

MUNICIPALITY OF NORTH CYPRESS-LANGFORD

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

STATEMENT OF RESPONSIBILITY

The accompanying consolidated financial statements are the responsibility of the management of the Municipality of North Cypress-Langford 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.

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

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



Sandra Jones, CMA

Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

To the Reeve and members of Council of the
MUNICIPALITY OF NORTH CYPRESS-LANGFORD

We have audited the accompanying consolidated financial statements of the Municipality of North Cypress-Langford, which comprise the consolidated statement of financial position as at December 31, 2015 and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2015, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality of North Cypress-Langford as at December 31, 2015, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year ended December 31, 2015 in accordance with Canadian public sector accounting standards.

December 11, 2017
Brandon, Manitoba

MNP LLP

Chartered Professional Accountants

MUNICIPALITY OF NORTH CYPRESS-LANGFORD

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

Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	19
Schedule 2 - Consolidated Schedule of Revenues	20
Schedule 3 - Consolidated Schedule of Expenses	21
Schedule 4 - Consolidated Statement of Operations by Program	23
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	25
Schedule 6 - Schedule of Change in Reserve Fund Balances	26
Schedule 7 - Schedule of Trust Funds	29
Schedule 8 - Schedule of Financial Position for Utilities	30
Schedule 9 - Schedule of Utility Operations	31
Schedule 10 - Reconciliation of the Financial Plan to the Budget	33
Schedule 11 - Analysis of Taxes on Roll	34
Schedule 12 - Analysis of Tax Levy	35
Schedule 13 - Analysis of School Accounts	36
Schedule 14 - Schedule of General Operating Fund Expenses	37
Schedule 15 - Schedule of L.U.D. Operations	39
Schedule 16 - Schedule of Debentures Pending	40
Schedule 17 - Reconciliation of Annual Surplus (Deficit)	41

**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2015**

	2015	2014
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 4,607,004	\$ 4,614,546
Amounts receivable (Note 4)	1,283,399	952,258
Loans and advances	28,116	-
Real estate properties held for sale	9,071	9,071
Other inventories for sale (Note 5)	3,480	3,480
	\$ 5,931,070	\$ 5,579,355
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 585,191	\$ 292,290
Deferred revenue	64,017	41,987
Landfill closure and post closure liabilities (Note 7)	4,227	3,694
Long-term debt (Note 8)	282,910	337,883
	936,345	675,854
	\$ 4,994,725	\$ 4,903,501
NET FINANCIAL ASSETS		
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 11,008,766	\$ 10,774,813
Inventories (Note 5)	105,825	89,975
Prepaid expenses	86,197	32,666
	11,200,788	10,897,454
ACCUMULATED SURPLUS (Note 12)	\$ 16,195,513	\$ 15,800,955

Approved on behalf of Council:

Reeve

Councillor

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

**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2015**

	2015 Budget (Note 11)	2015 Actual	2014 Actual
REVENUE			
Property taxes	\$ 2,727,893	\$ 2,823,001	\$ 2,693,182
Grants in lieu of taxation	642,088	643,616	642,521
User fees	506,019	583,624	576,216
Permits, licences and fines	35,642	35,642	29,243
Investment income	35,810	64,944	71,080
Other revenue	120,422	137,760	115,825
Water and sewer	100,500	96,407	168,444
Grants - Province of Manitoba	241,820	263,520	296,702
Grants - other	305,503	272,630	278,363
Total revenue (Schedules 2, 4 and 5)	<u>4,715,697</u>	<u>4,921,144</u>	<u>4,871,576</u>
EXPENSES			
General government services	661,209	639,742	633,272
Protective services	133,078	129,619	110,811
Transportation services	1,852,955	2,086,822	2,108,266
Environmental health services	336,315	320,682	367,514
Public health and welfare services	103,799	115,868	72,471
Regional planning and development	63,065	64,965	58,988
Resource conservation and industrial development	202,774	196,986	195,208
Recreation and cultural services	703,603	772,724	758,789
Water and sewer services	110,751	199,178	130,659
Total expenses (Schedules 3, 4 and 5)	<u>4,167,549</u>	<u>4,526,586</u>	<u>4,435,978</u>
ANNUAL SURPLUS	<u>\$ 548,148</u>	394,558	435,598
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>15,800,955</u>	<u>15,365,357</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 16,195,513</u>	<u>\$ 15,800,955</u>

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2015

	2015 Budget (Note 17)	2015 Actual	2014 Actual
ANNUAL SURPLUS	\$ 548,148	\$ 394,558	\$ 435,598
Acquisition of tangible capital assets	(490,000)	(954,835)	(904,693)
Amortization of tangible capital assets	482,709	482,709	438,716
Loss (Gain) on sale of tangible capital assets	-	(9,605)	137,289
Proceeds on sale of tangible capital assets	-	245,250	291,752
Change in ownership of gov't partnerships	-	2,528	-
Decrease (increase) in inventories	-	(15,850)	(64,540)
Decrease (increase) in prepaid expense	-	(53,531)	(1,605)
	<u>(7,291)</u>	<u>(303,334)</u>	<u>(103,081)</u>
CHANGE IN NET FINANCIAL ASSETS	\$ 540,857	91,224	332,517
NET FINANCIAL ASSETS, BEGINNING OF YEAR		4,903,501	4,570,984
NET FINANCIAL ASSETS, END OF YEAR		\$ 4,994,725	\$ 4,903,501

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2015

	2015	2014
OPERATING TRANSACTIONS		
Annual surplus	\$ 394,558	\$ 435,598
Changes in non-cash items:		
Amounts receivable	(331,141)	(271,891)
Inventories	(15,850)	(64,360)
Prepays	(53,531)	(1,605)
Accounts payable and accrued liabilities	292,901	(158,107)
Deferred revenue	22,030	18,810
Landfill closure and post closure liabilities	533	625
Loss (Gain) on sale of tangible capital asset	(9,605)	137,289
Change in ownership of gov't partnerships	2,528	-
Amortization	482,709	438,716
Cash provided by operating transactions	<u>785,132</u>	<u>535,075</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	245,250	291,752
Cash used to acquire tangible capital assets	<u>(954,835)</u>	<u>(904,693)</u>
Cash applied to capital transactions	<u>(709,585)</u>	<u>(612,941)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	-	113,630
Loans and advances issued	<u>(28,116)</u>	<u>-</u>
Cash provided by (applied to) investing transactions	<u>(28,116)</u>	<u>113,630</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	3,091
Debt repayment	<u>(54,973)</u>	<u>(80,441)</u>
Cash applied to financing transactions	<u>(54,973)</u>	<u>(77,350)</u>
DECREASE IN CASH AND TEMPORARY INVESTMENTS	<u>(7,542)</u>	<u>(41,586)</u>
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>4,614,546</u>	<u>4,656,132</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 4,607,004</u>	<u>\$ 4,614,546</u>

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

1. Status of the Municipality of North Cypress-Langford

The incorporated Municipality of North Cypress - Langford is a rural municipality that was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The "Municipality of North Cypress-Langford" reflects the amalgamation of the former "Rural Municipality of North-Cypress" and "Rural Municipality of Langford". The municipality provides or funds municipal services such as police, fire, public works, planning, parks and recreation, library and other general government operations. The municipality also owns one utility, and 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:

The financial statements have been prepared based on the continuity of interest principle with respect to the former Rural Municipality of North Cypress and Rural Municipality of Langford, which requires the Rural Municipality of North Cypress-Langford, to report the current comparative financial statement as if the former municipalities had been combined since inception. Under this method, assets and liabilities of the amalgamated municipalities are recognized at their carrying values at the date of amalgamation. Result of operations of the amalgamated municipalities are combined as if the amalgamated municipality had always existed as a single municipality.

a) Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the municipality. Inter-fund and inter-company balances and transactions have been eliminated. There are no controlled entities.

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

Carberry Community Memorial Hall (50%) (2014 – 50%)
Carberry Plains Archives (50%) (2014 – 50%)
Carberry Plains Arts Council (50%) (2014 – 50%)
Carberry Plains Community Centre Capital Fund (50%) (2014 - 50%)
Carberry Plains Community Centre Operating Fund (50%) (2014 - 50%)
Carberry Plains Cemetery Inc. (25%) (2014 - 25%)
Carberry Plains Cultural Centre - Museum (50%) (2014 - 50%)
Carberry Plains Service for Seniors (50%) (2014 - 50%)
Carberry Handi-Van Service (50%) (2014 - 50%)
The Cypress Planning District (41.46%) (2014 - 35%)
Evergreen Environmental Technologies Ltd. (21.25%) (2014 - 21.25%)
Western Manitoba Regional Library (3.54%) (2014 - 5.09%)
Neepawa Area Development Corporation Ltd. (25%) (2014 - 25%)
Beautiful Plains County Court (33.33%) (2014 - 33.33%)
Neepawa & Area Planning District Board (0%) (2014 - 11%)
Neepawa & District Disabled Persons Association Inc. (10%) (2014 - 10%)

**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

2. Significant Accounting Policies (continued)

a) Reporting Entity (continued)

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

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

b) Basis of Accounting

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

c) Cash and Temporary Investments

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

d) Investments

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

Portfolio investments are accounted for at cost.

e) Real Estate Properties Held for Sale

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

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

f) Non-Financial Assets

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

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

g) 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.

**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

2. Significant Accounting Policies (continued)

g) Tangible Capital Assets (continued)

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 municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

h) 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.

i) Revenue Recognition

Revenues are recognized as they are earned and measurable.

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

Deferred revenue represents user charges and other fees which have been collected, for which the related services have yet to be provided. These amounts will be recognized as revenue in the fiscal year the services are provided.

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

2. Significant Accounting Policies (continued)

j) Measurement Uncertainty

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

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

k) Recent Accounting Pronouncements

Related Party Disclosures (PS 2200)

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

Assets (PS 3210)

In June 2015, new PS 3210 *Assets* was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new Section provides guidance for applying the definition of assets set out in PS 1000 *Financial Statement Concepts*. The main features of this standard are as follows:

- Assets are defined as economic resources controlled by a government as a result of past transactions or events and from which future economic benefits are expected to be obtained.
- Economic resources can arise from such events as agreements, contracts, other government's legislation, the government's own legislation, and voluntary contributions.
- The public is often the beneficiary of goods and services provided by a public sector entity. Such assets benefit public sector entities as they assist in achieving the entity's primary objective of providing public goods and services.
- The public sector entity's ability to regulate an economic resource does not, in and of itself, constitute control of an asset, if the interest extends only to the regulatory use of the economic resource and does not include the ability to control access to future economic benefits.
- A public sector entity acting as a trustee on behalf of beneficiaries specified in an agreement or statute is merely administering the assets, and does not control the assets, as future economic benefits flow to the beneficiaries.
- An economic resource may meet the definition of an asset, but would not be recognized if there is no appropriate basis for measurement and a reasonable estimate cannot be made, or if another Handbook Section prohibits its recognition. Information about assets not recognized should be disclosed in the notes.

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

2. Significant Accounting Policies (continued)

k) Recent Accounting Pronouncements (continued)

Contingent Assets (PS 3320)

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

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

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

Contractual Rights (PS 3380)

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

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

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

Inter-entity Transactions (PS 3420)

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

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

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	2015	2014
Cash	\$ 4,571,230	\$ 4,583,913
Temporary investments	35,774	30,633
	\$ 4,607,004	\$ 4,614,546

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$2,902,897 (2014 - \$2,890,679) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances. Included in the reserves is cash of \$2,946,527 (2014 - \$1,548,773).

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	2015	2014
Taxes on roll (Schedule 11)	\$ 203,976	\$ 233,979
Government grants	145,602	123,062
Utility customers	29,600	20,827
Accrued interest	260	-
Organizations and individuals	258,384	230,432
Other governments	688,581	378,013
	1,326,403	986,313
Less allowances for doubtful amounts	(43,004)	(34,055)
	\$ 1,283,399	\$ 952,258

5. Inventories

Inventories for sale:

	2015	2014
History books	\$ 3,480	\$ 3,480

Inventories for use:

	2015	2014
Gravel	\$ 105,825	\$ 89,975

6. Accounts Payable and Accrued Liabilities

	2015	2014
Accounts payable	\$ 523,304	\$ 157,780
Accrued expenses	56,019	59,699
School levies (Schedule 13)	-	62,192
Other governments	5,868	12,619
	\$ 585,191	\$ 292,290

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015

7. Landfill Closure and Post Closure Liabilities

Operating Landfill Site

The Municipality is currently operating a Class 1 landfill site in the Rural Municipality of Minto-Odanah. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

	<u>2015</u>	<u>2014</u>
Estimated closure and post closure costs over the next 79 years	\$ 677,680	\$ 677,680
Discount rate	6.00%	6.00%
Discounted costs	\$ 29,266	\$ 27,702
Expected year capacity will be reached	2094	2094
Capacity (tonnes):		
Used to date	17,956	16,575
Remaining	106,356	107,736
Total	124,312	124,311
Percent utilized	14.44%	13.33%
Liability based on percentage	\$ 4,227	\$ 3,694

8. Long-Term Debt

General Authority:

Debenture for personal care home, interest at 2.50%, payable at \$31,078 annually including interest, maturing December 2015.

\$	-	\$	17,930
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Debenture for service road, interest at 2.50%, payable at \$9,150 annually including interest, paid out in 2015 prior to maturity in December 2017.

\$	-	\$	23,663
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Loan with Minnedosa Credit Union Ltd., interest at 4.00%, payable at \$442 monthly including interest, paid out in 2015 prior to maturity in June 2018.

\$	-	\$	17,222
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Loan payable to facilitate the purchase of the building and equipment for a community owned medical clinic. The loan bears no interest and there are no specific terms of repayment.

\$	78,224	\$	50,110
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Term promissory note with Beautiful Plains Credit Union, interest at prime plus 1% payable at \$827 annually, maturing April 2019.

\$	2,392	\$	3,091
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Bank of Montreal Inc., loan with annual payments of \$30,512, interest at a rate of 3.70%. Secured by a GSA, matures December 2021.

\$	161,522	\$	185,183
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Minnedosa Credit Union Ltd., loan with blended monthly payments of \$1,488, interest at a rate of 4.00%. Secured by GSA, John Deere Skid Steer, and John Deere Excavator, matures April 2018. Evergreen Environmental Technologies Ltd.

\$	40,772	\$	40,684
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\$	282,910	\$	337,883
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**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

8. Long-Term Debt (continued)

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

2016	\$ 41,884
2017	\$ 43,451
2018	\$ 34,084
2019	\$ 27,361
2020	\$ 28,374

9. Retirement Benefits

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$136,790 (2014 - \$95,216) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2014 indicated the plan was 95.2% funded on a going concern basis and had an unfunded solvency liability of \$237.2 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2014.

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

10. Financial Instruments

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

11. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Municipality has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these consolidated financial statements have been approved by council.

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

**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

12. Accumulated Surplus

Accumulated surplus consists of the following:

	<u>2015</u>	<u>2014</u>
General operating fund - Nominal surplus	\$ 1,696,304	\$ 1,619,500
Utility operating fund - Nominal surplus (deficit)	(42,564)	32,657
TCA net of related borrowings	10,223,770	9,945,718
Reserve funds	<u>2,904,651</u>	<u>2,890,679</u>
Accumulated surplus of municipality unconsolidated	14,782,161	14,488,554
Accumulated surpluses of consolidated entities	<u>1,413,352</u>	<u>1,312,401</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 16,195,513</u>	<u>\$ 15,800,955</u>

13. Public Sector Compensation Disclosure

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$50,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2015:

- a) Compensation paid to members of council amounted to \$76,003 in aggregate.
- b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Bob Adriaansen	\$ 13,012	\$ 4,722	\$ 17,734
Deputy Reeve - Ray Drayson	10,646	2,651	13,297
Councillor - Norm Campbell	11,681	5,446	17,127
Councillor - Harold Tolton	9,497	1,805	11,302
Councillor - Fred Jackson	9,884	1,629	11,513
Councillor - Don Hockin	11,199	2,909	14,108
Councillor - Gerond Davidson	<u>10,084</u>	<u>1,110</u>	<u>11,194</u>
	<u>\$ 76,003</u>	<u>\$ 20,272</u>	<u>\$ 96,275</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Leon Chandler	Public Works Foreman	\$ 58,755
Keith Loney	Parks & Recreation Manager	\$ 51,339

14. Segmented Information

The Municipality of North Cypress-Langford provides a wide ranges of services to its residents.

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

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

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

**MUNICIPALITY OF NORTH CYPRESS-LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2015**

15. Government Partnerships

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

	2015	2014
Financial Position		
Financial Assets	\$ 627,631	\$ 900,657
Liabilities	<u>160,543</u>	<u>192,313</u>
Net financial assets	\$ 467,088	\$ 708,344
Non-financial assets	<u>625,178</u>	<u>604,057</u>
Accumulated surplus	<u>\$ 1,092,266</u>	<u>\$ 1,312,401</u>
Result of Operations		
Revenues	\$ 608,127	\$ 624,388
Expenses	<u>507,176</u>	<u>555,842</u>
Annual surplus	<u>\$ 100,951</u>	<u>\$ 68,546</u>

16. 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 capital assets and government transfers do not meet the recommendations of PSAB.

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

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

Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Water Supply Pipeline	\$ <u>494,073</u>	<u>\$ -</u>	<u>\$ 14,406</u>	<u>\$ 479,667</u>

17. Comparative Figures

Certain comparative figures have been revised to confirm with current year's presentation.

SCHEDULE 1

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
 Year Ended December 31, 2015

Cost	General Capital Assets		Infrastructure		Totals	
	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction
Opening costs	2,798,280	3,096,426	4,363,253	55,539	8,158	14,262,001
Additions during the year	3	95,712	758,137	527	45,627	54,829
Disposals and write downs	-	-	(412,803)	-	-	-
Closing costs	2,798,283	3,192,138	4,708,587	47,386	53,785	14,262,001
Accumulated Amortization						
Opening accum'd amortization	214,265	991,746	1,863,212	44,601	-	11,647,686
Amortization	49,432	74,017	282,102	5,642	44,265	27,251
Disposals and write downs	-	-	(177,173)	(6,137)	-	-
Closing accum'd amortization	263,697	1,065,763	1,968,141	44,106	-	11,691,951
Net Book Value of Tangible Capital Assets	2,534,586	2,126,375	2,740,446	3,280	53,785	2,570,050
						980,244
						-
						11,008,766
						15,148,525
						15,148,525
						14,903,365
						482,709
						438,716
						(193,556)
						15,148,525
						15,447,924
						10,774,813

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2015

SCHEDULE 2

	2015 Actual	2014 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 2,689,358	\$ 2,642,286
Taxes added	133,643	50,896
	<u>2,823,001</u>	<u>2,693,182</u>
Grants in lieu of taxation:		
Federal government	589,935	588,017
Federal government enterprises	-	-
Provincial government	5,592	5,495
Provincial government enterprises	18,759	21,933
Other local governments	-	-
Non-government organizations	29,330	27,076
	<u>643,616</u>	<u>642,521</u>
User fees		
Parking meters	-	-
Sales of service	320,549	323,163
Sales of goods	12,771	44,423
Rentals	64,326	73,101
Development charges	-	-
Facility use fees	185,978	135,529
	<u>583,624</u>	<u>576,216</u>
Permits, licences and fines		
Permits	29,632	27,543
Licences	-	-
Fees	5,855	1,700
Fines	155	-
	<u>35,642</u>	<u>29,243</u>
Investment income:		
Cash and temporary investments	64,944	71,080
Marketable securities	-	-
Municipal debentures	-	-
Other	-	-
	<u>64,944</u>	<u>71,080</u>
Other revenue:		
Gain on sale of tangible capital assets	9,605	-
Gain on sale of real estate held for sale	12,779	-
Contributed assets	-	-
Penalties and interest	28,821	20,904
Miscellaneous	86,555	94,921
	<u>137,760</u>	<u>115,825</u>
Water and sewer		
Municipal utility (Schedule 9)	96,407	168,444
Consolidated water co-operatives	-	-
	<u>96,407</u>	<u>168,444</u>
Grants - Province of Manitoba		
General assistance payment	104,182	104,182
General support grant	-	13,318
Municipal program grants	48,049	48,049
Other unconditional grants	-	-
Conditional grants	111,289	131,153
	<u>263,520</u>	<u>296,702</u>
Grants - other		
Federal government - gas tax funding	115,390	154,863
Federal government - other	53,635	53,233
Other local governments	103,605	70,267
	<u>272,630</u>	<u>278,363</u>
Total revenue	<u>\$ 4,921,144</u>	<u>\$ 4,871,576</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2015

SCHEDULE 3

	2015	2014
	Actual	Actual
General government services:		
Legislative	\$ 97,760	\$ 81,839
General administrative	422,549	403,541
Other	119,433	147,892
	<u>639,742</u>	<u>633,272</u>
Protective services:		
Police	4,161	4,042
Fire	100,818	87,276
Emergency measures	11,638	7,395
Other	13,002	12,098
	<u>129,619</u>	<u>110,811</u>
Transportation services:		
Road transport		
Administration and engineering	4,237	5,839
Road and street maintenance	1,949,711	1,966,741
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	7,450	9,085
Other	95,576	96,301
Air transport	-	-
Public transit	29,848	30,300
Other	-	-
	<u>2,086,822</u>	<u>2,108,266</u>
Environmental health services:		
Waste collection and disposal	315,010	363,105
Recycling	-	-
Other	5,672	4,409
	<u>320,682</u>	<u>367,514</u>
Public health and welfare services:		
Public health	115,557	66,616
Medical care	-	-
Social assistance	311	5,855
Other	-	-
	<u>115,868</u>	<u>72,471</u>
Regional planning and development		
Planning and zoning	64,965	58,988
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>64,965</u>	<u>58,988</u>
Resource conservation and industrial development		
Rural area weed control	28,492	22,485
Drainage of land	-	-
Veterinary services	2,180	2,180
Water resources and conservation	44,320	53,007
Regional development	106,319	114,186
Industrial development	-	-
Tourism	-	-
Other	15,675	3,350
	<u>196,986</u>	<u>195,208</u>
Sub-totals forward	<u>3,554,684</u>	<u>3,546,530</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2015

SCHEDULE 3

	2015 Actual	2014 Actual
Sub-totals forward	3,554,684	3,546,530
Recreation and cultural services:		
Administration	62,490	54,157
Community centers and halls	36,348	73,016
Swimming pools and beaches	-	-
Golf courses	3,000	2,000
Skating and curling rinks	246,632	242,195
Parks and playgrounds	218,304	174,327
Other recreational facilities	61,045	60,542
Museums	10,854	10,234
Libraries	77,812	92,065
Other cultural facilities	56,239	50,253
	<u>772,724</u>	<u>758,789</u>
Water and sewer services (Schedule 9)		
Municipal utility (Schedule 9)	199,178	130,659
Consolidated water co-operatives	-	-
	<u>199,178</u>	<u>130,659</u>
Total expenses	<u>\$ 4,526,586</u>	<u>\$ 4,435,978</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2015

	2015		2014		2015		2014		2015		2014	
	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services			
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE												
Property taxes	\$2,823,001	\$2,693,182	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	643,616	642,521	-	-	-	-	-	-	-	-	-	-
User fees	13,412	48,218	25,008	5,538	190,970	189,472	190,956	189,676	20,334	21,420	3,500	5,079
Grants - other	-	-	-	-	-	-	-	-	-	-	-	-
Permits, licences and fines	-	-	-	-	-	-	-	-	-	-	-	-
Investment income	36,045	67,829	2,356	-	15,392	1,903	586	-	1,136	-	-	-
Other revenue	89,069	25,735	1,007	1,772	10,357	114	1,381	1,128	2,315	2,458	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	152,231	165,549	-	-	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	36,669	15,617	3,000	-	19,860	32,697	-	18,207	13,649	13,649	-	-
Total revenue	\$3,794,043	\$3,658,651	\$3,137,371	\$10,310	\$356,250	\$381,819	\$213,340	\$209,011	\$40,934	\$42,606		
EXPENSES												
Personnel services	\$191,739	\$231,676	\$-	\$43,038	\$492,206	\$500,184	\$89,190	\$86,650	\$21,086	\$18,225		
Contract services	297,765	245,671	100,462	41,369	971,022	710,897	159,620	177,691	1,512	24,177		
Utilities	8,567	6,492	4,539	5,031	20,744	32,801	5,677	7,471	968	1,170		
Maintenance materials and supplies	12,924	21,860	11,323	9,183	295,314	463,170	23,651	20,601	6,805	13,283		
Grants and contributions	18,669	28,290	-	-	4,280	6,661	-	(6,989)	17,092	6,336		
Amortization	11,278	12,400	11,481	10,930	288,797	256,755	31,243	72,018	44,586	1,820		
Interest on long-term debt	-	1,996	91	111	238	-	1,901	2,714	181	-		
Other	98,800	84,887	1,723	1,149	14,221	137,798	9,400	7,358	23,638	7,460		
Total expenses	\$639,742	\$633,272	\$129,619	\$110,811	\$2,086,822	\$2,108,266	\$320,682	\$367,514	\$115,868	\$72,471		
Surplus (Deficit)	\$3,154,301	\$3,025,379	\$(98,248)	\$(100,501)	\$(1,730,572)	\$(1,726,447)	\$(107,342)	\$(158,503)	\$(74,934)	\$(29,865)		

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
 For the Year Ended December 31, 2015

	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	2015	2014	Water and Sewer Services	Cultural Services	Resource Conservation and Industrial Dev	2014	2015	2014	2015	Total
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	-	-	-	-	-	-	-	-	-	-
User fees	-	-	-	-	-	-	-	-	-	-
Grants - other	11,650	20,146	101,746	112,538	30,406	20,146	66,790	55,510	61,882	583,624
Permits, licences and fines	35,429	27,543	-	45,861	-	-	-	-	-	272,630
Investment income	905	621	-	1,700	213	-	-	-	-	35,642
Other revenue	-	25,037	-	59,581	8,105	25,526	-	-	-	64,944
Water and sewer	-	-	96,407	-	-	-	-	-	-	137,760
Prov of MB - Unconditional Grants	-	-	168,444	-	-	-	-	-	-	96,407
Prov of MB - Conditional Grants	-	11,285	-	39,698	37,948	163	-	-	-	152,231
Total revenue	\$ 47,984	\$ 151,422	\$ 98,369	\$ 249,313	\$ -	\$ 111,911	\$ 226,942	\$ 249,313	\$ 98,369	\$ 4,921,144
EXPENSES										
Personnel services	\$ 33,543	\$ 32,881	\$ 5,000	\$ 220,794	\$ 59,558	\$ 58,320	\$ 248,420	\$ 220,794	\$ 5,000	\$ 1,139,504
Contract services	6,012	23,283	9,862	57,932	62,180	39,635	50,385	57,932	53,794	1,680,207
Utilities	1,001	1,297	77,966	51,664	5,104	5,252	53,825	70,199	4,336	104,909
Maintenance materials and supplies	4,715	5,625	10,422	70,199	6,392	14,375	64,655	299,650	108,797	542,559
Grants and contributions	29,163	(5,459)	-	299,650	44,454	48,375	269,456	49,371	-	387,035
Amortization	-	1,121	-	49,371	8,400	16,676	51,397	27,251	-	482,709
Interest on long term debt	-	-	25,900	27,251	7,793	6,949	51,397	27,251	-	438,715
Other	(9,469)	240	-	9,179	1,327	7,404	34,586	9,179	-	12,614
Total expenses	\$ 64,965	\$ 58,988	\$ 130,659	\$ 758,789	\$ 195,208	\$ 196,986	\$ 772,724	\$ 758,789	\$ 199,178	\$ 4,526,586
Surplus (Deficit)	\$ (16,981)	\$ 92,434	\$ 37,785	\$ (100,809)	\$ (195,208)	\$ (85,075)	\$ (545,782)	\$ (509,476)	\$ 37,785	\$ 435,598

MUNICIPALITY OF NORTH CYPRESS-LANGFORD

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2015

	2015		2014		2015		2014	
	Core Government		Controlled Entities		Government Partnerships		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE								
Property taxes	\$ 2,823,001	\$ 2,693,182	\$ -	\$ -	\$ -	\$ -	\$ 2,823,001	\$ 2,693,182
Grants in lieu of taxation	643,616	642,521	-	-	-	-	643,616	642,521
User fees	280,503	267,156	-	-	-	-	583,624	576,216
Grants - other	116,890	154,863	-	-	-	-	272,630	278,363
Permits, licences and fines	-	-	-	-	-	-	35,642	29,243
Investment income	63,134	69,732	-	-	-	-	64,944	71,080
Other revenue	100,566	35,021	-	-	-	-	137,760	115,825
Water and sewer	96,407	168,444	-	-	-	-	96,407	168,444
Prov of MB - Unconditional Grants	152,231	165,549	-	-	-	-	152,231	165,549
Prov of MB - Conditional Grants	36,669	60,981	-	-	-	-	111,289	131,153
Total revenue	\$ 4,313,017	\$ 4,257,449	\$ -	\$ -	\$ 608,127	\$ 624,388	\$ 4,921,144	\$ 4,871,576
EXPENSES								
Personnel services	\$ 929,979	\$ 988,016	\$ -	\$ -	\$ 209,525	\$ 209,990	\$ 1,139,504	\$ 1,198,006
Contract services	1,605,720	1,219,296	-	-	74,487	133,766	1,680,207	1,353,062
Utilities	38,892	123,271	-	-	66,017	65,725	104,909	188,996
Maintenance materials and supplies	426,725	505,639	-	-	115,834	115,096	542,559	620,735
Grants and contributions	420,810	410,463	-	-	(33,775)	(37,520)	387,035	372,943
Amortization	444,937	393,436	-	-	37,772	45,279	482,709	438,715
Interest on long term debt	7,368	9,789	-	-	1,992	2,825	9,360	12,614
Other	144,979	230,226	-	-	35,324	20,681	180,303	250,907
Total expenses	\$ 4,019,410	\$ 3,880,136	\$ -	\$ -	\$ 507,176	\$ 555,842	\$ 4,526,586	\$ 4,435,978
Surplus	\$ 293,607	\$ 377,313	\$ -	\$ -	\$ 100,951	\$ 68,546	\$ 394,558	\$ 435,598

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

	REVENUE		EXPENSES		NET REVENUES		TRANSFERS		CHANGE IN RESERVE FUND BALANCES		FUND SURPLUS, BEGINNING OF YEAR		FUND SURPLUS, END OF YEAR	
	Investment income	Other income	Total revenue	Investment charges	Other expenses	Total expenses	Transfers from general operating fund	Transfers to general operating fund	Transfers from nominal surplus	Transfers from utility operating fund	Transfers to utility operating fund	Acquisition of tangible capital assets		
General Reserve	\$ 4,521	-	4,521	-	-	-	-	(70,000)	-	-	-	-	402,183	\$ 336,704
Equipment Replacement Reserve	\$ 5,190	-	5,190	-	-	-	413,463	-	(488,052)	-	-	-	507,806	\$ 438,407
Municipal Building Reserve	\$ 1,157	-	1,157	-	-	-	72,000	-	(81,691)	-	-	-	69,540	\$ 61,006
Gas Tax Reserve	\$ 6,656	-	6,656	-	-	-	135,118	(19,726)	-	-	-	-	605,125	\$ 727,173
Fire Safety Reserve	\$ 1,925	-	1,925	-	-	-	28,750	-	(50,505)	-	-	-	173,437	\$ 153,607
Shelterbelt Reserve	\$ -	-	-	-	-	-	5,000	-	-	-	-	-	-	\$ 5,000
Gravel Reserve	\$ 9	-	9	-	-	-	-	(1,100)	-	-	-	-	1,091	\$ -
Health Care Reserve	\$ 1,136	-	1,136	-	-	-	-	(22,966)	-	-	-	-	96,460	\$ 74,630
Sub-total	\$ 20,594	-	20,594	-	-	-	654,331	(113,792)	-	-	-	-	1,855,642	\$ 1,796,527

SCHEDULE 6

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

	REVENUE		EXPENSES		NET REVENUES		TRANSFERS		CHANGE IN RESERVE FUND BALANCES		FUND SURPLUS, BEGINNING OF YEAR		FUND SURPLUS, END OF YEAR		
	Investment income	Other income	Total revenue	Investment charges	Other expenses	Total expenses		Transfers from general operating fund	Transfers to general operating fund	Transfers from nominal surplus	Transfers from utility operating fund	Transfers to utility operating fund	Acquisition of tangible capital assets		
Recreation Reserve	\$ 5,094	-	5,094	-	-	-	5,094	208,405	10,000	-	-	-	-	378,944	592,443
Wellness Reserve	\$ 476	-	476	-	-	-	476	10,000	-	-	-	-	-	36,348	46,824
Montrose School Cairn Reserve	\$ 9	-	9	-	-	-	9	-	-	-	-	-	-	795	804
Road Building Reserve	\$ 1,465	-	1,465	-	-	-	1,465	1,100	(92,000)	-	-	-	-	134,436	45,001
Equipment Repair Reserve	\$ 468	-	468	-	-	-	468	-	-	-	-	-	-	40,188	40,656
Emergency Services Reserve	\$ 431	-	431	-	-	-	431	10,000	-	-	-	-	-	35,612	46,043
Environmental Reserve	\$ 586	-	586	-	-	-	586	-	-	-	-	-	-	50,445	51,031
Weed Control Reserve	\$ -	-	-	-	-	-	-	-	-	-	-	-	-	23,464	-
Sub-total	\$ 29,123	-	29,123	-	-	-	29,123	883,836	(229,256)	-	-	-	-	63,455	\$ 2,619,329

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2015

		2015		2014		
		Bridges & Culverts Reserve	PCH / Lake Irwin Reserve	Water Reserve	Capital Water Reserve	Total
REVENUE						
Investment income	\$ 1,605	\$ 78	\$ 1,953	\$ 9	\$ 32,768	\$ 27,041
Other income	-	2,000	-	-	2,000	9,286
Total revenue	1,605	2,078	1,953	9	34,768	36,327
EXPENSES						
Investment charges	-	-	-	-	-	-
Other expenses	-	-	-	-	-	5,600
Total expenses	-	-	-	-	-	5,600
NET REVENUES	1,605	2,078	1,953	9	34,768	30,727
TRANSFERS						
Transfers from general operating fund	-	-	-	-	883,836	723,353
Transfers to general operating fund	-	-	-	-	(229,256)	(99,800)
Transfer from nominal surplus	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	9,125
Transfers to utility operating fund	-	-	(55,128)	-	(55,128)	-
Acquisition of tangible capital assets	-	-	-	-	(620,248)	(434,585)
CHANGE IN RESERVE FUND BALANCES	1,605	2,078	(53,175)	9	13,972	228,820
FUND SURPLUS, BEGINNING OF YEAR	132,631	9,466	191,875	833	2,890,679	2,661,859
FUND SURPLUS, END OF YEAR	\$ 134,236	\$ 11,544	\$ 138,700	\$ 842	\$ 2,904,651	\$ 2,890,679

MUNICIPALITY OF NORTH CYPRESS-LANGFORD SCHEDULE 7
SCHEDULE OF TRUST FUNDS
For the Year Ended December 31, 2015

	2015	2014
ASSETS		
Cash and temporary investments	\$ 19,023	\$ 18,800
Portfolio investments	-	-
Due from Municipality	-	-
	<u>\$ 19,023</u>	<u>\$ 18,800</u>
LIABILITIES AND FUND BALANCES		
Due to Municipality	-	-
Fund balance	19,023	18,800
	<u>\$ 19,023</u>	<u>\$ 18,800</u>
REVENUES		
Contributions and donations	-	-
Investment income	223	233
	<u>223</u>	<u>233</u>
EXPENDITURES		
Cemetery maintenance	-	-
Distribution to beneficiaries	-	-
Other	-	-
	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	223	233
FUND BALANCE, BEGINNING OF YEAR	18,800	18,567
FUND BALANCE, END OF YEAR	<u>\$ 19,023</u>	<u>\$ 18,800</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
 December 31, 2015

SCHEDULE 8

	2015	2014
FINANCIAL ASSETS		
Cash and temporary investments	-	\$ 40,089
Amounts receivable	29,600	20,827
Due from other funds	-	14,229
	<u>\$ 29,600</u>	<u>\$ 75,145</u>
LIABILITIES		
Due to other funds	<u>\$ 72,164</u>	<u>\$ 42,488</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (42,564)</u>	<u>\$ 32,657</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	<u>\$ 980,244</u>	<u>\$ 952,666</u>
FUND SURPLUS	<u><u>\$ 937,680</u></u>	<u><u>\$ 985,323</u></u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF UTILITY OPERATIONS
 For the Year Ended December 31, 2015

SCHEDULE 9

REVENUE	Budget	2015	2014
Water			
Water fees	\$ 85,000	\$ 65,369	\$ 78,986
Bulk Water fees	15,000	-	-
sub-total- water	<u>100,000</u>	<u>65,369</u>	<u>78,986</u>
Sewer			
Sewer fees	-	-	-
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>-</u>	<u>-</u>	<u>-</u>
Property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Government transfers			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
Other			
Hydrant rentals	-	-	-
Connection charges	-	30,000	88,419
Installation service	-	-	-
Penalties	200	1,038	267
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	300	-	772
sub-total- other	<u>500</u>	<u>31,038</u>	<u>89,458</u>
Total revenue	<u>100,500</u>	<u>96,407</u>	<u>168,444</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF UTILITY OPERATIONS (cont'd)
 For the Year Ended December 31, 2015

SCHEDULE 9

EXPENSES	Budget	2015	2014
General			
Administration	5,000	5,000	5,000
Training costs	-	-	-
Billing and collection	2,400	92	1,754
Utilities (telephone, electricity, etc.)	-	4,336	-
sub-total- general	<u>7,400</u>	<u>9,428</u>	<u>6,754</u>
Water General			
Purification and treatment	2,700	1,955	4,466
Water purchases	60,000	101,683	-
Transmission and distribution	13,400	58,861	87,292
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	6,247
sub-total- water general	<u>76,100</u>	<u>162,499</u>	<u>98,005</u>
Water Amortization & Interest			
Amortization	27,251	27,251	25,900
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>27,251</u>	<u>27,251</u>	<u>25,900</u>
Sewer General			
Collection system costs	-	-	-
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>-</u>	<u>-</u>	<u>-</u>
Sewage Amortization & Interest			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	<u>110,751</u>	<u>199,178</u>	<u>130,659</u>
NET OPERATING SURPLUS (DEFICIT)	<u>(10,251)</u>	<u>(102,771)</u>	<u>37,785</u>
TRANSFERS			
Transfers from (to) operating fund	-	-	-
Transfers from (to) reserve funds	<u>(3,000)</u>	<u>55,128</u>	<u>(9,125)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ (13,251)</u>	<u>(47,643)</u>	<u>28,660</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>985,323</u>	<u>956,663</u>
FUND SURPLUS, END OF YEAR		<u>\$ 937,680</u>	<u>\$ 985,323</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2015

REVENUE		EXPENSES								Surplus (Deficit)			
Financial Plan	General	Financial Plan	Utility	Amortization (TCA)	Interest	Expense	Transfers	Accruals	Long Term	Consolidated	Entities	PSAB	
Property taxes	\$ 2,727,893	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	642,088	-	-	-	-	-	-	-	-	-	-	-	-
User fees	202,898	-	-	-	-	-	-	-	-	-	-	-	-
Permits, licences and fines	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment income	34,000	-	-	-	-	-	-	-	-	-	-	-	-
Other revenue	83,228	-	-	-	-	-	-	-	-	-	-	-	-
Water and sewer	-	100,500	-	-	-	-	-	-	-	-	-	-	-
Grants - Province of Manitoba	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants - other	170,200	-	-	-	-	-	-	-	-	-	-	-	-
Grants - other	146,763	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from reserves	94,555	14,000	-	-	-	-	-	-	-	-	-	-	-
Total revenue	\$ 4,101,625	\$ 114,500	\$ -	\$ -	\$ -	\$ -	\$ (108,555)	\$ -	\$ -	\$ 608,127	\$ -	\$ 4,715,697	\$ -
General government services	\$ 575,693	\$ -	\$ 11,278	\$ 9,782	\$ -	\$ -	\$ 74,238	\$ -	\$ -	\$ -	\$ -	\$ 661,209	\$ -
Protective services	112,100	-	-	-	-	-	-	-	-	-	-	-	-
Transportation services	1,547,500	-	283,930	238	-	-	-	-	-	-	-	-	-
Environmental health services	211,700	-	8,174	-	-	-	-	-	-	-	-	-	-
Public health and welfare services	29,800	-	44,586	181	-	-	-	-	-	-	-	-	-
Regional planning and development	18,000	-	-	-	-	-	-	-	-	-	-	-	-
Resource cons and industrial dev	108,200	-	8,726	6,949	-	-	-	-	-	-	-	-	-
Recreation and cultural services	447,337	-	51,210	-	-	-	-	-	-	-	-	-	-
Water and sewer services	-	83,500	27,251	-	-	-	-	-	-	-	-	-	-
Fiscal services:	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to capital	-	14,000	-	-	-	-	-	-	-	-	-	-	-
Debt charges	70,740	-	-	-	-	-	-	-	-	-	-	-	-
Short term interest and tax discounts	36,000	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to reserves	906,317	17,000	-	-	-	-	-	-	-	-	-	-	-
Allowance for tax assets	38,238	-	-	-	-	-	-	-	-	-	-	-	-
Total expenses	\$ 4,101,625	\$ 114,500	\$ 444,937	\$ (63,372)	\$ (937,317)	\$ (38,238)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,167,549	\$ -
Surplus (Deficit)	\$ -	\$ -	\$ (444,937)	\$ 63,372	\$ 828,762	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 548,148	\$ -

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 ANALYSIS OF TAXES ON ROLL
 December 31, 2015

SCHEDULE 11

	2015	2014
Balance, beginning of year		
Add:		
Tax levy (Schedule 12)	7,603,082	7,405,727
Taxes added	133,643	50,896
Penalties or interest	28,821	20,904
Other accounts added	1,299	-
Sub-total	7,766,845	7,477,527
Deduct:		
Cash collections - current	7,099,540	6,776,115
Cash collections - arrears	174,979	232,496
Writeoffs	16,088	4,501
Tax discounts	45,122	43,708
M.P.T.C. - cash advance	461,119	446,376
Sub-total	7,796,848	7,503,196
Balance, end of year	\$ 203,976	\$ 233,979

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 ANALYSIS OF TAX LEVY
 For the Year Ended December 31, 2015

SCHEDULE 12

	2015		2014	
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Brookdale Sewer	Frontage		\$ 28,165	\$ -
PCH	63,251,365	0.491	30,399	30,491
Service Road	1,292,712	5.543	7,166	9,153
sub-total- Debt charges			<u>65,730</u>	<u>39,644</u>
General municipal	296,474,100	1.344	<u>398,459</u>	<u>1,843,903</u>
Special levies:				
North Cypress Area	234,562,810	5.726	1,343,107	-
Langford Area	61,911,290	11.435	707,956	-
Watershed #37	1,895,710	0.572	1,084	28,165
Watershed #38	133,912,000	0.157	21,024	-
Watershed #39	828,920	0.225	187	-
Watershed #40	43,738,890	0.222	9,710	-
Whitemud Watershed	31,793,267	0.355	11,287	44,270
Waste Disposal	Frontage		87,780	87,420
B/L 05/13 Dust Control	Frontage		6,396	5,576
B/L 744 Community Centre District			-	1,057
B/L 690 Recreation District			-	1,666
sub-total- Special levies			<u>2,188,531</u>	<u>168,154</u>
Business tax (fee)			<u>36,638</u>	<u>36,638</u>
Total municipal taxes (Schedule 2)			<u>2,689,358</u>	<u>2,642,286</u>
Education support levy	77,938,150	11.610	<u>904,862</u>	<u>882,123</u>
Special levies:				
Beautiful Plains	290,563,470	13.497	3,921,735	3,799,523
Pine Creek	5,522,980	15.021	82,961	77,632
Brandon	268,690	15.505	4,166	4,163
sub-total- Special levies			<u>4,008,862</u>	<u>3,881,318</u>
Total education taxes			<u>4,913,724</u>	<u>4,763,441</u>
Total tax levy (Schedule 11)			<u>\$ 7,603,082</u>	<u>\$ 7,405,727</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 ANALYSIS OF SCHOOL ACCOUNTS
 December 31, 2015

	2015		2014	
	Opening Balance	Current Requirement	Current Payment	Ending Balance
Education support levy	\$ 6,758	\$ 1,852,590	\$ (1,859,348)	\$ 6,758
Special levies				
Beautiful Plains School Division	55,434	4,042,186	(4,097,620)	55,434
Pine Creek School Division	-	83,730	(83,730)	-
Brandon School Division	-	1,270,798	(1,270,798)	-
Sub-total	55,434	5,396,714	(5,452,148)	55,434
Total	\$ 62,192	\$ 7,249,304	\$ (7,311,496)	\$ 62,192

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2015

SCHEDULE 14

	2015	2014
	Actual	Actual
General government services:		
Legislative	\$ 97,760	\$ 81,839
General administrative	422,549	403,541
Other	119,433	147,892
	<u>639,742</u>	<u>633,272</u>
Protective services:		
Police	4,161	4,042
Fire	100,818	87,276
Emergency measures	11,638	7,395
Other	1,806	1,699
	<u>118,423</u>	<u>100,412</u>
Transportation services:		
Road transport		
Administration and engineering	4,237	5,839
Road and street maintenance	1,949,711	1,966,741
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	7,450	9,085
Other	95,576	96,301
Air transport	-	-
Public transit	8,561	9,431
Other	-	-
	<u>2,065,535</u>	<u>2,087,397</u>
Environmental health services:		
Waste collection and disposal	198,569	221,326
Recycling	-	-
Other	5,672	4,409
	<u>204,241</u>	<u>225,735</u>
Public health and welfare services:		
Public health	86,325	27,549
Medical care	-	-
Social assistance	311	5,855
Other	-	-
	<u>86,636</u>	<u>33,404</u>
Regional planning and development		
Planning and zoning	19,900	17,880
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>19,900</u>	<u>17,880</u>
Resource conservation and industrial development		
Rural area weed control	28,492	22,485
Drainage of land	-	-
Veterinary services	2,180	2,180
Water resources and conservation	44,320	53,007
Regional development	27,420	23,311
Industrial development	-	-
Tourism	-	-
Other	-	-
	<u>15,675</u>	<u>3,350</u>
	<u>118,087</u>	<u>104,333</u>
Sub-totals forward	<u>3,252,564</u>	<u>3,202,433</u>

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2015

SCHEDULE 14

	2015 Actual	2014 Actual
Sub-totals forward	3,252,564	3,202,433
Recreation and cultural services:		
Administration	62,490	54,157
Community centers and halls	22,790	55,126
Swimming pools and beaches	-	-
Golf courses	3,000	2,000
Skating and curling rinks	146,362	143,138
Parks and playgrounds	218,304	174,327
Other recreational facilities	61,045	60,542
Museums	5,544	5,544
Libraries	28,683	31,549
Other cultural facilities	19,450	20,661
	567,668	547,044
Total expenses	\$ 3,820,232	\$ 3,749,477

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 SCHEDULE OF L.U.D. OPERATIONS
 For the Year Ended December 31, 2015

SCHEDULE 15

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

MUNICIPALITY OF NORTH CYPRESS-LANGFORD
 RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
 December 31, 2015

SCHEDULE 17

2015		2014	
General	Utility	Total	Total
\$ 165,715	\$ (75,220)	\$ 90,495	\$ 12,136
883,836	-	883,836	732,478
(849,504)	(55,128)	(904,632)	(534,385)
34,768	-	34,768	30,727
100,951	-	100,951	58,285
9,497	-	9,497	-
(417,686)	(27,251)	(444,937)	(393,436)
(23,661)	-	(23,661)	61,049
593,413	54,828	648,241	682,046
\$ 497,329	\$ (102,771)	\$ 394,558	\$ 435,598

MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT
 Adjustments for reporting under public sector accounting standards

- Eliminate expense - transfers to reserves
- Eliminate revenue - transfers from reserves
- Increase revenue - reserve funds interest and other revenue
- Increase revenue - Net surplus of consolidated entities
- Increase expense - gain (loss) on disposal of tangible capital asset
- Increase expense - amortization of tangible capital assets
- Decrease expense - principal portion of debenture debt
- Increase expense - net book value of assets disposed of
- Eliminate expense - acquisitions of tangible capital assets net proceeds

NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS