

RIVERDALE MUNICIPALITY
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

RIVERDALE MUNICIPALITY
TABLE OF CONTENTS
For the year ended December 31, 2023

| | Page |
|---|--------------|
| STATEMENT OF RESPONSIBILITY | 3 |
| INDEPENDENT AUDITOR'S REPORT , dated November 4, 2025 | 4 - 5 |
| CONSOLIDATED FINANCIAL STATEMENTS | |
| Consolidated Statement of Financial Position | 6 |
| Consolidated Statement of Operations | 7 |
| Consolidated Statement of Change in Net Debt | 8 |
| Consolidated Statement of Cash Flows | 9 |
| Consolidated Statement of Remeasurement Gains (Losses) | 10 |
| Notes to the Consolidated Financial Statements | 11 - 27 |
| Schedule 1 - Consolidated Schedule of Tangible Capital Assets | 28 |
| Schedule 2 - Consolidated Schedule of Revenues | 29 - 30 |
| Schedule 3 - Consolidated Schedule of Expenses | 31 - 32 |
| Schedule 4 - Consolidated Statement of Operations by Program | 33 - 34 |
| Schedule 5 - Consolidated Details and Reconciliation to Core Government Results | 35 |
| Schedule 6 - Schedule of Changes in Reserve Fund Balances | 36 - 38 |
| Schedule 7 - Schedule of L.U.D. Operations | 39 |
| Schedule 8 - Schedule of Financial Position for Utility | 40 |
| Schedule 9 - Schedule of Utility Operations | 41 - 44 |
| Schedule 10 - Reconciliation of the Financial Plan to the Budget | 45 |
| Schedule 11 - Analysis of Taxes on Roll | 46 |
| Schedule 12 - Analysis of Tax Levy | 47 |
| Schedule 13 - Schedule of General Operating Fund Expenses | 48 - 49 |
| Schedule 14 - Reconciliation of Annual Surplus (Deficit) | 50 |

STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Riverdale Municipality:

The Municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the consolidated financial statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Sensus Chartered Professional Accountants Ltd., as the Municipality's appointed external auditors, have audited the consolidated financial statements. The Auditor's Report is addressed to the Council Members and appears on the following page. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

Heather Lamb
Mayor

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Riverdale Municipality
Rivers, Manitoba

Qualified Opinion

We have audited the consolidated financial statements of Riverdale Municipality, which comprise of the consolidated statement of financial position as at December 31, 2023 and the consolidated statement of operations, consolidated statement of changes in net debt, consolidated statement of cash flows, and consolidated statement of remeasurement gains (losses) for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis of Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Riverdale Municipality as at December 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Public Sector Accounting Board has introduced section PS 3280 which is a new standard establishing guidance on the accounting and reporting on the retirement of tangible capital assets controlled by the Municipality. The Municipality has not provided a reasonable estimate for the asset retirement costs associated with their landfills, lagoon, wells or buildings containing asbestos, to determine the asset retirement obligations. As such, we have qualified our audit opinion due to the departure from Canadian public sector accounting standards. The effects of this departure on the financial statements for the year ended December 31, 2023 and 2022 have not been determined, as there is insufficient information available.

We were not able to observe the counting of the physical inventories or satisfy ourselves concerning those inventory quantities by alternative means for the gravel and culvert inventory balance. Our audit opinion on the consolidated financial statements for the year ended December 31, 2023 and 2022, was modified accordingly because of the possible effects of this limitation in scope. Accordingly, we were unable to determine whether any adjustments might have been found necessary in inventory, the consolidated statement of operations, consolidated statement of changes in net debt and consolidated statement of cash flows.

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 Riverdale Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we 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 qualified opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing Riverdale Municipality'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 Riverdale Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Riverdale Municipality'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 auditing standards, we exercise our professional judgment and maintain professional skepticism throughout the audit. We also:

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

Brandon, Manitoba
November 4, 2025


Chartered Professional Accountants Ltd.

RIVERDALE MUNICIPALITY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2023

| | 2023 | 2022 |
|--|----------------------|----------------------|
| FINANCIAL ASSETS | | |
| Cash and cash equivalents (Note 3) | \$ 2,040,968 | \$ 1,970,792 |
| Amounts receivable (Note 4) | 1,531,838 | 1,148,103 |
| Loans and advances | 4,440 | 4,440 |
| | 3,577,246 | 3,123,335 |
| LIABILITIES | | |
| Bank indebtedness (Note 20) | 915,306 | 678,240 |
| Accounts payable and accrued liabilities (Note 6) | 404,244 | 637,066 |
| Sick leave payable | 8,986 | 11,538 |
| Deferred revenue | 65,301 | 76,911 |
| Long-term debt (Note 8) | 4,661,727 | 5,047,586 |
| Obligations under capital lease (Note 10) | 52,320 | 99,515 |
| | 6,107,884 | 6,550,856 |
| NET DEBT | (2,530,638) | (3,427,521) |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Schedule 1) | 18,917,647 | 19,578,414 |
| Inventories (Note 5) | 82,880 | 87,749 |
| Prepaid expenses | 44,257 | 44,050 |
| Real estate properties held for sale (Note 2) | 347,091 | 347,091 |
| | 19,391,875 | 20,057,304 |
| ACCUMULATED SURPLUS (Note 14) | \$ 16,861,237 | \$ 16,629,783 |
| Accumulated surplus is comprised of: | | |
| Accumulated surplus (deficit) excluding remeasurement gains (losses) | \$ 16,861,237 | \$ 16,629,783 |
| Accumulated remeasurement gains (losses) | | |
| | \$ 16,861,237 | \$ 16,629,783 |
| COMMITMENT (Note 21) | | |

RIVERDALE MUNICIPALITY
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2023

| | 2023 Budget (Note 13) | 2023 Actual | 2022 Actual |
|--|-----------------------------|----------------|----------------|
| REVENUE | | | |
| Property taxes | \$ 2,780,824 | \$ 2,763,085 | \$ 2,623,164 |
| Grants in lieu of taxation | 46,632 | 44,133 | 30,664 |
| User fees | 523,060 | 379,371 | 470,692 |
| Permits, licences and fines | 17,875 | 19,215 | 19,697 |
| Investment income | 594 | 110,153 | 65,118 |
| Other revenue | 85,217 | 188,152 | 252,294 |
| Water and sewer | 965,250 | 991,502 | 921,600 |
| Grants - Province of Manitoba | 467,093 | 1,294,083 | 1,881,707 |
| Grants - Other | 209,825 | 173,502 | 192,035 |
| Total revenue (Schedules 2, 4 and 5) | 5,096,370 | 5,963,196 | 6,456,971 |
| EXPENSES | | | |
| General government services | 631,639 | 732,449 | 762,068 |
| Protective services | 635,015 | 1,416,187 | 2,044,944 |
| Transportation services | 1,270,968 | 1,108,261 | 1,131,008 |
| Environmental health services | 209,105 | 224,763 | 230,511 |
| Public health and welfare services | 5,594 | 8,726 | 42,325 |
| Regional planning and development | 31,350 | 91,068 | 37,412 |
| Resource conservation and industrial development | 186,763 | 118,247 | 120,489 |
| Recreation and cultural services | 996,343 | 994,309 | 1,059,851 |
| Water and sewer services | 984,348 | 1,037,732 | 1,088,457 |
| Total expenses (Schedules 3, 4 and 5) | 4,951,125 | 5,731,742 | 6,517,065 |
| ANNUAL SURPLUS (DEFICIT) | \$ 145,245 | 231,454 | (60,094) |
| ACCUMULATED SURPLUS, BEGINNING OF YEAR | | 16,629,783 | 16,689,877 |
| ACCUMULATED SURPLUS, END OF YEAR | | \$ 16,861,237 | \$ 16,629,783 |

RIVERDALE MUNICIPALITY
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
For the year ended December 31, 2023

| | 2023 Budget (Note 13) | 2023 Actual | 2022 Actual |
|---|-----------------------------|-----------------------|-----------------------|
| ANNUAL SURPLUS (DEFICIT) | \$ 145,245 | \$ 231,454 | \$ (60,094) |
| Acquisition of tangible capital assets | (555,282) | (365,479) | (395,348) |
| Amortization of tangible capital assets | 1,015,849 | 1,015,849 | 1,018,974 |
| Loss on sale of tangible capital assets | | 10,398 | 900 |
| Proceeds on sale of tangible capital assets | | | 5,000 |
| Decrease in inventories | | 4,869 | 3,937 |
| Increase in prepaid expenses | | (208) | (21) |
| Increase in properties held for sale | | | 30,102 |
| | 460,567 | 665,429 | 663,544 |
| CHANGE IN NET DEBT | \$ 605,812 | 896,883 | 603,450 |
| NET DEBT, BEGINNING OF YEAR | | (3,427,521) | (4,030,971) |
| NET DEBT, END OF YEAR | | \$ (2,530,638) | \$ (3,427,521) |

RIVERDALE MUNICIPALITY
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2023

| | 2023 | 2022 |
|--|---------------------|---------------------|
| OPERATING TRANSACTIONS | | |
| Annual surplus (deficit) | \$ 231,454 | \$ (60,094) |
| Changes in non-cash items: | | |
| Amounts receivable | (383,735) | (340,200) |
| Inventories | 4,869 | 3,937 |
| Prepays | (208) | (21) |
| Accounts payable and accrued liabilities | (232,822) | 26,167 |
| Deferred revenue | (11,610) | 26,844 |
| Severance and sick leave payable | (2,552) | (4,184) |
| Gain on sale of properties held for resale | | (71,393) |
| Loss on sale of tangible capital assets | 10,398 | 900 |
| Amortization | 1,015,849 | 1,018,974 |
| Cash provided by operating transactions | 631,643 | 600,930 |
| CAPITAL TRANSACTIONS | | |
| Proceeds on sale of tangible capital assets | | 5,000 |
| Cash used to acquire tangible capital assets | (365,479) | (395,348) |
| Cash applied to capital transactions | (365,479) | (390,348) |
| INVESTING TRANSACTIONS | | |
| Proceeds on sale of portfolio investments | | 20,000 |
| Proceeds on sale of real estate properties | | 101,493 |
| Loans and advances repaid | | 560 |
| Cash applied to investing transactions | | 122,053 |
| FINANCING TRANSACTIONS | | |
| Debt repayment | (385,859) | (371,962) |
| Repayment of obligation under capital lease | (47,195) | (119,836) |
| Advances (repayment) of bank indebtedness | 237,066 | (192,364) |
| Cash applied to financing transactions | (195,988) | (684,162) |
| INCREASE (DECREASE) IN CASH | 70,176 | (351,527) |
| CASH, BEGINNING OF YEAR | 1,970,792 | 2,322,319 |
| CASH, END OF YEAR | \$ 2,040,968 | \$ 1,970,792 |

RIVERDALE MUNICIPALITY
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2023

| | 2023 Actual | 2022 Actual |
|--|----------------|----------------|
| ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR | \$ | \$ |
| Unrealized gains (losses) attributable to: | | |
| Portfolio investments | | |
| Foreign exchange | | |
| Derivatives | | |
| Amounts reclassified to the statement of operations: | | |
| Portfolio investments | | |
| Foreign exchange | | |
| Derivatives | | |
| NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR | | |
| ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR | \$ | \$ |

RIVERDALE MUNICIPALITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

1. STATUS OF THE RIVERDALE MUNICIPALITY

The incorporated Riverdale Municipality ("the Municipality") is a Municipality that was created on January 6, 1909 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SUMMARY OF 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:

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.

Prairie Crocus Regional Library
Rivers Recreation Facility Review Committee
Riverdale Recreation Commission
Rivers Daly CDC
Rivers Handi-van Committee

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted 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:

Midwest Weed District 26% (2022 - 26%)

The taxation with respect to the operations of the school divisions are not reflected in the Municipality 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 Note 16.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

Financial Instruments

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

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

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The Municipality has not designated any of its portfolio investments or borrowings at fair value that would otherwise be classified in the amortized cost category.

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the consolidated statement of remeasurement gains (losses) until they are realized. When realized they are transferred to the consolidated statement of operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the consolidated statement of operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and long-term debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Foreign Currency Translation

The Municipality's foreign currency risk is reflected in its consolidated financial statements. Monetary assets and liabilities, denominated in a foreign currency, are translated at the year-end rate of exchange. Revenue and expense arising from a foreign currency transaction are translated into Canadian dollars at exchange rates approximating those in effect at the transaction date.

At each consolidated financial statement date, monetary assets, and liabilities, must be adjusted to reflect the exchange rate in effect at that date. Unrealized foreign exchange gains or losses that arise prior to settlement are recognized in the consolidated statement of remeasurement gains (losses).

In the period of settlement, the cumulative amount of foreign exchange gains and losses is removed from the consolidated statement of remeasurement gains (losses) and is recognized in the consolidated statement of operations.

Cash and Cash Equivalents

Cash equivalents include short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to insignificant risk of changes in value.

Portfolio Investments

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

Portfolio investments denominated in a foreign currency are translated to the Canadian dollar equivalent at the exchange rate in effect at December 31st. Changes in the value of portfolio investments due to foreign currency changes are recorded in the consolidated statement of remeasurement gains (losses) until the investments are sold.

Investment income on portfolio investments, denominated in a foreign currency, are translated to Canadian dollar equivalents at the exchange rate in effect at the date of the transaction.

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.

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.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Non-Financial Assets

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

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

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 |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

Revenue Recognition

Fees and Other Revenues

Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct good or service or series of distinct goods or services to a payor for consideration. The Municipality recognizes revenue when the performance obligations are satisfied, and the payor obtains control of the asset or benefits from the service provided.

Non-exchange transactions are transactions or events where there is no direct transfer of goods or services to a payor. The Municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue from non-exchange transactions is recognized when the Municipality has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on delivery of products

Revenue from contracts with customers is recognized at an amount equal to the transaction price allocated to the specific distinct performance obligation when the performance obligation is satisfied. Revenue from contracts with customers is evaluated and separated into distinct performance obligations when there is a distinct good or service to be transferred in the future.

Government Transfers

Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31st, for which any eligibility criteria have been met and that can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Revenues from property taxes are accrued in the year they are authorized by Council. Property taxes are recorded net of tax concessions and other adjustments. Transfers made through the tax system are recognized as an expense.

Externally Restricted Inflows

Externally restricted inflows are recognized as revenue in the period in which expenses are incurred for the purposes specified. Externally restricted inflows received before the expenses are incurred are reported as a liability.

Asset Retirement Obligations

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

- There is a legal obligation for the Municipality to incur costs in relation to a specific tangible capital asset,
- There is a past transaction or event causing the liability that has occurred,
- When economic benefits will need to be given up to remediate the liability, and
- When a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the Municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Liability for Contaminated Site(s)

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

- i. An environmental standard exists;
- ii. Contamination exceeds the environmental standard;
- iii. The Municipality:
 - a. Is directly responsible; or
 - b. Accepts responsibility; and
- iv. A reasonable estimate of the amount can be made.

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.

Measurement Uncertainty

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts are 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 estimate of asset retirement obligations. The liability associated with asset retirement obligations reflects the best estimates by management of the amount required to remediate such liabilities, the timing when such remediation will occur, and the estimated future cash flows associated with asset retirement discounted to the consolidated financial statement date. The actual future cash flows and timing of obligations arising from asset retirement may differ significantly from these estimates.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Future Changes in Accounting Standards

A number of new and amended Canadian public sector accounting standards have been issued and not applied in preparing these consolidated financial statements. These standards will come into effect as follows:

- PS 3400 Revenue (effective January 1, 2024), a new standard establishing guidance on the recognition, measurement, presentation and disclosure of revenue. Earlier adoption is permitted.
- PS 3160 Public Private Partnerships (effective January 1, 2024), is a new standard establishing guidance on the recognition, measurement, and disclosure of public private partnership arrangements. Earlier adoption is permitted.
- PSG - 8 Purchased Intangibles (effective January 1, 2024), provides guidelines on the accounting and reporting for purchased intangible assets that are acquired through arm's length exchange transactions between knowledgeable, willing parties that are under no compulsion to act.

These new accounting standards have not been applied in preparing these consolidated financial statements.

The Municipality is currently assessing the impact of the new standards, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are comprised of the following:

| | 2023 | 2022 |
|------------------|---------------------|--------------|
| Cash | \$ 2,027,281 | \$ 1,957,246 |
| Cash equivalents | 13,687 | 13,546 |
| | \$ 2,040,968 | \$ 1,970,792 |

The Municipality has designated \$3,026,849 (2022 - \$2,605,951) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

| | 2023 | 2022 |
|--------------------------------|---------------------|---------------------|
| Taxes on roll (Schedule 11) | \$ 412,884 | \$ 412,080 |
| Utility customers (Schedule 8) | 78,544 | 125,159 |
| Organizations and individuals | 106,021 | 465,108 |
| Other governments | 934,389 | 145,756 |
| | <u>\$ 1,531,838</u> | <u>\$ 1,148,103</u> |

5. INVENTORIES

| | 2023 | 2022 |
|-----------------------------|------------------|------------------|
| Inventories for use: | | |
| Gravel | \$ 67,641 | \$ 73,231 |
| Culverts | 15,239 | 14,518 |
| | <u>\$ 82,880</u> | <u>\$ 87,749</u> |

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | 2023 | 2022 |
|------------------|-------------------|-------------------|
| Accounts payable | \$ 117,231 | \$ 567,350 |
| Accrued expenses | 74,488 | 69,716 |
| School levies | 212,525 | |
| | <u>\$ 404,244</u> | <u>\$ 637,066</u> |

7. ASSET RETIREMENT OBLIGATIONS

During the year, a new accounting standard that addresses the reporting of legal obligations associated with the retirement of tangible capital assets is required and effective for fiscal years beginning on or after April 1, 2022. However, the Municipality does not have qualified assessment reports, therefore the audit report has been qualified due to a departure from section PS 3280.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

8. LONG-TERM DEBT

| | 2023 | 2022 |
|---|---------------------|---------------------|
| Loan, payable to Westoba Credit Union Ltd. at \$162,317 annually including interest at 4.000%, maturing December 2025. | \$ 306,971 | \$ 451,238 |
| Debenture, payable to the Minister of Finance of the Province of Manitoba at \$49,370 annually including interest at 2.50%, maturing December 2030. | 313,468 | 353,988 |
| | 620,439 | 805,226 |
| Utility Funds | | |
| Debenture, payable to the Minister of Finance of the Province of Manitoba at \$140,694 annually including interest at 4.125%, maturing December 2037. | 1,619,089 | 1,703,370 |
| Debenture, payable to the Minister of Finance of the Province of Manitoba at \$11,240 annually including interest at 2.875%, maturing December 2029. | 61,144 | 70,362 |
| Debenture, payable to the Minister of Finance of the Province of Manitoba at \$197,061 annually including interest at 3.625%, maturing December 2039. | 2,361,055 | 2,468,628 |
| | 4,041,288 | 4,242,360 |
| | \$ 4,661,727 | \$ 5,047,586 |

Principal payments due in the next five years are as follows:

| | |
|------|---------------------|
| 2024 | \$ 400,316 |
| 2025 | 416,117 |
| 2026 | 268,519 |
| 2027 | 278,162 |
| 2028 | 288,160 |
| | \$ 1,651,274 |

9. DEBENTURES PENDING

| <u>Authority</u> | <u>Purpose</u> | <u>Authorized</u> |
|------------------|---|-------------------|
| Bylaw 2023-12 | To authorize the expenditure and borrowing of money for a 2025 Acres Range Series emergency vehicle | \$ 491,900 |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

10. OBLIGATIONS UNDER CAPITAL LEASE

The Municipality is leasing a 2019 John Deere 870G motor grader from John Deere with annual lease payments of \$76,004 plus GST and PST. Payments are due at the beginning of each lease period with the lease expiring September 2023.

Interest expense includes \$0 (2022 - \$1,439) with respect to this obligation.

Assets under capital lease include machinery and equipment.

| | 2023 | 2022 |
|--|-------------------|-------------------|
| Cost of leased tangible capital assets | \$ 359,456 | \$ 359,456 |
| Accumulated amortization of leased tangible capital assets | (79,879) | (55,915) |
| | <u>\$ 279,577</u> | <u>\$ 303,541</u> |

Amortization expense includes \$23,964 (2022 - \$23,964) on leased tangible capital assets.

The Municipality is leasing a 2019 John Deere 524L wheel loader from John Deere with annual lease payments of \$76,004 plus GST and PST. Payments are due at the beginning of each lease period with the lease expiring September 2025.

| | |
|--|------------------|
| 2025 | \$ 51,424 |
| Total minimum lease | \$ 51,424 |
| Less amount representing future interest | 896 |
| Balance of obligation | <u>\$ 52,320</u> |

Interest expense includes \$4,229 (2022 - \$6,153) with respect to this obligation.

Assets under capital lease include machinery and equipment.

| | 2023 | 2022 |
|--|-------------------|-------------------|
| Cost of leased tangible capital assets | \$ 236,352 | \$ 236,352 |
| Accumulated amortization of leased tangible capital assets | (52,523) | (36,766) |
| | <u>\$ 183,829</u> | <u>\$ 199,586</u> |

Amortization expense includes \$15,757 (2022 - \$15,757) on leased tangible capital assets.

| | 2023 | 2022 |
|---------------------------------------|------------------|------------------|
| Total obligations under capital lease | <u>\$ 52,320</u> | <u>\$ 99,515</u> |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

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 2.0% 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 \$77,275 (2022 - \$75,422) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2022 indicated the plan was 111.6% funded on a going concern basis and has an unfunded solvency liability of \$19.3 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2022.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP.

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 value of these financial instruments approximates their carrying values.

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

13. 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 statements is disclosed in Schedule 10 - Reconciliation of the Financial Plan to the Budget.

14. ACCUMULATED SURPLUS

| | 2023 | 2022 |
|--|----------------------|----------------------|
| Accumulated surplus consists of the following: | | |
| General Operating Fund - Nominal Surplus | \$ 593,978 | \$ 611,530 |
| Utility Operating Fund(s) - Deficit | (1,061,147) | (1,164,794) |
| TCA net of related borrowings | 14,160,345 | 14,418,938 |
| Reserve Funds | 3,026,849 | 2,605,951 |
| Accumulated Surplus of Municipality Unconsolidated | 16,720,025 | 16,471,625 |
| Accumulated Surpluses of Consolidated Entities | 141,212 | 158,158 |
| Accumulated Surplus per Consolidated Statement of Financial Position | \$ 16,861,237 | \$ 16,629,783 |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

15. 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 \$85,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2023:

- a) Compensation paid to members of council amounted to \$66,675 in aggregate.
- b) There were no members of council receiving compensation in excess of \$85,000 individually.

Council Members:

| | <u>Compensation</u> | <u>Expenses</u> | <u>Total</u> |
|-----------------|---------------------|-----------------|------------------|
| Everett Smith | \$ 9,250 | \$ 512 | \$ 9,762 |
| Shawn Mason | 9,300 | 438 | 9,738 |
| David Creighton | 9,125 | 583 | 9,708 |
| Tyson Peters | 8,950 | 136 | 9,086 |
| Heather Lamb | 11,700 | 258 | 11,958 |
| Christa Veitch | 9,250 | 685 | 9,935 |
| Tyler Pod | 9,100 | 702 | 9,802 |
| | <u>\$ 66,675</u> | <u>\$ 3,314</u> | <u>\$ 69,989</u> |

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

| <u>Name</u> | <u>Position</u> | <u>Amount</u> |
|---------------|-----------------|---------------|
| Lon Schwartz | Chief of Police | 91,560 |
| Kat Bridgeman | CAO | 121,603 |

16. TRUST FUNDS

The Municipality administers the following trust funds that are not consolidated into these consolidated financial statements:

| | <u>Balance, beginning of year</u> | <u>Excess of receipts over disbursements</u> | <u>Balance, end of year</u> |
|----------------|---------------------------------------|--|---------------------------------|
| Cemetery Trust | <u>\$ 43,273</u> | <u>\$ 258</u> | <u>\$ 43,531</u> |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

17. PUBLIC UTILITIES BOARD

The Public Utilities Board (PUB) regulates the rates charged by all water and sewer utilities, except the City of Winnipeg utility and those utilities operated by the Manitoba Water Services Board. PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. 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 Municipality 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 consolidated 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:

| <u>Description of Utility</u> | <u>Unamortized Opening Balance</u> | <u>Additions During Year</u> | <u>Amortization During Year</u> | <u>Unamortized Balance Ending</u> |
|-------------------------------|--|----------------------------------|-------------------------------------|---|
| Daly | \$ 114,405 | \$ | \$ 4,160 | \$ 110,245 |
| Rivers | 2,743,683 | | 76,771 | 2,666,912 |
| | <u>\$ 2,858,088</u> | <u>\$</u> | <u>\$ 80,931</u> | <u>\$ 2,777,157</u> |

Sewer services:

| <u>Description of Utility</u> | <u>Unamortized Opening Balance</u> | <u>Additions During Year</u> | <u>Amortization During Year</u> | <u>Unamortized Balance Ending</u> |
|-------------------------------|--|----------------------------------|-------------------------------------|---|
| Rivers | \$ 2,469,831 | \$ | \$ 92,908 | \$ 2,376,923 |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

18. SEGMENTED INFORMATION

The Riverdale Municipality provides a wide range of services to its residents. Segment information has been provided in Schedule 4 for the following services:

- General government services
- Protective services
- Transportation services
- Environmental health services
- 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 consolidated financial statements as described in the summary of significant accounting policies.

19. 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. The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

| | 2023 | 2022 |
|---|-----------|------------|
| Financial Position | | |
| Financial assets | \$ 14,509 | \$ 12,256 |
| Liabilities | 2,451 | 2,127 |
| Net debt | 12,058 | 10,129 |
| Non-financial assets | 10,213 | 12,373 |
| Accumulated surplus | \$ 22,271 | \$ 22,502 |
| Result of Operations | | |
| Revenues | \$ 33,994 | \$ 33,927 |
| Expenses | 39,623 | 41,103 |
| Intercompany revenue and expense eliminations | 5,398 | 4,740 |
| Annual deficit | \$ (231) | \$ (2,436) |

RIVERDALE MUNICIPALITY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2023

20. BANK INDEBTEDNESS

The Municipality is currently in a bank indebtedness position in its general operating account. The Municipality has an authorized line of credit with Westoba Credit Union Ltd. in the amount of \$1,500,000 (2022 - \$1,500,000) with interest at 7.20% (2022 - 5.95%). The line of credit is secured by a general security agreement and the current year taxes.

21. COMMITMENT

The Municipality has committed to the borrowing of money for the capital purchase of a 2025 Acres Range Series emergency vehicle. The estimated cost of the purchase is \$691,000 for which the Municipality has allocated \$200,000 from the fire equipment reserve and the remaining \$491,000 will be finance by fundraising and debenture proceeds from the Province of Manitoba.

RIVERDALE MUNICIPALITY
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2023

| Cost | General Capital Assets | | | | | Infrastructure | | Totals | |
|---|----------------------------|-------------------------------------|------------------------|--------------------------------|---------------------------|-----------------------------|-----------------|---------------|---------------|
| | Land and Land Improvements | Building and Leasehold Improvements | Vehicles and Equipment | Computer Hardware and Software | Assets Under Construction | Roads, Streets, and Bridges | Water and Sewer | 2023 | 2022 |
| Opening costs | \$ 694,842 | 8,881,539 | 3,114,075 | 115,616 | 38,241 | 10,166,166 | 13,570,251 | \$ 36,580,730 | \$ 36,193,811 |
| Additions during the year | 99,177 | | 62,580 | 5,625 | 172,960 | | 25,137 | 365,479 | 395,348 |
| Disposals and write downs | | | (15,032) | | | | | (15,032) | (8,429) |
| Transfers | 32,540 | | | | (38,241) | 5,701 | | | |
| Closing costs | 826,559 | 8,881,539 | 3,161,623 | 121,241 | 172,960 | 10,171,867 | 13,595,388 | 36,931,177 | 36,580,730 |
| Accumulated Amortization | | | | | | | | | |
| Opening accum'd amortization | 22,574 | 3,883,290 | 1,773,274 | 104,909 | | 8,798,658 | 2,419,611 | 17,002,316 | 15,985,870 |
| Amortization | 11,365 | 344,782 | 179,545 | 7,252 | | 87,952 | 384,953 | 1,015,849 | 1,018,974 |
| Disposals and write downs | | | (4,635) | | | | | (4,635) | (2,528) |
| Closing accum'd amortization | 33,939 | 4,228,072 | 1,948,184 | 112,161 | | 8,886,610 | 2,804,564 | 18,013,530 | 17,002,316 |
| Net Book Value of Tangible Capital Assets | \$ 792,620 | 4,653,467 | 1,213,439 | 9,080 | 172,960 | 1,285,257 | 10,790,824 | \$ 18,917,647 | \$ 19,578,414 |

Water and sewer underground networks contributed to the Municipality totals \$1,942,930 and were capitalized at their fair value at the time of their receipt.

The Municipality has 443 km of roads that were capitalized at a nominal value of \$7,425,600.

RIVERDALE MUNICIPALITY
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
For the year ended December 31, 2023

| | 2023 Actual | 2022 Actual |
|--|------------------------|------------------------|
| Property taxes: | | |
| Municipal taxes levied (Schedule 12) | \$ 2,740,824 | \$ 2,590,686 |
| Taxes added | 25,734 | 36,048 |
| Discounts | (3,473) | (3,570) |
| | 2,763,085 | 2,623,164 |
| Grants in lieu of taxation: | 44,133 | 30,664 |
| User fees: | | |
| Sales of service | 376,158 | 467,393 |
| Sales of goods | 33 | |
| Rentals | 3,180 | 3,299 |
| | 379,371 | 470,692 |
| Permits, licences and fines: | | |
| Permits | 2,271 | 2,118 |
| Licences | 8,958 | 8,548 |
| Fines | 7,986 | 9,031 |
| | 19,215 | 19,697 |
| Investment income: | 110,153 | 65,118 |
| Other revenue: | | |
| Gain (loss) on sale of tangible capital assets | | (900) |
| Gain on sale of real estate held for sale | | 71,393 |
| Penalties and interest | 49,600 | 52,522 |
| Miscellaneous | 138,552 | 129,279 |
| | 188,152 | 252,294 |
| Water and sewer | | |
| Municipal utility | 991,502 | 921,600 |
| Grants - Province of Manitoba: | | |
| Municipal operating grants | 313,000 | 268,935 |
| Disaster financial assistance | 744,850 | 1,384,045 |
| Conditional grants | 236,233 | 228,727 |
| | 1,294,083 | 1,881,707 |
| Sub-total | 5,789,694 | 6,264,936 |

RIVERDALE MUNICIPALITY
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (Continued)
For the year ended December 31, 2023

| | 2023 Actual | 2022 Actual |
|--------------------------------------|------------------------|------------------------|
| Sub-total (Carry forward) | 5,789,694 | 6,264,936 |
| Grants - other: | | |
| Federal government - gas tax funding | 125,226 | 120,009 |
| Federal government - other | 5,995 | 5,748 |
| Other municipal governments | 42,281 | 66,278 |
| | 173,502 | 192,035 |
| Total revenue | \$ 5,963,196 | \$ 6,456,971 |

RIVERDALE MUNICIPALITY
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2023

| | 2023 Actual | 2022 Actual |
|--|---------------------|---------------------|
| General government services: | | |
| Legislative | \$ 70,526 | \$ 69,505 |
| General administrative | 637,947 | 666,366 |
| Other | 23,976 | 26,197 |
| | <u>732,449</u> | <u>762,068</u> |
| Protective services: | | |
| Police | 503,201 | 561,616 |
| Fire | 60,919 | 52,226 |
| Other protection | 91,987 | 100,986 |
| Disaster financial assistance | 760,080 | 1,330,116 |
| | <u>1,416,187</u> | <u>2,044,944</u> |
| Transportation services: | | |
| Road transport | | |
| Administration and engineering | 413,836 | 380,785 |
| Road and street maintenance | 599,372 | 710,160 |
| Bridge maintenance | 7,004 | 615 |
| Sidewalk and boulevard maintenance | 7,316 | 2,090 |
| Street lighting | 26,047 | 22,711 |
| Other - Interest | 54,686 | 14,647 |
| | <u>1,108,261</u> | <u>1,131,008</u> |
| Environmental health services: | | |
| Waste collection and disposal | 143,072 | 148,817 |
| Recycling | 75,072 | 75,724 |
| Other | 6,619 | 5,970 |
| | <u>224,763</u> | <u>230,511</u> |
| Public health and welfare services: | | |
| Public health | 4,182 | 33,998 |
| Medical care | 204 | 3,987 |
| Social assistance | 4,340 | 4,340 |
| | <u>8,726</u> | <u>42,325</u> |
| Regional planning and development: | | |
| Planning and zoning | 49,593 | 10,935 |
| Beautification and land rehabilitation | 8,471 | 8,679 |
| Urban area weed control | 15,102 | |
| Other | 17,902 | 17,798 |
| | <u>91,068</u> | <u>37,412</u> |
| Sub-total | <u>\$ 3,581,454</u> | <u>\$ 4,248,268</u> |

RIVERDALE MUNICIPALITY
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES - (Continued)
For the year ended December 31, 2023

| | 2023 Actual | 2022 Actual |
|--|------------------------|------------------------|
| Sub-total (Carry forward) | \$ 3,581,454 | \$ 4,248,268 |
| Resource conservation and industrial development: | | |
| Rural area weed control | 39,623 | 54,363 |
| Water resources and conservation | 15,833 | 15,784 |
| Regional development | 15,463 | 31,915 |
| Tourism | 7,772 | 1,485 |
| Other | 39,556 | 16,942 |
| | 118,247 | 120,489 |
| Recreation and cultural services: | | |
| Administration | 47,315 | 94,408 |
| Community centres and halls | 92,317 | 87,002 |
| Swimming pools and beaches | 4,008 | 7,087 |
| Golf courses | 1,500 | 6,773 |
| Skating and curling rinks | 745,134 | 761,330 |
| Parks and playgrounds | 9,085 | 14,747 |
| Other recreational facilities | 525 | |
| Libraries | 84,027 | 88,504 |
| Loss on disposal of tangible capital assets | 10,398 | |
| | 994,309 | 1,059,851 |
| Water and sewer (Schedule 9) | | |
| Municipal utility | 1,037,732 | 1,088,457 |
| Total expenses | \$ 5,731,742 | \$ 6,517,065 |

RIVERDALE MUNICIPALITY
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2023

| | General Government* | | Protective Services | | Transportation Services | | Environmental Health Services | | Public Health and Welfare Services | |
|-------------------------------------|----------------------------|---------------------|----------------------------|------------------|--------------------------------|--------------------|--------------------------------------|------------------|---|-----------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| REVENUE | | | | | | | | | | |
| Property taxes | \$ 2,763,085 | \$ 2,623,164 | | | | | | | | |
| Grants in lieu of taxation | 44,133 | 30,664 | | | | | | | | |
| User fees | 10,143 | 11,654 | 32,678 | 48,165 | 13,194 | 11,717 | 85,675 | 54,870 | 8,750 | 13,340 |
| Grants - other | 131,221 | 165,757 | | | | | | | | |
| Permits, licences and fines | 19,215 | 19,697 | | | | | | | | |
| Investment income | 109,418 | 64,504 | | | | | | | | |
| Other revenue | 183,290 | 232,600 | | | | | | | | |
| Water and sewer | | | | | | | | | | |
| Prov of MB - unconditional grants | 308,499 | 252,973 | 744,850 | 1,384,045 | | | | | | |
| Prov of MB - conditional grants | 7,997 | 6,313 | 185,930 | 148,968 | 4,120 | 5,430 | | | | 7,639 |
| Total revenue | 3,577,001 | 3,407,326 | 963,458 | 1,581,178 | 17,314 | 17,147 | 85,675 | 54,870 | 8,750 | 20,979 |
| EXPENSES | | | | | | | | | | |
| Personnel services | 319,772 | 281,761 | 425,991 | 481,371 | 402,630 | 403,058 | 13,749 | 14,999 | | 13,997 |
| Contract services | 185,494 | 229,645 | 845,243 | 1,404,388 | 163,028 | 219,499 | 198,037 | 202,197 | | 4,086 |
| Utilities | 23,578 | 20,777 | 8,226 | 8,486 | 37,474 | 23,999 | 902 | 568 | | 64 |
| Maintenance, materials and supplies | 124,224 | 120,182 | 75,362 | 80,700 | 267,995 | 288,781 | | 1,322 | | 2,224 |
| Grants and contributions | 5,979 | 18,725 | | | | | | | | 3,784 |
| Amortization | 12,855 | 15,715 | 59,895 | 64,560 | 191,054 | 187,877 | 5,455 | 5,455 | 204 | 204 |
| Interest on long-term debt | | | | | 4,514 | 7,594 | | | | |
| Other | 60,547 | 75,263 | 1,470 | 5,439 | 41,566 | 200 | 6,620 | 5,970 | 8,522 | 17,966 |
| Total expenses | 732,449 | 762,068 | 1,416,187 | 2,044,944 | 1,108,261 | 1,131,008 | 224,763 | 230,511 | 8,726 | 42,325 |
| Surplus (Deficit) | \$ 2,844,552 | \$ 2,645,258 | (452,729) | (463,766) | (1,090,947) | (1,113,861) | (139,088) | (175,641) | 24 | (21,346) |

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

RIVERDALE MUNICIPALITY
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2023

| | Regional Planning and Development | | Resource Conservation and Industrial Dev | | Recreation and Cultural Services | | Water and Sewer Services | | Total | |
|-------------------------------------|--|-----------------|---|-----------------|---|------------------|-------------------------------------|------------------|-------------------|--------------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| REVENUE | | | | | | | | | | |
| Property taxes | | | | | | | | | \$ 2,763,085 | \$ 2,623,164 |
| Grants in lieu of taxation | | | | | | | | | 44,133 | 30,664 |
| User fees | | | 17,972 | 15,843 | 210,959 | 315,103 | | | 379,371 | 470,692 |
| Grants - other | | | 40,541 | 13,565 | 1,740 | 12,713 | | | 173,502 | 192,035 |
| Permits, licences and fines | | | | | | | | | 19,215 | 19,697 |
| Investment income | | | 481 | 260 | 254 | 354 | | | 110,153 | 65,118 |
| Other revenue | | | 1,576 | 4,259 | 3,286 | 15,435 | | | 188,152 | 252,294 |
| Water and sewer | | | | | | | 991,502 | 921,600 | 991,502 | 921,600 |
| Prov of MB - unconditional grants | | | 4,502 | 15,962 | | | | | 1,057,851 | 1,652,980 |
| Prov of MB - conditional grants | | | | | 38,185 | 60,377 | | | 236,232 | 228,727 |
| Total revenue | | | 65,072 | 49,889 | 254,424 | 403,982 | 991,502 | 921,600 | 5,963,196 | 6,456,971 |
| EXPENSES | | | | | | | | | | |
| Personnel services | | | 24,096 | 35,644 | 247,175 | 233,270 | 141,780 | 135,583 | 1,575,193 | 1,599,683 |
| Contract services | 81,483 | 20,531 | 16,602 | 29,106 | 107,146 | 120,123 | 34,996 | 37,872 | 1,632,029 | 2,267,447 |
| Utilities | | | 6,185 | 1,576 | 132,647 | 105,112 | 77,871 | 65,668 | 286,883 | 226,250 |
| Maintenance, materials and supplies | 939 | | 23,370 | 21,599 | 92,705 | 148,222 | 198,396 | 258,620 | 782,991 | 921,650 |
| Grants and contributions | | | 45,486 | 30,086 | 20,657 | 43,963 | | | 72,122 | 96,558 |
| Amortization | | | 2,160 | 2,160 | 359,273 | 360,088 | 384,953 | 382,915 | 1,015,849 | 1,018,974 |
| Interest on long-term debt | 8,850 | 9,838 | | | 18,050 | 23,598 | 161,775 | 169,134 | 193,189 | 210,164 |
| Other | (204) | 7,043 | 348 | 318 | 16,656 | 25,475 | 37,961 | 38,665 | 173,486 | 176,339 |
| Total expenses | 91,068 | 37,412 | 118,247 | 120,489 | 994,309 | 1,059,851 | 1,037,732 | 1,088,457 | 5,731,742 | 6,517,065 |
| Surplus (Deficit) | (91,068) | (37,412) | (53,175) | (70,600) | (739,885) | (655,869) | (46,230) | (166,857) | \$ 231,454 | \$ (60,094) |

RIVERDALE MUNICIPALITY

SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the year ended December 31, 2023

| | Core Government | | Controlled Entities | | Government Partnerships | | Total | |
|-------------------------------------|-------------------|------------------|---------------------|-----------------|-------------------------|----------------|-------------------|--------------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| REVENUE | | | | | | | | |
| Property taxes | \$ 2,763,085 | \$ 2,623,164 | | | | | \$ 2,763,085 | \$ 2,623,164 |
| Grants in lieu of taxation | 44,133 | 30,664 | | | | | 44,133 | 30,664 |
| User fees | 334,665 | 410,571 | 26,734 | 44,278 | 17,972 | 15,843 | 379,371 | 470,692 |
| Grants - other | 131,221 | 165,757 | 26,740 | 12,713 | 15,541 | 13,565 | 173,502 | 192,035 |
| Permits, licences and fines | 19,215 | 19,697 | | | | | 19,215 | 19,697 |
| Investment income | 109,418 | 64,504 | 254 | 354 | 481 | 260 | 110,153 | 65,118 |
| Other revenue | 183,290 | 232,600 | 4,862 | 15,435 | | 4,259 | 188,152 | 252,294 |
| Water and sewer | 991,502 | 921,600 | | | | | 991,502 | 921,600 |
| Prov of MB - unconditional grants | 1,053,349 | 1,637,018 | 4,502 | 15,962 | | | 1,057,851 | 1,652,980 |
| Prov of MB - conditional grants | 198,047 | 160,711 | 38,185 | 68,016 | | | 236,232 | 228,727 |
| Total revenue | 5,827,925 | 6,266,286 | 101,277 | 156,758 | 33,994 | 33,927 | 5,963,196 | 6,456,971 |
| EXPENSES | | | | | | | | |
| Personnel services | 1,494,952 | 1,503,893 | 59,645 | 74,826 | 20,596 | 20,964 | 1,575,193 | 1,599,683 |
| Contract services | 1,609,766 | 2,199,684 | 18,044 | 66,142 | 4,219 | 1,621 | 1,632,029 | 2,267,447 |
| Utilities | 279,952 | 219,595 | 6,473 | 6,246 | 458 | 409 | 286,883 | 226,250 |
| Maintenance, materials and supplies | 724,956 | 867,830 | 45,845 | 37,871 | 12,190 | 15,949 | 782,991 | 921,650 |
| Grants and contributions | 52,968 | 64,000 | 19,154 | 32,558 | | | 72,122 | 96,558 |
| Amortization | 1,012,549 | 1,016,814 | 1,140 | | 2,160 | 2,160 | 1,015,849 | 1,018,974 |
| Interest on long-term debt | 193,189 | 210,164 | | | | | 193,189 | 210,164 |
| Other | 173,486 | 176,339 | | | | | 173,486 | 176,339 |
| Total expenses | 5,541,818 | 6,258,319 | 150,301 | 217,643 | 39,623 | 41,103 | 5,731,742 | 6,517,065 |
| Surplus (Deficit) | \$ 286,107 | \$ 7,967 | (49,024) | (60,885) | (5,629) | (7,176) | \$ 231,454 | \$ (60,094) |

RIVERDALE MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

| | 2023 | | | | | | |
|--|----------------------|--|----------------|--------------------------|-------------------------|-------------------------|--------------|
| | Daly Utility Reserve | General Reserve - Riverdale Municipality | Bridge Reserve | Land Development Reserve | Fire Protection Reserve | Streets & Roads Reserve | Sub Total |
| REVENUE | | | | | | | |
| Investment income | \$ 1,823 | \$ 17,072 | \$ 4,984 | 15,174 | \$ 4,749 | \$ 9,947 | \$ 53,749 |
| Other income | | | | | 700 | | 700 |
| Total revenue | 1,823 | 17,072 | 4,984 | 15,174 | 5,449 | 9,947 | 54,449 |
| EXPENSES | | | | | | | |
| Investment charges | | | | | | | |
| Other expenses | | | | | | | |
| Total expenses | | | | | | | |
| NET REVENUES | 1,823 | 17,072 | 4,984 | 15,174 | 5,449 | 9,947 | 54,449 |
| TRANSFERS | | | | | | | |
| Debt repayment | | | | | | | |
| Transfers from operating fund | | 200,000 | 20,000 | 20,000 | 65,000 | 20,000 | 325,000 |
| Transfers to operating fund | | | | | (187,060) | | (187,060) |
| Transfers from utility fund | 10,000 | | | | | | 10,000 |
| Transfers to utility fund | | | | | | | |
| Acquisition of tangible capital assets | | | | | | | |
| CHANGE IN RESERVE FUND BALANCES | 11,823 | 217,072 | 24,984 | 35,174 | (116,611) | 29,947 | 202,389 |
| FUND SURPLUS, BEGINNING OF YEAR | 21,572 | 930,613 | 69,534 | 211,303 | 162,116 | 197,359 | 1,592,497 |
| FUND SURPLUS, END OF YEAR | \$ 33,395 | \$ 1,147,685 | \$ 94,518 | 246,477 | \$ 45,505 | \$ 227,306 | \$ 1,794,886 |

RIVERDALE MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

| | 2023 | | | | | |
|--|---|-------------------------|------------------------------|-------------------------------------|---------------------|-------------------|
| | Building Maintenance Reserve | Hospital Reserve | Handi-Van Reserve | Water and Sewage Reserve | Well Reserve | Sub Total |
| REVENUE | | | | | | |
| Investment income | \$ 6,229 | \$ 661 | \$ 5,221 | \$ 3,839 | \$ 42 | \$ 15,992 |
| Other income | | | | | | |
| Total revenue | <u>6,229</u> | <u>661</u> | <u>5,221</u> | <u>3,839</u> | <u>42</u> | <u>15,992</u> |
| EXPENSES | | | | | | |
| Investment charges | | | | | | |
| Other expenses | | 40 | | | | 40 |
| Total expenses | | <u>40</u> | | | | <u>40</u> |
| NET REVENUES | 6,229 | 621 | 5,221 | 3,839 | 42 | 15,952 |
| TRANSFERS | | | | | | |
| Debt repayment | | | | | | |
| Transfers from operating fund | 17,500 | | 4,120 | | | 21,620 |
| Transfers to operating fund | (8,575) | | | | | (8,575) |
| Transfers from utility fund | | | | 20,000 | | 20,000 |
| Transfers to utility fund | | | | (21,000) | (133) | (21,133) |
| Acquisition of tangible capital assets | | | | | | |
| CHANGE IN RESERVE FUND BALANCES | 15,154 | 621 | 9,341 | 2,839 | (91) | 27,864 |
| FUND SURPLUS, BEGINNING OF YEAR | <u>140,706</u> | <u>9,216</u> | <u>103,265</u> | <u>147,998</u> | <u>91</u> | <u>401,276</u> |
| FUND SURPLUS, END OF YEAR | <u>\$ 155,860</u> | <u>\$ 9,837</u> | <u>\$ 112,606</u> | <u>\$ 150,837</u> | <u>\$</u> | <u>\$ 429,140</u> |

RIVERDALE MUNICIPALITY
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2023

| | | | | | | 2022 |
|--|--|---|---------------------------------|--|----------------------------------|---------------------|
| | Equipment Replacement Reserve - Riverdale Municipality | Canada Community- Building Fund Reserve | Police Protection Reserve | Pre- Retirement Allowance Reserve | Recreation / Youth Reserve | Total |
| REVENUE | | | | | | |
| Investment income | \$ 36 | \$ 29,221 | \$ 1,238 | \$ 1,432 | \$ 2,554 | \$ 104,222 |
| Other income | | | | | 1,130 | 1,830 |
| Total revenue | 36 | 29,221 | 1,238 | 1,432 | 3,684 | 106,052 |
| EXPENSES | | | | | | |
| Investment charges | | | | | | 40 |
| Other expenses | | | | | | 40 |
| Total expenses | | | | | | 40 |
| NET REVENUES | 36 | 29,221 | 1,238 | 1,432 | 3,684 | 106,012 |
| TRANSFERS | | | | | | |
| Debt repayment | | | | | | |
| Transfers from operating fund | 130,000 | 125,226 | 38,481 | 5,000 | | 645,327 |
| Transfers to operating fund | (129,441) | (6,616) | (5,000) | (2,616) | | (339,308) |
| Transfers from utility fund | | | | | | 30,000 |
| Transfers to utility fund | | | | | | (21,133) |
| Acquisition of tangible capital assets | | | | | | |
| CHANGE IN RESERVE FUND BALANCES | 595 | 147,831 | 34,719 | 3,816 | 3,684 | 420,898 |
| FUND SURPLUS, BEGINNING OF YEAR | 993 | 519,989 | 20,711 | 19,964 | 50,521 | 2,605,951 |
| FUND SURPLUS, END OF YEAR | \$ 1,588 | \$ 667,820 | \$ 55,430 | \$ 23,780 | \$ 54,205 | \$ 3,026,849 |

RIVERDALE MUNICIPALITY
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS -
For the year ended December 31, 2023

| | 2023 Budget | 2023 Actual | 2022 Actual |
|--|----------------|----------------|----------------|
| REVENUE | | | |
| Taxation | \$ | \$ | \$ |
| EXPENSES | | | |
| General government | | | |
| Transportation services | | | |
| Environmental health | | | |
| Regional planning and development | | | |
| Recreation and cultural services | | | |
| TRANSFERS | | | |
| CHANGES IN L.U.D. BALANCES | \$ | | |
| UNEXPENDED BALANCE, BEGINNING OF YEAR | | | |
| UNEXPENDED BALANCE, END OF YEAR | | \$ | \$ |

RIVERDALE MUNICIPALITY
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2023

| | 2023 | | | 2022 |
|--|---------------------|-------------------------|---------------------|---------------------|
| | Rivers | Rural Water Line | Total | Total |
| FINANCIAL ASSETS | | | | |
| Cash | \$ 36 | \$ | \$ 36 | \$ 100 |
| Amounts receivable (Note 4) | 72,238 | 6,306 | 78,544 | 125,159 |
| | <u>72,274</u> | <u>6,306</u> | <u>78,580</u> | <u>125,259</u> |
| LIABILITIES | | | | |
| Accounts payable and accrued liabilities | 10,504 | | 10,504 | 948 |
| Long-term debt (Note 8) | 4,041,288 | | 4,041,288 | 4,242,360 |
| Due to other funds | 1,130,612 | 1,003 | 1,131,615 | 1,291,317 |
| | <u>5,182,404</u> | <u>1,003</u> | <u>5,183,407</u> | <u>5,534,625</u> |
| NET FINANCIAL ASSETS (NET DEBT) | <u>(5,110,130)</u> | <u>5,303</u> | <u>(5,104,827)</u> | <u>(5,409,366)</u> |
| NON-FINANCIAL ASSETS | | | | |
| Tangible capital assets (Schedule 1) | 10,596,113 | 194,711 | 10,790,824 | 11,150,640 |
| Prepaid expenses | 2,392 | | 2,392 | 2,212 |
| | <u>10,598,505</u> | <u>194,711</u> | <u>10,793,216</u> | <u>11,152,852</u> |
| FUND SURPLUS | <u>\$ 5,488,375</u> | <u>\$ 200,014</u> | <u>\$ 5,688,389</u> | <u>\$ 5,743,486</u> |
| FUND SURPLUS (DEFICIT) CONSISTS OF: | | | | |
| Accumulated operating surplus (deficit) | \$ 5,488,375 | \$ 200,014 | \$ 5,688,389 | \$ 5,743,486 |
| Accumulated remeasurement gains (losses) | | | | |
| | <u>\$ 5,488,375</u> | <u>\$ 200,014</u> | <u>\$ 5,688,389</u> | <u>\$ 5,743,486</u> |

RIVERDALE MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Rivers
For the year ended December 31, 2023

| | Budget | 2023 | 2022 |
|--------------------|------------|------------|------------|
| REVENUE | | | |
| Water | | | |
| Water fees | \$ 573,000 | \$ 658,498 | \$ 554,251 |
| Sub-Total - Water | 573,000 | 658,498 | 554,251 |
| Sewer | | | |
| Sewer fees | 324,000 | 277,461 | 309,175 |
| Sub-Total - Sewer | 324,000 | 277,461 | 309,175 |
| Other | | | |
| Hydrant rentals | 4,350 | 4,350 | 4,350 |
| Connection charges | 300 | | 175 |
| Penalties | 5,500 | 7,337 | 5,548 |
| Investment income | | | 500 |
| Other income | 14,000 | 11,716 | 14,080 |
| Sub-Total - Other | 24,150 | 23,403 | 24,653 |
| Total revenue | \$ 921,150 | \$ 959,362 | \$ 888,079 |

RIVERDALE MUNICIPALITY
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rivers
For the year ended December 31, 2023

| | Budget | 2023 | 2022 |
|--|------------|-----------|--------------|
| EXPENSES | | | |
| General | | | |
| Administration | \$ 80,000 | \$ 77,831 | \$ 72,266 |
| Billing and collection | 3,000 | 8,775 | 3,000 |
| Sub-Total - General | 83,000 | 86,606 | 75,266 |
| Water General | | | |
| Purification and treatment | 256,020 | 310,569 | 296,362 |
| Transmission and distribution | 13,000 | 8,146 | 78,785 |
| Other water supply costs | | 21,626 | 8,676 |
| Connection costs | 11,500 | 2,136 | 5,942 |
| Sub-Total - Water General | 280,520 | 342,477 | 389,765 |
| Water Amortization, Accretion & Interest | | | |
| Amortization | | 176,052 | 174,942 |
| Interest on long-term debt | | 161,775 | 169,134 |
| Sub-Total - Water Amortization, Accretion & Interest | | 337,827 | 344,076 |
| Sewer General | | | |
| Collection system costs | 3,000 | 12,426 | 23,042 |
| Treatment and disposal cost | 35,000 | 13,406 | 13,820 |
| Lift station costs | 2,000 | 6,010 | 7,200 |
| Connection costs | | 6,164 | 3,602 |
| Sub-Total - Sewer General | 40,000 | 38,006 | 47,664 |
| Sewer Amortization, Accretion & Interest | | | |
| Amortization | | 201,716 | 200,787 |
| Sub-Total - Sewer Amortization, Accretion & Interest | | 201,716 | 200,787 |
| Total expenses | 403,520 | 1,006,632 | 1,057,558 |
| NET OPERATING SURPLUS (DEFICIT) | \$ 517,630 | (47,270) | (169,479) |
| TRANSFERS | | | |
| Transfers from reserve funds | | 1,133 | 35,846 |
| CHANGE IN UTILITY FUND BALANCE | | (46,137) | (133,633) |
| FUND SURPLUS, BEGINNING OF YEAR | | 5,534,512 | 5,668,145 |
| FUND SURPLUS, END OF YEAR | \$ | 5,488,375 | \$ 5,534,512 |

RIVERDALE MUNICIPALITY**SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Rural Water Line****For the year ended December 31, 2023**

| | Budget | 2023 | 2022 |
|-------------------|------------------|------------------|------------------|
| REVENUE | | | |
| Water | | | |
| Water fees | \$ 44,000 | \$ 31,990 | \$ 33,342 |
| Sub-Total - Water | 44,000 | 31,990 | 33,342 |
| Other | | | |
| Penalties | 100 | 150 | 179 |
| Other income | | | |
| Sub-Total - Other | 100 | 150 | 179 |
| Total revenue | \$ 44,100 | \$ 32,140 | \$ 33,521 |

RIVERDALE MUNICIPALITY**SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Rural Water Line****For the year ended December 31, 2023**

| | Budget | 2023 | 2022 |
|--|------------------|-------------------|-------------------|
| EXPENSES | | | |
| General | | | |
| Administration | \$ | \$ 7,627 | \$ 7,527 |
| Billing and collection | | | |
| Sub-Total - General | | <u>7,627</u> | <u>7,527</u> |
| Water General | | | |
| Transmission and distribution | 8,027 | | 163 |
| Water purchases | 26,073 | 16,288 | 16,024 |
| Connection costs | | | |
| Sub-Total - Water General | <u>34,100</u> | <u>16,288</u> | <u>16,187</u> |
| Water Amortization, Accretion & Interest | | | |
| Amortization | | <u>7,185</u> | <u>7,185</u> |
| Sub-Total - Water Amortization, Accretion & Interest | | <u>7,185</u> | <u>7,185</u> |
| Total expenses | <u>34,100</u> | <u>31,100</u> | <u>30,899</u> |
| NET OPERATING SURPLUS | <u>\$ 10,000</u> | <u>1,040</u> | <u>2,622</u> |
| TRANSFERS | | | |
| Transfers to reserve funds | | <u>(10,000)</u> | <u>(10,000)</u> |
| CHANGE IN UTILITY FUND BALANCE | | <u>(8,960)</u> | <u>(7,378)</u> |
| FUND SURPLUS, BEGINNING OF YEAR | | <u>208,974</u> | <u>216,352</u> |
| FUND SURPLUS, END OF YEAR | | <u>\$ 200,014</u> | <u>\$ 208,974</u> |

RIVERDALE MUNICIPALITY

SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the year ended December 31, 2023

| | Financial Plan General | Financial Plan Utility | Amortization & Accretion | Interest Expense | Transfers | Consolidated Entities | PSAB Budget |
|------------------------------------|---------------------------|---------------------------|-----------------------------|---------------------|------------------|--------------------------|-------------------|
| REVENUE | | | | | | | |
| Property taxes | \$ 2,780,824 | | | | | | \$ 2,780,824 |
| Grants in lieu of taxation | 46,632 | | | | | | 46,632 |
| User fees | 480,088 | | | | | 42,972 | 523,060 |
| Grants - Province of Manitoba | 424,361 | | | | | 42,732 | 467,093 |
| Grants - other | 120,009 | | | | | 89,816 | 209,825 |
| Permits, licences and fines | 17,875 | | | | | | 17,875 |
| Investment income | | | | | | 594 | 594 |
| Other revenue | 69,500 | | | | | 15,717 | 85,217 |
| Water and sewer | | 965,250 | | | | | 965,250 |
| Transfers from accumulated surplus | | | | | | | |
| Transfers from reserves | 58,000 | | | | (58,000) | | |
| Total revenue | <u>3,997,289</u> | <u>965,250</u> | | | <u>(58,000)</u> | <u>191,831</u> | <u>5,096,370</u> |
| EXPENSES | | | | | | | |
| General government services | 618,823 | | 12,855 | | (39) | | 631,639 |
| Protective services | 575,120 | | 59,895 | | | | 635,015 |
| Transportation services | 1,075,400 | | 191,054 | 4,514 | | | 1,270,968 |
| Environmental health services | 203,650 | | 5,455 | | | | 209,105 |
| Public health and welfare services | 5,390 | | 204 | | | | 5,594 |
| Regional planning and development | 22,500 | | | 8,850 | | | 31,350 |
| Resource cons and industrial dev | 123,076 | | | | | 63,687 | 186,763 |
| Recreation and cultural services | 475,902 | | 358,293 | 18,050 | | 144,098 | 996,343 |
| Water and sewer services | | 437,620 | 384,953 | 161,775 | | | 984,348 |
| Fiscal services: | | | | | | | |
| Transfer to capital | 2,100 | | | | (2,100) | | |
| Debt charges | 277,858 | 362,846 | | (640,704) | | | |
| Short-term interest | | 134,784 | | | (134,784) | | |
| Transfer to reserves | 617,509 | 30,000 | | | (647,509) | | |
| Allowance for tax assets | (39) | | | | 39 | | |
| Total expenses | <u>3,997,289</u> | <u>965,250</u> | <u>1,012,709</u> | <u>(447,515)</u> | <u>(784,393)</u> | <u>207,785</u> | <u>4,951,125</u> |
| Surplus (Deficit) | <u>\$</u> | | <u>(1,012,709)</u> | <u>447,515</u> | <u>726,393</u> | <u>(15,954)</u> | <u>\$ 145,245</u> |

RIVERDALE MUNICIPALITY
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2023

| | 2023 | 2022 |
|-----------------------------------|-------------------|-------------------|
| Balance, beginning of year | \$ 412,080 | \$ 377,764 |
| Add: | | |
| Tax levy (Schedule 12) | 4,335,593 | 4,164,114 |
| Taxes added | 25,734 | 36,048 |
| Penalties or interest | 49,600 | 52,522 |
| Other accounts added | 35,737 | 19,109 |
| Tax adjustments (Tax sale fees) | 26,879 | 33,439 |
| Sub-total | 4,473,543 | 4,305,232 |
| Deduct: | | |
| Cash collections - current | 3,892,661 | 3,649,641 |
| Cash collections - arrears | 378,847 | 339,005 |
| Writeoffs | 5,358 | 34,976 |
| Tax discounts | 3,473 | 3,570 |
| E.P.T.C. - cash advance | 192,400 | 243,724 |
| Sub-total | 4,472,739 | 4,270,916 |
| Balance, end of year | \$ 412,884 | \$ 412,080 |

RIVERDALE MUNICIPALITY
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2023

| | 2023 | | | 2022 |
|---|-------------------|------------------|----------------------------|----------------------------|
| | Assessment | Mill Rate | Levy | Levy |
| Debt charges: | | | | |
| Frontage | | | | 50,310 |
| Other (Rec Facility) | 157,704 | | <u>157,704</u> | <u>157,643</u> |
| Sub-Total - Debt charges | | | <u>157,704</u> | <u>207,953</u> |
| General Municipal- At Large | 146,082,380 | 13.500 | <u>1,972,112</u> | <u>1,769,137</u> |
| Special levies: | | | | |
| Fire protection | 105,759 | | <u>105,759</u> | 98,767 |
| Police protection | 460,294 | | <u>460,294</u> | 469,525 |
| Streetlight | 2,223 | | <u>2,223</u> | 2,223 |
| Garbage | 40,685 | | <u>40,685</u> | 41,045 |
| Sub-Total - Special levies | | | <u>608,961</u> | <u>611,560</u> |
| Business tax | | | <u>2,047</u> | <u>2,036</u> |
| Total municipal taxes (Schedule 2) | | | <u>2,740,824</u> | <u>2,590,686</u> |
| Education support levy | 13,230,120 | 8.140 | <u>107,694</u> | <u>106,634</u> |
| Special levy: | | | | |
| Rolling River | 134,870,540 | 10.149 | <u>1,368,767</u> | 1,348,528 |
| Brandon | 8,604,270 | 13.750 | <u>118,308</u> | 118,266 |
| Sub-Total - Special levies | | | <u>1,487,075</u> | <u>1,466,794</u> |
| Total education taxes | | | <u>1,594,769</u> | <u>1,573,428</u> |
| Total tax levy (Schedule 11) | | | <u><u>\$ 4,335,593</u></u> | <u><u>\$ 4,164,114</u></u> |

RIVERDALE MUNICIPALITY
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the year ended December 31, 2023

| | 2023 | 2022 |
|--|---------------------|---------------------|
| General government services: | | |
| Legislative | \$ 70,526 | \$ 69,505 |
| General administrative | 637,947 | 666,366 |
| Other | 23,976 | 26,197 |
| | 732,449 | 762,068 |
| Protective services: | | |
| Police | 503,201 | 561,616 |
| Fire | 60,919 | 52,226 |
| Other | 91,987 | 100,986 |
| Disaster financial assistance | 760,080 | 1,330,116 |
| | 1,416,187 | 2,044,944 |
| Transportation services: | | |
| Road transport | | |
| Administration and engineering | 413,836 | 380,785 |
| Road and street maintenance | 599,372 | 710,160 |
| Bridge maintenance | 7,004 | 615 |
| Sidewalk and boulevard maintenance | 7,316 | 2,090 |
| Street lighting | 26,047 | 22,711 |
| Other | 54,686 | 14,647 |
| | 1,108,261 | 1,131,008 |
| Environmental health services: | | |
| Waste collection and disposal | 143,072 | 148,817 |
| Recycling | 75,072 | 75,724 |
| Other | 6,619 | 5,970 |
| | 224,763 | 230,511 |
| Public health and welfare services: | | |
| Public health | 4,182 | 19,762 |
| Medical care | 204 | 3,987 |
| Social assistance | 4,340 | 4,340 |
| | 8,726 | 28,089 |
| Regional planning and development: | | |
| Planning and zoning | 49,593 | 10,935 |
| Beautification and land rehabilitation | 8,471 | 8,679 |
| Urban area weed control | 20,500 | |
| Other | 17,902 | 17,798 |
| | 96,466 | 37,412 |
| Sub-total | \$ 3,586,852 | \$ 4,234,032 |

RIVERDALE MUNICIPALITY**SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued****For the year ended December 31, 2023**

| | 2023 | 2022 |
|--|---------------------|---------------------|
| Sub-total (carry forward) | \$ 3,586,852 | \$ 4,234,032 |
| Resource conservation and industrial development: | | |
| Rural area weed control | | 18,000 |
| Water resources and conservation | 15,833 | 15,784 |
| Regional development | 11,000 | 11,000 |
| Tourism | 7,772 | 1,485 |
| Other | 39,556 | 16,942 |
| | 74,161 | 63,211 |
| Recreation and cultural services: | | |
| Administration | 31,084 | 22,857 |
| Community centres and halls | 92,317 | 87,002 |
| Swimming pools and beaches | 4,008 | 7,087 |
| Golf courses | 1,500 | 6,773 |
| Skating and curling rinks | 712,360 | 761,290 |
| Parks and playgrounds | 9,085 | 14,747 |
| Other recreational facilities | 525 | |
| Libraries | 44,501 | 49,399 |
| Loss on disposal of tangible capital assets | 10,398 | |
| | 905,778 | 949,155 |
| Total expenses | \$ 4,566,791 | \$ 5,246,398 |

RIVERDALE MUNICIPALITY
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2023

| | 2023 | | | 2022 | |
|--|--------------------|-----------------|-------------------|--------------------|--|
| | General | Utility | Total | Total | |
| MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT | \$ (17,552) | 238,432 | \$ 220,880 | \$ (13,715) | |
| Adjustments for reporting under public sector accounting standards | | | | | |
| Eliminate expense - transfers to reserves | 645,327 | 30,000 | 675,327 | 648,934 | |
| Eliminate revenue - transfers from reserves | (339,348) | (21,133) | (360,481) | (624,666) | |
| Increase revenue - reserve funds interest | 106,052 | | 106,052 | 56,446 | |
| Increase (decrease) revenue - net surplus (deficit) of consolidated entities | (16,946) | | (16,946) | 8,475 | |
| Eliminate revenue - transfer from nominal surplus | | (134,784) | (134,784) | | |
| Increase expense - amortization of tangible capital assets | (627,594) | (384,953) | (1,012,547) | (1,016,814) | |
| Decrease expense - principal portion of debenture debt | 184,788 | 201,071 | 385,859 | 371,962 | |
| Decrease expense - principal portion of obligations under capital lease | 47,195 | | 47,195 | 119,836 | |
| Increase (decrease) revenue - gain (loss) on sale of tangible capital assets | (10,398) | | (10,398) | (900) | |
| Eliminate revenue - proceeds on sale of tangible capital assets | | | | (5,000) | |
| Eliminate expense - acquisitions of tangible capital assets | 306,160 | 25,137 | 331,297 | 395,348 | |
| NET SURPLUS (DEFICIT) PER STATEMENT OF OPERATIONS | \$ 277,684 | (46,230) | \$ 231,454 | \$ (60,094) | |