$ 54,475
Joel Trandafir	Water Treatment Operator	\$ 55,445

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2014

SCHEDULE 1

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2014	2013
Cost										
Opening costs	9,191,202	43,810,934	3,976,444	244,767	95,786	18,691,263	88,148,385	298,302	164,457,083	163,307,509
Adjusting	-	-	-	-	-	-	-	-	-	220,395
Additions during the year	96,624	139,938	729,817	12,072	640,533	-	1,026,749	2,871,088	5,516,821	1,402,939
Disposals and write downs	(10,400)	-	(156,340)	-	-	-	-	-	(166,740)	(473,760)
Closing costs	<u>9,277,426</u>	<u>43,950,872</u>	<u>4,549,921</u>	<u>256,839</u>	<u>736,319</u>	<u>18,691,263</u>	<u>89,175,134</u>	<u>3,169,390</u>	<u>169,807,164</u>	<u>164,457,083</u>
Accumulated Amortization										
Opening accum'd amortization	2,318,687	8,444,295	2,001,926	221,836	-	2,700,614	83,390,982	-	99,078,340	94,817,777
Adjusting	-	-	-	-	-	-	-	-	-	118,404
Amortization	303,668	1,004,922	281,138	14,366	-	101,832	248,542	-	1,954,468	4,443,597
Disposals and write downs	-	-	(91,279)	-	-	-	-	-	(91,279)	(301,438)
Closing accum'd amortization	<u>2,622,355</u>	<u>9,449,217</u>	<u>2,191,785</u>	<u>236,202</u>	<u>-</u>	<u>2,802,446</u>	<u>83,639,524</u>	<u>-</u>	<u>100,941,529</u>	<u>99,078,340</u>
Net Book Value of Tangible Capital Assets	<u>6,655,071</u>	<u>34,501,655</u>	<u>2,358,136</u>	<u>20,637</u>	<u>736,319</u>	<u>15,888,817</u>	<u>5,535,610</u>	<u>3,169,390</u>	<u>68,865,635</u>	<u>65,378,743</u>

The Municipality has 107 km of roads that are capitalized at a nominal value of \$1,920,487.

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2014

SCHEDULE 2

	2014 Actual	2013 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 9,900,393	\$ 9,716,480
Taxes added	196,494	443,253
	<u>10,096,887</u>	<u>10,159,733</u>
Grants in lieu of taxation:		
Federal government	15,953	14,520
Federal government enterprises	3,117	2,920
Provincial government	440,316	407,746
Provincial government enterprises	425,174	435,419
Other local governments	-	-
Non-government organizations	-	-
	<u>884,560</u>	<u>860,605</u>
User fees		
Parking meters	-	-
Sales of service	1,788,566	1,898,864
Sales of goods	73,603	89,496
Rentals	234,454	236,029
Development charges	-	-
Facility use fees	742,007	721,504
	<u>2,838,630</u>	<u>2,945,893</u>
Permits, licences and fines		
Permits	-	-
Licences	109,461	111,014
Fees	211,023	187,466
Fines	134,983	121,461
	<u>455,467</u>	<u>419,941</u>
Investment income:		
Cash and temporary investments	453,028	435,999
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>453,028</u>	<u>435,999</u>
Other revenue:		
Gain on sale of tangible capital assets	-	75,204
Gain on sale of real estate held for sale	-	321,686
Contributed assets	-	-
Penalties and interest	117,747	105,642
Miscellaneous	439,924	559,049
	<u>557,671</u>	<u>1,061,581</u>
Water and sewer		
Municipal utility (Schedule 9)	11,041,990	9,846,291
Consolidated water co-operatives	-	-
	<u>11,041,990</u>	<u>9,846,291</u>
Grants - Province of Manitoba		
General assistance payment	2,061,591	2,061,591
General support grant	135,256	157,162
Municipal program grants	193,233	193,233
Other unconditional grants	-	-
Conditional grants	1,125,954	1,234,377
	<u>3,516,034</u>	<u>3,646,363</u>
Grants - other		
Federal government - gas tax funding	668,527	694,683
Federal government - other	-	-
Other local governments	462,349	487,901
	<u>1,130,876</u>	<u>1,182,584</u>
Total revenue	<u>\$ 30,975,143</u>	<u>\$ 30,558,990</u>

CITY OF PORTAGE LA PRAIRIE
 CONSOLIDATED SCHEDULE OF EXPENSES
 For the Year Ended December 31, 2014

SCHEDULE 3

	2014 Actual	2013 Actual
General government services:		
Legislative	\$ 147,580	\$ 145,330
General administrative	1,696,521	1,685,821
Other	181,187	186,662
	<u>2,025,288</u>	<u>2,017,813</u>
Protective services:		
Police	3,231,601	3,294,002
Fire	1,778,881	1,777,156
Emergency measures	54,802	41,559
Other	95,799	95,265
	<u>5,161,083</u>	<u>5,207,982</u>
Transportation services:		
Road transport		
Administration and engineering	245,048	233,860
Road and street maintenance	1,885,886	1,821,383
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	72,910	85,169
Street lighting	234,037	222,897
Other	-	-
Air transport	-	-
Public transit	122,313	121,115
Other	-	-
	<u>2,560,194</u>	<u>2,484,424</u>
Environmental health services:		
Waste collection and disposal	765,988	853,776
Recycling	228,830	192,338
Other	-	-
	<u>994,818</u>	<u>1,046,114</u>
Public health and welfare services:		
Public health	237,445	230,061
Medical care	-	-
Social assistance	70,721	78,471
Other	-	-
	<u>308,166</u>	<u>308,532</u>
Regional planning and development		
Planning and zoning	263,776	291,169
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	198,361	198,229
Other	97,716	113,037
	<u>559,853</u>	<u>602,435</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	495,343	397,298
Industrial development	10,069	5,776
Tourism	38,205	3,189
Other	14,259	27,233
	<u>557,876</u>	<u>433,496</u>
Sub-totals forward	<u>12,167,278</u>	<u>12,100,796</u>

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2014

SCHEDULE 3

	2014 Actual	2013 Actual
Sub-totals forward	12,167,278	12,100,796
Recreation and cultural services:		
Administration	2,441,537	2,391,801
Community centers and halls	60,000	60,000
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	27,542	11,337
Parks and playgrounds	295,935	307,211
Other recreational facilities	1,859,263	1,901,470
Museums	-	-
Libraries	547,285	571,711
Other cultural facilities	98,268	90,651
	<u>5,329,830</u>	<u>5,334,181</u>
Water and sewer services (Schedule 9)		
Municipal utility (Schedule 9)	7,886,249	8,817,892
Consolidated water co-operatives	-	-
	<u>7,886,249</u>	<u>8,817,892</u>
Total expenses	\$ 25,383,357	\$ 26,252,869

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	\$ 10,096,887	\$ 10,159,733	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	884,560	860,605	-	-	-	-	-	-	-	-
User fees	13,185	36,706	324,245	376,985	40,333	40,493	878,856	1,001,472	46,944	61,507
Grants - other	20,000	-	-	-	668,527	694,683	-	-	-	-
Permits, licences and fines	108,048	109,771	346,192	308,649	-	-	1,227	1,521	-	-
Investment income	138,665	122,601	3,636	3,290	13,269	6,605	5,931	5,139	45	255
Other revenue	472,089	592,097	-	-	741	14	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	2,390,080	2,411,986	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	43,338	261,460	396,100	415,083	235,876	306,567	405,234	-	-
Total revenue	\$ 14,123,514	\$ 14,336,837	\$ 935,533	\$ 1,085,024	\$ 1,137,953	\$ 977,671	\$ 1,192,581	\$ 1,413,366	\$ 46,989	\$ 61,762
EXPENSES										
Personnel services	\$ 1,377,940	\$ 1,340,053	\$ 1,846,476	\$ 1,790,134	\$ 742,211	\$ 726,280	\$ 158,623	\$ 142,901	\$ 128,569	\$ 123,931
Contract services	355,158	363,786	2,986,268	3,050,929	509,463	502,558	718,915	803,917	82,417	89,653
Utilities	53,555	45,594	63,924	61,671	282,025	264,444	7,832	6,073	6,128	6,006
Maintenance materials and supplies	75,182	47,172	149,484	189,039	625,651	595,115	57,320	58,805	85,985	83,066
Grants and contributions	28,500	30,600	2,746	3,151	4,181	-	-	-	3,890	4,849
Amortization	13,134	13,878	109,840	113,058	332,446	341,907	46,695	28,417	-	-
Interest on long term debt	-	-	-	-	22,293	50,157	249	-	-	-
Other	121,819	176,730	2,345	-	41,924	3,963	5,184	6,001	1,177	1,027
Total expenses	\$ 2,025,288	\$ 2,017,813	\$ 5,161,083	\$ 5,207,982	\$ 2,560,194	\$ 2,484,424	\$ 994,818	\$ 1,046,114	\$ 308,166	\$ 308,532
Surplus (Deficit)	\$ 12,098,226	\$ 12,319,024	\$ (4,225,550)	\$ (4,122,958)	\$ (1,422,241)	\$ (1,506,753)	\$ 197,763	\$ 367,252	\$ (261,177)	\$ (246,770)

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

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,096,887	\$ 10,159,733
Grants in lieu of taxation	-	-	-	-	-	-	-	-	884,560	860,605
User fees	436,207	346,970	32,702	29,965	1,066,158	1,051,795	-	-	2,838,630	2,945,893
Grants - other	12,208	22,208	29,930	25,779	400,211	439,914	-	-	1,130,876	1,182,584
Permits, licences and fines	-	-	-	-	-	-	-	-	455,467	419,941
Investment income	21,790	21,444	711	437	10,284	11,370	258,697	264,858	453,028	435,999
Other revenue	5,002	-	1,458	-	78,381	469,470	-	-	557,671	1,061,581
Water and sewer	-	-	-	-	-	-	11,041,990	9,846,291	11,041,990	9,846,291
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	2,390,080	2,411,986
Prov of MB - Conditional Grants	-	-	1,000	-	141,844	153,829	-	-	1,125,954	1,234,377
Total revenue	\$ 475,207	\$ 390,622	\$ 65,801	\$ 56,181	\$ 1,696,878	\$ 2,126,378	\$ 11,300,687	\$ 10,111,149	\$ 30,975,143	\$ 30,558,990
EXPENSES										
Personnel services	\$ 287,906	\$ 305,696	\$ 335,500	\$ 280,419	\$ 1,633,345	\$ 1,640,245	\$ 2,660,396	\$ 2,471,821	\$ 9,170,966	\$ 8,821,480
Contract services	162,089	171,641	90,841	57,107	359,990	334,125	3,191,737	1,658,431	8,456,878	7,032,147
Utilities	9,200	8,492	13,115	4,592	365,604	353,244	891,241	849,882	1,692,624	1,599,998
Maintenance materials and supplies	59,302	63,825	60,773	37,650	488,019	532,679	522,332	650,718	2,124,048	2,258,069
Grants and contributions	12,206	22,205	41,662	25,775	565,852	538,688	-	-	659,037	625,268
Amortization	25,655	26,946	7,947	7,629	1,170,209	1,164,824	248,542	2,746,938	1,954,468	4,443,597
Interest on long term debt	-	-	3,546	6,201	661,097	705,943	260,105	319,840	947,290	1,082,141
Other	3,495	3,630	4,492	14,123	85,714	64,433	111,896	120,262	378,046	390,169
Total expenses	\$ 559,853	\$ 602,435	\$ 557,876	\$ 433,496	\$ 5,329,830	\$ 5,334,181	\$ 7,886,249	\$ 8,817,892	\$ 25,383,357	\$ 26,252,869
Surplus (Deficit)	\$ (84,646)	\$ (211,813)	\$ (492,075)	\$ (377,315)	\$ (3,632,952)	\$ (3,207,803)	\$ 3,414,438	\$ 1,293,257	\$ 5,591,786	\$ 4,306,121

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2014

	Core Government		Controlled Entities		Government Partnerships		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
REVENUE								
Property taxes	\$ 10,096,887	\$ 10,159,733	\$ -	\$ -	\$ -	\$ -	\$ 10,096,887	\$ 10,159,733
Grants in lieu of taxation	884,560	860,605	-	-	-	-	884,560	860,605
User fees	1,302,777	1,368,594	30,800	32,725	1,505,053	1,544,574	2,838,630	2,945,893
Grants - other	688,527	694,683	-	-	442,349	487,901	1,130,876	1,182,584
Permits, licences and fines	455,467	419,941	-	-	-	-	455,467	419,941
Investment income	438,385	420,134	208	246	14,435	15,619	453,028	435,999
Other revenue	517,419	1,058,024	741	14	39,511	3,543	557,671	1,061,581
Water and sewer	11,041,990	9,846,291	-	-	-	-	11,041,990	9,846,291
Prov of MB - Unconditional Grants	2,390,080	2,411,986	-	-	-	-	2,390,080	2,411,986
Prov of MB - Conditional Grants	978,219	1,049,435	10,366	36,588	137,369	148,354	1,125,954	1,234,377
Total revenue	\$ 28,794,311	\$ 28,289,426	\$ 42,115	\$ 69,573	\$ 2,138,717	\$ 2,199,991	\$ 30,975,143	\$ 30,558,990
EXPENSES								
Personnel services	\$ 7,321,681	\$ 6,990,792	\$ 55,040	\$ 61,623	\$ 1,794,245	\$ 1,769,065	\$ 9,170,966	\$ 8,821,480
Contract services	7,998,163	6,468,519	15,204	15,826	443,511	547,802	8,456,878	7,032,147
Utilities	1,333,189	1,264,366	2,496	2,085	356,939	333,547	1,692,624	1,599,998
Maintenance materials and supplies	1,651,592	1,778,960	25,775	21,952	446,681	457,157	2,124,048	2,258,069
Grants and contributions	1,892,176	1,856,012	(22,219)	(26,400)	(1,210,920)	(1,204,344)	659,037	625,268
Amortization	1,847,615	4,355,921	17,643	17,643	89,210	70,033	1,954,468	4,443,597
Interest on long term debt	943,495	1,075,940	-	-	3,795	6,201	947,290	1,082,141
Other	285,918	310,147	1,974	1,986	90,154	78,036	378,046	390,169
Total expenses	\$ 23,273,829	\$ 24,100,657	\$ 95,913	\$ 94,715	\$ 2,013,615	\$ 2,057,497	\$ 25,383,357	\$ 26,252,869
Surplus (Deficit)	\$ 5,520,482	\$ 4,188,769	\$ (53,798)	\$ (25,142)	\$ 125,102	\$ 142,494	\$ 5,591,786	\$ 4,306,121

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2014

SCHEDULE 6

	2014							Sub - Total
	General Reserve	Equipment Replacement Reserve	Cemetery Reserve	Recreation Reserve	Fire Truck Reserve	Handicap Access Reserve	Land Development Reserve	
REVENUE								
Investment income	\$ 67,922	\$ 1,734	\$ 45	\$ -	\$ 3,636	\$ 752	\$ 18,577	\$ 92,666
Other income	-	-	-	-	-	-	-	-
Total revenue	67,922	1,734	45	-	3,636	752	18,577	92,666
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	67,922	1,734	45	-	3,636	752	18,577	92,666
TRANSFERS								
Transfers from general operating fund	939,730	181,130	-	-	85,000	-	145,915	1,351,775
Transfers to general operating fund	(180,749)	(16,335)	-	-	-	-	-	(197,084)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	(176,351)	(11,794)	-	-	-	(305,843)	(493,988)
CHANGE IN RESERVE FUND BALANCES	826,903	(9,822)	(11,749)	-	88,636	752	(141,351)	753,369
FUND SURPLUS, BEGINNING OF YEAR	4,457,843	114,022	13,700	-	191,531	53,348	1,318,022	6,148,466
FUND SURPLUS, END OF YEAR	\$ 5,284,746	\$ 104,200	\$ 1,951	\$ -	\$ 280,167	\$ 54,100	\$ 1,176,671	\$ 6,901,835

CITY OF PORTAGE LA PRAIRIE

SCHEDULE 6

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2014

	2014							Sub - Total
	Environmental Reserve	Computer Reserve	Crescent Lake Reserve	Handivan Reserve	Special Administration Reserve	Capital Levy Reserve	Dedication Fees Reserve	
REVENUE								
Investment income	\$ 5,236	\$ 2,403	\$ 216	\$ 2	\$ 8,313	\$ 1,177	\$ 301	\$ 110,314
Other income	-	-	-	-	-	-	-	-
Total revenue	5,236	2,403	216	2	8,313	1,177	301	110,314
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	5,236	2,403	216	2	8,313	1,177	301	110,314
TRANSFERS								
Transfers from general operating fund	160,206	30,000	605	-	270,202	31,000	-	1,843,788
Transfers to general operating fund	(13,492)	(27,021)	-	-	(429,902)	-	-	(667,499)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	18,000	-	-	-	-	-	18,000
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(180,080)	-	-	-	-	-	-	(674,068)
CHANGE IN RESERVE FUND BALANCES	(28,130)	23,382	821	2	(151,387)	32,177	301	630,535
FUND SURPLUS, BEGINNING OF YEAR	509,403	142,378	15,344	106	551,682	59,287	21,379	7,448,045
FUND SURPLUS, END OF YEAR	\$ 481,273	\$ 165,760	\$ 16,165	\$ 108	\$ 400,295	\$ 91,464	\$ 21,680	\$ 8,078,580

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2014

	2014							Sub - Total
	Economic Development Reserve	Sidewalk Reserve	Softball Reserve	Gas Tax Reserve	Glesby Centre Reserve	Utility Replacement Reserve	Utility Nutrient Removal Reserve	
REVENUE								
Investment income	\$ 74	\$ 531	\$ 178	\$ 9,617	\$ -	\$ 165,878	\$ 92,819	\$ 379,411
Other income	-	-	-	-	-	-	-	-
Total revenue	74	531	178	9,617	-	165,878	92,819	379,411
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	74	531	178	9,617	-	165,878	92,819	379,411
TRANSFERS								
Transfers from general operating fund	-	30,000	-	700,497	35,000	-	-	2,609,285
Transfers to general operating fund	(4,291)	(5,878)	-	(111,209)	(16,000)	-	-	(804,877)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	2,105,785	1,120,873	3,244,658
Transfers to utility operating fund	-	-	-	-	-	(4,366,556)	-	(4,366,556)
Acquisition of tangible capital assets	-	-	-	(31,970)	-	-	-	(706,038)
CHANGE IN RESERVE FUND BALANCES	(4,217)	24,653	178	566,935	19,000	(2,094,893)	1,213,692	355,883
FUND SURPLUS, BEGINNING OF YEAR	8,418	23,026	10,112	683,377	20,042	9,296,729	4,917,924	22,407,673
FUND SURPLUS, END OF YEAR	\$ 4,201	\$ 47,679	\$ 10,290	\$ 1,250,312	\$ 39,042	\$ 7,201,836	\$ 6,131,616	\$ 22,763,556

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2014

SCHEDULE 6

	2014			2013
	Accomodation Tax Marketing Reserve	Accomodation Tax Sask Ave Reserve	Total	Total
REVENUE				
Investment income	\$ -	\$ -	\$ 379,411	\$ 375,999
Other income	-	-	-	-
Total revenue	-	-	379,411	375,999
EXPENSES				
Investment charges	-	-	-	-
Other expenses	-	-	-	-
Total expenses	-	-	-	-
NET REVENUES	-	-	379,411	375,999
TRANSFERS				
Transfers from general operating fund	50,937	48,487	2,708,709	4,019,752
Transfers to general operating fund	(68,068)	-	(872,945)	(1,167,948)
Transfer from nominal surplus	-	-	-	-
Transfers from utility operating fund	-	-	3,244,658	3,464,760
Transfers to utility operating fund	-	-	(4,366,556)	(894,658)
Acquisition of tangible capital assets	-	-	(706,038)	(257,996)
CHANGE IN RESERVE FUND BALANCES	(17,131)	48,487	387,239	5,539,909
FUND SURPLUS, BEGINNING OF YEAR	-	-	22,407,673	16,867,764
FUND SURPLUS, END OF YEAR	<u>\$ (17,131)</u>	<u>\$ 48,487</u>	<u>\$ 22,794,912</u>	<u>\$ 22,407,673</u>

CITY OF PORTAGE LA PRAIRIE
SCHEDULE OF TRUST FUNDS
For the Year Ended December 31, 2014

SCHEDULE 7

	2014							
	Northeast Community Family Care	Willow Bay Paving In Trust	Cemetery Perpetual Trust	West-end Development Trust	Manitoba Hydro	Fire Equipment	Multiplex Public Contributions	Sub - Total
ASSETS								
Cash and temporary investments	\$ 1,538	\$ 4,116	\$ 150,071	\$ 20	\$ 52,079	\$ -	\$ 1	\$ 207,825
Portfolio investments	-	-	125,209	-	-	-	-	125,209
Due from Municipality	-	-	3,889	-	-	10,640	-	14,529
	<u>\$ 1,538</u>	<u>\$ 4,116</u>	<u>\$ 279,169</u>	<u>\$ 20</u>	<u>\$ 52,079</u>	<u>\$ 10,640</u>	<u>\$ 1</u>	<u>\$ 347,563</u>
LIABILITIES AND FUND BALANCES								
Due to Municipality	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 1
Fund balance	1,538	4,116	279,169	20	52,079	10,640	-	347,562
	<u>\$ 1,538</u>	<u>\$ 4,116</u>	<u>\$ 279,169</u>	<u>\$ 20</u>	<u>\$ 52,079</u>	<u>\$ 10,640</u>	<u>\$ 1</u>	<u>\$ 347,563</u>
REVENUES								
Contributions and donations	\$ -	\$ -	\$ 3,890	\$ -	\$ -	\$ 3,000	\$ 45,325	\$ 52,215
Investment income	27	71	6,026	-	902	-	5	7,031
	<u>27</u>	<u>71</u>	<u>9,916</u>	<u>-</u>	<u>902</u>	<u>3,000</u>	<u>45,330</u>	<u>59,246</u>
EXPENDITURES								
Cemetery maintenance	-	-	-	-	-	-	-	-
Distribution to beneficiaries	-	-	-	-	-	-	45,330	45,330
Other	-	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,330</u>	<u>45,330</u>
EXCESS OF REVENUES OVER EXPENDITURES	27	71	9,916	-	902	3,000	-	13,916
FUND BALANCE, BEGINNING OF YEAR	1,511	4,045	269,253	20	51,177	7,640	-	333,646
FUND BALANCE, END OF YEAR	<u>\$ 1,538</u>	<u>\$ 4,116</u>	<u>\$ 279,169</u>	<u>\$ 20</u>	<u>\$ 52,079</u>	<u>\$ 10,640</u>	<u>\$ -</u>	<u>\$ 347,562</u>

CITY OF PORTAGE LA PRAIRIE
SCHEDULE OF TRUST FUNDS
For the Year Ended December 31, 2014

SCHEDULE 7

	2014					2013	
	Golf Island Park	Centennial Community Club Inc.	Misc City Contributions	DARE Program	2014 Election Surplus	Total	Total
ASSETS							
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 930	\$ -	\$ 208,755	\$ 196,911
Portfolio investments	-	-	-	-	-	125,209	121,750
Due from Municipality	11,150	-	225	-	22	25,926	17,092
	<u>\$ 11,150</u>	<u>\$ -</u>	<u>\$ 225</u>	<u>\$ 930</u>	<u>\$ 22</u>	<u>\$ 359,890</u>	<u>\$ 335,753</u>
LIABILITIES AND FUND BALANCES							
Due to Municipality	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 1,169
Fund balance	11,150	-	225	930	22	359,889	334,584
	<u>\$ 11,150</u>	<u>\$ -</u>	<u>\$ 225</u>	<u>\$ 930</u>	<u>\$ 22</u>	<u>\$ 359,890</u>	<u>\$ 335,753</u>
REVENUES							
Contributions and donations	\$ 11,150	\$ 21,290	\$ 35,346	\$ -	\$ 22	\$ 120,023	\$ 121,123
Investment income	-	-	-	16	-	7,047	7,036
	<u>11,150</u>	<u>21,290</u>	<u>35,346</u>	<u>16</u>	<u>22</u>	<u>127,070</u>	<u>128,159</u>
EXPENDITURES							
Cemetery maintenance	-	-	-	-	-	-	-
Distribution to beneficiaries	-	21,290	35,121	-	-	101,741	465,927
Other	-	-	-	-	24	24	832
	<u>-</u>	<u>21,290</u>	<u>35,121</u>	<u>-</u>	<u>24</u>	<u>101,765</u>	<u>466,759</u>
EXCESS OF REVENUES OVER EXPENDITURES	11,150	-	225	16	(2)	25,305	(338,600)
FUND BALANCE, BEGINNING OF YEAR	-	-	-	914	24	334,584	673,184
FUND BALANCE, END OF YEAR	<u>\$ 11,150</u>	<u>\$ -</u>	<u>\$ 225</u>	<u>\$ 930</u>	<u>\$ 22</u>	<u>\$ 359,889</u>	<u>\$ 334,584</u>

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
 December 31, 2014

SCHEDULE 8

	2014	2013
	Total	Total
FINANCIAL ASSETS		
Amounts receivable	\$ 898,929	\$ 918,899
LIABILITIES		
Accounts payable and accrued liabilities	\$ 454,910	\$ 316,110
Long-term debt (Note 9)	3,266,391	4,162,129
Due to other funds	458,885	355,642
	<u>4,180,186</u>	<u>4,833,881</u>
NET DEBT	<u>\$ (3,281,257)</u>	<u>\$ (3,914,982)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 8,705,000	\$ 5,055,705
Inventories	224,374	248,321
Prepaid expenses	4,916	-
	<u>8,934,290</u>	<u>5,304,026</u>
FUND SURPLUS	<u>\$ 5,653,033</u>	<u>\$ 1,389,044</u>

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF UTILITY OPERATIONS
 For the Year Ended December 31, 2014

SCHEDULE 9

REVENUE	Budget	2014	2013
Water			
Water fees	\$ 9,516,050	\$ 9,208,106	\$ 8,806,873
Bulk Water fees	-	10,787	8,716
sub-total- water	<u>9,516,050</u>	<u>9,218,893</u>	<u>8,815,589</u>
Sewer			
Sewer fees	22,000	22,405	20,043
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>22,000</u>	<u>22,405</u>	<u>20,043</u>
Property taxes	-	-	-
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Hydrant rentals	57,700	57,725	57,725
Connection charges	3,000	23,633	21,291
Installation service	-	-	-
Penalties	9,200	9,400	8,876
Contributed tangible capital assets	-	-	-
Investment income	-	39,307	29,352
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	2,440,813	1,670,627	893,415
sub-total- other	<u>2,510,713</u>	<u>1,800,692</u>	<u>1,010,659</u>
Total revenue	12,048,763	11,041,990	9,846,291

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF UTILITY OPERATIONS (cont'd)
 For the Year Ended December 31, 2014

SCHEDULE 9

	Budget	2014	2013
EXPENSES			
General			
Administration	3,003,525	1,423,190	1,335,186
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>3,003,525</u>	<u>1,423,190</u>	<u>1,335,186</u>
Water General			
Purification and treatment	3,581,500	3,338,892	1,834,068
Water purchases	-	-	-
Transmission and distribution	2,216,625	1,132,202	1,112,224
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>5,798,125</u>	<u>4,471,094</u>	<u>2,946,292</u>
Water Amortization & Interest			
Amortization	108,597	108,597	1,542,101
Interest on long term debt	130,052	130,052	159,920
sub-total- water amortization & interest	<u>238,649</u>	<u>238,649</u>	<u>1,702,021</u>
Sewer General			
Collection system costs	1,492,200	1,021,938	1,100,718
Treatment and disposal cost	277,100	241,349	153,833
Lift Station costs	333,100	220,031	215,085
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	7,000	-	-
sub-total- sewer general	<u>2,109,400</u>	<u>1,483,318</u>	<u>1,469,636</u>
Sewage Amortization & Interest			
Amortization	139,945	139,945	1,204,837
Interest on long term debt	130,053	130,053	159,920
sub-total- sewer amortization & interest	<u>269,998</u>	<u>269,998</u>	<u>1,364,757</u>
Total expenses	<u>11,419,697</u>	<u>7,886,249</u>	<u>8,817,892</u>
NET OPERATING SURPLUS (DEFICIT)	629,066	3,155,741	1,028,399
TRANSFERS			
Transfers from (to) operating fund	3,501	(13,650)	(7,414)
Transfers from (to) reserve funds	5,701,899	1,121,898	(2,570,102)
CHANGE IN UTILITY FUND BALANCE	<u>\$ 6,334,466</u>	<u>4,263,989</u>	<u>(1,549,117)</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>1,389,044</u>	<u>2,938,161</u>
FUND SURPLUS, END OF YEAR		<u>\$ 5,653,033</u>	<u>\$ 1,389,044</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2014

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 9,953,337	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,953,337
Grants in lieu of taxation	884,560	-	-	-	-	-	-	884,560
User fees	1,217,403	-	-	-	-	-	1,535,853	2,753,256
Permits, licences and fines	395,900	-	-	-	-	-	-	395,900
Investment income	40,000	-	-	-	-	-	14,643	54,643
Other revenue	143,002	-	-	-	-	-	40,252	183,254
Water and sewer	-	12,048,763	-	-	-	-	-	12,048,763
Grants - Province of Manitoba	3,397,265	-	-	-	-	-	147,735	3,545,000
Grants - other	668,529	-	-	-	-	-	442,349	1,110,878
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from reserves	1,048,134	8,142,282	-	-	(9,190,416)	-	-	-
Total revenue	\$ 17,748,130	\$ 20,191,045	\$ -	\$ -	\$ (9,190,416)	\$ -	\$ 2,180,832	\$ 30,929,591
EXPENSES								
General government services	\$ 2,130,200	\$ -	\$ 13,134	\$ -	\$ 26,500	\$ -	\$ -	\$ 2,169,834
Protective services	5,325,328	-	109,840	-	-	-	-	5,435,168
Transportation services	2,053,875	-	314,803	22,293	-	-	95,913	2,486,884
Environmental health services	807,600	-	-	-	-	-	283,860	1,091,460
Public health and welfare services	322,900	-	-	-	-	-	-	322,900
Regional planning and development	337,322	-	8,791	-	-	-	215,643	561,756
Resource cons and industrial dev	160,700	-	-	-	-	-	76,072	236,772
Recreation and cultural services	2,200,345	-	1,152,505	661,097	-	-	1,438,040	5,451,987
Water and sewer services	-	10,911,050	248,542	260,105	-	-	-	11,419,697
Fiscal services:								
Transfer to capital	769,986	5,659,862	-	-	(6,429,848)	-	-	-
Debt charges	1,724,879	1,183,251	-	(2,908,130)	-	-	-	-
Other fiscal services	92,100	-	-	-	(92,100)	-	-	-
Transfer to reserves and utility	1,796,395	2,436,882	-	-	(4,233,277)	-	-	-
Allowance for tax assets and tax discounts	26,500	-	-	-	(26,500)	-	-	-
Total expenses	\$ 17,748,130	\$ 20,191,045	\$ 1,847,615	\$ (1,964,635)	\$ (10,755,225)	\$ -	\$ 2,109,528	\$ 29,176,458
Surplus (Deficit)	\$ -	\$ -	\$ (1,847,615)	\$ 1,964,635	\$ 1,564,809	\$ -	\$ 71,304	\$ 1,753,133

CITY OF PORTAGE LA PRAIRIE
 ANALYSIS OF TAXES ON ROLL
 December 31, 2014

SCHEDULE 11

	2014	2013
Balance, beginning of year	\$ 1,020,806	\$ 812,108
Add:		
Tax levy (Schedule 12)	17,162,551	16,695,213
Taxes added	196,494	443,253
Penalties or interest	117,747	105,642
Other accounts added	360,739	372,384
Sub-total	17,837,531	17,616,492
Deduct:		
Cash collections - current	14,727,795	14,283,373
Cash collections - arrears	932,201	717,472
Writeoffs	63,631	57,793
Tax discounts	5,832	6,581
M.P.T.C. - cash advance	2,346,130	2,342,575
Sub-total	18,075,589	17,407,794
Balance, end of year	\$ 782,748	\$ 1,020,806

CITY OF PORTAGE LA PRAIRIE
 ANALYSIS OF TAX LEVY
 For the Year Ended December 31, 2014

SCHEDULE 12

	2014		2013
	Assessment	Mill Rate	Levy
Debt charges:			
L.I.D.	425,567,120	3.298	1,403,520
At Large	425,567,120	0.142	60,431
sub-total- Debt charges			<u>1,463,951</u>
Reserves:			
Environmental	425,567,120	0.213	90,646
Special Admin	425,567,120	0.020	8,511
Glesby Centre	425,567,120	0.022	9,362
Fire	425,567,120	0.108	45,961
Sidewalk	425,567,120	0.043	18,299
Computer	425,567,120	0.065	27,662
General	425,567,120	1.340	570,260
Equipment Replacement	425,567,120	0.346	147,247
sub-total- Reserves			<u>917,948</u>
General municipal	425,567,120	17.326	7,373,376
Special levies:			
Assessment Levy	425,567,120	0.341	145,118
Total municipal taxes (Schedule 2)			<u>9,900,393</u>
Education support levy	110,040,260	11.390	1,253,359
Special levies:			
Portage la Prairie School Division	413,259,930	14.540	6,008,799
Total education taxes			<u>7,262,158</u>
Total tax levy (Schedule 11)			<u>\$ 17,162,551</u>
			<u>\$ 16,695,213</u>

CITY OF PORTAGE LA PRAIRIE
 ANALYSIS OF SCHOOL ACCOUNTS
 December 31, 2014

SCHEDULE 13

	2014			2013
	Opening Balance	Current Requirement	Current Payment	Ending Balance
Education support levy	\$ 258,220	\$ 1,567,388	\$ (1,615,578)	\$ 258,220
Special levies				
Portage School Division #24	725,067	6,577,190	(6,717,839)	725,067
Total	\$ 983,287	\$ 8,144,578	\$ (8,333,417)	\$ 983,287

CITY OF PORTAGE LA PRAIRIE

SCHEDULE 14

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2014

	2014 Actual	2013 Actual
General government services:		
Legislative	\$ 147,580	\$ 145,330
General administrative	1,696,521	1,685,821
Other	181,187	186,662
	<u>2,025,288</u>	<u>2,017,813</u>
Protective services:		
Police	3,231,601	3,294,002
Fire	1,778,881	1,777,156
Emergency measures	54,802	41,559
Other	95,799	95,265
	<u>5,161,083</u>	<u>5,207,982</u>
Transportation services:		
Road transport		
Administration and engineering	245,048	233,860
Road and street maintenance	1,885,886	1,821,383
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	72,910	85,169
Street lighting	234,037	222,897
Other	-	-
Air transport	-	-
Public transit	26,400	26,400
Other	-	-
	<u>2,464,281</u>	<u>2,389,709</u>
Environmental health services:		
Waste collection and disposal	482,128	458,085
Recycling	228,830	192,338
Other	-	-
	<u>710,958</u>	<u>650,423</u>
Public health and welfare services:		
Public health	237,445	230,061
Medical care	-	-
Social assistance	70,721	78,471
Other	-	-
	<u>308,166</u>	<u>308,532</u>
Regional planning and development		
Planning and zoning	48,133	76,720
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	198,361	198,229
Other	97,716	113,037
	<u>344,210</u>	<u>387,986</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	419,271	356,146
Industrial development	10,069	5,776
Tourism	38,205	3,189
Other	14,259	27,233
	<u>481,804</u>	<u>392,344</u>
Sub-totals forward	<u>11,495,790</u>	<u>11,354,789</u>

CITY OF PORTAGE LA PRAIRIE
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
December 31, 2014

SCHEDULE 17

	2014		2013 Total	
	General	Utility		Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 506,926	\$ 30,232	\$ 537,158	\$ (313,149)
Adjustments for reporting under public sector accounting standards				
Eliminate interfund (revenue) expense	(13,650)	13,650	-	-
Eliminate expense - transfers to reserves	2,708,709	3,244,658	5,953,367	7,484,512
Eliminate revenue - transfers from reserves	(1,578,983)	(4,366,556)	(5,945,539)	(2,320,602)
Increase revenue - reserve funds interest	379,411	-	379,411	375,999
Increase revenue - Net surplus of consolidated entities	71,304	-	71,304	117,352
Eliminate revenue - transfer from nominal surplus	(339,494)	(311,276)	(650,770)	-
Increase expense - amortization of tangible capital assets	(1,599,073)	(248,542)	(1,847,615)	(4,355,921)
Decrease expense - principal portion of debenture debt	1,009,103	895,738	1,904,841	2,193,175
Eliminate expense - acquisitions of tangible capital assets	1,291,792	3,897,837	5,189,629	1,124,755
NET SURPLUS PER CONSOLIDATED STATEMENT OF OPERATIONS	<u>\$ 2,436,045</u>	<u>\$ 3,155,741</u>	<u>\$ 5,591,786</u>	<u>\$ 4,306,121</u>