

CITY OF PORTAGE LA PRAIRIE

**Consolidated Financial Statements
For the Year Ended December 31, 2015**

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 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.

The Council is composed of individuals who are neither management nor employees of the Municipality. 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 Municipality's external auditors.

MNP LLP as the Municipality'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 Municipality in accordance with Canadian public sector accounting standards.



Amanda Watson
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, 2015 and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2015, 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 consolidated financial position of the City of Portage la Prairie as at December 31, 2015, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2015 in accordance with Canadian public sector accounting standards.

August 8, 2016
Portage la Prairie, Manitoba

MNP LLP

Chartered Professional Accountants

CITY OF PORTAGE LA PRAIRIE

Consolidated Financial Statements

For the Year Ended December 31, 2015

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**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2015**

	<u>2015</u>	<u>2014</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 18,724,929	\$ 16,494,964
Amounts receivable (Note 4)	3,656,824	3,633,510
Portfolio investments (Note 5)	9,880,211	10,154,866
Real estate properties held for sale	103,224	103,280
Other inventories for sale (Note 6)	<u>4,241</u>	<u>4,884</u>
	<u>\$ 32,369,429</u>	<u>\$ 30,391,504</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	\$ 4,762,070	\$ 5,503,570
Deferred revenue	183,881	87,663
Landfill closure and post closure liabilities (Note 8)	41,685	38,074
Long-term debt (Note 9)	<u>13,565,441</u>	<u>15,495,850</u>
	<u>18,553,077</u>	<u>21,125,157</u>
NET FINANCIAL ASSETS	<u>\$ 13,816,352</u>	<u>\$ 9,266,347</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 71,818,917	\$ 68,865,635
Inventories (Note 6)	300,679	278,474
Prepaid expenses	<u>211,473</u>	<u>261,690</u>
	<u>72,331,069</u>	<u>69,405,799</u>
ACCUMULATED SURPLUS (DEFICIT) (Note 15)	<u>\$ 86,147,421</u>	<u>\$ 78,672,146</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, 2015**

	2015 Budget (Note 14)	2015 Actual	2014 Actual
REVENUE			
Property taxes	\$ 10,107,570	\$ 10,219,234	\$ 10,096,887
Grants in lieu of taxation	889,891	889,891	884,560
User fees	3,113,559	3,310,103	2,954,527
Permits, licences and fines	391,100	390,204	339,570
Investment income	58,386	494,305	453,028
Other revenue	354,671	373,277	557,671
Water and sewer	11,955,232	11,341,071	11,041,990
Grants - Province of Manitoba	4,395,046	3,667,558	3,516,034
Grants - other	471,235	1,210,002	1,130,876
Total revenue (Schedules 2, 4 and 5)	31,736,690	31,895,645	30,975,143
EXPENSES			
General government services	2,316,972	2,238,241	2,025,288
Protective services	5,548,730	5,513,633	5,161,083
Transportation services	2,755,933	2,673,872	2,560,194
Environmental health services	964,472	980,967	994,818
Public health and welfare services	325,800	299,341	308,166
Regional planning and development	562,028	584,902	559,853
Resource conservation and industrial development	321,964	589,887	557,876
Recreation and cultural services	5,490,235	5,405,389	5,329,830
Water and sewer services	11,479,224	6,134,138	7,886,249
Total expenses (Schedules 3, 4 and 5)	29,765,358	24,420,370	25,383,357
ANNUAL SURPLUS	1,971,332	7,475,275	5,591,786
ACCUMULATED SURPLUS, BEGINNING OF YEAR		78,672,146	73,080,360
ACCUMULATED SURPLUS, END OF YEAR		\$ 86,147,421	\$ 78,672,146

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

**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2015**

	<u>2015 Budget (Note 14)</u>	<u>2015 Actual</u>	<u>2014 Actual</u>
ANNUAL SURPLUS	\$ 1,971,332	\$ 7,475,275	\$ 5,591,786
Acquisition of tangible capital assets	(6,538,510)	(5,010,926)	(5,516,821)
Amortization of tangible capital assets	2,050,166	2,050,166	1,954,468
Loss (Gain) on sale of tangible capital assets	-	(12,537)	38,131
Proceeds on sale of tangible capital assets	-	20,015	37,330
Decrease (increase) in inventories	-	(22,205)	20,705
Decrease (increase) in prepaid expense	-	50,217	(169,385)
	<u>(4,488,344)</u>	<u>(2,925,270)</u>	<u>(3,635,572)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>(2,517,012)</u>	4,550,005	1,956,214
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>9,266,347</u>	<u>7,310,133</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 13,816,352</u>	<u>\$ 9,266,347</u>

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

**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2015**

	<u>2015</u>	<u>2014</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 7,475,275	\$ 5,591,786
Changes in non-cash items:		
Amounts receivable	(23,314)	(302,018)
Inventories	(21,562)	19,960
Prepays	50,217	(169,385)
Accounts payable and accrued liabilities	(741,500)	1,298,354
Deferred revenue	96,218	18,489
Landfill closure and post closure liabilities	3,611	3,060
Loss (Gain) on sale of real estate properties	(90)	(17,432)
Loss (Gain) on sale of tangible capital asset	(12,537)	38,131
Amortization	2,050,166	1,954,468
Cash provided by operating transactions	<u>8,876,484</u>	<u>8,435,413</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	20,015	37,330
Cash used to acquire tangible capital assets	<u>(5,010,926)</u>	<u>(5,516,821)</u>
Cash applied to capital transactions	<u>(4,990,911)</u>	<u>(5,479,491)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	274,655	-
Proceeds on sale of real estate properties	146	32,171
Purchase of portfolio investments	-	<u>(3,654,638)</u>
Cash provided by (applied to) investing transactions	<u>274,801</u>	<u>(3,622,467)</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	66,670
Debt repayment	<u>(1,930,409)</u>	<u>(1,917,074)</u>
Cash applied to financing transactions	<u>(1,930,409)</u>	<u>(1,850,404)</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	2,229,965	(2,516,949)
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>16,494,964</u>	<u>19,011,913</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 18,724,929</u>	<u>\$ 16,494,964</u>

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, 2015

1. Status of the City of Portage la Prairie

The incorporated City of Portage la Prairie is a municipality that was created in 1907 pursuant to The Municipal Act. The City provides or funds municipal services such as police, fire, public works, 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, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the municipality. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Portage Handivan Inc.

The Municipality 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 Municipality's pro-rata share of each of the assets, liabilities, revenues 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%) (2014 - 66.67%)
Portage la Prairie Regional Landfill Authority (66.67%) (2014 - 66.67%)
Portage la Prairie Regional Library (77.00%) (2014 - 77.00%)
Portage Regional Recreation Authority (75.00%) (2014 - 75.00%)
Central Plains Inc. (66.67%) (2014 - 66.67%)

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

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

b) Basis of Accounting

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

c) Cash and Temporary Investments

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

d) Investments

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

Portfolio investments are accounted for at cost.

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

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 revenue over expenses, provides the change in net financial assets for the year.

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

h) Tangible Capital Assets

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

General Tangible Capital Assets

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

Infrastructure Assets

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

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

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

Related Party Disclosures (PS 2200)

In March 2015, as part of the CPA Canada Public Sector Accounting Handbook Revisions Release No. 42, the Public Sector Accounting Board (PSAB) issued a new standard, PS 2200 *Related Party Disclosures*. This new Section defines related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the financial statements. This section is effective for fiscal years beginning on or after April 1, 2017. Early adoption is permitted.

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

2. Significant Accounting Policies (continued)

l) Recent Accounting Pronouncements (continued)

Contingent Assets (PS 3320)

In June 2015, new PS 3320 *Contingent Assets* was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section establishes disclosure standards on contingent assets. The main features of this standard are as follows:

- Contingent assets are possible assets arising from existing conditions or situations involving uncertainty. That uncertainty will ultimately be resolved when one or more future events not wholly within the public sector entity's control occurs or fails to occur. Resolution of the uncertainty will confirm the existence or non-existence of an asset.
- Passing legislation that has retroactive application after the financial statement date cannot create an existing condition or situation at the financial statement date.
- Elected or public sector entity officials announcing public sector entity intentions after the financial statement date cannot create an existing condition or situation at the financial statement date.
- Disclosures should include existence, nature, and extent of contingent assets, as well as the reasons for any non-disclosure of extent, and the bases for any estimates of extent made.
- When a reasonable estimate can be made, disclosure should include a best estimate and a range of possible amounts (or a narrower range of more likely amounts), unless such a disclosure would have an adverse impact on the outcome.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

Contractual Rights (PS 3380)

In June 2015, new PS 3380 *Contractual Rights* was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). This new Section establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this standard are as follows:

- Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.
- Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.
- Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.
- Disclosures should include descriptions about nature, extent, and timing.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

Inter-entity Transactions (PS 3420)

In March 2015, the Public Sector Accounting Board (PSAB) issued new PS 3420 *Inter-entity Transactions*. The new Section establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective. The main features of the new Section are:

- Under a policy of cost allocation, revenues and expenses are recognized on a gross basis.
- Transactions are measured at the carrying amount, except in specific circumstances.
- A recipient may choose to recognize unallocated costs for the provision of goods and services and measure them at the carrying amount, fair value or other amount dictated by policy, accountability structure or budget practice.
- The transfer of an asset or liability for nominal or no consideration is measured by the provider at the carrying amount and by the recipient at the carrying amount or fair value.
- Inter-entity transactions are considered in conjunction with PS 2200 *Related Party Disclosures*.

The standard is effective for fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted.

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2015</u>	<u>2014</u>
Cash	\$ 18,068,844	\$ 15,994,497
Temporary investments	656,085	500,467
	<u>\$ 18,724,929</u>	<u>\$ 16,494,964</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$25,499,808 (2014 - \$22,794,912) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2015</u>	<u>2014</u>
Taxes on roll (Schedule 11)	\$ 839,179	\$ 782,748
Government grants	572,213	480,214
Utility customers	906,992	899,479
Accrued interest	995	1,017
Organizations and individuals	1,161,500	1,200,505
Other governments	188,840	284,831
	<u>3,669,719</u>	<u>3,648,794</u>
Less allowances for doubtful amounts	<u>(12,895)</u>	<u>(15,284)</u>
	<u>\$ 3,656,824</u>	<u>\$ 3,633,510</u>

5. Portfolio Investments

	<u>2015</u>	<u>2014</u>
Guaranteed investment certificate and term deposits	<u>\$ 9,880,211</u>	<u>\$ 10,154,866</u>

The aggregate market value of the marketable securities at December 31, 2015 is \$9,880,211 (2014 - \$10,154,866). Portfolio investments earned \$21,445 in investment income during the year (2014 - \$123,114).

6. Inventories

Inventories for sale:

	<u>2015</u>	<u>2014</u>
Food and beverages	<u>\$ 4,241</u>	<u>\$ 4,884</u>

Inventories for use:

	<u>2015</u>	<u>2014</u>
Chemicals, herbicides, insecticides	\$ 243,304	\$ 224,374
Fuel	8,279	8,275
Other supplies	49,096	45,825
	<u>\$ 300,679</u>	<u>\$ 278,474</u>

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

7. Accounts Payable and Accrued Liabilities

	<u>2015</u>	<u>2014</u>
Accounts payable	\$ 904,948	\$ 718,189
Accrued expenses	1,027,755	792,921
Accrued interest payable	424,518	484,520
School levies (Schedule 13)	949,543	794,448
Other governments	1,455,306	2,713,492
	<u>\$ 4,762,070</u>	<u>\$ 5,503,570</u>

8. Landfill Closure and Post Closure Liabilities

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.

	<u>2015</u>	<u>2014</u>
Estimated closure and post closure costs over the next 27 years	<u>\$ 216,011</u>	<u>\$ 216,011</u>
Discount rate	<u>5.90%</u>	<u>5.90%</u>
Discounted costs	<u>\$ 75,988</u>	<u>\$ 71,729</u>
Expected year capacity will be reached	2041	2041
Capacity (tonnes):		
Used to date	1,359,180	1,315,170
Remaining	1,118,520	1,162,530
Total	2,477,700	2,477,700
Percent utilized	<u>54.86%</u>	<u>53.08%</u>
Liability based on percentage	<u>\$ 41,685</u>	<u>\$ 38,074</u>

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

9. Long-Term Debt

	<u>2015</u>	<u>2014</u>
General Authority:		
Loan payable, interest at 6.754%, payable at \$2,000 monthly including interest, maturing 2020	\$ 63,212	\$ 75,222
Debenture, interest at 6.250%, payable at \$38,721 annually including interest, maturing 2019	133,408	162,003
Debenture, interest at 5.375%, payable at \$19,760 annually including interest, maturing 2021	99,104	112,801
Debenture, interest at 5.375%, payable at \$7,410 annually including interest, maturing 2021	37,164	42,300
Debenture, interest at 5.375%, payable at \$4,342 annually including interest, maturing 2016	4,120	8,030
Debenture, interest at 5.375%, payable at \$12,515 annually including interest, maturing 2016	11,876	23,147
Debenture, interest at 5.375%, payable at \$4,965 annually including interest, maturing 2016	4,712	9,184
Debenture, interest at 5.500%, payable at \$697,379 annually including interest, maturing 2024	4,848,316	5,256,583
Debenture, interest at 5.500%, payable at \$298,877 annually including interest, maturing 2024	2,077,850	2,252,821
Debenture, interest at 5.500%, payable at \$8,468 annually including interest, maturing 2024	58,872	63,830
Debenture, interest at 5.500%, payable at \$145,952 annually including interest, maturing 2024	1,014,684	1,100,128
Debenture, interest at 5.500%, payable at \$159,401 annually including interest, maturing 2025	1,201,505	1,289,958
Debenture, interest at 5.500%, payable at \$9,963 annually including interest, maturing 2025	75,094	80,622
Debenture, interest at 5.500%, payable at \$9,963 annually including interest, maturing 2025	75,094	80,622
Debenture, interest at 5.250%, payable at \$146,965 annually including interest, maturing 2025	1,121,178	1,204,887
Debenture, interest at 5.250%, payable at \$9,798 annually including interest, maturing 2025	74,745	80,326
Debenture, interest at 5.250%, payable at \$19,595 annually including interest, maturing 2025	149,490	160,652
Debenture, interest at 5.250%, payable at \$19,595 annually including interest, maturing 2025	149,490	160,652
Loan payable, interest at 4.000%, payable at \$1,842 monthly including interest, maturing 2019	53,357	65,691
	<u>\$ 11,253,271</u>	<u>\$ 12,229,459</u>

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

9. Long-Term Debt (continued)

Sub-total (previous page)	<u>\$ 11,253,271</u>	<u>\$ 12,229,459</u>
Utility Funds:		
Debenture for Sewage Facility, interest at 7.000%, payable at \$54,897 annually including interest, maturing 2017	99,255	144,068
Debenture for Sewage Facility, interest at 7.125%, payable at \$33,199 annually including interest, maturing 2017	59,920	86,926
Debenture for Sewage Facility, interest at 7.000%, payable at \$219,589 annually including interest, maturing 2017	397,021	576,272
Debenture for Sewage Facility, interest at 7.125%, payable at \$33,199 annually including interest, maturing 2017	59,920	86,926
Debenture for Sewage Facility, interest at 7.000%, payable at \$548,973 annually including interest, maturing 2017	992,554	1,440,679
Debenture for Sewage Facility, interest at 6.750%, payable at \$75,647 annually including interest, maturing 2017	137,247	199,432
Debenture for Sewage Facility, interest at 6.500%, payable at \$21,271 annually including interest, maturing 2018	56,335	72,869
Debenture for Sewage Facility, interest at 6.625%, payable at \$75,046 annually including interest, maturing 2018	198,301	256,363
Debenture for Sewage Facility, interest at 6.625%, payable at \$117,929 annually including interest, maturing 2018	<u>311,617</u>	<u>402,856</u>
	<u>\$ 2,312,170</u>	<u>\$ 3,266,391</u>
	<u>\$ 13,565,441</u>	<u>\$ 15,495,850</u>

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

2016	\$ 2,049,235
2017	\$ 2,154,297
2018	\$ 1,323,224
2019	\$ 1,182,313
2020	\$ 1,188,974

10. Commitments

The City has a contract for janitorial services of approximately \$196,676 for the period September 1, 2016 to August 31, 2018.

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.

The City has a contract for the collection of residential solid waste of approximately \$1,230,560 for the period August 1, 2016 to July 31, 2019.

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

11. 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 \$483,376 (2014 - \$441,390) 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, 2014 indicated the plan was 95.2% funded on a going concern basis and had an unfunded solvency liability of \$237.2 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, 2014.

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 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 values of these financial instruments approximate their carrying values.

13. Subsequent Events

Subsequent to the year-end, the City contracted for the supply of chemicals for the Water Treatment Plant for a one year period for approximately \$535,097. This project is to be funded by utility operating fund.

Subsequent to year-end, the City contracted for the land application of biosolids for the 2016 season at a cost of \$337 per dry tonne up to \$495,243. This project is to be funded by utility operating fund.

Subsequent to the year-end, the City contracted for the 2016 waste water sewer renewal contract of approximately \$157,360. This project is to be funded by utility operating fund.

Subsequent to the year-end, the City contracted for construction work with respect to the 2016 pavement contract of approximately \$865,822. This project is to be funded by grants, reserves and operating fund.

**CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

14. 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 consolidated financial statements have been approved by council.

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

15. Accumulated Surplus

	<u>2015</u>	<u>2014</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 982,273	\$ 1,371,743
Utility operating fund - Nominal surplus	250,646	214,424
TCA net of related borrowings	57,090,189	52,226,981
Reserve funds	<u>25,499,808</u>	<u>22,794,912</u>
Accumulated surplus of municipality unconsolidated	83,822,916	76,608,060
Accumulated surpluses of consolidated entities	<u>2,324,505</u>	<u>2,064,086</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 86,147,421</u>	<u>\$ 78,672,146</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 Municipality. For the year ended December 31, 2015:

- a) Compensation paid to members of council amounted to \$135,769 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	\$ 39,633	\$ 5,265	\$ 44,898
Councillor - Brent Froese	15,202	569	15,771
Councillor - Liz Driedger	15,877	3,841	19,718
Councillor - Brent Budz	18,026	1,175	19,201
Councillor - Ryan Espey	15,427	2,113	17,540
Councillor - Wayne Wall	16,177	3,828	20,005
Councillor - Melissa Draycott	<u>15,427</u>	<u>1,496</u>	<u>16,923</u>
	<u>\$ 135,769</u>	<u>\$ 18,287</u>	<u>\$ 154,056</u>

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

16. Public Sector Compensation Disclosure (continued)

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Jean-Marc Nadeau	City Manager	\$ 147,591
Nettie Neudorf	Director of Finance	\$ 106,439
Darren Jones	IT	\$ 65,133
Diane Van Aert	Administration Assistant	\$ 57,788
Kathy McGregor	Communications Coordinator	\$ 51,598
David Green	Manager of Parks	\$ 79,573
Tieny Kirchner	Manager of Finance	\$ 76,978
Brandy Smith	Human Resource Officer	\$ 66,160
Adam Carpenter	Transportation Operator B	\$ 64,347
Matthew Phillips	Engineering Technologist	\$ 65,026
Matthew Heintz	Engineering Technologist	\$ 64,623
Mady Costley	GIS Technologist	\$ 59,418
Phil Carpenter	Fire Chief	\$ 105,198
Brad Bailey	Fire Fighter	\$ 74,975
Jared Bergen	Fire Fighter	\$ 75,274
Dave Holmes	Deputy Fire Chief	\$ 96,107
Norman Vuignier	Fire Fighter	\$ 75,092
Corey Jowett	Fire Fighter	\$ 89,748
George Kerr	Fire Fighter	\$ 83,019
Curtis Rance	Fire Fighter	\$ 75,013
Todd McKinnon	Fire Fighter	\$ 89,870
Don Robertson	Fire Fighter	\$ 82,532
Stephen Moffit	Fire Fighter	\$ 75,721
David Sproat	Fire Fighter	\$ 86,221
Landeyn Aymont	Fire Fighter	\$ 75,826
Chris Perry	Fire Fighter	\$ 75,015
Gerard Pawloski	Fire Fighter	\$ 80,192
Daren Van Den Buss	Fire Fighter	\$ 77,646
Wendell Williams	Fire Fighter	\$ 80,781
Jeff Tessier	Fire Fighter	\$ 74,629
Sharon Thorsteinson	Administration Assistant	\$ 51,838
Kelly Braden	Director of Operations	\$ 122,136
Ian Milne	Manager of Engineering	\$ 88,220
Jocelyn Lequier-jobin	Asst. City Engineer	\$ 71,860
Shane Pierson	Assistant Mechanic	\$ 65,833
Brian Taylor	Manager of Public Works	\$ 88,557
Terry Thompson	Mechanic	\$ 80,606
Charles Ward	Pumping Station Maintenance	\$ 60,391
Trevor Bruno	Transportation Operator B	\$ 54,874
Curtis Sanderson	Transportation "A" Operator	\$ 58,720
Keith Barron	Waterworks Foreman	\$ 86,354
Lloyd Vivier	Cemetery Foreman	\$ 59,835
Vaughn Williams	Facility Maintenance	\$ 69,939
Michael Sandney	Manager of Water Treatment Plant	\$ 83,197
Jesse Taylor	Water Treatment Operator	\$ 67,701
Kaylan Rae	Water Treatment Operator	\$ 77,209
Jeff Sing	WTP Operator	\$ 82,651
John Altenburg	WPCF Operator	\$ 70,825
Rick Ingram	Maintenance Foreman	\$ 79,085
Jim Mekkes	WPCF Operator	\$ 77,855
Allan O'Neil	Facility Maintenance	\$ 67,345
Richard Yanchycki	Operations Forman	\$ 81,678
Karly Friesen	Manager of Water Pollution Control Facility	\$ 90,578
Aaron Stechesen	Lab Technologist	\$ 62,625
Wyatt McEachnie	Water Pollution Operator	\$ 69,840
Dwayne Houston	WPCF Operator	\$ 75,669
Mark Palendat	Parks Foreman	\$ 57,787
Kaley Giffin	Water Treatment Operator	\$ 67,701
Joel Trandafir	Water Treatment Operator	\$ 65,105
Jennifer Williams	RCMP Detachment Operator	\$ 50,638
Wade Lundstrom	Transportation Operator B	\$ 51,616
Bryan Cairns	Facility Maintenance	\$ 57,369
Ben Olson	Water Treatment Operator	\$ 54,259
Jordy Painter	Pumping Station Maintenance	\$ 50,651
Ronald Knott	Waterworks Maintenance	\$ 50,910

CITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

17. Segmented Information

The City of Portage la Prairie provides a wide range 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
- Resource 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.

18. Government Partnerships

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

	<u>2015</u>	<u>2014</u>
Financial Position		
Financial Assets	\$ 1,689,636	\$ 1,287,407
Liabilities	<u>712,628</u>	<u>566,550</u>
Net financial assets	\$ 977,008	\$ 720,857
Non-financial assets	<u>1,242,002</u>	<u>1,238,005</u>
Accumulated surplus	<u><u>2,219,010</u></u>	<u><u>1,958,862</u></u>
Result of Operations		
Revenues	2,244,103	2,138,717
Expenses	<u>1,983,955</u>	<u>2,013,615</u>
Annual surplus	<u><u>260,148</u></u>	<u><u>125,102</u></u>

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2015

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	2015	2014
Cost										
Opening costs	9,277,426	43,950,872	4,549,921	256,839	736,319	18,691,263	89,175,134	3,169,390	169,807,164	164,457,083
Additions during the year	171,757	69,074	636,332	70,423	1,157,640	-	909,281	1,996,419	5,010,926	5,516,821
Disposals and write downs	-	-	(99,095)	-	-	-	-	-	(99,095)	(166,740)
Closing costs	9,449,183	44,019,946	5,087,158	327,262	1,893,959	18,691,263	90,084,415	5,165,809	174,718,995	169,807,164
Accumulated Amortization										
Opening accum'd amortization	2,622,355	9,449,217	2,191,785	236,202	-	2,802,446	83,639,524	-	100,941,529	99,078,340
Amortization	313,575	1,007,632	304,479	21,919	-	101,831	300,530	-	2,050,166	1,954,468
Disposals and write downs	-	-	(91,617)	-	-	-	-	-	(91,617)	(91,279)
Closing accum'd amortization	2,935,930	10,457,049	2,404,647	258,121	-	2,904,277	83,940,054	-	102,900,078	100,941,529
Net Book Value of Tangible Capital Assets	6,513,253	33,562,897	2,682,511	69,141	1,893,959	15,786,966	6,144,361	5,165,809	71,818,917	68,865,635

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, 2015**

SCHEDULE 2

	2015	2014
	Actual	Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 10,082,265	\$ 9,900,393
Taxes added	136,969	196,494
	<u>10,219,234</u>	<u>10,096,887</u>
Grants in lieu of taxation:		
Federal government	2,515	15,953
Federal government enterprises	16,056	3,117
Provincial government	443,174	440,316
Provincial government enterprises	428,146	425,174
Other local governments	-	-
Non-government organizations	-	-
	<u>889,891</u>	<u>884,560</u>
User fees		
Parking meters	83,630	115,897
Sales of service	2,143,936	1,788,566
Sales of goods	108,931	73,603
Rentals	212,573	234,454
Development charges	-	-
Facility use fees	761,033	742,007
	<u>3,310,103</u>	<u>2,954,527</u>
Permits, licences and fines		
Permits	-	-
Licences	106,047	109,461
Fees	199,476	95,126
Fines	84,681	134,983
	<u>390,204</u>	<u>339,570</u>
Investment income:		
Cash and temporary investments	494,305	453,028
Marketable securities	-	-
Municipal debentures	-	-
Other	-	-
	<u>494,305</u>	<u>453,028</u>
Other revenue:		
Gain on sale of tangible capital assets	12,537	-
Gain on sale of real estate held for sale	90	-
Contributed assets	-	-
Penalties and interest	126,797	117,747
Miscellaneous	233,853	439,924
	<u>373,277</u>	<u>557,671</u>
Water and sewer		
Municipal utility (Schedule 9)	11,341,071	11,041,990
Consolidated water co-operatives	-	-
	<u>11,341,071</u>	<u>11,041,990</u>
Grants - Province of Manitoba		
General assistance payment	2,061,591	2,061,591
General support grant	138,612	135,256
Municipal program grants	193,233	193,233
Other unconditional grants	-	-
Conditional grants	1,274,122	1,125,954
	<u>3,667,558</u>	<u>3,516,034</u>
Grants - other		
Federal government - gas tax funding	668,442	668,527
Federal government - other	-	-
Other local governments	541,560	462,349
	<u>1,210,002</u>	<u>1,130,876</u>
Total revenue	<u>\$ 31,895,645</u>	<u>\$ 30,975,143</u>

**CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2015**

SCHEDULE 3

	2015 Actual	2014 Actual
General government services:		
Legislative	\$ 183,270	\$ 147,580
General administrative	1,827,596	1,696,521
Other	227,375	181,187
	<u>2,238,241</u>	<u>2,025,288</u>
Protective services:		
Police	3,527,306	3,231,601
Fire	1,845,527	1,778,881
Emergency measures	51,014	54,802
Other	89,786	95,799
	<u>5,513,633</u>	<u>5,161,083</u>
Transportation services:		
Road transport		
Administration and engineering	212,710	245,048
Road and street maintenance	2,025,383	1,885,886
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	89,775	72,910
Street lighting	239,109	234,037
Other	-	-
Air transport	-	-
Public transit	106,895	122,313
Other	-	-
	<u>2,673,872</u>	<u>2,560,194</u>
Environmental health services:		
Waste collection and disposal	746,627	765,988
Recycling	234,340	228,830
Other	-	-
	<u>980,967</u>	<u>994,818</u>
Public health and welfare services:		
Public health	228,567	237,445
Medical care	-	-
Social assistance	70,774	70,721
Other	-	-
	<u>299,341</u>	<u>308,166</u>
Regional planning and development		
Planning and zoning	268,562	263,776
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	208,233	198,361
Other	108,107	97,716
	<u>584,902</u>	<u>559,853</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	529,020	495,343
Industrial development	3,071	10,069
Tourism	41,397	38,205
Other	16,399	14,259
	<u>589,887</u>	<u>557,876</u>
Sub-totals forward	<u>12,880,843</u>	<u>12,167,278</u>

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2015

SCHEDULE 3

	<u>2015</u> <u>Actual</u>	<u>2014</u> <u>Actual</u>
Sub-totals forward	<u>12,880,843</u>	<u>12,167,278</u>
Recreation and cultural services:		
Administration	2,488,740	2,441,537
Community centers and halls	74,357	60,000
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	11,729	27,542
Parks and playgrounds	322,283	295,935
Other recreational facilities	1,828,229	1,859,263
Museums	-	-
Libraries	582,454	547,285
Other cultural facilities	97,597	98,268
	<u>5,405,389</u>	<u>5,329,830</u>
Water and sewer services (Schedule 9)		
Municipal utility (Schedule 9)	6,134,138	7,886,249
Consolidated water co-operatives	-	-
	<u>6,134,138</u>	<u>7,886,249</u>
Total expenses	<u>\$ 24,420,370</u>	<u>\$ 25,383,357</u>

SCHEDULE 4

CITY OF PORTAGE LA PRAIRIE
 CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
 For the Year Ended December 31, 2015

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE	\$ 10,219,234	\$ 10,096,887	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	889,891	884,560	-	-	38,805	40,333	906,724	878,856	64,718	46,944
Grants in lieu of taxation	99,537	13,185	688,988	440,142	668,442	668,527	-	-	-	-
User fees	17,003	20,000	26,000	-	-	-	-	1,227	-	45
Grants - other	104,577	108,048	285,627	230,295	21,219	13,269	6,386	5,931	25	-
Permits, licences and fines	145,632	138,665	1,520	3,636	16,187	741	-	-	-	-
Investment income	295,406	472,089	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	2,393,436	2,390,080	-	-	584,271	415,083	284,555	306,567	-	-
Prov of MB - Conditional Grants	-	-	261,100	261,460	-	-	-	-	64,743	46,989
Total revenue	\$ 14,164,716	\$ 14,123,514	\$ 1,263,235	\$ 935,533	\$ 1,328,924	\$ 1,137,953	\$ 1,197,665	\$ 1,192,581	\$ 64,743	\$ 46,989
EXPENSES	\$ 1,459,023	\$ 1,377,940	\$ 1,857,459	\$ 1,846,476	\$ 678,172	\$ 742,211	\$ 248,696	\$ 158,623	\$ 126,444	\$ 128,569
Personnel services	418,888	355,158	3,341,114	2,986,268	718,062	509,463	584,855	718,915	82,945	82,417
Contract services	55,349	53,555	66,196	63,924	286,807	282,025	5,405	7,832	6,472	6,128
Utilities	48,583	75,182	131,941	149,484	624,789	625,651	73,703	57,320	78,726	85,985
Maintenance materials and supplies	56,131	28,500	2,774	2,746	-	4,181	-	-	3,563	3,890
Grants and contributions	15,086	13,134	114,149	109,840	346,586	332,446	60,018	46,695	-	-
Amortization	-	-	-	-	17,285	22,293	2,403	249	-	-
Interest on long-term debt	185,181	121,819	-	2,345	2,171	41,924	5,887	5,184	1,191	1,177
Other	-	-	-	-	-	-	-	-	-	-
Total expenses	\$ 2,238,241	\$ 2,025,288	\$ 5,513,633	\$ 5,161,083	\$ 2,673,872	\$ 2,560,194	\$ 980,967	\$ 994,818	\$ 299,341	\$ 308,166
Surplus (Deficit)	\$ 11,926,475	\$ 12,098,226	\$ (4,250,398)	\$ (4,225,550)	\$ (1,344,948)	\$ (1,422,241)	\$ 216,698	\$ 197,763	\$ (234,598)	\$ (261,177)

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

SCHEDULE 4

CITY OF PORTAGE LA PRAIRIE
 CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
 For the Year Ended December 31, 2015

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 889,891	\$ 884,560
Grants in lieu of taxation	-	-	-	-	-	-	-	-	3,310,103	2,954,527
User fees	397,664	436,207	38,677	32,702	1,074,990	1,066,158	-	-	1,210,002	1,130,876
Grants - other	22,208	12,208	53,086	29,930	423,263	400,211	-	-	390,204	339,570
Permits, licences and fines	-	-	-	-	-	-	-	-	494,305	453,028
Investment income	17,743	21,790	492	711	8,672	10,284	292,616	258,697	373,277	557,671
Other revenue	-	5,002	2,442	1,458	59,242	78,381	-	-	11,341,071	11,041,990
Water and sewer	-	-	-	-	-	-	11,341,071	11,041,990	-	-
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	2,393,436	2,390,080
Prov of MB - Conditional Grants	-	-	3,484	1,000	140,712	141,844	-	-	1,274,122	1,125,954
Total revenue	\$ 437,615	\$ 475,207	\$ 98,181	\$ 65,801	\$ 1,706,879	\$ 1,696,878	\$ 11,633,687	\$ 11,300,687	\$ 31,895,645	\$ 30,975,143
EXPENSES										
Personnel services	\$ 304,279	\$ 287,906	\$ 323,709	\$ 335,500	\$ 1,699,388	\$ 1,633,345	\$ 2,644,419	\$ 2,660,396	\$ 9,341,589	\$ 9,170,966
Contract services	162,965	162,089	89,662	90,841	384,926	359,990	1,400,512	3,191,737	7,183,929	8,456,878
Utilities	8,762	9,200	9,493	13,115	365,678	365,604	886,304	891,241	1,690,466	1,692,624
Maintenance materials and supplies	61,830	59,302	79,830	60,773	543,555	488,019	592,189	522,332	2,235,146	2,124,048
Grants and contributions	22,205	12,206	68,326	41,662	576,161	565,852	-	-	729,160	659,037
Amortization	22,017	25,655	11,011	7,947	1,180,769	1,170,209	300,530	248,542	2,050,166	1,954,468
Interest on long term debt	-	-	2,790	3,546	613,799	661,097	196,269	260,105	832,546	947,290
Other	2,844	3,495	5,066	4,492	41,113	85,714	113,915	111,896	357,368	378,046
Total expenses	\$ 584,902	\$ 559,853	\$ 589,887	\$ 557,876	\$ 5,405,389	\$ 5,329,830	\$ 6,134,138	\$ 7,886,249	\$ 24,420,370	\$ 25,383,357
Surplus (Deficit)	\$ (147,287)	\$ (84,646)	\$ (491,706)	\$ (492,075)	\$ (3,698,510)	\$ (3,632,952)	\$ 5,499,549	\$ 3,414,438	\$ 7,475,275	\$ 5,591,786

CITY OF PORTAGE LA PRAIRIE
CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the Year Ended December 31, 2015

SCHEDULE 5

	Core Government		Controlled Entities		Government Partnerships		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE								
Property taxes	\$ 10,219,234	\$ 10,096,887	\$ -	\$ -	\$ -	\$ -	\$ 10,219,234	\$ 10,096,887
Grants in lieu of taxation	889,891	884,560	-	-	-	-	889,891	884,560
User fees	1,723,319	1,418,674	28,683	30,800	1,558,101	1,505,053	3,310,103	2,954,527
Grants - other	738,767	688,527	-	-	471,235	442,349	1,210,002	1,130,876
Permits, licences and fines	390,204	339,570	-	-	-	-	390,204	339,570
Investment income	481,919	438,385	174	208	12,212	14,435	494,305	453,028
Other revenue	295,406	517,419	16,187	741	61,684	39,511	373,277	557,671
Water and sewer	11,341,071	11,041,990	-	-	-	-	11,341,071	11,041,990
Prov of MB - Unconditional Grants	2,393,436	2,390,080	-	-	-	-	2,393,436	2,390,080
Prov of MB - Conditional Grants	1,097,529	978,219	35,722	10,366	140,871	137,369	1,274,122	1,125,954
Total revenue	\$ 29,570,776	\$ 28,794,311	\$ 80,766	\$ 42,115	\$ 2,244,103	\$ 2,138,717	\$ 31,895,645	\$ 30,975,143
EXPENSES								
Personnel services	\$ 7,367,238	\$ 7,321,681	\$ 55,580	\$ 55,040	\$ 1,918,771	\$ 1,794,245	\$ 9,341,589	\$ 9,170,966
Contract services	6,858,318	7,998,163	15,884	15,204	309,727	443,511	7,183,929	8,456,878
Utilities	1,339,004	1,333,189	2,164	2,496	349,298	356,939	1,690,466	1,692,624
Maintenance materials and supplies	1,687,725	1,651,592	15,133	25,775	532,288	446,681	2,235,146	2,124,048
Grants and contributions	2,041,524	1,892,176	(26,400)	(22,219)	(1,285,964)	(1,210,920)	729,160	659,037
Amortization	1,922,971	1,847,615	17,643	17,643	109,552	89,210	2,050,166	1,954,468
Interest on long term debt	827,353	943,495	-	-	5,193	3,795	832,546	947,290
Other	311,787	285,918	491	1,974	45,090	90,154	357,368	378,046
Total expenses	\$ 22,355,920	\$ 23,273,829	\$ 80,495	\$ 95,913	\$ 1,983,955	\$ 2,013,615	\$ 24,420,370	\$ 25,383,357
Surplus (Deficit)	\$ 7,214,856	\$ 5,520,482	\$ 271	\$ (53,798)	\$ 260,148	\$ 125,102	\$ 7,475,275	\$ 5,591,786

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

SCHEDULE 6

	2015							
	General Reserve	Equipment Replacement Reserve	Cemetery Reserve	Recreation Reserve	Fire Truck Reserve	Handicap Access Reserve	Land Development Reserve	Sub-total
REVENUE								
Investment income	\$ 73,988	\$ 2,876	\$ 25	\$ -	\$ 1,520	\$ 698	\$ 14,650	\$ 93,757
Other income	-	-	-	-	-	-	-	-
Total revenue	73,988	2,876	25	-	1,520	698	14,650	93,757
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	73,988	2,876	25	-	1,520	698	14,650	93,757
TRANSFERS								
Transfers from general operating fund	1,129,961	170,000	-	-	150,000	-	35,651	1,485,612
Transfers to general operating fund	(26,248)	-	-	-	-	-	-	(26,248)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(822,892)	(22,794)	-	-	(410,000)	-	(205,953)	(1,461,639)
CHANGE IN RESERVE FUND BALANCES	354,809	150,082	25	-	(258,480)	698	(155,652)	91,482
FUND SURPLUS, BEGINNING OF YEAR	5,284,746	104,200	1,951	-	280,167	54,100	1,176,671	6,901,835
FUND SURPLUS, END OF YEAR	\$ 5,639,555	\$ 254,282	\$ 1,976	\$ -	\$ 21,687	\$ 54,798	\$ 1,021,019	\$ 6,993,317

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

SCHEDULE 6

	2015							Sub-total
	Environmental Reserve	Computer Reserve	Crescent Lake Reserve	Handivan Reserve	Special Administration Reserve	Capital Levy Reserve	Dedication Fees Reserve	
REVENUE								
Investment income	\$ 5,994	\$ 1,988	\$ 209	\$ 28	\$ 5,259	\$ 1,180	\$ 280	\$ 108,695
Other income	-	-	-	-	-	-	-	-
Total revenue	5,994	1,988	209	28	5,259	1,180	280	108,695
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	5,994	1,988	209	28	5,259	1,180	280	108,695
TRANSFERS								
Transfers from general operating fund	120,544	30,000	611	15,000	270,150	-	-	1,921,917
Transfers to general operating fund	(20,168)	(6,241)	-	-	(424,834)	-	-	(477,491)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	18,000	-	-	-	-	-	18,000
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(14,041)	(53,961)	-	-	-	-	-	(1,529,641)
CHANGE IN RESERVE FUND BALANCES	92,329	(10,214)	820	15,028	(149,425)	1,180	280	41,480
FUND SURPLUS, BEGINNING OF YEAR	481,273	165,760	16,165	108	400,295	91,464	21,680	8,078,580
FUND SURPLUS, END OF YEAR	\$ 573,602	\$ 155,546	\$ 16,985	\$ 15,136	\$ 250,870	\$ 92,644	\$ 21,960	\$ 8,120,060

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

SCHEDULE 6

	2015							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	\$ 46	\$ 825	\$ 182	\$ 16,136	\$ -	\$ 157,339	\$ 135,277	\$ 418,500
Other income	-	-	-	-	-	-	-	-
Total revenue	46	825	182	16,136	-	157,339	135,277	418,500
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	46	825	182	16,136	-	157,339	135,277	418,500
TRANSFERS								
Transfers from general operating fund	35,153	20,000	-	718,442	20,000	-	-	2,715,512
Transfers to general operating fund	(39,400)	-	-	-	(4,357)	-	-	(521,248)
Transfer from nominal surplus	-	-	-	-	-	600,000	(600,000)	-
Transfers from utility operating fund	-	-	-	-	-	1,447,506	1,420,873	2,886,379
Transfers to utility operating fund	-	-	-	-	-	(468,163)	-	(468,163)
Acquisition of tangible capital assets	-	-	-	(86,820)	-	(789,789)	-	(2,406,250)
CHANGE IN RESERVE FUND BALANCES	(4,201)	20,825	182	647,758	15,643	946,893	956,150	2,624,730
FUND SURPLUS, BEGINNING OF YEAR	4,201	47,679	10,290	1,250,312	39,042	7,201,836	6,131,616	22,763,556
FUND SURPLUS, END OF YEAR	\$ -	\$ 68,504	\$ 10,472	\$ 1,898,070	\$ 54,685	\$ 8,148,729	\$ 7,087,766	\$ 25,388,286

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

SCHEDULE 6

	2015			2014
	Accomodation Tax Marketing Reserve	Accomodation Tax Sask Ave Reserve	Total	Total
REVENUE				
Investment income	\$ -	\$ -	\$ 418,500	\$ 379,411
Other income	-	-	-	-
Total revenue	-	-	418,500	379,411
EXPENSES				
Investment charges	-	-	-	-
Other expenses	-	-	-	-
Total expenses	-	-	-	-
NET REVENUES	-	-	418,500	379,411
TRANSFERS				
Transfers from general operating fund	62,583	62,583	2,840,678	2,708,709
Transfers to general operating fund	(45,000)	-	(566,248)	(872,945)
Transfer from nominal surplus	-	-	-	-
Transfers from utility operating fund	-	-	2,886,379	3,244,658
Transfers to utility operating fund	-	-	(468,163)	(4,366,556)
Acquisition of tangible capital assets	-	-	(2,406,250)	(706,038)
CHANGE IN RESERVE FUND BALANCES	17,583	62,583	2,704,896	387,239
FUND SURPLUS, BEGINNING OF YEAR	(17,131)	48,487	22,794,912	22,407,673
FUND SURPLUS, END OF YEAR	\$ 452	\$ 111,070	\$ 25,499,808	\$ 22,794,912

CITY OF PORTAGE LA PRAIRIE
SCHEDULE OF TRUST FUNDS
For the Year Ended December 31, 2015

SCHEDULE 7

	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	\$ 1,565	\$ 4,189	\$ 152,718	\$ 21	\$ 52,998	\$ -	\$ 1	\$ 211,492
Portfolio investments	-	-	128,486	-	-	-	-	128,486
Due from Municipality	-	-	7,453	-	-	10,389	-	17,842
	<u>\$ 1,565</u>	<u>\$ 4,189</u>	<u>\$ 288,657</u>	<u>\$ 21</u>	<u>\$ 52,998</u>	<u>\$ 10,389</u>	<u>\$ 1</u>	<u>\$ 357,820</u>
LIABILITIES AND FUND BALANCES								
Due to Municipality	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 1
Fund balance	1,565	4,189	288,657	21	52,998	10,389	-	357,819
	<u>\$ 1,565</u>	<u>\$ 4,189</u>	<u>\$ 288,657</u>	<u>\$ 21</u>	<u>\$ 52,998</u>	<u>\$ 10,389</u>	<u>\$ 1</u>	<u>\$ 357,820</u>
REVENUES								
Contributions and donations	\$ -	\$ -	\$ 3,563	\$ -	\$ -	\$ 4,716	\$ -	\$ 8,279
Investment income	27	73	5,925	1	919	-	-	6,945
	<u>27</u>	<u>73</u>	<u>9,488</u>	<u>1</u>	<u>919</u>	<u>4,716</u>	<u>-</u>	<u>15,224</u>
EXPENDITURES								
Cemetery maintenance	-	-	-	-	-	-	-	-
Distribution to beneficiaries	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	4,967	-	4,967
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,967</u>	<u>-</u>	<u>4,967</u>
EXCESS OF REVENUES OVER EXPENDITURES								
	27	73	9,488	1	919	(251)	-	10,257
FUND BALANCE, BEGINNING OF YEAR								
	1,538	4,116	279,169	20	52,079	10,640	-	347,562
FUND BALANCE, END OF YEAR								
	<u>\$ 1,565</u>	<u>\$ 4,189</u>	<u>\$ 288,657</u>	<u>\$ 21</u>	<u>\$ 52,998</u>	<u>\$ 10,389</u>	<u>\$ -</u>	<u>\$ 357,819</u>

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF TRUST FUNDS
 For the Year Ended December 31, 2015

SCHEDULE 7

	Golf Island Park	Centennial Community Club Inc.	Misc City Contributions	DARE Program	2014 Election Surplus	Total 2015	Total 2014
ASSETS							
Cash and temporary investments	\$ -	\$ -	\$ -	\$ 946	\$ -	\$ 212,438	\$ 208,755
Portfolio investments	-	-	-	-	-	128,486	125,209
Due from Municipality	2,121	-	1,725	-	98	21,786	25,926
	<u>\$ 2,121</u>	<u>\$ -</u>	<u>\$ 1,725</u>	<u>\$ 946</u>	<u>\$ 98</u>	<u>\$ 362,710</u>	<u>\$ 359,890</u>
LIABILITIES AND FUND BALANCES							
Due to Municipality	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 1
Fund balance	2,121	-	1,725	946	98	362,709	359,889
	<u>\$ 2,121</u>	<u>\$ -</u>	<u>\$ 1,725</u>	<u>\$ 946</u>	<u>\$ 98</u>	<u>\$ 362,710</u>	<u>\$ 359,890</u>
REVENUES							
Contributions and donations	\$ -	\$ 8,500	\$ 1,500	\$ -	\$ 76	\$ 18,355	\$ 120,023
Investment income	-	-	-	16	-	6,961	7,047
	-	8,500	1,500	16	76	25,316	127,070
EXPENDITURES							
Cemetery maintenance	-	-	-	-	-	-	-
Distribution to beneficiaries	-	-	-	-	-	-	101,741
Other	9,029	8,500	-	-	-	22,496	24
	<u>9,029</u>	<u>8,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,496</u>	<u>101,765</u>
EXCESS OF REVENUES OVER EXPENDITURES							
	(9,029)	-	1,500	16	76	2,820	25,305
FUND BALANCE, BEGINNING OF YEAR							
	11,150	-	225	930	22	359,889	334,584
FUND BALANCE, END OF YEAR	<u>\$ 2,121</u>	<u>\$ -</u>	<u>\$ 1,725</u>	<u>\$ 946</u>	<u>\$ 98</u>	<u>\$ 362,709</u>	<u>\$ 359,889</u>

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
 December 31, 2015

SCHEDULE 8

	<u>2015</u>	<u>2014</u>
	Total	Total
FINANCIAL ASSETS		
Amounts receivable	\$ 906,442	\$ 898,929
Due from other funds	<u>379,115</u>	<u>-</u>
	<u>\$ 1,285,557</u>	<u>\$ 898,929</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 1,278,586	\$ 454,910
Long-term debt (Note 9)	2,312,170	3,266,391
Due to other funds	<u>-</u>	<u>458,885</u>
	<u>3,590,756</u>	<u>4,180,186</u>
NET DEBT	<u>\$ (2,305,199)</u>	<u>\$(3,281,257)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$11,310,170	\$ 8,705,000
Inventories	243,304	224,374
Prepaid expenses	<u>371</u>	<u>4,916</u>
	<u>11,553,845</u>	<u>8,934,290</u>
FUND SURPLUS	<u>\$ 9,248,646</u>	<u>\$ 5,653,033</u>

COMMITMENTS (Note 10)

CITY OF PORTAGE LA PRAIRIE
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2015

SCHEDULE 9

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
REVENUE			
Water			
Water fees	\$ 9,571,500	\$ 9,644,174	\$ 9,208,106
Bulk Water fees	-	9,191	10,787
sub-total- water	<u>9,571,500</u>	<u>9,653,365</u>	<u>9,218,893</u>
Sewer			
Sewer fees	24,800	23,356	22,405
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>24,800</u>	<u>23,356</u>	<u>22,405</u>
Property taxes	-	-	-
Government transfers			
Operating	-	-	-
Capital	-	868,527	-
sub-total- government transfers	<u>-</u>	<u>868,527</u>	<u>-</u>
Other			
Hydrant rentals	57,700	57,725	57,725
Connection charges	1,200	24,675	23,633
Installation service	-	-	-
Penalties	9,200	8,800	9,400
Contributed tangible capital assets	-	-	-
Investment income	-	42,280	39,307
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	2,290,832	662,343	1,670,627
sub-total- other	<u>2,358,932</u>	<u>795,823</u>	<u>1,800,692</u>
Total revenue	<u>11,955,232</u>	<u>11,341,071</u>	<u>11,041,990</u>

CITY OF PORTAGE LA PRAIRIE
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2015

SCHEDULE 9

	<u>Budget</u>	<u>2015</u>	<u>2014</u>
EXPENSES			
General			
Administration	3,578,225	1,050,414	1,423,190
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>3,578,225</u>	<u>1,050,414</u>	<u>1,423,190</u>
Water General			
Purification and treatment	2,115,400	1,979,614	3,338,892
Water purchases	-	-	-
Transmission and distribution	3,012,900	1,204,853	1,132,202
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>5,128,300</u>	<u>3,184,467</u>	<u>4,471,094</u>
Water Amortization & Interest			
Amortization	123,983	123,983	108,597
Interest on long term debt	98,134	98,134	130,052
sub-total- water amortization & interest	<u>222,117</u>	<u>222,117</u>	<u>238,649</u>
Sewer General			
Collection system costs	1,721,900	926,884	1,021,938
Treatment and disposal cost	300,300	229,464	241,349
Lift Station costs	243,200	246,110	220,031
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	10,500	-	-
sub-total- sewer general	<u>2,275,900</u>	<u>1,402,458</u>	<u>1,483,318</u>
Sewage Amortization & Interest			
Amortization	176,547	176,547	139,945
Interest on long term debt	98,135	98,135	130,053
sub-total- sewer amortization & interest	<u>274,682</u>	<u>274,682</u>	<u>269,998</u>
Total expenses	<u>11,479,224</u>	<u>6,134,138</u>	<u>7,886,249</u>
NET OPERATING SURPLUS	476,008	5,206,933	3,155,741
TRANSFERS			
Transfers from (to) operating fund	-	17,107	(13,650)
Transfers from (to) reserve funds	<u>3,363,458</u>	<u>(1,628,427)</u>	<u>1,121,898</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ 3,839,466</u>	3,595,613	4,263,989
FUND SURPLUS, BEGINNING OF YEAR		<u>5,653,033</u>	<u>1,389,044</u>
FUND SURPLUS, END OF YEAR		<u>\$ 9,248,646</u>	<u>\$ 5,653,033</u>

CITY OF PORTAGE LA PRAIRIE
 RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
 For the Year Ended December 31, 2015

SCHEDULE 10

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 10,107,570	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,107,570
Grants in lieu of taxation	889,891	-	-	-	-	-	-	889,891
User fees	1,526,775	-	-	-	-	-	1,586,784	3,113,559
Permits, licences and fines	391,100	-	-	-	-	-	-	391,100
Investment income	46,000	-	-	-	-	-	12,386	58,386
Other revenue	276,800	-	-	-	-	-	77,871	354,671
Water and sewer	-	11,955,232	-	-	-	-	-	11,955,232
Grants - Province of Manitoba	4,218,453	-	-	-	-	-	176,593	4,395,046
Grants - other	-	-	-	-	-	-	471,235	471,235
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from reserves	2,736,315	5,949,015	-	-	(8,685,330)	-	-	-
Total revenue	\$ 20,192,904	\$ 17,904,247	\$ -	\$ -	\$ (8,685,330)	\$ -	\$ 2,324,869	\$ 31,736,690
EXPENSES								
General government services	\$ 2,208,121	\$ -	\$ 15,086	\$ -	\$ 93,765	\$ -	\$ -	\$ 2,316,972
Protective services	5,434,581	-	114,149	-	-	-	-	5,548,730
Transportation services	2,329,210	-	328,943	17,285	-	-	80,495	2,755,933
Environmental health services	759,800	-	-	-	-	-	204,672	964,472
Public health and welfare services	325,800	-	-	-	-	-	-	325,800
Regional planning and development	360,722	-	8,791	-	-	-	192,515	562,028
Resource cons and industrial dev	241,415	-	-	-	-	-	80,549	321,964
Recreation and cultural services	2,214,745	-	1,155,472	613,799	-	-	1,506,219	5,490,235
Water and sewer services	-	10,982,425	300,530	196,269	-	-	-	11,479,224
Fiscal services:								
Transfer to capital	2,567,900	3,156,515	-	-	(5,724,415)	-	-	-
Debt charges	1,613,669	1,179,750	-	(2,793,419)	-	-	-	-
Tax discounts and other fiscal services	47,900	-	-	-	(47,900)	-	-	-
Transfer to reserves	2,043,176	2,585,557	-	-	(4,628,733)	-	-	-
Allowance for tax assets	45,865	-	-	-	(45,865)	-	-	-
Total expenses	\$ 20,192,904	\$ 17,904,247	\$ 1,922,971	\$ (1,966,066)	\$ (10,353,148)	\$ -	\$ 2,064,450	\$ 29,765,358
Surplus (Deficit)	\$ -	\$ -	\$ (1,922,971)	\$ 1,966,066	\$ 1,667,818	\$ -	\$ 260,419	\$ 1,971,332

CITY OF PORTAGE LA PRAIRIE
ANALYSIS OF TAXES ON ROLL
December 31, 2015

SCHEDULE 11

	<u>2015</u>	<u>2014</u>
Balance, beginning of year	\$ 782,748	\$ 1,020,806
Add:		
Tax levy (Schedule 12)	17,622,437	17,162,551
Taxes added	136,969	196,494
Penalties or interest	126,797	117,747
Other accounts added	313,275	360,739
Sub-total	18,199,478	17,837,531
Deduct:		
Cash collections - current	15,106,087	14,727,795
Cash collections - arrears	620,863	932,201
Writeoffs	53,545	63,631
Tax discounts	6,814	5,832
M.P.T.C. - cash advance	2,355,738	2,346,130
Sub-total	18,143,047	18,075,589
Balance, end of year	\$ 839,179	\$ 782,748

CITY OF PORTAGE LA PRAIRIE
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2015

SCHEDULE 12

	2015			2014
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
LI.D.	430,590,030	3.271	1,408,460	1,403,520
At Large	430,590,030	0.141	60,713	60,431
sub-total- Debt charges			<u>1,469,173</u>	<u>1,463,951</u>
Reserves:				
Environmental	430,590,030	0.180	77,506	90,646
Special Admin	430,590,030	0.009	3,875	8,511
Glesby Centre	430,590,030	0.021	9,042	9,362
Fire	430,590,030	0.322	138,650	45,961
Sidewalk	430,590,030	0.043	18,515	18,299
Computer	430,590,030	0.064	27,558	27,662
General	430,590,030	0.997	429,298	570,260
Equipment Replacement	430,590,030	0.364	156,736	147,247
sub-total- Reserves			<u>861,180</u>	<u>917,948</u>
General municipal	430,590,030	17.657	<u>7,602,928</u>	<u>7,373,376</u>
Special levies:				
Assessment Levy	430,590,030	0.346	<u>148,984</u>	<u>145,118</u>
Total municipal taxes (Schedule 2)			<u>10,082,265</u>	<u>9,900,393</u>
Education support levy	110,203,720	11.610	<u>1,279,465</u>	<u>1,253,359</u>
Special levies:				
Portage la Prairie School Division	418,105,190	14.974	<u>6,260,707</u>	<u>6,008,799</u>
Total education taxes			<u>7,540,172</u>	<u>7,262,158</u>
Total tax levy (Schedule 11)			<u>\$ 17,622,437</u>	<u>\$ 17,162,551</u>

CITY OF PORTAGE LA PRAIRIE
 ANALYSIS OF SCHOOL ACCOUNTS
 December 31, 2015

SCHEDULE 13

	2015				2014
	Opening Balance	Current Requirement	Current Payment	Ending Balance	Ending Balance
Education support levy	\$ 210,030	\$ 1,599,131	\$ (1,564,494)	\$ 244,667	\$ 210,030
Special levies					
Portage la Prairie School Division	584,418	6,847,124	(6,726,666)	704,876	584,418
Total	\$ 794,448	\$ 8,446,255	\$ (8,291,160)	\$ 949,543	\$ 794,448

CITY OF PORTAGE LA PRAIRIE
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2015

SCHEDULE 14

	2015	2014
	Actual	Actual
General government services:		
Legislative	\$ 183,270	\$ 147,580
General administrative	1,827,596	1,696,521
Other	227,375	181,187
	<u>2,238,241</u>	<u>2,025,288</u>
Protective services:		
Police	3,527,306	3,231,601
Fire	1,845,527	1,778,881
Emergency measures	51,014	54,802
Other	89,786	95,799
	<u>5,513,633</u>	<u>5,161,083</u>
Transportation services:		
Road transport		
Administration and engineering	212,710	245,048
Road and street maintenance	2,025,383	1,885,886
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	89,775	72,910
Street lighting	239,109	234,037
Other	-	-
Air transport	-	-
Public transit	26,400	26,400
Other	-	-
	<u>2,593,377</u>	<u>2,464,281</u>
Environmental health services:		
Waste collection and disposal	541,955	482,128
Recycling	234,340	228,830
Other	-	-
	<u>776,295</u>	<u>710,958</u>
Public health and welfare services:		
Public health	228,567	237,445
Medical care	-	-
Social assistance	70,774	70,721
Other	-	-
	<u>299,341</u>	<u>308,166</u>
Regional planning and development		
Planning and zoning	76,047	48,133
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	208,233	198,361
Other	108,107	97,716
	<u>392,387</u>	<u>344,210</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	448,471	419,271
Industrial development	3,071	10,069
Tourism	41,397	38,205
Other	16,399	14,259
	<u>509,338</u>	<u>481,804</u>
Sub-totals forward	<u>12,322,612</u>	<u>11,495,790</u>

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2015

SCHEDULE 14

	2015 Actual	2014 Actual
Sub-totals forward	<u>12,322,612</u>	<u>11,495,790</u>
Recreation and cultural services:		
Administration	1,227,000	1,227,000
Community centers and halls	74,357	60,000
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	11,729	27,542
Parks and playgrounds	322,283	295,935
Other recreational facilities	1,828,229	1,859,263
Museums	-	-
Libraries	337,975	323,782
Other cultural facilities	97,597	98,268
	<u>3,899,170</u>	<u>3,891,790</u>
Total expenses	<u>\$ 16,221,782</u>	<u>\$ 15,387,580</u>

CITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF L.U.D. OPERATIONS
 For the Year Ended December 31, 2015

SCHEDULE 15

	2015 Budget	2015 Actual	2014 Actual
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
Expenses			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	-	-	-
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	<u>\$ -</u>	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		<u>\$ -</u>	<u>\$ -</u>

CITY OF PORTAGE LA PRAIRIE
 RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
 December 31, 2015

SCHEDULE 17

	2015		2014	
	General	Utility	Total	Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 162,323	\$ 2,008	\$ 164,331	\$ 537,158
Adjustments for reporting under public sector accounting standards				
Eliminate interfund transfers	(17,107)	17,107	-	-
Eliminate expense - transfers to reserves	2,840,678	2,886,379	5,727,057	5,953,367
Eliminate revenue - transfers from reserves	(2,182,709)	(1,257,952)	(3,440,661)	(5,945,539)
Increase revenue - reserve funds interest	418,500	-	418,500	379,411
Increase revenue - Net surplus of consolidated entities	260,419	-	260,419	71,304
Eliminate revenue - transfer from nominal surplus	(517,579)	-	(517,579)	(650,770)
Increase revenue - gain on disposal of tangible capital assets	12,537	-	12,537	-
Increase expense - amortization of tangible capital assets	(1,622,441)	(300,530)	(1,922,971)	(1,847,615)
Decrease expense - principal portion of debenture debt	951,844	954,221	1,906,065	1,904,841
Eliminate expense - acquisitions of tangible capital assets net proceeds	1,961,877	2,905,700	4,867,577	5,189,629
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	<u>\$ 2,268,342</u>	<u>\$ 5,206,933</u>	<u>\$ 7,475,275</u>	<u>\$ 5,591,786</u>