

City of Portage la Prairie

**Consolidated Financial Statements
For the Year Ended December 31, 2022**

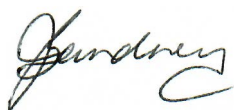
STATEMENT OF RESPONSIBILITY

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 Canada.

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

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

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



Jennifer Sandney

Director of Corporate Services



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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the
City of Portage la Prairie

Report on the Audit of the Consolidated Financial Statements

We have audited the consolidated financial statements of the City of Portage la Prairie (the "City"), which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City at December 31, 2022, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

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

Responsibilities of Management and Those Charged with Governance for the Consolidated

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

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the City to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for the audit opinion.

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

Chartered Professional Accountants

Brandon, Manitoba
June 28, 2023

City of Portage la Prairie

Consolidated Financial Statements

For the Year Ended December 31, 2022

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**City of Portage la Prairie
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022**

	<u>2022</u>	<u>2021</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 67,326,935	\$ 61,137,106
Amounts receivable (Note 4)	7,097,128	13,529,035
Portfolio investments (Note 5)	121,493	267,084
Other inventories for sale (Note 6)	<u>254</u>	<u>255</u>
	<u>\$ 74,545,810</u>	<u>\$ 74,933,480</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	\$ 8,984,305	\$ 8,191,892
Unearned revenue	279,295	914,510
Landfill closure and post closure liabilities (Note 8)	216,596	108,201
Long-term debt (Note 10)	<u>10,386,936</u>	<u>7,475,755</u>
	<u>19,867,131</u>	<u>16,690,358</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ 54,678,679</u>	<u>\$ 58,243,122</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$143,231,122	\$129,761,178
Inventories (Note 6)	470,415	363,754
Real estate properties for sale	373,411	373,411
Prepaid expenses	<u>272,322</u>	<u>237,632</u>
	<u>144,347,270</u>	<u>130,735,975</u>
ACCUMULATED SURPLUS (DEFICIT) (Note 16)	<u>\$199,025,949</u>	<u>\$188,979,097</u>

COMMITMENTS AND CONTINGENCIES (NOTES 11 AND 12)

Approved on behalf of council:



Mayor



Councillor

The accompanying notes are an integral part of these financial statements

City of Portage la Prairie
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2022

	<u>2022 Budget (Note 15)</u>	<u>2022 Actual</u>	<u>2021 Actual</u>
REVENUE			
Property taxes	\$ 11,147,230	\$ 12,159,109	\$ 11,549,155
Grants in lieu of taxation	1,718,319	872,791	838,674
User fees	3,872,219	3,861,486	3,536,420
Permits, licences and fines	908,577	537,897	561,847
Investment income	140,000	1,880,844	864,829
Other revenue	594,180	731,126	1,577,361
Water and sewer	18,850,807	14,432,318	26,505,509
Grants - Province of Manitoba	3,296,282	5,505,503	10,567,600
Grants - other	17,621,894	1,367,579	2,332,424
Total revenue (Schedules 2, 4 and 5)	<u>58,149,508</u>	<u>41,348,653</u>	<u>58,333,819</u>
EXPENSES			
General government services	2,726,602	2,817,539	2,731,480
Protective services	6,983,069	6,340,067	6,886,877
Transportation services	3,200,700	2,427,499	2,360,255
Environmental health services	1,375,766	1,361,346	1,268,400
Public health and welfare services	332,275	282,713	227,134
Regional planning and development	828,274	755,481	641,663
Resource conservation and industrial development	1,404,260	236,895	225,165
Recreation and cultural services	6,693,682	6,165,952	5,620,166
Water and sewer services	8,908,083	10,914,309	8,687,037
Total expenses (Schedules 3, 4 and 5)	<u>32,452,711</u>	<u>31,301,801</u>	<u>28,648,177</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 25,696,797</u>	10,046,852	29,685,642
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>188,979,097</u>	<u>159,293,455</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 199,025,949</u>	<u>\$188,979,097</u>

The accompanying notes are an integral part of these financial statements

City of Portage la Prairie
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2022

	<u>2022 Budget (Note 17)</u>	<u>2022 Actual</u>	<u>2021 Actual</u>
ANNUAL SURPLUS (DEFICIT)	\$ 25,696,797	\$ 10,046,852	\$ 29,685,642
Acquisition of tangible capital assets	-	(17,675,652)	(17,578,449)
Amortization of tangible capital assets	-	4,101,860	4,040,248
Loss (Gain) on sale of tangible capital assets	-	(43,052)	278,810
Proceeds on sale of tangible capital assets	-	146,899	46,586
Decrease (increase) in inventories	-	(106,660)	(881)
Decrease (increase) in prepaid expense	-	(34,690)	280,031
	<u>-</u>	<u>(13,611,295)</u>	<u>(12,933,655)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 25,696,797</u>	(3,564,443)	16,751,987
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>58,243,122</u>	<u>41,491,135</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 54,678,679</u>	<u>\$ 58,243,122</u>

The accompanying notes are an integral part of these financial statements

City of Portage la Prairie
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2022

	<u>2022</u>	<u>2021</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 10,046,852	\$ 29,685,642
Changes in non-cash items:		
Amounts receivable	6,431,906	(8,484,221)
Inventories	(106,660)	(881)
Prepays	(34,690)	280,031
Other assets	-	-
Accounts payable and accrued liabilities	792,413	956,805
Severance and sick leave payable	-	-
Unearned revenue	(635,215)	554,813
Landfill closure and post closure liabilities	108,395	23,264
Environmental liabilities	-	-
Other liabilities	-	-
Loss (Gain) on sale of tangible capital asset	(43,052)	278,810
Amortization	4,101,860	4,040,248
Cash provided by operating transactions	<u>20,661,809</u>	<u>27,334,511</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	146,899	46,586
Cash used to acquire tangible capital assets	<u>(17,675,651)</u>	<u>(17,578,449)</u>
Cash applied to capital transactions	<u>(17,528,752)</u>	<u>(17,531,863)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	145,591	-
Proceeds on sale of real estate properties	-	-
Loans and advances repaid	-	-
Purchase of portfolio investments	-	(148,136)
Acquisition of real estate properties	-	-
Loans and advances issued	-	-
Cash applied to investing transactions	<u>145,591</u>	<u>(148,136)</u>
FINANCING TRANSACTIONS		
Net (repayments) borrowings from revolving line of credit	-	-
Proceeds of long-term debt	4,933,000	3,000,127
Debt repayment	(2,021,819)	(1,267,260)
Obligation under capital lease	-	(527)
Repayment of obligation under capital lease	-	-
Cash applied to financing transactions	<u>2,911,181</u>	<u>1,732,340</u>
INCREASE IN CASH AND TEMPORARY INVESTMENTS	6,189,829	11,386,852
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>61,137,106</u>	<u>49,750,254</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 67,326,935</u></u>	<u><u>\$ 61,137,106</u></u>

The accompanying notes are an integral part of these financial statements

City of Portage la Prairie
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2022

1. Status of the City of Portage la Prairie

The incorporated City of Portage la Prairie (the "City") is a City 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 also 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 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.

- provides Handivan services to the residents of the City

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 on a proportionate consolidation basis whereby the City's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Portage la Prairie Planning District (66.67%) (2021 - 66.67%)

- provides development and sub-division planning services to the residents of the City.

Portage la Prairie Regional Landfill Authority (66.67%) (2021 - 66.67%)

- provides waste disposal services to the residents of the City

Portage la Prairie Regional Library (77.00%) (2021 - 77.00%)

- provides library services to the residents of the City

Portage Regional Recreation Authority Inc. (75.00%) (2021 - 75.00%)

- provides recreational, health and wellness services to the residents of the City

Portage Regional Economic Development (66.67%) (2021 - 66.67%)

- provides tourism, advertising and economic development services for the City

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

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

b) Basis of Accounting

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

c) Cash and Temporary Investments

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

d) Investments

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

Portfolio investments are accounted for at cost.

e) Real Estate Properties Held for Sale

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

f) 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 (debt) for the year.

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

h) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by 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 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

Infrastructure Assets

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

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

i) Leases

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

j) Inventories

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

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

k) Revenue Recognition

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements when the transfer is authorized and eligibility criteria are met except, when and to the extent, stipulations by the transferor gives rise to an obligation that meets the definition of a liability. Stipulations by the transferor may require that the funds only be used for providing specific services or the acquisition of tangible capital assets. For transfers with stipulations an equivalent amount of revenue is recognized as the liability is settled.

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As taxes recorded are initially based on management’s best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

Interest revenue is recognized when earned on the related investment balance.

Water and sewer revenue, permits, fees, fines and user fees are recognized when the related goods or service are provided

Unearned 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.

l) Measurement Uncertainty

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

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

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2022</u>	<u>2021</u>
Cash	<u>\$ 67,326,935</u>	<u>\$ 61,137,106</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The City has designated \$61,015,862 (2021 - \$50,276,433) 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>2022</u>	<u>2021</u>
Taxes on roll (Schedule 11)	\$ 1,035,343	\$ 1,105,286
Government grants	314,787	3,017
Utility customers	3,359,313	3,475,655
Accrued interest	-	-
Organizations and individuals	2,110,953	8,493,092
Other governments	447,517	528,385
Other (specify)	-	-
	<u>7,267,913</u>	<u>13,605,435</u>
Less allowances for doubtful amounts	<u>(170,785)</u>	<u>(76,400)</u>
	<u>\$ 7,097,128</u>	<u>\$ 13,529,035</u>

5. Portfolio Investments

	<u>2022</u>	<u>2021</u>
Guaranteed investment certificate and term deposits	<u>\$ 121,493</u>	<u>\$ 267,084</u>

The aggregate market value of the marketable securities at December 31, 2022 is \$121,493 (2021 - \$267,084). Portfolio investments earned \$1,883 in investment income during the year (2021 - \$4,140).

6. Inventories

Inventories for sale:

	<u>2022</u>	<u>2021</u>
Food and beverages	<u>\$ 254</u>	<u>\$ 255</u>

Inventories for use:

	<u>2022</u>	<u>2021</u>
Chemicals, herbicides, insecticides	\$ 405,389	\$ 302,102
Fuel	5,792	13,688
Other supplies	59,234	47,964
	<u>\$ 470,415</u>	<u>\$ 363,754</u>

7. Accounts Payable and Accrued Liabilities

	<u>2022</u>	<u>2021</u>
Accounts payable	\$ 6,192,157	\$ 2,307,781
Accrued expenses	1,763,203	1,827,810
Accrued interest payable	173,223	134,306
School levies	836,000	-
Other governments	4,520	3,776,120
Due to trusts	15,202	145,875
	<u>\$ 8,984,305</u>	<u>\$ 8,191,892</u>

8. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

The City is currently operating a Class 1 landfill site in 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>2022</u>	<u>2021</u>
Estimated closure and post closure	<u>\$ 541,360</u>	<u>\$ 276,014</u>
Discount rate	<u>5.25%</u>	<u>5.25%</u>
Discounted costs	<u>\$ 235,430</u>	<u>\$ 120,223</u>
Expected year capacity will be reached	<u>2024</u>	<u>2024</u>
Capacity (disclose in tonnes, volume, acreage, or years):		
Used to date	957,434	923,910
Remaining	76,566	110,090
Total	1,034,000	1,034,000
Percent utilized	<u>92.00%</u>	<u>90.00%</u>
Liability based on percentage	<u>\$ 216,596</u>	<u>\$ 108,201</u>

9. Liability for Contaminated Sites

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

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

The City has no liabilities for contaminated sites.

10. Long Term Debt

	<u>2022</u>	<u>2021</u>
General Authority:		
Debenture, interest at 5.500%, payable at \$697,379 annually including interest, maturing 2024	\$ 1,287,585	\$ 1,881,483
Debenture, interest at 5.500%, payable at \$298,877 annually including interest, maturing 2024	551,822	806,350
Debenture, interest at 5.500%, payable at \$159,400 annually including interest, maturing 2025	430,053	558,724
Debenture, interest at 5.250%, payable at \$146,966 annually including interest, maturing 2025	398,357	518,121
Debenture, interest at 5.500%, payable at \$145,952 annually including interest, maturing 2024	269,473	393,767
Debenture, interest at 5.250%, payable at \$19,595 annually including interest, maturing 2025	53,114	69,083
Debenture, interest at 5.250%, payable at \$19,595 annually including interest, maturing 2025	53,114	69,083
Debenture, interest at 5.500%, payable at \$9,963 annually including interest, maturing 2025	26,878	34,920
Debenture, interest at 5.500%, payable at \$9,963 annually including interest, maturing 2025	26,878	34,920
Debenture, interest at 5.250%, payable at \$9,798 annually including interest, maturing 2025	26,557	34,541
Debenture, interest at 5.500%, payable at \$8,468 annually including interest, maturing 2024	15,635	22,847
Loan payable, interest at 5.000%, payable at \$1,685 monthly including interest, maturing 2024	25,163	43,666
Loan payable, interest at 4.890%, payable at \$554 monthly including interest, maturing 2023	1,739	8,123
Debenture, interest at 1.950%, payable at \$616,000 annually including interest, maturing 2023	403,700	1,000,000
Debenture, interest at 2.600%, payable at \$170,860 annually including interest, maturing 2036	1,883,868	2,000,127
Debenture, interest at 3.160%, payable at \$346,667 annually including interest, maturing 2037	4,091,000	-
Debenture, interest at 3.160%, payable at \$71,350, annually including interest, maturing 2037	842,000	-
	<u>\$ 10,386,936</u>	<u>\$ 7,475,755</u>

The City has received confirmation of a new debenture that was approved and will be issued December 31, 2024. The total debenture to be received is \$13,739,000, interest at 5.000%, payable at \$1,323,647, annually including interest, maturing 2039.

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

2023	\$ 2,160,897
2024	1,827,233
2025	760,686
2026	416,609
2027	429,052
Thereafter	4,792,459
	<u>\$ 10,386,936</u>

11. Commitments

The City has a contract for janitorial services for two years ending August 31, 2024.

The City has a contract for the collection of residential solid waste for the period of August 1, 2022 to July 31, 2025.

The City has a contract for the provision of SCADA and PLC maintenance services for 1 year ending November 30, 2023.

The City has a contract for building maintenance services for 1 year ending November 30, 2023.

The City has a contract for the maintenance of green areas of approximately \$438,079 for 2 years ending October 31, 2023.

The City has a contract for by-law enforcement services of approximately \$111,090 for 2 years ending July 30, 2023.

The City has a contract for cell phone services for 3 years ending October 30, 2024.

The City has a contract for a partnership funding agreement in respect of Portage Regional Economic Development to fund operating costs and IT services for 3 years ending December 31, 2024. The total value of the commitment is unknown until such time as the operating costs are incurred.

The City has a contract for banking services agreement for 2 years ending December 31, 2023.

The City has a contract for by-law, parking and animal control enforcement agreement of approximately \$257,220 for 2 years ending July 2023.

The City has a contract with The Portage la Prairie Community Revitalization Corporation for the period of January 1, 2023 to December 31, 2025.

12. Contingencies

The City is in the process of negotiating a P3 project with the Federal and Provincial governments and various private industry partners to fund upgrades to the wastewater plant in order to improve higher standards for the management of effluent discharge. The agreement terms have not yet been finalized as of the financial statement date and discussions are ongoing.

During the year correspondence was received from the RCMP quantifying the value of backpay owing by the City, related to their contracted police services. The liability has been recorded at its estimated value however due to ongoing discussions and other uncertainties the final value of the payment required may differ from management's best estimate.

13. 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 City on behalf of its employees are expected to be \$663,922 (2021 - \$613,652) 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, 2021, 2022 indicated the plan was 101.4% funded on a going concern basis and had an unfunded solvency liability of \$249.0 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, 2021.

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.

14. Financial Instruments

The City as part of its operations carries a number of financial instruments. It is management's opinion that 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 value of these financial instruments approximates their carrying values.

15. 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 financial statements have been approved by council.

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

16. Accumulated Surplus

	<u>2022</u>	<u>2021</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 3,246,399	\$ 8,970,183
Utility operating fund(s) - Nominal surplus	(2,191,404)	3,195,934
TCA net of related borrowings	130,506,016	120,079,737
Reserve funds	<u>61,015,862</u>	<u>50,276,430</u>
Accumulated surplus of City unconsolidated	192,576,873	182,522,284
Accumulated surpluses of consolidated entities	<u>6,449,076</u>	<u>6,456,813</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 199,025,949</u>	<u>\$ 188,979,097</u>

17. Trust Funds

The City of Portage la Prairie administers the following trusts:

	Balance, beg. of the year	Excess (deficiency) of Receipts over Disbursements	Balance, end of the year
<i>Accessible Playground Equipment</i>	\$ -	\$ 675	\$ 675
<i>Affordable housing</i>	1,139,055	(143,045)	996,010
<i>Bear Clan Donation</i>	3,764	(3,764)	-
<i>Cemetery Perpetual Trust</i>	349,408	15,980	365,388
<i>Centennial Community Club Inc.</i>	2,000	(2,000)	-
<i>Central Park Surplus</i>	100,511	50,857	151,368
<i>DARE Program</i>	1,075	34	1,109
<i>Fire Equipment</i>	14,715	-	14,715
<i>Heritage Committee Book Sales</i>	8,896	(3,649)	5,247
<i>Koko Platz Rink</i>	-	96,439	96,439
<i>Manitoba Hydro</i>	47,498	1,887	49,385
<i>Northeast Community Family Care</i>	1,779	55	1,834
<i>West-end Development Trust</i>	24	-	24
<i>Willow Bay Paving In Trust</i>	4,761	149	4,910
	<u>\$ 1,673,486</u>	<u>\$ 12,943</u>	<u>\$ 1,687,104</u>

18. Segmented Information

The City of Portage la Prairie is a diversified municipal government institution that provides a wide ranges of services to its residents. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows with detailed financial data presented in Schedule 4.

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

General Government

General government relates to the revenue and expenses of the operations of the City itself that cannot be directly attributed to a specific segment. General Government includes Council indemnities, administration, legal, audit, assessment, taxation, elections, conventions, damage claims, liability insurance, and other government sundry.

Protective Services

Protection is comprised of fire protection, police contract, building inspection, emergency operations and animal control services.

Transportation Services

Transportation services is responsible for snow clearing, street cleaning and grading, dust abatement and maintenance of boulevards and parks as well as street lights and drainage along municipal roads.

Environmental Health

Environmental health includes services for waste disposal and pickup of materials for recycling.

Public Health and Welfare Services

Public health and welfare services provides social assistance to the residents of the City.

Regional Planning and Development

Regional planning and development includes operations of Portage la Prairie Planning District, which reviews development plans and makes recommendations on subdivision applications.

Resources Conservation and Industrial Development

Resource conservation and industrial development includes the operations of Portage Regional Economic Development, which is responsible for developing and marketing of the City, and tourism development.

Recreation and Cultural Services

Recreation and cultural services encompasses library and recreation authority operations to improve the health and development of local citizens.

Water and Sewer Services

The City provides utility services to its residents in the form of sales of water and wastewater treatment. The department also maintains the water and sewer utility, processing and cleaning sewage and ensuring the water and sewer systems meet all provincial standards.

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.

19. Government Partnerships

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

	<u>2022</u>	<u>2021</u>
Financial Position		
Financial assets	\$ 4,858,258	\$ 5,171,535
Financial liabilities	854,972	829,296
Net financial assets (liabilities)	4,003,286	4,342,239.00
Non-financial assets	2,264,859	1,958,112
Accumulated surplus	6,268,145	6,300,351
Results of Operations		
Revenues	2,987,931	3,317,613
Expenses	3,020,144	2,451,129
Annual surplus (deficit)	\$ (32,213)	\$ 866,484

20. Contingent assets (PS 3320)

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 (PS 3320.03).

The existence of a contingent asset at the date of the financial statements must be disclosed when the occurrence of the confirming future event is likely, provided that the sensitivity or confidentiality of the information should also be considered to avoid adverse effect.

Disclosures of the contingent assets should include the nature, including a description of the circumstances giving rise to the uncertainty and information about the anticipated resolution of the uncertainty; the extent, including an estimate of the amount or a range of possible amounts; the reason(s), if the extent can't be disclosed; and the basis for the estimate.

21. Related party disclosures (PS 2200)

A related party exists when one party has the ability to exercise control or shared control over the other. Two or more parties are related when they are subject to common control or shared control. Related parties also include key management personnel and close family members and the entities they control.

Related Party Transactions are transfer of economic resources or obligations between related parties, or the provision of services by one party to a related party. These transfers are related party transactions whether or not there is an exchange of considerations or transactions have been given accounting recognition. The parties to the transaction are related prior to the transaction. When the relationship arises as a result of the transaction, the transaction is not one between related parties.

Disclosure is generally required when:

- A transaction occurs between related parties at a value different from that which would have been arrived at if the parties were unrelated; and
- The transaction has or could have a material financial effect on the financial statements.

Determining which items to disclose is based on an assessment of the terms and conditions underlying the transactions, the financial materiality of the transactions, relevance of the information to the decisions of users, and the need for the information to enable users' understanding of the financial statements and for making comparisons to other entities.

As per PS 2200.17, the City should disclose the following where transaction meets the requirements for disclosure.

- Adequate information about the nature of the relationship with related parties involved in related party transactions;
- The types of related party transactions that have been recognized;
- The amounts of the transactions recognized classified by financial statement category;
- The basis of measurement used;
- The amount of outstanding balances and the terms and conditions attached to them;
- Contractual obligations with related parties, separate from other contractual obligations;
- Contingent liabilities involving related parties, separate from other contingent liabilities; and
- The types of related party transactions that have occurred for which no amount has been recognized.

22. Public Utilities Board

The Public Utilities Board (PUB) regulates the rates charged by all water and wastewater utilities, except the City of Winnipeg Utility and wholesale water rates set by the Manitoba Water Services Board. The PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. The PUB's prescribed accounting policies on tangible or contributed capital assets and government transfers allow for adjustments to be made, for rate setting purposes, which do not meet PSAB standards.

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

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

The following table provides historical information on capital grants for tangible or contributed capital assets with a remaining Net Book Value.

Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Air Release/Yellowquill	\$ 52,920	\$ -	\$ 1,102	\$ 51,818
Industrial Park Watermain	376,424	-	8,555	367,869
Industrial Watermain & WTP	745,278	-	15,527	729,751
McKay Reservoir	271,736	-	11,091	260,645
Miscellaneous equipment	37,194	-	4,650	32,544
Water Study Pre-design	83,597	-	1,817	81,780
Water Supply Upgrades	761,473	-	16,554	744,919
Water Treatment Plant	1,689,960	13,691	60,830	1,642,821
Water Treatment Plant Upgrade	302,246	-	17,779	284,467
	<u>\$ 4,320,828</u>	<u>\$ 13,691</u>	<u>\$ 137,905</u>	<u>\$ 4,196,614</u>

Sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Phase 1 WPCF (LRAR)	\$ 26,337,237	\$ -	\$ 545,849	\$ 25,791,388
Phase 2 WPCF (LRAR)	4,210,064	-	-	4,210,064
Phase 2 WPCF (Plant Upgrade)	9,000,000	-	-	9,000,000
Sask Ave W Phase 1 Utility	1,401,264	-	-	1,401,264
SBR Lift Station	1,331,676	-	39,167	1,292,509
Wastewater Plant Study	99,536	-	2,164	97,372
	<u>\$ 42,379,777</u>	<u>\$ -</u>	<u>\$ 587,180</u>	<u>\$ 41,792,597</u>

23. Comparative Figures

Certain comparative figures have been restated to conform to current year's presentation.

24. Public-Private Partnerships

A public-private partnership ("P3s") is a contractual agreement between a public authority and a private entity for the provision of infrastructure and/or services. The City's P3s are assessed based on the substance of the underlying agreement and are accounted as follows:

Costs incurred during construction or acquisition are recognized in the work-in-progress and liability balances based on the estimated percentage complete;

Construction costs, as well as the combined total of future payments, are recognized as a tangible capital asset and amortized over the useful life once the asset is in service; and

Sources of funds used to finance the tangible capital assets and future payments are classified based on the nature of the funds such as debt, grants and/or reserves.

25. Subsequent Events

Subsequent to year-end, the City paid government funding out for the licenced Non-profit Child Care Services Organization to operate the daycare centre. This was rewarded to Wee World Day Care Inc.

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Year Ended December 31, 2022

	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	2022	2021
Cost										
Opening costs	\$10,043,918	\$47,430,598	\$8,906,967	\$666,647	\$9,662,900	\$22,170,957	\$141,087,102	\$9,224,419	\$249,193,508	\$232,733,067
Additions during the year	455,518	472,658	1,281,256	50,498	6,129,161	1,057,669	5,158,840	8,106,791	22,712,391	19,452,484
Transfer during the year	-	-	-	-	-	-	-	-	-	-
Disposals and write downs	-	-	(258,917)	-	(271,718)	-	-	(4,765,021)	(5,295,656)	(2,992,044)
Closing costs	10,499,436	47,903,256	9,929,306	717,145	15,520,343	23,228,626	146,245,942	12,566,189	266,610,243	249,193,507
Accumulated Amortization										
Opening accum'd amortization	4,060,546	16,799,554	4,748,575	547,376	-	4,225,262	89,051,016	-	119,432,329	116,184,714
Amortization	249,796	1,109,096	657,287	54,041	-	257,843	1,773,797	-	4,101,860	4,040,248
Disposals and write downs	-	-	(155,068)	-	-	-	-	-	(155,068)	(792,633)
Closing accum'd amortization	4,310,342	17,908,650	5,250,794	601,417	-	4,483,105	90,824,813	-	123,379,121	119,432,329
Net Book Value of Tangible Capital Assets	\$6,189,094	\$29,994,606	\$4,678,512	\$115,728	\$15,520,343	\$18,745,521	\$55,421,129	\$12,566,189	\$143,231,122	\$129,761,178

The City 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, 2022

SCHEDULE 2

	2022 Actual	2021 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 11,992,759	\$ 11,374,857
Taxes added	172,903	179,596
Taxes discount	(6,553)	(5,298)
	<u>12,159,109</u>	<u>11,549,155</u>
Grants in lieu of taxation:		
Federal government	45,541	44,783
Federal government enterprises	-	-
Provincial government	574,208	559,880
Provincial government enterprises	253,042	234,011
Other municipal governments	-	-
Non-government organizations	-	-
	<u>872,791</u>	<u>838,674</u>
User fees		
Parking meters	38,812	36,058
Sales of service	3,546,370	3,197,476
Sales of goods	111,509	134,169
Rentals	164,795	168,717
Development charges	-	-
Facility use fees	-	-
Other (specify):	-	-
	<u>3,861,486</u>	<u>3,536,420</u>
Permits, licences and fines		
Permits	127,589	134,596
Licences	302,961	275,745
Fees	107,347	151,506
Fines	-	-
Other (specify):	-	-
	<u>537,897</u>	<u>561,847</u>
Investment income:		
Cash and temporary investments	1,880,844	864,829
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>1,880,844</u>	<u>864,829</u>
Other revenue:		
Gain on sale of tangible capital assets	43,052	(293,954)
Gain on sale of real estate held for sale	-	-
Contributed assets	-	-
Penalties and interest	191,603	95,331
Miscellaneous (specify):	496,471	1,775,984
Other (specify):	-	-
	<u>731,126</u>	<u>1,577,361</u>
Water and sewer		
Municipal utility(ies) (Schedule 9)	14,432,318	26,505,509
Consolidated water co-operatives	-	-
	<u>14,432,318</u>	<u>26,505,509</u>
Grants - Province of Manitoba		
Municipal operating grants	1,084,947	1,084,947
Other unconditional grants	-	-
Conditional grants	4,420,556	9,482,653
Other (specify):	-	-
	<u>5,505,503</u>	<u>10,567,600</u>
Grants - other		
Federal government - Canada Community-Building Fund (gas tax)	748,521	1,464,497
Federal government - other	36,070	310,549
Other municipal governments	582,988	557,378
Other (specify):	-	-
	<u>1,367,579</u>	<u>2,332,424</u>
Total revenue	<u><u>\$41,348,653</u></u>	<u><u>\$58,333,819</u></u>

City of Portage la Prairie
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2022

SCHEDULE 3

	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
General government services:		
Legislative	\$ 255,928	\$ 260,410
General administrative	2,388,557	2,107,628
Other (specify):	<u>173,054</u>	<u>363,442</u>
	<u>2,817,539</u>	<u>2,731,480</u>
Protective services:		
Police	3,803,230	4,303,615
Fire	2,399,124	2,438,856
Emergency measures	63,811	77,984
Other (specify):	<u>73,902</u>	<u>66,422</u>
	<u>6,340,067</u>	<u>6,886,877</u>
Transportation services:		
Road transport		
Administration and engineering	254,828	208,506
Road and street maintenance	1,784,795	1,752,229
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	40,086	74,187
Street lighting	263,535	278,355
Other (specify):	-	-
Air transport	-	-
Public transit	84,255	46,978
Other (specify):	-	-
	<u>2,427,499</u>	<u>2,360,255</u>
Environmental health services:		
Waste collection and disposal	1,042,087	1,008,989
Recycling	319,259	259,411
Other (specify):	-	-
	<u>1,361,346</u>	<u>1,268,400</u>
Public health and welfare services:		
Public health	211,992	156,413
Medical care	-	-
Social assistance	70,721	70,721
Other (specify):	-	-
	<u>282,713</u>	<u>227,134</u>
Regional planning and development		
Planning and zoning	404,937	342,971
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	181,459	172,009
Other (specify):	<u>169,085</u>	<u>126,683</u>
	<u>755,481</u>	<u>641,663</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	224,175	208,899
Industrial development	3,648	4,336
Tourism	1,072	1,915
Other (specify):	<u>8,000</u>	<u>10,015</u>
	<u>236,895</u>	<u>225,165</u>
Sub-totals forward	<u>14,221,540</u>	<u>14,340,974</u>

City of Portage la Prairie
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2022

SCHEDULE 3

	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
Sub-totals forward	<u>14,221,540</u>	<u>14,340,974</u>
Recreation and cultural services:		
Administration	3,593,503	3,115,745
Community centers and halls	72,900	72,900
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	6,018	6,040
Parks and playgrounds	495,830	479,062
Other recreational facilities	1,626,289	1,543,335
Museums	-	-
Libraries	336,327	323,617
Other cultural facilities	35,085	79,467
	<u>6,165,952</u>	<u>5,620,166</u>
Water and sewer services		
Municipal utility(ies) (Schedule 9)	10,914,309	8,687,037
Consolidated water co-operatives	-	-
	<u>10,914,309</u>	<u>8,687,037</u>
Total expenses	<u><u>\$31,301,801</u></u>	<u><u>\$28,648,177</u></u>

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2022

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE										
Property taxes	\$ 12,159,109	\$ 11,549,155	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	872,791	838,674	-	-	-	-	-	-	-	-
User fees	136,901	133,531	720,629	793,315	44,222	22,923	1,224,008	1,371,195	72,824	84,753
Grants - other	-	-	-	-	776,602	1,503,099	-	-	-	-
Permits, licences and fines	247,312	176,627	290,585	385,220	-	-	-	-	-	-
Investment income	1,781,478	826,070	-	-	223	173	6,252	-	-	-
Other revenue	618,224	707,078	-	278,935	645	268	-	3,944	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	1,084,947	1,084,947	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	4,187,115	9,220,088	-	-	68,171	54,046	-	-	-	-
Total revenue	\$ 21,087,877	\$ 24,536,170	\$ 1,011,214	\$ 1,457,470	\$ 889,863	\$ 1,580,509	\$ 1,230,260	\$ 1,375,139	\$ 72,824	\$ 84,753
EXPENSES										
Personnel services	\$ 1,719,443	\$ 1,537,873	\$ 2,428,603	\$ 2,667,386	\$ 784,308	\$ 746,733	\$ 232,503	\$ 290,371	\$ 83,599	\$ 78,404
Contract services	300,884	279,723	3,524,946	3,782,825	43,829	70,400	745,738	689,295	84,064	84,411
Utilities	56,364	47,929	65,138	60,461	312,214	318,583	-	-	7,109	5,822
Maintenance materials and supplies	141,529	322,140	144,488	156,637	684,844	564,851	92,203	80,007	102,007	50,537
Grants and contributions	248,117	255,005	4,359	1,674	(32,968)	(33,400)	40,561	46,805	5,934	7,960
Amortization	50,318	47,252	172,197	202,555	620,151	685,607	126,732	122,268	-	-
Interest on long term debt	-	-	-	-	-	-	-	-	-	-
Other	300,884	241,558	336	15,339	15,121	7,481	123,609	39,654	-	-
Total expenses	\$ 2,817,539	\$ 2,731,480	\$ 6,340,067	\$ 6,886,877	\$ 2,427,499	\$ 2,360,255	\$ 1,361,346	\$ 1,268,400	\$ 282,713	\$ 227,134
Surplus (Deficit)	\$ 18,270,338	\$ 21,804,690	\$ (5,328,853)	\$ (5,429,407)	\$ (1,537,636)	\$ (779,746)	\$ (131,086)	\$ 106,739	\$ (209,889)	\$ (142,381)

* 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, 2022

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,159,109	\$ 11,549,155
Grants in lieu of taxation	-	-	-	-	-	-	-	-	872,791	838,674
User fees	332,441	395,808	2,667	10,001	1,327,794	724,894	-	-	3,861,486	3,536,420
Grants - other	-	-	46,406	37,369	544,571	791,956	-	-	1,367,579	2,332,424
Permits, licences and fines	-	-	-	-	-	-	-	-	537,897	561,847
Investment income	37,639	17,208	-	-	55,252	21,378	-	-	1,880,844	864,829
Other revenue	-	-	6,667	-	105,590	587,136	-	-	731,126	1,577,361
Water and sewer	-	-	-	-	-	-	14,432,318	26,505,509	14,432,318	26,505,509
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	1,084,947	1,084,947
Prov of MB - Conditional Grants	-	-	-	-	165,270	208,519	-	-	4,420,556	9,482,653
Total revenue	\$ 370,080	\$ 413,016	\$ 55,740	\$ 47,370	\$ 2,198,477	\$ 2,333,883	\$ 14,432,318	\$ 26,505,509	\$ 41,348,653	\$ 58,333,819
EXPENSES										
Personnel services	\$ 397,283	\$ 355,043	\$ 120,822	\$ 110,103	\$ 2,078,029	\$ 1,807,944	\$ 2,509,330	\$ 2,345,790	\$ 10,353,920	\$ 9,939,647
Contract services	237,801	189,235	38,102	34,118	825,837	767,418	2,128,913	2,087,023	7,930,114	7,984,448
Utilities	9,755	5,917	1,863	1,393	467,740	353,735	2,611,947	1,161,042	3,532,130	1,954,882
Maintenance materials and supplies	88,283	68,010	1,085	5,264	329,740	364,841	1,835,723	1,429,932	3,419,902	3,042,219
Grants and contributions	-	-	58,976	59,430	673,620	642,286	-	-	998,599	979,760
Amortization	11,723	17,879	585	825	1,346,357	1,300,612	1,773,796	1,663,250	4,101,859	4,040,248
Interest on long term debt	-	-	-	-	302,179	274,134	54,600	-	356,779	274,134
Other	10,636	5,579	15,462	14,032	142,450	109,196	-	-	608,498	432,839
Total expenses	\$ 755,481	\$ 641,663	\$ 236,895	\$ 225,165	\$ 6,165,952	\$ 5,620,166	\$ 10,914,309	\$ 8,687,037	\$ 31,301,801	\$ 28,648,177
Surplus (Deficit)	\$ (385,401)	\$ (228,647)	\$ (181,155)	\$ (177,795)	\$ (3,967,475)	\$ (3,286,283)	\$ 3,518,009	\$ 17,818,472	\$ 10,046,852	\$ 29,685,642

**CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the Year Ended December 31, 2022**

	Core Government		Controlled Entities		Government Partnerships		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
REVENUE								
Property taxes	\$ 12,159,109	\$ 11,549,155	\$ -	\$ -	\$ -	\$ -	\$ 12,159,109	\$ 11,549,155
Grants in lieu of taxation	872,791	838,674	-	-	-	-	872,791	838,674
User fees	1,813,177	1,871,117	39,692	15,200	2,008,617	1,650,103	3,861,486	3,536,420
Grants - other	776,602	1,502,043	-	1,056	590,977	829,325	1,367,579	2,332,424
Permits, licences and fines	537,897	561,847	-	-	-	-	537,897	561,847
Investment income	1,781,478	826,070	223	173	99,143	38,586	1,880,844	864,829
Other revenue	618,224	986,013	645	268	112,257	591,080	731,126	1,577,361
Water and sewer	14,432,318	26,505,509	-	-	-	-	14,432,318	26,505,509
Prov of MB - Unconditional Grants	1,084,947	1,084,947	-	-	-	-	1,084,947	1,084,947
Prov of MB - Conditional Grants	4,175,448	9,220,088	68,171	54,046	176,937	208,519	4,420,556	9,482,653
Total revenue	\$ 38,251,991	\$ 54,945,463	\$ 108,731	\$ 70,743	\$ 2,987,931	\$ 3,317,613	\$ 41,348,653	\$ 58,333,819
EXPENSES								
Personnel services	\$ 7,927,811	\$ 7,808,260	\$ 55,223	\$ 37,057	\$ 2,370,886	\$ 2,094,331	\$ 10,353,920	\$ 9,939,648
Contract services	7,139,679	7,250,550	2,996	3,203	787,439	730,695	7,930,114	7,984,448
Utilities	3,098,455	1,641,713	1,716	1,830	431,959	311,338	3,532,130	1,954,881
Maintenance materials and supplies	3,135,309	2,517,655	22,419	13,532	262,174	259,297	3,419,902	2,790,484
Grants and contributions	2,479,790	2,547,058	(32,968)	(33,400)	(1,448,223)	(1,404,111)	998,599	1,109,547
Amortization	3,757,167	3,730,133	19,749	17,275	324,943	292,840	4,101,859	4,040,248
Interest on long term debt	354,800	270,683	-	-	1,979	3,451	356,779	274,134
Other	304,390	384,018	15,121	7,481	288,987	163,288	608,498	554,787
Total expenses	\$ 28,197,401	\$ 26,150,070	\$ 84,256	\$ 46,978	\$ 3,020,144	\$ 2,451,129	\$ 31,301,801	\$ 28,648,177
Surplus (Deficit)	\$ 10,054,590	\$ 28,795,393	\$ 24,475	\$ 23,765	\$ (32,213)	\$ 866,484	\$ 10,046,852	\$ 29,685,642

City of Portage la Prairie
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2022

SCHEDULE 6

	General Reserve	Infrastructure Reserve	Equipment Replacement Reserve	Cemetary Reserve	Policing Reseve	Fire Truck Reserve	Handicap Access Reserve	Land Development Reserve	Environmental reserve	Computer Reserve
REVENUE										
Investment income	\$ 89,994	\$ 3,296	\$ 3,528	\$ 22	\$ 9,924	\$ 4,040	\$ 1,982	\$ 18,214	\$ 6,165	\$ 1,699
Other income	-	-	-	-	-	-	-	-	-	-
Total revenue	89,994	3,296	3,528	22	9,924	4,040	1,982	18,214	6,165	1,699
EXPENSES										
Investment charges	-	-	-	-	-	-	-	-	-	-
Other expenses	5,921	-	-	-	-	-	-	-	-	13,030
Total expenses	5,921	-	-	-	-	-	-	-	-	13,030
NET REVENUES	84,073	3,296	3,528	22	9,924	4,040	1,982	18,214	6,165	(11,331)
TRANSFERS										
Debt payments	-	-	-	-	-	-	-	-	-	-
Transfers from general operating fund	1,588,570	100,000	100,000	-	1,159,000	150,000	50,000	94,500	-	-
Transfers to general operating fund	(1,105,653)	-	-	-	-	-	-	(226,427)	-	-
Transfer from nominal surplus	-	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-	-	18,000
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(698,560)	-	(307,021)	-	-	-	(1,633)	(23,960)	-	(4,948)
CHANGE IN RESERVE FUND BALANCES	(131,570)	103,296	(203,493)	22	1,168,924	154,040	50,349	(137,673)	6,165	1,721
FUND SURPLUS, BEGINNING OF YEAR	8,515,653	252,266	302,707	2,101	200,721	271,838	151,257	1,721,228	582,015	152,750
FUND SURPLUS, END OF YEAR	\$ 8,384,083	\$ 355,562	\$ 99,214	\$ 2,123	\$ 1,369,645	\$ 425,878	\$ 201,606	\$ 1,583,555	\$ 588,180	\$ 154,471

SCHEDULE 6

													2022
Crescent Lake Reserve	Handivan Reserve	Special Administration Reserve	Capital Levy Reserve	Recreation Dedication Fees Reserve	Sidewalk Reserve	Softball Reserve	Gas Tax Reserve	Glesby Centre Reserve	Accomm. Tax Marketing Reserve	Accomm. Tax Sask Ave Reserve	BDO Capital Reserve	Library Capital Reserve	
\$ 271	\$ 7	\$ 1,039	\$ 1,043	\$ 247	\$ 939	\$ 373	\$ 83,716	\$ 619	\$ -	\$ -	\$ -	\$ -	
-	-	-	-	-	-	-	-	-	-	-	-	-	
271	7	1,039	1,043	247	939	373	83,716	619	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	1,357	-	78,000	-	-	-	
-	-	-	-	-	-	-	1,357	-	78,000	-	-	-	
271	7	1,039	1,043	247	939	373	82,359	619	(78,000)	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	
1,776	-	-	-	-	318,988	-	748,521	20,000	77,652	77,652	10,000	9,016	
-	-	-	-	-	-	-	(616,000)	-	-	(148,988)	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	(426,988)	-	(32,074)	(7,119)	-	(26,962)	-	(15,458)	
2,047	7	1,039	1,043	247	(107,061)	373	182,806	13,500	(348)	(98,298)	10,000	(6,442)	
25,625	637	98,082	98,505	23,350	117,472	11,904	607,773	137,086	89,558	211,508	30,000	16,429	
<u>\$ 27,672</u>	<u>\$ 644</u>	<u>\$ 99,121</u>	<u>\$ 99,548</u>	<u>\$ 23,597</u>	<u>\$ 10,411</u>	<u>\$ 12,277</u>	<u>\$ 790,579</u>	<u>\$ 150,586</u>	<u>\$ 89,210</u>	<u>\$ 113,210</u>	<u>\$ 40,000</u>	<u>\$ 9,987</u>	

SCHEDULE 6

											2021
Sask Ave MB ICIP Reserve	Sask Ave Phase 2 Reserve	Utility Infrastructure Reserve	Utility Nutrient Removal Reserve	Utility Reserve	IP Capital Reserve	WPCF Upgrade Advance CIP Reserve	WPCF Upgrade MB Reserve	Sask Ave MB ICIP Reserve	Sask Ave Phase 2 Reserve	Total	Total
\$ 155,418	\$ 78,092	\$ 43,065	\$ 256,104	\$ 206,758	\$ 10,275	\$ 111,035	\$ 282,804	\$ 36,783	\$ 18,518	\$ 1,425,970	\$ 581,753
-	-	-	-	-	-	-	-	-	-	-	-
155,418	78,092	43,065	256,104	206,758	10,275	111,035	282,804	36,783	18,518	1,425,970	581,753
-	-	-	-	-	-	-	-	-	-	-	-
-	-	2,947	18,794	1,338,836	-	-	-	-	-	1,458,885	163,098
-	-	2,947	18,794	1,338,836	-	-	-	-	-	1,458,885	163,098
155,418	78,092	40,118	237,310	(1,132,078)	10,275	111,035	282,804	36,783	18,518	(32,915)	418,655
-	-	-	-	-	-	-	-	-	-	-	-
6,931,236	4,091,000	-	-	4,499,931	256,643	-	-	1,401,264	842,000	22,527,749	2,455,948
(1,171,469)	(2,782,186)	-	-	-	-	-	(90,407)	(1,046,697)	(566,707)	(7,754,534)	-
-	-	-	-	-	-	-	-	-	-	-	1,696,500
-	-	450,000	-	-	-	-	-	-	-	468,000	255,632
-	-	-	-	-	-	-	-	-	-	-	15,941,832
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	(73,971)	(2,850,177)	-	-	-	-	-	(4,468,871)	(10,744,892)
5,915,185	1,386,906	490,118	163,339	517,676	266,918	111,035	192,397	391,350	293,811	10,739,429	10,023,675
-	-	1,614,296	11,956,979	9,957,568	467,808	3,544,609	9,114,708	-	-	50,276,433	40,252,758
\$ 5,915,185	\$ 1,386,906	\$ 2,104,414	\$ 12,120,318	\$ 10,475,244	\$ 734,726	\$ 3,655,644	\$ 9,307,105	\$ 391,350	\$ 293,811	\$ 61,015,862	\$ 50,276,433

**SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.
For the Year Ended December 31, 2022**

	<u>2022 Budget</u>	<u>2022 Actual</u>	<u>2021 Actual</u>
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue (specify)	-	-	-
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>
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 (specify):	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other (specify):	-	-	-
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	<u>-</u>	<u>-</u>	<u>-</u>
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other (specify):	-	-	-
Change in L.U.D. balances	<u>-</u>	-	-
Unexpended balance, beginning of year		<u>-</u>	<u>-</u>
Unexpended balance, end of year		<u>-</u>	<u>-</u>

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

As at December 31, 2022

	<u>2022</u>	<u>2021</u>
	Total	Total
FINANCIAL ASSETS		
Cash and temporary investments	\$ -	\$ -
Amounts receivable	3,358,334	3,475,209
Portfolio investments	-	-
Due from other funds	-	535,070
Other (specify):	-	-
	<u>\$ 3,358,334</u>	<u>\$ 4,010,279</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 997,421	\$ 356,608
Unearned revenue	-	760,825
Long-term debt (Note 9)	2,725,868	2,000,127
Due to other funds	4,959,803	-
Other (specify):	-	-
	<u>8,683,092</u>	<u>3,117,560</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (5,324,758)</u>	<u>\$ 892,719</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 67,987,319	\$ 61,260,505
Inventories	405,389	302,102
Prepaid expenses	2,097	1,495
	<u>68,394,805</u>	<u>61,564,102</u>
FUND SURPLUS (DEFICIT)	<u>\$ 63,070,047</u>	<u>\$ 62,456,821</u>
COMMITMENTS AND CONTINGENCIES (Notes 11 and 12)		

City of Portage la Prairie
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2022

SCHEDULE 9

	<u>Budget</u>	<u>2022</u>	<u>2021</u>
REVENUE			
Water			
Water fees	\$ 11,608,000	\$ 12,292,372	\$ 12,149,269
Bulk Water fees	-	10,236	16,874
sub-total- water	<u>11,608,000</u>	<u>12,302,608</u>	<u>12,166,143</u>
Sewer			
Sewer fees	18,000	11,624	12,910
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>18,000</u>	<u>11,624</u>	<u>12,910</u>
Property taxes	-	-	-
Recovery			
Deficit recovery	-	-	-
Debenture recovery	-	-	-
sub-total- recovery	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Operating	6,947,130	1,825,276	14,081,204
Capital	-	-	-
sub-total- government transfers	<u>6,947,130</u>	<u>1,825,276</u>	<u>14,081,204</u>
Other			
Hydrant rentals	57,725	58,075	57,950
Connection charges	15,000	24,724	23,691
Installation service	-	-	-
Penalties	10,000	11,208	6,106
Contributed tangible capital assets	-	-	-
Investment income	-	191,428	131,556
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	15,144
Other income (specify)	82,050	7,375	10,805
sub-total- other	<u>164,775</u>	<u>292,810</u>	<u>245,252</u>
Total revenue	<u>\$ 18,737,905</u>	<u>\$ 14,432,318</u>	<u>\$ 26,505,509</u>

City of Portage la Prairie
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2022

SCHEDULE 9

EXPENSES	<u>Budget</u>	<u>2022</u>	<u>2021</u>
General			
Administration	\$ 1,498,147	\$ 1,429,651	\$ 1,507,878
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
Other (specify)	-	-	-
sub-total- general	<u>1,498,147</u>	<u>1,429,651</u>	<u>1,507,878</u>
Water General			
Purification and treatment	3,452,854	3,305,492	2,955,440
Water purchases	-	-	-
Transmission and distribution	1,720,656	1,486,886	1,207,665
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other (specify) - Grant expense	-	1,278,142	-
sub-total- water general	<u>5,173,510</u>	<u>6,070,520</u>	<u>4,163,105</u>
Water Amortization & Interest			
Amortization	-	1,519,758	1,392,226
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>1,519,758</u>	<u>1,392,226</u>
Sewer General			
Collection system costs	1,321,429	847,902	732,141
Treatment and disposal cost	655,510	437,806	356,115
Lift Station costs	318,203	300,033	264,548
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs (specify)	(58,716)	-	-
sub-total- sewer general	<u>2,236,426</u>	<u>1,585,741</u>	<u>1,352,804</u>
Sewage Amortization & Interest			
Amortization	-	254,039	271,024
Interest on long term debt	-	54,600	-
sub-total- sewer amortization & interest	<u>-</u>	<u>308,639</u>	<u>271,024</u>
Total expenses	<u>8,908,083</u>	<u>10,914,309</u>	<u>8,687,037</u>
NET OPERATING SURPLUS	9,829,822	3,518,009	17,818,472
TRANSFERS			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	<u>(9,829,822)</u>	<u>(2,904,783)</u>	<u>(13,181,276)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ -</u>	613,226	4,637,196
FUND SURPLUS, BEGINNING OF YEAR		<u>62,456,821</u>	<u>57,819,625</u>
FUND SURPLUS, END OF YEAR		<u>\$ 63,070,047</u>	<u>\$ 62,456,821</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2022

	Financial Plan General	Financial Plan Utility(ies)	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 11,147,230	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,147,230
Grants in lieu of taxation	1,718,319	-	-	-	-	-	-	1,718,319
User fees	1,823,910	-	-	-	-	-	2,048,309	3,872,219
Permits, licences and fines	317,600	-	-	-	-	-	590,977	908,577
Investment income	140,000	-	-	-	-	-	-	140,000
Other revenue	494,814	-	-	-	-	-	99,366	594,180
Water and sewer	-	18,737,905	-	-	-	-	112,902	18,850,807
Grants - Province of Manitoba	3,296,282	-	-	-	-	-	-	3,296,282
Grants - other	17,376,786	-	-	-	-	-	245,108	17,621,894
Transfers from accumulated surplus	2,951,653	1,683,837	-	-	(4,635,490)	-	-	-
Transfers from reserves	-	-	-	-	-	-	-	-
Total revenue	\$ 39,266,594	\$ 20,421,742	\$ -	\$ -	\$ (4,635,490)	\$ -	\$ 3,096,662	\$ 58,149,508
EXPENSES								
General government services	\$ 2,676,284	\$ -	\$ 50,318	\$ -	\$ -	\$ -	-	\$ 2,726,602
Protective services	6,810,872	-	172,197	-	-	-	-	6,983,069
Transportation services	2,516,042	-	600,402	-	-	-	84,256	3,200,700
Environmental health services	942,025	-	5,809	-	-	-	427,932	1,375,766
Public health and welfare services	332,275	-	-	-	-	-	-	332,275
Regional planning and development	423,658	-	3,810	-	-	-	400,806	828,274
Resource cons and industrial dev	173,464	-	1,150,835	-	-	-	79,961	1,404,260
Recreation and cultural services	2,493,305	-	1,773,797	315,135	-	-	2,111,445	6,693,682
Water and sewer services	-	8,908,083	-	-	-	-	-	8,908,083
Fiscal services:								-
Transfer to capital	16,624,000	6,947,130	-	-	(23,571,130)	-	-	-
Debt charges	2,141,956	-	-	(2,141,956)	-	-	-	-
Short term interest	267,000	-	-	-	(267,000)	-	-	-
Transfer to reserves	3,799,810	4,566,529	-	-	(8,366,339)	-	-	-
Allowance for tax assets	65,903	-	-	-	(65,903)	-	-	-
Total expenses	\$ 39,266,594	\$ 20,421,742	\$ 3,757,168	\$ (1,826,821)	\$ (32,270,372)	\$ -	\$ 3,104,400	\$ 32,452,711
Surplus (Deficit)	\$ -	\$ -	\$ (3,757,168)	\$ 1,826,821	\$ 27,634,882	\$ -	\$ (7,738)	\$ 25,696,797

City of Portage la Prairie
ANALYSIS OF TAXES ON ROLL
 December 31, 2022

SCHEDULE 11

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 1,105,286	\$ 1,212,367
Add:		
Tax levy (Schedule 12)	20,529,967	19,900,221
Taxes added	172,903	179,596
Penalties or interest	191,603	95,331
Other accounts added	-	-
Tax Adjustments (specify)	-	-
Sub-total	<u>20,894,473</u>	<u>20,175,148</u>
Deduct:		
Cash collections - current	18,291,910	17,538,780
Cash collections - arrears	1,201,558	978,526
Writeoffs	-	-
Tax discounts	6,553	5,298
E.P.T.C. - cash advance	1,464,395	1,759,625
Other credits (specify)	-	-
Sub-total	<u>20,964,416</u>	<u>20,282,229</u>
Balance, end of year	<u><u>\$ 1,035,343</u></u>	<u><u>\$ 1,105,286</u></u>

City of Portage la Prairie
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2022

SCHEDULE 12

	2022			2021
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Debt - PCU Centre	\$ 592,527,610	\$ 2.40	\$ 1,420,881	\$ 1,419,724
Debt - NE Transportation Route	\$ -	\$ -	-	25,771
sub-total - Debt charges			<u>1,420,881</u>	<u>1,445,495</u>
Deferred surplus	\$ -	\$ -	-	-
Reserves:				
Reserve - Glesby Centre	\$ 592,527,610	\$ 0.03	18,961	18,742
Reserve - Handicap Access	\$ 592,527,610	\$ 0.08	46,810	46,856
Reserve - Fire	\$ 592,527,610	\$ 0.24	139,837	139,981
Reserve - Sidewalk	\$ 592,527,610	\$ 0.27	158,797	158,138
Reserve - General	\$ 592,527,610	\$ 0.29	173,611	168,680
Reserve - Equipment Replacement	\$ 592,527,610	\$ 0.16	93,619	93,125
sub-total - Reserves			<u>631,634</u>	<u>625,522</u>
General municipal	\$ 592,527,610	\$ 16.52	<u>9,790,926</u>	<u>9,154,408</u>
Special levies:				
Assessment Levy	\$ 592,527,610	\$ 0.25	<u>149,317</u>	<u>149,432</u>
Total municipal taxes (Schedule 2)			<u>11,992,759</u>	<u>11,374,857</u>
Education support levy	\$ 143,792,910	\$ 8.71	<u>1,252,868</u>	<u>1,253,998</u>
Special levies:				
Portage la Prairie School Division	\$ 576,520,810	\$ 12.64	<u>7,284,340</u>	<u>7,271,366</u>
Total education taxes			<u>8,537,208</u>	<u>8,525,364</u>
Total tax levy (Schedule 11)			<u>\$ 20,529,967</u>	<u>\$ 19,900,221</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2022

	2022 Actual	2021 Actual
General government services:		
Legislative	\$ 255,928	\$ 260,410
General administrative	2,388,557	2,107,628
Other (specify)	179,608	368,740
	<u>2,824,093</u>	<u>2,736,778</u>
Protective services:		
Police	3,803,230	4,303,615
Fire	2,399,124	2,438,856
Emergency measures	63,811	77,984
Other (specify)	73,902	66,422
	<u>6,340,067</u>	<u>6,886,877</u>
Transportation services:		
Road transport		
Administration and engineering	254,828	208,506
Road and street maintenance	1,784,795	1,752,229
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	40,086	74,187
Street lighting	263,535	278,355
Other (specify)	-	-
Air transport	-	-
Public transit	-	-
Other (specify)	-	-
	<u>2,343,244</u>	<u>2,313,277</u>
Environmental health services:		
Waste collection and disposal	614,155	648,817
Recycling	319,258	259,411
Other (specify)	-	-
	<u>933,413</u>	<u>908,228</u>
Public health and welfare services:		
Public health	206,058	148,453
Medical care	-	-
Social assistance	70,721	70,721
Other (specify)	5,934	7,960
	<u>282,713</u>	<u>227,134</u>
Regional planning and development		
Planning and zoning	4,131	4,783
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	181,459	172,009
Other (specify)	169,085	126,683
	<u>354,675</u>	<u>303,475</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	144,214	119,107
Industrial development	3,648	4,336
Tourism	1,073	1,915
Other (specify)	8,000	10,015
	<u>156,935</u>	<u>135,373</u>
Sub-totals forward	<u>13,235,140</u>	<u>13,511,142</u>

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2022

	<u>2022 Actual</u>	<u>2021 Actual</u>
Sub-totals forward	<u>13,235,140</u>	<u>13,511,142</u>
Recreation and cultural services:		
Administration	1,482,059	1,452,770
Community centers and halls	72,900	72,900
Swimming pools and beaches	-	-
Golf courses	-	-
Skating and curling rinks	6,018	6,040
Parks and playgrounds	495,830	479,062
Other recreational facilities	1,626,289	1,543,335
Museums	-	-
Libraries	336,327	323,617
Other cultural facilities	35,085	79,467
	<u>4,054,508</u>	<u>3,957,191</u>
Total expenses	<u>\$ 17,289,648</u>	<u>\$ 17,468,333</u>

City of Portage la Prairie
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
December 31, 2022

SCHEDULE 14

	General	2022 Utility	Total	2021 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 1,212,540	\$ 1,356,722	\$ 2,569,262	\$ 3,014,634
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	2,988,440	3,199,441	6,187,881	19,353,413
Eliminate revenue - transfers from reserves	(7,588,411)	(4,108,731)	(11,697,142)	(11,552,830)
Increase revenue - reserve funds interest	1,425,970	-	1,425,970	581,752
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	(7,738)	-	(7,738)	890,249
Increase (Decrease) revenue - grant authorized	-	-	-	6,163,571
Increase expenses - liability estimate for PSAB purposes	212,562	-	212,562	(268,813)
Eliminate revenue - grant claims	(695,014)	(3,772,496)	(4,467,510)	-
Eliminate revenue - transfer from nominal surplus(es)	-	-	-	-
Increase revenue (increase expense) - gain (loss) on sale of tangible capital assets	(103,849)	-	(103,849)	(308,520)
Increase expense - proceeds on sale of tangible capital assets	12,000	-	12,000	-
Increase expense - amortization of tangible capital assets	(1,983,371)	(1,773,797)	(3,757,168)	(3,730,133)
Decrease expense - principal portion of debenture debt	1,880,672	116,260	1,996,932	(1,756,570)
Eliminate expense - acquisitions of tangible capital assets	9,175,042	8,500,610	17,675,652	17,298,889
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 6,528,843	\$ 3,518,009	\$ 10,046,852	\$ 29,685,642