

MUNICIPALITY OF NORTH CYPRESS - LANGFORD

**Consolidated Financial Statements
For the Year Ended December 31, 2021**

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 Auditor's 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 financial position and results of the Municipality in accordance with Canadian Public Sector Accounting Standards.

Trish Fraser
Chief Administrative Officer

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

Report on the Audit of the Consolidated Financial Statements**Qualified Opinion**

We have audited the consolidated financial statements of the Municipality of North Cypress-Langford which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality of North Cypress-Langford as at December 31, 2021, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Qualified Opinion

We were unable to satisfy ourselves concerning the opening or closing inventory quantity. Accordingly, we were unable to determine whether any adjustments might have been necessary in regard to inventories, expenses, accumulated surplus, changes in net financial assets, and 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 Municipality of North Cypress-Langford in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated 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 the Municipality of North Cypress-Langford'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 Municipality of North Cypress-Langford to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality of North Cypress-Langford'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.

INDEPENDENT AUDITOR'S REPORT

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise 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 Municipality of North Cypress-Langford'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 Municipality of North Cypress-Langford'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 Municipality of North Cypress-Langford 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 Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

September 11, 2023
Brandon, Manitoba


Chartered Professional Accountants

MUNICIPALITY OF NORTH CYPRESS - LANGFORD

**Consolidated Financial Statements
For the Year Ended December 31, 2021**

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MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

	<u>2021</u>	<u>2020</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 4,669,950	\$ 6,120,342
Amounts receivable (Note 4)	1,558,528	1,370,616
Loans and advances	37,488	37,488
Portfolio investments	22,500	-
Real estate properties held for sale	9,071	9,071
Other inventories for sale (Note 5)	3,480	3,480
Other assets	620	590
	<u>\$ 6,301,637</u>	<u>\$ 7,541,587</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 316,522	\$ 2,021,945
Unearned revenue	7,172	10,862
Landfill closure and post closure liabilities (Note 7)	8,201	7,362
Long-term debt (Note 8)	-	29,137
	<u>331,895</u>	<u>2,069,306</u>
NET FINANCIAL ASSETS	<u>\$ 5,969,742</u>	<u>\$ 5,472,281</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 12,287,771	\$ 12,155,014
Inventories (Note 5)	251,618	142,845
Prepaid expenses	73,174	50,083
	<u>12,612,563</u>	<u>12,347,942</u>
ACCUMULATED SURPLUS (Note 14)	<u>\$ 18,582,305</u>	<u>\$ 17,820,223</u>

COMMITMENTS AND CONTINGENCIES (NOTES 9 AND 12)

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, 2021

	<u>2021 Budget (Note 13)</u>	<u>2021 Actual</u>	<u>2020 Actual</u>
REVENUE			
Property taxes	\$ 2,920,262	\$ 2,959,658	\$ 3,075,587
Grants in lieu of taxation	602,115	602,230	602,858
User fees	430,578	536,432	486,742
Permits, licences and fines	21,392	21,392	24,163
Investment income	53,779	73,346	89,173
Other revenue	134,852	239,036	241,876
Water and sewer	134,300	361,651	118,945
Grants - Province of Manitoba	667,118	347,374	936,526
Grants - other	427,657	575,384	431,566
Total revenue (Schedules 2, 4 and 5)	<u>5,392,053</u>	<u>5,716,503</u>	<u>6,007,436</u>
EXPENSES			
General government services	698,476	708,256	690,568
Protective services	190,221	266,511	719,844
Transportation services	2,322,584	1,883,383	2,708,972
Environmental health services	442,254	443,834	424,941
Public health and welfare services	148,006	148,157	135,967
Regional planning and development	68,573	66,073	70,946
Resource conservation and industrial development	123,538	97,582	94,886
Recreation and cultural services	1,074,314	1,034,516	970,695
Water and sewer services	146,028	306,109	142,180
Total expenses (Schedules 3, 4 and 5)	<u>5,213,994</u>	<u>4,954,421</u>	<u>5,958,999</u>
ANNUAL SURPLUS	<u>\$ 178,059</u>	762,082	48,437
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>17,820,223</u>	<u>17,771,786</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 18,582,305</u>	<u>\$ 17,820,223</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, 2021

	<u>2021</u> <u>Budget</u> <u>(Note 13)</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
ANNUAL SURPLUS	\$ 178,059	\$ 762,082	\$ 48,437
Acquisition of tangible capital assets	(512,613)	(811,455)	(1,980,434)
Amortization of tangible capital assets	581,099	581,099	578,430
Loss (gain) on sale of tangible capital assets	-	(53,619)	119,459
Proceeds on sale of tangible capital assets	-	151,218	661,244
Decrease (increase) in inventories	-	(108,773)	227,962
Decrease (increase) in prepaid expenses	-	(23,091)	13,067
	<u>68,486</u>	<u>(264,621)</u>	<u>(380,272)</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 246,545</u>	497,461	(331,835)
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>5,472,281</u>	<u>5,804,116</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 5,969,742</u>	<u>\$ 5,472,281</u>

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, 2021

	<u>2021</u>	<u>2020</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 762,082	\$ 48,437
Changes in non-cash items:		
Amounts receivable	(187,912)	(463,348)
Inventories	(108,773)	227,962
Prepays	(23,091)	13,067
Other assets	(30)	(590)
Accounts payable and accrued liabilities	(1,705,423)	1,523,605
Unearned revenue	(3,690)	503
Landfill closure and post closure liabilities	839	1,074
Loss (gain) on sale of tangible capital asset	(53,619)	119,459
Amortization	581,099	578,430
Cash provided by (applied to) operating transactions	<u>(738,518)</u>	<u>2,048,599</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	151,218	661,244
Cash used to acquire tangible capital assets	<u>(811,455)</u>	<u>(1,980,434)</u>
Cash applied to capital transactions	<u>(660,237)</u>	<u>(1,319,190)</u>
INVESTING TRANSACTIONS		
Loans and advances repaid	-	5,000
Purchase of portfolio investments	<u>(22,500)</u>	<u>-</u>
Cash provided by (applied to) investing transactions	<u>(22,500)</u>	<u>5,000</u>
FINANCING TRANSACTIONS		
Debt repayment	<u>(29,137)</u>	<u>(28,580)</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	(1,450,392)	705,829
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>6,120,342</u>	<u>5,414,513</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 4,669,950</u>	<u>\$ 6,120,342</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, 2021

1. Status of the Municipality of North Cypress-Langford

The incorporated Municipality of North Cypress-Langford is a 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 the "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, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. Significant accounting policies

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

a) Reporting entity

The consolidated financial statements include the assets, liabilities, revenue and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the 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 organizations.

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, revenue and expenses are combined on a line by line basis in the consolidated financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Carberry Community Memorial Hall (50%) (2020 – 50%)
Carberry Plains Archives (50%) (2020 – 50%)
Carberry Plains Arts Council (50%) (2020 – 50%)
Carberry Plains Community Centre Operating Fund (50%) (2020 - 50%)
Carberry North Cypress-Langford Recreation (50%) (2020 - 50%)
Carberry Plains Cemetery Inc. (50%) (2020 - 50%)
Carberry Plains Cultural Centre - Museum (50%) (2020 - 50%)
Carberry Plains Service for Seniors (50%) (2020 - 50%)
Carberry Handi-Van Service (50%) (2020 - 50%)
The Cypress Planning District (41.46%) (2020 - 41.46%)
Evergreen Environmental Technologies Ltd. (21.25%) (2020 - 21.25%)
Western Manitoba Regional Library (3.75%) (2020 - 3.75%)

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.

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.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

2. Significant accounting policies (continued)

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) Landfill closure and post closure liabilities

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

g) Non-financial assets

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

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

h) Tangible capital assets

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

General Tangible Capital Assets

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

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

2. Significant accounting policies (continued)

General Tangible Capital Assets (continued)

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.

i) Leases

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

j) Inventories

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

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

k) Revenue recognition

Revenues are recognized as they are earned and measurable.

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

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

l) Measurement uncertainty

Estimates are used to accrue revenue 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 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.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

2. Significant accounting policies (continued)

m) Recent accounting pronouncements

Portfolio Investments (PS 3041)

In March 2012, as a result of the issuance of PS 3450 Financial Instruments, the Public Sector Accounting Board (PSAB) issued new PS 3041 Portfolio Investments, which revises and replaces PS 3030 Temporary Investments and PS 3040 Portfolio Investments. The main features of the new standard are:

- PS 3041 does not make a distinction between temporary and portfolio investments, and is cross referenced and conformed to the requirements of PS 3450.
- Investments previously within the scope of PS 3030, which are not cash equivalents, are now accounted for within the scope of PS 3041.

This Section is effective in the same period PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation and PS 3450 are adopted. PS 1201, PS 2601 and PS 3450 are to be adopted together and were to be effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section is now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. Early application continues to be permitted.

Financial Instruments (PS 3450)

In June 2011, the Public Sector Accounting Board (PSAB) issued new PS 3450 Financial Instruments. The new standard establishes requirements for recognition, measurement, derecognition, presentation and disclosure of financial assets and financial liabilities, including derivatives. The main features of the new standard are:

- Financial instruments are classified into two measurement categories: fair value, or cost or amortized cost.
 - Almost all derivatives, including embedded derivatives not closely related to the host contract, are measured at fair value.
 - Portfolio investments in equity instruments quoted in an active market are measured at fair value.
 - Other financial assets and financial liabilities are generally measured at cost or amortized cost.
 - An entity may elect to measure any group of financial assets or financial liabilities (or both) at fair value when the entity has a risk management or investment strategy to manage those items on a fair value basis.
- Remeasurement gains and losses on financial instruments measured at fair value are reported in the statement of remeasurement gains and losses until the financial instrument is derecognized.
- Budget to actual comparisons are not required within the statement of remeasurement gains and losses;
- Financial liabilities are derecognized when, and only when, they are extinguished.
- Financial assets and financial liabilities are only offset and reported on a net basis if a legally enforceable right to set off the recognized amounts exist, and the entity intends to settle on a net basis or realize/settle the amounts simultaneously.

In May 2012, the transitional provisions for this Section were amended, effective at the time the standard is initially applied, to clarify that the measurement provisions are applied prospectively. Adjustments to previous carrying amounts are recognized in opening accumulated remeasurement gains or losses. Additionally, a new transitional provision has been added that applies to government organizations transitioning from the standards in Part V of the CPA Canada Handbook – Accounting with items classified as available for sale. Accumulated other comprehensive income (OCI) from items classified as available for sale is recognized in accumulated remeasurement gains or losses on transition.

PS 3450 was to be effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section and amendments are now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. Early application continues to be permitted. In the period that a public sector entity applies PS 3450, it also applies PS 1201 and PS 2601.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

2. Significant accounting policies (continued)

m) Recent accounting pronouncements (continued)

Asset Retirement Obligations (PS 3280)

In August 2018, new PS 3280 Asset Retirement Obligations was included in the CPA Canada Public Sector Accounting Handbook (PSA HB). The new PS 3280 establishes standards on how to account for and report a liability for asset retirement obligations (ARO). As asset retirement obligations associated with landfills are included in the scope of new PS 3280, PS 3270 Solid Waste Landfill Closure and Post-Closure Liability will be withdrawn.

The main features of this standard are as follows:

- An ARO represents a legal obligation associated with the retirement of a tangible capital asset.
- Asset retirement costs increase the carrying amount of the related tangible capital asset and are expensed in a rational and systematic manner.
- When an asset is no longer in productive use, the associated asset retirement costs are expensed.
- Measurement of the ARO liability should result in the best estimate of the amount required to retire a tangible capital asset at the financial statement date.
- Subsequent measurement of the ARO liability results in either a change in the carrying amount of the related tangible capital asset or an expense. The accounting treatment depends on the nature of the remeasurement and whether the asset remains in productive use.
- The best method to estimate the liability is often a present value technique.

This standard was to be effective for fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section is now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. Early application continues to be permitted.

3. Cash and temporary investments

Cash and temporary investments are comprised of the following:

	<u>2021</u>	<u>2020</u>
Cash	\$ 4,517,654	\$ 4,023,472
Temporary investments	152,296	2,096,870
	<u>\$ 4,669,950</u>	<u>\$ 6,120,342</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated **\$3,537,439** (2020 - \$3,073,799) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances. Included in the reserve is cash of **\$2,968,349** (2020 - \$3,113,713).

4. Amounts receivable

Amounts receivable are valued at their net realizable value.

	<u>2021</u>	<u>2020</u>
Taxes on roll (Schedule 11)	\$ 497,579	\$ 324,678
Government grants	302,240	496,979
Utility customers	51,785	22,944
Accrued interest	29,287	36,554
Organizations and individuals	642,587	203,441
Other governments	36,838	287,928
	<u>1,560,316</u>	<u>1,372,524</u>
Less allowances for doubtful amounts	<u>(1,788)</u>	<u>(1,908)</u>
	<u>\$ 1,558,528</u>	<u>\$ 1,370,616</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

5. Inventories

Inventories for sale:

	<u>2021</u>	<u>2020</u>
History books	<u>\$ 3,480</u>	<u>\$ 3,480</u>

Inventories for use:

	<u>2021</u>	<u>2020</u>
Chemicals, herbicides, insecticides	\$ -	\$ -
Fuel	5,067	7,990
Culverts	-	-
Aggregate	212,971	126,323
Other supplies	33,580	8,532
	<u>\$ 251,618</u>	<u>\$ 142,845</u>

6. Accounts payable and accrued liabilities

	<u>2021</u>	<u>2020</u>
Accounts payable	\$ 167,840	\$ 518,409
Accrued expenses	66,063	88,637
Accrued interest payable	-	-
School levies	-	1,339,563
Other governments	82,619	75,336
	<u>\$ 316,522</u>	<u>\$ 2,021,945</u>

7. Landfill closure and post closure liabilities

a) Operating landfill site

Evergreen Environmental Technologies Ltd. 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>2021</u>	<u>2020</u>
Estimated closure and post closure costs over the next 75 years	<u>\$ 677,680</u>	<u>\$ 677,680</u>
Discount rate	<u>6.00%</u>	<u>6.00%</u>
Discounted costs	<u>\$ 38,847</u>	<u>\$ 36,809</u>
Expected year capacity will be reached	2094	2094
Capacity (tonnes):		
Used to date	26,244	24,862
Remaining	98,069	99,450
Total	<u>124,313</u>	<u>124,312</u>
Percent utilized	<u>21.11%</u>	<u>20.00%</u>
Liability based on percentage	<u>\$ 8,201</u>	<u>\$ 7,362</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

8. Long-term debt

General authority:	2021	2020
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.	\$ -	\$ 29,137

No principal payments are required in the next year.

9. Commitments

Evergreen Environmental Technologies Corporation entered into a five year lease agreement beginning January 1, 2017 where 195 acres of land is leased at \$18/acre equal to \$3,161 per year. The lease agreement expires January 1, 2022.

The Municipality is committed to purchase gravel under a purchase contract for a total of 80,000 yards of gravel for a four year term, ending in 2023. The commitment for 2021 is \$20,000.

The Municipality is committed to support the fundraising efforts of the Neepawa and District Medical Committee in their application to conduct a Fund Raising Lottery and agreed to fund any shortcomings in the line of credit as per contribution agreement.

The Municipality has committed to an annual contribution of \$60,000 to the North Cypress/ Carberry Recreation Reserve Fund held with the Carberry and Area Community Foundation. Encroachment of capital is permitted upon receipt of a letter of resolution signed by both Reeve and Mayor on behalf of joint Councils. The balance in this fund is \$1,231,135 as per the 2020 Financial Statements of the Carberry and Area Community Foundation.

10. 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 2021 by the Municipality on behalf of its employees are expected to be **\$168,435** (2020 - \$146,500) and are included in the statement of operations.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

10. Retirement benefits (continued)

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, 2019 indicated the plan was 99.7% funded on a going concern basis and had an unfunded solvency liability of \$288.8 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2019.

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.

11. 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 values of these financial instruments approximate their carrying values.

12. Contingencies

Various claims have been made against the Municipality as at December 31, 2020. If proven, it is possible that these claims may have a material adverse effect on the financial position of the Municipality. The Municipality is disputing the claims and as the outcome is not determinable at this time, no amount has been accrued in the financial statements.

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

	<u>2021</u>	<u>2020</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	\$ 1,935,040	\$ 1,806,247
Utility operating fund - Nominal surplus (deficit)	6,185	(51,066)
TCA net of related borrowings	11,645,977	11,586,540
Reserve funds	<u>3,537,439</u>	<u>3,073,799</u>
Accumulated surplus of Municipality unconsolidated	17,124,641	16,415,520
Accumulated surpluses of consolidated entities	<u>1,457,664</u>	<u>1,404,703</u>
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 18,582,305</u>	<u>\$ 17,820,223</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

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 \$75,000 annually to any member of Council, officer or employee of the Municipality. For the year ended December 31, 2021:

- a) There were no members of Council receiving compensation in excess of \$75,000 individually.
- b) There were no officers and employees receiving compensation in excess of \$75,000.

It is a requirement of The Municipal Act that the annual consolidated financial statement disclose the amount of compensation, expenses and any other payment made to council or committee members by the type of each payment and the total amount of payment to each member of Council of the Municipality. For the year ended December 31, 2021:

- c) Compensation paid to members of Council amounted to \$87,616 in aggregate.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - Bob Adriaansen	\$ 14,372	\$ 1,781	\$ 16,153
Deputy Reeve - Ray Drayson	13,863	4,280	18,143
Councillor - Harold Tolton	11,818	1,053	12,871
Councillor - Clyde McCallum	11,951	1,270	13,221
Councillor - Malcom Murray	11,916	1,359	13,275
Councillor - Dallis Olmstead	11,938	1,234	13,172
Councillor - David Blair	11,758	200	11,958
	<u>\$ 87,616</u>	<u>\$ 11,177</u>	<u>\$ 98,793</u>

16. Trust funds

The Municipality of North Cypress-Langford administers the following trust:

	<u>Balance, beg. of the year</u>	<u>Excess of Receipts over Disbursements</u>	<u>Balance, end of the year</u>
<i>Search & Rescue Trust</i>	<u>\$ 20,333</u>	<u>\$ 92</u>	<u>\$ 20,425</u>

17. 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
- Resource Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenue 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.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2021

18. Government partnerships

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

	<u>2021</u>	<u>2020</u>
Financial Position		
Financial assets	\$ 909,244	\$ 885,091
Financial liabilities	<u>117,658</u>	<u>24,464</u>
Net financial assets	\$ 791,586	\$ 860,627
Non-financial assets	<u>666,078</u>	<u>544,076</u>
Accumulated surplus	<u>\$ 1,457,664</u>	<u>\$ 1,404,703</u>
Result of Operations		
Revenue	\$ 693,621	\$ 443,304
Expenses	<u>640,660</u>	<u>544,562</u>
Annual surplus (deficit)	<u>\$ 52,961</u>	<u>\$ (101,258)</u>

19. Public Utilities Board

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

For information purposes, the 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 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>
Water Supply Pipeline	<u>\$ 447,253</u>	<u>\$ -</u>	<u>\$ 15,247</u>	<u>\$ 432,006</u>

20. COVID-19 impact on operations

During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the federal, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. The Municipality's operations were impacted by COVID-19 due to closure of facilities to the public for normal operations. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Municipality as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

21. Comparative figures

Certain comparative figures have been reclassified to conform with the current year presentation.

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2021

SCHEDULE 1

	General Capital Assets						Infrastructure		Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2021	2020
Cost										
Opening costs	3,012,574	2,831,161	5,715,712	42,699	128,303	15,298,183	1,516,396	-	28,545,028	27,985,386
Additions during the year	20,100	304,924	317,753	197	1,157	167,324	-	-	811,455	1,980,434
Disposals and write downs	-	-	(222,445)	-	-	-	-	-	(222,445)	(1,420,792)
Closing costs	<u>3,032,674</u>	<u>3,136,085</u>	<u>5,811,020</u>	<u>42,896</u>	<u>129,460</u>	<u>15,465,507</u>	<u>1,516,396</u>	<u>-</u>	<u>29,134,038</u>	<u>28,545,028</u>
Accumulated Amortization										
Opening accum'd amortization	513,107	1,226,333	2,181,051	41,717	-	11,868,542	559,264	-	16,390,014	16,451,673
Amortization	56,893	68,602	377,830	386	-	47,060	30,328	-	581,099	578,430
Disposals and write downs	-	-	(124,846)	-	-	-	-	-	(124,846)	(640,089)
Closing accum'd amortization	<u>570,000</u>	<u>1,294,935</u>	<u>2,434,035</u>	<u>42,103</u>	<u>-</u>	<u>11,915,602</u>	<u>589,592</u>	<u>-</u>	<u>16,846,267</u>	<u>16,390,014</u>
Net Book Value of Tangible Capital Assets	<u>2,462,674</u>	<u>1,841,150</u>	<u>3,376,985</u>	<u>793</u>	<u>129,460</u>	<u>3,549,905</u>	<u>926,804</u>	<u>-</u>	<u>12,287,771</u>	<u>12,155,014</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2021

SCHEDULE 2

	2021 Actual	2020 Actual
Property taxes		
Municipal taxes levied (Schedule 12)	\$ 2,899,572	\$ 2,979,031
Taxes added	60,086	96,556
	<u>2,959,658</u>	<u>3,075,587</u>
Grants in lieu of taxation		
Federal government	547,567	548,476
Federal government enterprises	-	-
Provincial government	5,853	6,138
Provincial government enterprises	19,476	21,010
Other municipal governments	-	-
Non-government organizations	29,334	27,234
	<u>602,230</u>	<u>602,858</u>
User fees		
Parking meters	272	-
Sales of service	237,019	261,316
Sales of goods	16,629	7,763
Rentals	70,857	46,294
Development charges	-	-
Facility use fees	211,655	171,369
	<u>536,432</u>	<u>486,742</u>
Permits, licences and fines		
Permits	17,847	22,683
Licences	-	-
Fees	3,545	1,480
Fines	-	-
	<u>21,392</u>	<u>24,163</u>
Investment income		
Cash and temporary investments	73,346	89,173
Marketable securities	-	-
Municipal debentures	-	-
	<u>73,346</u>	<u>89,173</u>
Other revenue		
Gain on sale of tangible capital assets	56,464	-
Gain (loss) on sale of real estate held for sale	(3,254)	-
Contributed assets	5,792	77,881
Penalties and interest	29,202	33,264
Miscellaneous	150,832	130,731
	<u>239,036</u>	<u>241,876</u>
Water and sewer		
Municipal utility (Schedule 9)	361,651	118,945
Consolidated water co-operatives	-	-
	<u>361,651</u>	<u>118,945</u>
Grants - Province of Manitoba		
Municipal operating grants	222,384	222,384
Other unconditional grants	-	-
Conditional grants	124,990	714,142
	<u>347,374</u>	<u>936,526</u>
Grants - other		
Federal government - gas tax funding	302,168	147,727
Federal government - other	74,634	165,045
Other municipal governments	198,582	118,794
	<u>575,384</u>	<u>431,566</u>
Total revenue	<u>\$ 5,716,503</u>	<u>\$ 6,007,436</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2021

	2021 Actual	2020 Actual
General government services		
Legislative	\$ 90,521	\$ 91,996
General administrative	491,874	459,637
Other	125,861	138,935
	<u>708,256</u>	<u>690,568</u>
Protective services		
Police	4,691	4,385
Fire	151,610	146,672
Emergency measures	30,791	12,270
Other	79,419	556,517
	<u>266,511</u>	<u>719,844</u>
Transportation services		
Road transport		
Administration and engineering	1,421	2,153
Road and street maintenance	1,463,698	2,282,929
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	6,137	6,998
Other	389,795	388,427
Air transport	-	-
Public transit	22,332	28,465
Other	-	-
	<u>1,883,383</u>	<u>2,708,972</u>
Environmental health services		
Waste collection and disposal	433,688	371,192
Recycling	1,408	514
Other	8,738	53,235
	<u>443,834</u>	<u>424,941</u>
Public health and welfare services		
Public health	140,059	127,971
Medical care	-	-
Social assistance	3,083	3,083
Other	5,015	4,913
	<u>148,157</u>	<u>135,967</u>
Regional planning and development		
Planning and zoning	66,073	70,946
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>66,073</u>	<u>70,946</u>
Resource conservation and industrial development		
Rural area weed control	32,358	2,702
Drainage of land	-	-
Veterinary services	-	3,270
Water resources and conservation	50,824	49,518
Regional development	18,015	30,576
Industrial development	-	-
Tourism	-	-
Other	(3,615)	8,820
	<u>97,582</u>	<u>94,886</u>
Sub-totals forward	<u>3,613,796</u>	<u>4,846,124</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2021

SCHEDULE 3

	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Sub-totals forward	<u>3,613,796</u>	<u>4,846,124</u>
Recreation and cultural services		
Administration	168,240	195,243
Community centers and halls	30,520	44,473
Swimming pools and beaches	-	-
Golf courses	3,000	3,000
Skating and curling rinks	227,123	381,191
Parks and playgrounds	152,380	144,214
Other recreational facilities	77,768	62,020
Museums	11,549	22,200
Libraries	84,733	85,833
Other cultural facilities	279,203	32,521
	<u>1,034,516</u>	<u>970,695</u>
Water and sewer services		
Municipal utility (Schedule 9)	306,109	142,180
Consolidated water co-operatives	-	-
	<u>306,109</u>	<u>142,180</u>
Total expenses	<u><u>\$ 4,954,421</u></u>	<u><u>\$ 5,958,999</u></u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2021

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes	\$ 2,959,658	\$ 3,075,587	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	602,230	602,858	-	-	-	-	-	-	-	-
User fees	37,448	28,900	12,500	19,400	132,257	120,004	274,139	228,435	16,765	19,834
Grants - other	302,168	164,343	-	-	3,318	151,429	75,969	1,594	16,026	8,000
Permits, licences and fines	-	-	-	-	-	-	-	-	-	-
Investment income	18,765	25,336	3,012	2,025	14,739	26,260	1,460	4,123	1,352	1,751
Other revenue	124,520	71,135	5,000	31,350	59,989	1,646	3,444	2,163	1,221	3,950
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	222,384	222,384	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	-	60,255	627,685	11,571	7,404	-	-	15,207	17,195
Total revenue	\$ 4,267,173	\$ 4,190,543	\$ 80,767	\$ 680,460	\$ 221,874	\$ 306,743	\$ 355,012	\$ 236,315	\$ 50,571	\$ 50,730
EXPENSES										
Personnel services	\$ 302,875	\$ 308,278	\$ 17,286	\$ -	\$ 563,843	\$ 542,308	\$ 126,194	\$ 67,013	\$ 55,203	\$ 49,020
Contract services	193,740	186,577	112,960	62,255	290,164	340,996	255,160	252,171	3,769	6,519
Utilities	12,911	6,798	7,098	-	23,250	29,630	11,800	6,577	5,986	5,736
Maintenance materials and supplies	36,533	29,824	84,926	607,466	626,916	1,291,665	29,900	33,746	20,575	7,543
Grants and contributions	33,890	14,957	-	-	3,818	4,202	(32,376)	19,496	15,183	22,053
Amortization	7,426	5,592	42,694	50,123	352,553	350,725	32,268	25,497	43,735	43,735
Interest on long term debt	-	-	-	-	-	-	-	-	-	-
Other	120,881	138,542	1,547	-	22,839	149,446	20,888	20,441	3,706	1,361
Total expenses	\$ 708,256	\$ 690,568	\$ 266,511	\$ 719,844	\$ 1,883,383	\$ 2,708,972	\$ 443,834	\$ 424,941	\$ 148,157	\$ 135,967
Surplus (Deficit)	\$ 3,558,917	\$ 3,499,975	\$ (185,744)	\$ (39,384)	\$ (1,661,509)	\$ (2,402,229)	\$ (88,822)	\$ (188,626)	\$ (97,586)	\$ (85,237)

* The general government category includes revenue 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, 2021

SCHEDULE 4

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2021	2020	2021	2020	2021	2020	2021	2020	
REVENUE									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,075,587
Grants in lieu of taxation	-	-	-	-	-	-	-	-	602,858
User fees	(1,990)	(1,741)	-	7,883	65,313	64,027	-	-	486,742
Grants - other	14,592	11,650	-	-	163,311	94,550	-	-	431,566
Permits, licences and fines	21,392	24,163	-	-	-	-	-	-	24,163
Investment income	973	1,160	-	-	29,418	25,647	3,627	2,871	89,173
Other revenue	633	-	-	-	44,229	131,632	-	-	241,876
Water and sewer	-	-	-	-	-	-	361,651	118,945	118,945
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	222,384
Prov of MB - Conditional Grants	-	-	-	-	37,957	61,858	-	-	714,142
Total revenue	\$ 35,600	\$ 35,232	\$ -	\$ 7,883	\$ 340,228	\$ 377,714	\$ 365,278	\$ 121,816	\$ 5,716,503
EXPENSES									
Personnel services	\$ 45,410	\$ 50,327	\$ 10,778	\$ 127	\$ 240,156	\$ 242,732	\$ 5,100	\$ 5,000	\$ 1,264,805
Contract services	3,608	4,930	9,800	2,701	87,061	37,028	128,604	93,041	986,218
Utilities	1,500	1,309	143	-	51,723	48,979	1,403	2,993	102,022
Maintenance materials and supplies	1,017	795	29,105	-	119,234	68,506	15,048	10,818	2,050,363
Grants and contributions	13,274	11,649	50,824	83,238	398,324	504,057	-	-	659,652
Amortization	-	-	557	6,791	71,538	65,639	30,328	30,328	578,430
Interest on long term debt	-	-	(4,173)	2,029	-	-	-	-	2,029
Other	1,264	1,936	548	-	66,480	3,754	125,626	-	315,480
Total expenses	\$ 66,073	\$ 70,946	\$ 97,582	\$ 94,886	\$ 1,034,516	\$ 970,695	\$ 306,109	\$ 142,180	\$ 5,958,999
Surplus (Deficit)	\$ (30,473)	\$ (35,714)	\$ (97,582)	\$ (87,003)	\$ (694,288)	\$ (592,981)	\$ 59,169	\$ (20,364)	\$ 48,437

MUNICIPALITY OF NORTH CYPRESS - LANGFORD

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2021

	Core Government		Controlled Entities		Government Partnerships		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE								
Property taxes	\$ 2,959,658	\$ 3,075,587	\$ -	\$ -	\$ -	\$ -	\$ 2,959,658	\$ 3,075,587
Grants in lieu of taxation	602,230	602,858	-	-	-	-	602,230	602,858
User fees	250,785	236,456	-	-	285,647	250,286	536,432	486,742
Grants - other	302,168	312,070	-	-	273,216	119,496	575,384	431,566
Permits, licences and fines	-	-	-	-	21,392	24,163	21,392	24,163
Investment income	69,567	80,797	-	-	3,779	8,376	73,346	89,173
Other revenue	194,184	259,749	-	-	44,852	(17,873)	239,036	241,876
Water and sewer	361,651	118,945	-	-	-	-	361,651	118,945
Prov of MB - Unconditional Grants	222,384	222,384	-	-	-	-	222,384	222,384
Prov of MB - Conditional Grants	60,255	655,286	-	-	64,735	58,856	124,990	714,142
Total revenue	\$ 5,022,882	\$ 5,564,132	\$ -	\$ -	\$ 693,621	\$ 443,304	\$ 5,716,503	\$ 6,007,436
EXPENSES								
Personnel services	\$ 1,096,899	\$ 991,250	\$ -	\$ -	\$ 269,946	\$ 273,555	\$ 1,366,845	\$ 1,264,805
Contract services	954,905	890,171	-	-	129,961	96,047	1,084,866	986,218
Utilities	57,259	45,330	-	-	58,555	56,692	115,814	102,022
Maintenance materials and supplies	795,006	1,938,440	-	-	168,248	111,923	963,254	2,050,363
Grants and contributions	654,841	714,793	-	-	(171,904)	(55,141)	482,937	659,652
Amortization	549,953	544,263	-	-	31,146	34,167	581,099	578,430
Interest on long term debt	(4,173)	2,029	-	-	-	-	(4,173)	2,029
Other	209,071	288,161	-	-	154,708	27,319	363,779	315,480
Total expenses	\$ 4,313,761	\$ 5,414,437	\$ -	\$ -	\$ 640,660	\$ 544,562	\$ 4,954,421	\$ 5,958,999
Surplus (Deficit)	\$ 709,121	\$ 149,695	\$ -	\$ -	\$ 52,961	\$ (101,258)	\$ 762,082	\$ 48,437

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2021

SCHEDULE 6

	2021							
	General Reserve	Equipment Replacement Reserve	Municipal Building Reserve	Gas Tax Reserve	Fire Safety Reserve	Shelterbelt Reserve	Health Care Reserve	Sub-total
REVENUE								
Investment income	\$ 9,023	\$ 3,029	\$ 1,379	\$ 3,088	\$ 3,012	\$ 511	\$ 1,079	\$ 21,121
Other income	-	-	-	-	-	-	-	-
Total revenue	9,023	3,029	1,379	3,088	3,012	511	1,079	21,121
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	1,500	1,500
Total expenses	-	-	-	-	-	-	1,500	1,500
NET REVENUES	9,023	3,029	1,379	3,088	3,012	511	(421)	19,621
TRANSFERS								
Transfers from general operating fund	-	350,000	50,000	302,168	22,500	-	-	724,668
Transfers to general operating fund	-	-	-	-	-	-	(4,942)	(4,942)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	(96,300)	-	(258,108)	-	-	-	(354,408)
CHANGE IN RESERVE FUND BALANCES	9,023	256,729	51,379	47,148	25,512	511	(5,363)	384,939
FUND SURPLUS, BEGINNING OF YEAR	374,099	221,068	42,540	675,116	111,273	21,211	45,793	1,491,100
FUND SURPLUS, END OF YEAR	\$ 383,122	\$ 477,797	\$ 93,919	\$ 722,264	\$ 136,785	\$ 21,722	\$ 40,430	\$ 1,876,039

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2021

SCHEDULE 6

	2021							
	Recreation Reserve	Wellness Reserve	Montrose School Cairn Reserve	Road Building Reserve	Equipment Repair Reserve	Emergency Services Reserve	Environmental Reserve	Sub-total
REVENUE								
Investment income	\$ 21,999	\$ 4,561	\$ 22	\$ 8,001	\$ 244	\$ -	\$ 1,325	\$ 57,273
Other income	-	-	-	-	-	-	-	-
Total revenue	21,999	4,561	22	8,001	244	-	1,325	57,273
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	1,500
Total expenses	-	-	-	-	-	-	-	1,500
NET REVENUES	21,999	4,561	22	8,001	244	-	1,325	55,773
TRANSFERS								
Transfers from general operating fund	-	10,000	-	-	-	-	-	734,668
Transfers to general operating fund	-	-	-	-	-	-	-	(4,942)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	(354,408)
CHANGE IN RESERVE FUND BALANCES	21,999	14,561	22	8,001	244	-	1,325	431,091
FUND SURPLUS, BEGINNING OF YEAR	912,662	189,071	898	251,863	10,122	-	54,929	2,910,645
FUND SURPLUS, END OF YEAR	\$ 934,661	\$ 203,632	\$ 920	\$ 259,864	\$ 10,366	\$ -	\$ 56,254	\$ 3,341,736

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
 For the Year Ended December 31, 2021

SCHEDULE 6

	2021			2020		
	PCH/ Lake Irwin	Water	Capital Water	Total	Total	Total
REVENUE						
Investment income	\$ 303	\$ 3,604	\$ 23	\$ 61,203	\$	\$ 63,952
Other income	-	-	-	-	-	-
Total revenue	303	3,604	23	61,203		63,952
EXPENSES						
Investment charges	-	-	-	-	-	-
Other expenses	-	-	-	1,500	-	-
Total expenses	-	-	-	1,500	-	-
NET REVENUES	303	3,604	23	59,703		63,952
TRANSFERS						
Transfers from general operating fund	-	-	-	734,668		756,053
Transfers to general operating fund	-	-	-	(4,942)		(87,576)
Transfer from nominal surplus	-	-	-	-		-
Transfers from utility operating fund	-	28,619	-	28,619		16,507
Transfers to utility operating fund	-	-	-	-		-
Acquisition of tangible capital assets	-	-	-	(354,408)		(962,013)
CHANGE IN RESERVE FUND BALANCES	303	32,223	23	463,640		(213,077)
FUND SURPLUS, BEGINNING OF YEAR	12,786	149,426	942	3,073,799		3,286,876
FUND SURPLUS, END OF YEAR	\$ 13,089	\$ 181,649	\$ 965	\$ 3,537,439		\$ 3,073,799

SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2021

	2021 Budget	2021 Actual	2020 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 revenue (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other (specify):	-	-	-
Change in L.U.D. balances	\$ -	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		\$ -	\$ -

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF FINANCIAL POSITION FOR UTILITY
 As at December 31, 2021

SCHEDULE 8

	Total	2020 Total
FINANCIAL ASSETS		
Cash and temporary investments	\$ -	\$ -
Amounts receivable	51,785	22,944
Due from other funds	-	-
	<u>\$ 51,785</u>	<u>\$ 22,944</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ -	\$ -
Unearned revenue	-	-
Long-term debt (Note 8)	-	-
Due to other funds	45,600	74,010
	<u>45,600</u>	<u>74,010</u>
NET FINANCIAL ASSETS (DEBT)	<u>\$ 6,185</u>	<u>\$ (51,066)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 926,804	\$ 957,132
Inventories	-	-
Prepaid expenses	-	-
	<u>926,804</u>	<u>957,132</u>
FUND SURPLUS	<u>\$ 932,989</u>	<u>\$ 906,066</u>
COMMITMENTS AND CONTINGENCIES (Notes 9 and 12)		

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2021

	Budget	2021	2020
REVENUE			
Water			
Water fees	\$ 133,300	\$ 286,407	\$ 100,577
Bulk water fees	-	-	-
sub-total - water	<u>133,300</u>	<u>286,407</u>	<u>100,577</u>
Sewer			
Sewer fees	-	-	-
Lagoon tipping fees	-	-	-
sub-total - sewer	<u>-</u>	<u>-</u>	<u>-</u>
Property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Recovery			
Deficit recovery	-	-	-
Debenture recovery	-	-	-
sub-total - recovery	<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	-	60,875	16,400
Installation service	-	-	-
Penalties	1,000	14,369	1,968
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income (specify)	-	-	-
sub-total - other	<u>1,000</u>	<u>75,244</u>	<u>18,368</u>
Total revenue	<u>134,300</u>	<u>361,651</u>	<u>118,945</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2021

SCHEDULE 9

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
EXPENSES			
General			
Administration	5,100	5,100	5,000
Training costs	-	-	-
Billing and collection	100	66	200
Utilities (telephone, electricity, etc.)	-	1,403	2,993
Other	-	125,626	-
sub-total - general	<u>5,200</u>	<u>132,195</u>	<u>8,193</u>
Water general			
Purification and treatment	3,500	2,106	3,367
Water purchases	85,000	79,746	81,665
Transmission and distribution	22,000	19,442	4,845
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	42,292	13,782
Other water costs	-	-	-
sub-total - water general	<u>110,500</u>	<u>143,586</u>	<u>103,659</u>
Water amortization & interest			
Amortization	30,328	30,328	30,328
Interest on long term debt	-	-	-
sub-total - water amortization & interest	<u>30,328</u>	<u>30,328</u>	<u>30,328</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>146,028</u>	<u>306,109</u>	<u>142,180</u>
NET OPERATING SURPLUS (DEFICIT)	(11,728)	55,542	(23,235)
TRANSFERS			
Transfers from (to) operating fund	8,017	-	-
Transfers from (to) reserve funds	(20,602)	(28,619)	(16,507)
CHANGE IN UTILITY FUND BALANCE	<u>\$ (24,313)</u>	26,923	(39,742)
FUND SURPLUS, BEGINNING OF YEAR		<u>906,066</u>	<u>945,808</u>
FUND SURPLUS, END OF YEAR		<u>\$ 932,989</u>	<u>\$ 906,066</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD

SCHEDULE 10

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2021

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 2,920,262	\$ -	\$ -	\$ -	-	\$ -	-	\$ 2,920,262
Grants in lieu of taxation	602,115	-	-	-	-	-	-	602,115
User fees	144,931	-	-	-	-	-	285,647	430,578
Permits, licences and fines	-	-	-	-	-	-	21,392	21,392
Investment income	50,000	-	-	-	-	-	3,779	53,779
Other revenue	90,000	-	-	-	-	-	44,852	134,852
Water and sewer	-	134,300	-	-	-	-	-	134,300
Grants - Province of Manitoba	602,383	-	-	-	-	-	64,735	667,118
Grants - other	154,441	-	-	-	-	-	273,216	427,657
Transfers from accumulated surplus	199,000	8,017	-	-	(207,017)	-	-	-
Transfers from reserves/general	5,000	-	-	-	(5,000)	-	-	-
Total revenue	\$ 4,768,132	\$ 142,317	\$ -	\$ -	\$ (212,017)	\$ -	\$ 693,621	\$ 5,392,053
EXPENSES								
General government services	\$ 646,069	\$ -	\$ 7,426	\$ -	\$ 44,981	\$ -	-	\$ 698,476
Protective services	147,527	-	42,694	-	-	-	-	190,221
Transportation services	1,955,650	-	351,738	-	-	-	15,196	2,322,584
Environmental health services	260,700	-	2,429	-	-	-	179,125	442,254
Public health and welfare services	36,500	-	43,735	-	-	-	67,771	148,006
Regional planning and development	33,574	-	-	(4,173)	-	-	34,999	68,573
Resource cons and industrial dev	127,153	-	558	-	-	-	-	123,538
Recreation and cultural services	659,699	-	71,046	-	-	-	343,569	1,074,314
Water and sewer services	-	115,700	30,328	-	-	-	-	146,028
Fiscal services:								
Transfer to capital	180,000	-	-	-	(180,000)	-	-	-
Debt charges	29,338	-	-	(29,338)	-	-	-	-
Short-term interest	45,000	-	-	-	(45,000)	-	-	-
Transfer to reserves/utility	646,941	20,602	-	-	(667,543)	-	-	-
Allowance for tax assets	(19)	-	-	-	19	-	-	-
Total expenses	\$ 4,768,132	\$ 136,302	\$ 549,954	\$ (33,511)	\$ (847,543)	\$ -	\$ 640,660	\$ 5,213,994
Surplus (Deficit)	\$ -	\$ 6,015	\$ (549,954)	\$ 33,511	\$ 635,526	\$ -	\$ 52,961	\$ 178,059

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
ANALYSIS OF TAXES ON ROLL
December 31, 2021

SCHEDULE 11

	<u>2021</u>	<u>2020</u>
Balance, beginning of year	\$ 324,678	\$ 333,333
Add:		
Tax levy (Schedule 12)	8,598,546	8,663,409
Taxes added	60,086	96,556
Penalties or interest	29,202	33,264
Other accounts added	27,603	39,941
Sub-total	<u>8,715,437</u>	<u>8,833,170</u>
Deduct:		
Cash collections - current	7,762,951	7,968,568
Cash collections - arrears	323,551	307,877
Writeoffs	45,696	50,356
Tax discounts	60,764	50,844
E.P.T.C. - cash advance	349,574	464,180
Sub-total	<u>8,542,536</u>	<u>8,841,825</u>
Balance, end of year	<u><u>\$ 497,579</u></u>	<u><u>\$ 324,678</u></u>

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2021

	2021		2020	
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Brookdale Sewer	999,340	0.000	28,165	28,164
General municipal	436,050,980	5.629	<u>2,454,531</u>	<u>1,655,965</u>
Special levies:				
North Cypress Area	325,298,700	0.421	136,951	713,866
Langford Area	110,752,280	0.484	53,604	436,847
Whitemud Conservation	208,871,260	0.227	47,414	32,822
Central Assiniboine Watershed	26,555,780	0.099	2,629	-
Garbage Levy		PP	159,696	96,300
B/L 1-2020 Dust Control	5,745,570		14,897	13,513
sub-total - Special levies			<u>415,191</u>	<u>1,293,348</u>
Business tax	-	0.000	<u>1,685</u>	<u>1,554</u>
Total municipal taxes (Schedule 2)			<u>2,899,572</u>	<u>2,979,031</u>
Education support levy	93,366,140	8.809	<u>822,462</u>	<u>810,207</u>
Special levies:				
Pine Creek SD	8,031,610	12.773	102,588	103,067
Beautiful Plains SD	427,504,360	11.154	4,768,384	4,765,496
Brandon SD	381,300	14.530	5,540	5,608
sub-total - Special levies			<u>4,876,512</u>	<u>4,874,171</u>
Total education taxes			<u>5,698,974</u>	<u>5,684,378</u>
Total tax levy (Schedule 11)			<u>\$ 8,598,546</u>	<u>\$ 8,663,409</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2021

SCHEDULE 13

	2021 Actual	2020 Actual
General government services		
Legislative	\$ 90,521	\$ 91,996
General administrative	491,874	459,637
Other	125,861	138,935
	<u>708,256</u>	<u>690,568</u>
Protective services		
Police	4,691	4,385
Fire	151,610	146,672
Emergency measures	30,791	12,270
Other	79,419	556,517
	<u>266,511</u>	<u>719,844</u>
Transportation services		
Road transport		
Administration and engineering	1,421	2,153
Road and street maintenance	1,463,698	2,282,929
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	6,137	6,998
Other	389,795	388,427
Air transport	-	-
Public transit	7,136	7,904
Other	-	-
	<u>1,868,187</u>	<u>2,688,411</u>
Environmental health services		
Waste collection and disposal	254,563	202,001
Recycling	1,408	514
Other	8,738	53,235
	<u>264,709</u>	<u>255,750</u>
Public health and welfare services		
Public health	72,288	75,208
Medical care	-	-
Social assistance	3,083	3,083
Other	5,015	4,913
	<u>80,386</u>	<u>83,204</u>
Regional planning and development		
Planning and zoning	31,074	19,900
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	-	-
	<u>31,074</u>	<u>19,900</u>
Resource conservation and industrial development		
Rural area weed control	32,358	2,702
Drainage of land	-	-
Veterinary services	-	3,270
Water resources and conservation	50,824	49,518
Regional development	18,015	30,576
Industrial development	-	-
Tourism	-	-
Other	(3,615)	8,820
	<u>97,582</u>	<u>94,886</u>
Sub-totals forward	<u>3,316,705</u>	<u>4,552,563</u>

MUNICIPALITY OF NORTH CYPRESS - LANGFORD
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2021

SCHEDULE 13

	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Sub-totals forward	<u>3,316,705</u>	<u>4,552,563</u>
Recreation and cultural services		
Administration	168,240	169,834
Community centers and halls	19,897	37,776
Swimming pools and beaches	-	-
Golf courses	3,000	3,000
Skating and curling rinks	227,123	243,401
Parks and playgrounds	152,380	144,214
Other recreational facilities	62,304	62,020
Museums	6,880	8,619
Libraries	32,173	34,380
Other cultural facilities	18,950	16,450
	<u>690,947</u>	<u>719,694</u>
Total expenses	<u>\$ 4,007,652</u>	<u>\$ 5,272,257</u>

**MUNICIPALITY OF NORTH CYPRESS - LANGFORD
RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
December 31, 2021**

SCHEDULE 14

	2021		2020	
	General	Utility	Total	Total
MUNICIPAL NET SURPLUS UNDER THE MUNICIPAL ACT	\$ 128,638	\$ 57,251	\$ 185,889	\$ 50,351
Adjustments for reporting under public sector accounting standards				
Eliminate interfund transfers	-	-	-	-
Eliminate expense - transfers to reserves	734,668	28,619	763,287	772,560
Eliminate revenue - transfers from reserves	(359,350)	-	(359,350)	(1,049,589)
Increase revenue - reserve funds interest (and other income)	61,203	-	61,203	63,952
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	52,961	-	52,961	(101,258)
Eliminate revenue - transfer from nominal surplus(es)	-	-	-	(206,507)
Increase (decrease) expense - gain (loss) on sale of tangible capital assets	53,619	-	53,619	(118,694)
Eliminate revenue - proceeds on sale of tangible capital assets	(138,030)	-	(138,030)	(648,000)
Decrease expense - debenture debt proceeds	-	-	-	-
Increase expense - amortization of tangible capital assets	(519,626)	(30,328)	(549,954)	(544,263)
Decrease expense - principal portion of debenture debt	29,137	-	29,137	28,580
Increase (decrease) revenue - gain (loss) on disposal of tangible capital assets	-	-	-	-
Eliminate expense - acquisitions of tangible capital assets	663,320	-	663,320	1,801,305
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 706,540	\$ 55,542	\$ 762,082	\$ 48,437