

RURAL MUNICIPALITY OF WEST INTERLAKE
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2015

RURAL MUNICIPALITY OF WEST INTERLAKE
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STATEMENT OF RESPONSIBILITY

The accompanying consolidated financial statements are the responsibility of the management of the Rural Municipality of West Interlake and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards.

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

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

Sensus Partnership of Chartered Professional Accountants, 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 financial position and results of the Municipality in accordance with Canadian public sector accounting standards.

Larissa Love
Chief Administrative Officer

INDEPENDENT AUDITORS' REPORT

To the Reeve and Council of:
Rural Municipality of West Interlake
Eriksdale, Manitoba

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Rural Municipality of West Interlake, which comprise of the statement of financial position as at December 31, 2015 and the statement of operations, statement of changes in net financial assets and statement of cash flows for the year then ended, 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 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.

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 the 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 control. 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 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 financial position of Rural Municipality of West Interlake as at December 31, 2015, and its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Brandon, Manitoba
December 5, 2017


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RURAL MUNICIPALITY OF WEST INTERLAKE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 As at December 31, 2015

	2015	2014
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 1,506,551	\$ 1,201,621
Amounts receivable (Note 4)	2,890,991	3,927,368
	<u>4,397,542</u>	<u>5,128,989</u>
LIABILITIES		
Bank indebtedness (Note 7)	50,607	1,039,226
Accounts payable and accrued liabilities (Note 6)	2,288,418	2,770,542
Deferred revenue (Note 2)	23,100	5,000
	<u>2,362,125</u>	<u>3,814,768</u>
NET FINANCIAL ASSETS	<u>2,035,417</u>	<u>1,314,221</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	3,544,676	3,473,621
Inventories (Note 5)	40,605	29,944
Prepaid expenses	31,500	148,590
	<u>3,616,781</u>	<u>3,652,155</u>
ACCUMULATED SURPLUS	<u>\$ 5,652,198</u>	<u>\$ 4,966,376</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
CONSOLIDATED STATEMENT OF OPERATIONS
 For the year ended December 31, 2015

	2015 Budget (Note 10)	2015 Actual	2014 Actual
REVENUE			
Property taxes	\$ 1,700,593	\$ 1,723,382	\$ 1,677,760
Grants in lieu of taxation	97,163	97,163	96,852
User fees	189,753	127,068	139,796
Permits, licences and fines	14,862	20,579	16,911
Investment income	5,331	17,576	22,656
Other revenue	135,762	131,814	188,139
Water and sewer	67,900	78,092	67,543
Grants - Province of Manitoba	240,856	1,284,054	9,403,540
Grants - Other	1,033,398	206,642	208,313
Total revenue (Schedules 2, 4 and 5)	3,485,618	3,686,370	11,821,510
EXPENSES			
General government services	808,609	812,964	838,189
Protective services	548,750	571,826	10,548,076
Transportation services	883,699	828,647	1,188,930
Environmental health services	260,199	290,967	254,245
Public health and welfare services	26,346	19,742	69,299
Regional planning and development	104,715	88,501	88,078
Resource conservation and industrial development	64,860	59,908	69,480
Recreation and cultural services	125,610	137,566	174,329
Water and sewer services	200,342	190,427	177,386
Total expenses (Schedules 3, 4 and 5)	3,023,130	3,000,548	13,408,012
ANNUAL SURPLUS (DEFICIT)	\$ 462,488	685,822	(1,586,502)
ACCUMULATED SURPLUS, BEGINNING OF YEAR		4,966,376	6,552,878
ACCUMULATED SURPLUS, END OF YEAR		\$ 5,652,198	\$ 4,966,376

RURAL MUNICIPALITY OF WEST INTERLAKE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
 For the year ended December 31, 2015

	2015 Budget (Note 10)	2015 Actual	2014 Actual
ANNUAL SURPLUS (DEFICIT)	\$ 462,488	\$ 685,822	\$(1,586,502)
Acquisition of tangible capital assets	(1,132,750)	(278,109)	(108,010)
Amortization of tangible capital assets	207,054	207,054	330,516
Gain on sale of tangible capital assets			(22,569)
Proceeds on sale of tangible capital assets			41,750
Increase in inventories		(10,661)	(9,323)
Decrease (increase) in prepaid expenses		117,090	(115,414)
	<u>(925,696)</u>	<u>35,374</u>	<u>116,950</u>
CHANGE IN NET FINANCIAL ASSETS	\$ (463,208)	721,196	(1,469,552)
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>1,314,221</u>	<u>2,783,773</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 2,035,417</u>	<u>\$ 1,314,221</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
CONSOLIDATED STATEMENT OF CASH FLOWS
 For the year ended December 31, 2015

	2015	2014
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 685,822	\$(1,586,502)
Changes in non-cash items:		
Amounts receivable	1,036,377	(900,556)
Inventories	(10,660)	(9,323)
Prepays	117,090	(115,414)
Accounts payable and accrued liabilities	(468,015)	2,272,637
Deferred revenue	18,100	5,000
Severance and vested sick leave payable	(14,110)	4,726
Gain on sale of tangible capital assets		(22,569)
Amortization	207,054	330,516
Cash provided by operating transactions	<u>1,571,658</u>	<u>(21,485)</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets		41,750
Cash used to acquire tangible capital assets	(278,109)	(108,010)
Cash applied to capital transactions	<u>(278,109)</u>	<u>(66,260)</u>
FINANCING TRANSACTIONS		
Advances on bank indebtedness	(988,619)	(331,410)
Cash applied to financing transactions	<u>(988,619)</u>	<u>(331,410)</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	<u>304,930</u>	<u>(419,155)</u>
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>1,201,621</u>	<u>1,620,776</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 1,506,551</u>	<u>\$ 1,201,621</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2015

1. STATUS OF THE RURAL MUNICIPALITY OF WEST INTERLAKE

The incorporated Rural Municipality of West Interlake ("the Municipality") is a Municipality that was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The Rural Municipality of West Interlake reflects the amalgamation of the former Rural Municipality of Siglunes and Rural Municipality of Eriksdale. 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 owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The financial statements have been prepared based on the continuity of interest principle with respect to the former Rural Municipality of Siglunes and Rural Municipality of Eriksdale, which requires the Rural Municipality of West Interlake, 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. Results of operations of the amalgamated municipalities are combined as if the amalgamated municipality had always existed as a single municipality.

Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Municipality. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Eriksdale Community Development Corporation
 Eriksdale Public Library

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted 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 financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Coldwell Eriksdale Waste Disposal Grounds - 37% (2014 - 37%)
 Parkland Regional Library Service - 4% (2014 - 4%)
 Western Interlake Planning District Board - 42.32% (2014 - 42.32%)

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reporting Entity (continued)

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

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

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.

Cash and Temporary Investments

Cash and temporary investments include cash and temporary investments which comprise term deposits and guaranteed investment certificates.

Non-Financial Assets

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

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

Tangible Capital Assets

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

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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.

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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, stipulation 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 stipulation an equivalent amount of revenue is recognized as the liability is settled.

Deferred Revenue

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

Measurement Uncertainty

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

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

3. CASH AND TEMPORARY INVESTMENTS

Cash and temporary investments are comprised of the following:	2015	2014
Cash	\$ 1,426,093	\$ 1,120,331
Temporary Investments	80,458	81,290
	<u>\$ 1,506,551</u>	<u>\$ 1,201,621</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The Municipality has designated \$2,387,384 (2014 - \$2,265,076) to reserves for debt principal repayments and tangible capital asset acquisitions of which \$1,126,877 (2014 - \$1,099,453) is held in cash and temporary investments with the remainder representing the unfunded balance of \$1,260,507 (2014 - \$1,165,623). See Schedule 6 – Schedule of Change in Reserve Fund Balances.

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2015

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2015	2014
Taxes on roll (Schedule 11)	\$ 708,775	\$ 636,133
Government grants	2,671,989	4,432,281
Utility customers (Schedule 8)	15,834	16,918
Organizations and individuals	145,048	32,355
Other governments	177,216	549,650
	<u>3,718,862</u>	<u>5,667,337</u>
Less allowance for doubtful amounts	(827,871)	(1,739,969)
	<u>\$ 2,890,991</u>	<u>\$ 3,927,368</u>

5. INVENTORIES

	2015	2014
Inventories for use:		
Culverts	\$ 39,904	\$ 25,455
Fuel	701	4,489
	<u>\$ 40,605</u>	<u>\$ 29,944</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015	2014
Accounts payable	\$ 1,282,495	\$ 2,560,571
Accrued expenses	61,846	63,648
School levies (Schedule 13)	944,077	146,323
	<u>\$ 2,288,418</u>	<u>\$ 2,770,542</u>

7. BANK INDEBTEDNESS

The Municipality is currently in a bank indebtedness position in its Rural Municipality of Eriksdale general operating bank account. The Municipality has an authorized line of credit at Noventis Credit Union Ltd. in the amount of \$100,000 with interest at 2.125% (2014 - 2.125%). The Municipality also has an authorized line of credit on its Rural Municipality of West Interlake general operating bank account at Noventis Credit Union Ltd. in the amount of \$1,600,000 with interest at 2.125%. The lines of credit are secured by a general security agreement and the current year tax revenue.

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2015

8. RETIREMENT BENEFITS

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2.0% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$26,763 (2014 - \$23,776) 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 has 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 requirements. As a result, solvency funding is no longer required by MEPP.

9. FINANCIAL INSTRUMENTS

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

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2015

10. 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 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.

11. ACCUMULATED SURPLUS

	2015	2014
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus (Deficit)	\$ (383,163)	\$ (950,228)
Utility Operating Fund(s) - Nominal Surplus	14,982	86,244
TCA net of related borrowings	3,453,505	3,379,958
Reserve Funds	2,387,384	2,265,076
	<hr/>	<hr/>
Accumulated Surplus of Municipality Unconsolidated	5,472,708	4,781,050
Accumulated Surpluses of Consolidated Entities	179,490	185,326
	<hr/>	<hr/>
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 5,652,198	\$ 4,966,376
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RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2015

12. 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 \$78,679 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>
Randy Helgason	\$ 12,440	\$ 4,108	\$ 16,548
Merle Day	12,085	4,534	16,619
Keith Lundale	11,989	5,179	17,168
John Wainwright	10,650	7,440	18,090
John Bezemer	10,282	5,041	15,323
Carroll Hull	12,613	3,984	16,597
Art Jonasson	8,620	5,156	13,776
	<u>\$ 78,679</u>	<u>\$ 35,442</u>	<u>\$ 114,121</u>

- c) There were no officers or employees that received compensation in excess of \$50,000.

13. 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.

RURAL MUNICIPALITY OF WEST INTERLAKE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2015

14. SEGMENTED INFORMATION

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

- General government services
- Protective services
- Transportation services
- Environmental health services
- Public health and welfare services
- Regional planning and development
- Resource conservation and industrial development
- Recreation and cultural services
- Water and sewer services

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

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

	2015	2014
Financial Position		
Financial assets	\$ 78,090	\$ 88,372
Liabilities	<u>24,193</u>	<u>20,856</u>
Net financial assets	53,897	67,516
Non-financial assets	<u>19,405</u>	<u>21,284</u>
Accumulated surplus	<u>\$ 73,302</u>	<u>\$ 88,800</u>
 Result of Operations		
Revenues	\$ 176,270	\$ 181,821
Expenses	235,004	211,510
Intercompany revenue and expense eliminations	<u>43,236</u>	<u>47,307</u>
Annual surplus (deficit)	<u>\$ (15,498)</u>	<u>\$ 17,618</u>

16. PRIOR PERIOD ADJUSTMENT

The prior years figures have been adjusted to remove deferred revenue for gas tax funding and an allowance for collectible accounts receivable as well as a cash balance that did not have sufficient appropriate audit evidence. The effect of these adjustments is an increase to the prior years opening accumulated surplus of \$661,739, an increase in net financial assets of \$15,784, a decrease in liabilities of \$659,344 as well as an increase to prior years revenues of \$13,389. The overall effect on the current year opening accumulated surplus is an increase of \$675,128.

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2015

Cost	General Capital Assets						Infrastructure			Totals	
	Land and Land Improvements	Building and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets Under Construction	Roads, Streets, and Bridges	Water and Sewer	2015	2014		
Opening costs	\$ 898,135	1,141,941	1,841,076	83,701	150,655	6,077,800	2,107,057	\$ 12,300,365	\$ 12,219,097		
Additions during the year	116,541	16,866	25,370	8,234	24,185	72,830	14,083	278,109	108,010		
Disposals and write downs									(26,742)		
Transfers	29,055				(156,788)	127,733					
Closing costs	1,043,731	1,158,807	1,866,446	91,935	18,052	6,278,363	2,121,140	12,578,474	12,300,365		
Accumulated Amortization											
Opening accum'd amortization	55,471	967,502	1,006,188	56,812		5,720,248	1,020,523	8,826,744	8,509,788		
Amortization	4,263	20,606	118,623	5,320		22,100	36,142	207,054	330,516		
Disposals and write downs									(7,560)		
Closing accum'd amortization	59,734	988,108	1,124,811	62,132		5,742,348	1,056,665	9,033,798	8,826,744		
Net Book Value of Tangible Capital Assets	\$ 983,997	170,699	741,635	29,803	18,052	536,015	1,064,475	\$ 3,544,676	\$ 3,473,621		

Water and sewer underground networks contributed to the Municipality totals \$2,099,389 and were capitalized at their fair value at the time of their receipt.



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
For the year ended December 31, 2015

	2015 Actual	2014 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,685,160	\$ 1,642,274
Taxes added	38,222	35,486
	<u>1,723,382</u>	<u>1,677,760</u>
Grants in lieu of taxation:	<u>97,163</u>	<u>96,852</u>
User fees:		
Sales of service	61,445	73,183
Rentals	65,623	66,613
	<u>127,068</u>	<u>139,796</u>
Permits, licences and fines:		
Permits	19,636	16,327
Licences	943	584
	<u>20,579</u>	<u>16,911</u>
Investment income:		
Cash and temporary investments	<u>17,576</u>	<u>22,656</u>
Other revenue:		
Gain on sale of tangible capital assets		22,569
Sale of property		28,285
Penalties and interest	90,245	81,018
Miscellaneous	40,474	27,835
Donations	1,095	28,432
	<u>131,814</u>	<u>188,139</u>
Water and sewer		
Municipal utility	<u>78,092</u>	<u>67,543</u>
Grants - Province of Manitoba:		
General assistance payment	87,486	87,486
Municipal program grants	41,952	41,952
Conditional grants	1,154,616	9,274,102
	<u>1,284,054</u>	<u>9,403,540</u>
Grants - other:		
Federal government - gas tax funding	113,464	113,479
Other local governments	93,178	94,834
	<u>206,642</u>	<u>208,313</u>
Total revenue	<u>\$ 3,686,370</u>	<u>\$11,821,510</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
 For the year ended December 31, 2015

	2015 Actual	2014 Actual
General government services:		
Legislative	\$ 130,733	\$ 101,031
General administrative	662,956	712,392
Other	19,275	24,766
	<u>812,964</u>	<u>838,189</u>
Protective services:		
Fire	79,894	100,001
Emergency measures	449,427	10,403,932
Other protection	42,505	44,143
	<u>571,826</u>	<u>10,548,076</u>
Transportation services:		
Road transport		
Administration and engineering	401,477	548,797
Road and street maintenance	394,036	588,117
Sidewalk and boulevard maintenance	5,760	19,825
Street lighting	25,033	21,429
Other	2,341	10,762
	<u>828,647</u>	<u>1,188,930</u>
Environmental health services:		
Waste collection and disposal	281,081	242,635
Recycling	9,197	11,243
Other	689	367
	<u>290,967</u>	<u>254,245</u>
Public health and welfare services:		
Public health	4,615	4,249
Medical care	9,816	59,739
Social assistance	5,311	5,311
	<u>19,742</u>	<u>69,299</u>
Regional planning and development:		
Planning and zoning	83,703	77,784
Beautification and land rehabilitation	4,798	10,281
Urban area weed control		13
	<u>88,501</u>	<u>88,078</u>
Sub-total	<u>\$ 2,612,647</u>	<u>\$12,986,817</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES - Continued
 For the year ended December 31, 2015

	2015 Actual	2014 Actual
Sub-total (Carry forward)	\$ 2,612,647	\$12,986,817
Resource conservation and industrial development:		
Veterinary services	16,320	16,320
Water resources and conservation	15,541	19,444
Regional development	27,486	32,173
Tourism	144	775
Other	417	768
	<u>59,908</u>	<u>69,480</u>
Recreation and cultural services:		
Administration	14,507	18,112
Community centres and halls	21,546	23,227
Parks and playgrounds	9,317	42,670
Museums	792	1,145
Libraries	82,078	76,516
Other cultural facilities	9,326	12,659
	<u>137,566</u>	<u>174,329</u>
Water and sewer (Schedule 9)		
Municipal utility	190,427	177,386
	<u>190,427</u>	<u>177,386</u>
Total expenses	\$ 3,000,548	\$13,408,012

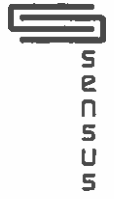
RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2015

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE										
Property taxes	\$ 1,704,561	\$ 1,659,022								
Grants in lieu of taxation	97,163	96,852								
User fees	78,580	69,140	4,901	7,028	1,999	8,268	21,000	32,518	1,000	550
Grants - other	121,064	117,650					52,469	53,210		
Permits, licences and fines	943	584					56	215		
Investment income	17,056	21,925								
Other revenue	126,259	167,454								
Water and sewer										
Prov of MB - unconditional grants	129,437	129,437								
Prov of MB - conditional grants	69,803	70,926	970,932	9,119,117	34,630	7,932	13,114	19,315		
Total revenue	2,344,866	2,332,990	975,833	9,126,145	36,629	16,200	86,639	105,258	1,000	550
EXPENSES										
Personnel services	325,696	373,376	38,844	31,745	297,478	323,456	56,435	42,681	9,586	9,260
Contract services	274,723	210,322	16,714	17,358	150,422	197,106	177,507	167,408	340	300
Utilities	19,275	24,766	14,222	17,898	47,435	37,730	3,246	2,627	3,778	45,795
Maintenance, materials and supplies	163,395	192,598	460,872	9,158,817	229,312	399,595	44,414	32,165	1,992	9,924
Grants and contributions	1,200	12,269				5,700			4,046	4,020
Amortization	4,955	3,158	41,174	40,980	104,000	225,343	9,365	9,364		
Interest on long term debt										
Other	23,720	21,700		1,281,278						
Total expenses	812,964	838,189	571,826	10,548,076	828,647	1,188,930	290,967	254,245	19,742	69,299
Surplus (Deficit)	\$ 1,531,902	\$ 1,494,801	404,007	(1,421,931)	(792,018)	(1,172,730)	(204,328)	(148,987)	(18,742)	(68,749)

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

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2015

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2015	2014	2015	2014	2015	2014	2015	2014	
REVENUE									
Property taxes									
Grants in lieu of taxation									
User fees	2,563								
Grants - other	14,789	20,276			17,025	22,292	18,821	18,738	\$ 1,677,760
Permits, licences and fines	19,636	16,327			18,320	17,177			96,852
Investment income	171	235	40	62	253	219			139,796
Other revenue	1,496	526		16,763	4,059	3,396			208,313
Water and sewer							78,092	67,543	16,911
Prov of MB - unconditional grants									22,656
Prov of MB - conditional grants			1,000	500	47,323	34,048			131,814
	17,815	22,265	1,000	500	47,323	34,048			188,139
									67,543
									129,437
									1,154,617
Total revenue	56,470	59,629	1,040	17,325	86,980	77,132	96,913	86,281	3,686,370
									11,821,510
EXPENSES									
Personnel services	47,979	50,562	11,248	12,463	22,484	22,056	35,572	34,343	835,736
Contract services	3,183	2,648	8,670	3,697	22,797	14,535	76,223	59,541	739,825
Utilities	1,627	1,492			21,567	15,631	8,218	7,690	115,930
Maintenance, materials and supplies	21,756	11,924	536	3,649	15,532	38,090	24,694	25,710	964,289
Grants and contributions	13,783	20,906	39,037	48,902	47,230	75,945	36,142	39,814	103,242
Amortization			417	769	6,955	7,068			207,054
Interest on long term debt									
Other	173	546			1,001	1,004	9,578	10,288	34,472
									1,314,816
Total expenses	88,501	88,078	59,908	69,480	137,566	174,329	190,427	177,386	3,000,548
									13,408,012
Surplus (Deficit)	(32,031)	(28,449)	(58,868)	(52,155)	(50,586)	(97,197)	(93,514)	(91,105)	\$ (1,586,502)



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the year ended December 31, 2015

	Core Government		Controlled Entities		Government Partnerships		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
REVENUE								
Property taxes	\$ 1,723,382	\$ 1,677,760					\$ 1,723,382	\$ 1,677,760
Grants in lieu of taxation	97,163	96,852					97,163	96,852
User fees	108,787	119,991	385	524	17,896	19,281	127,068	139,796
Grants - other	121,064	117,650			85,578	90,663	206,642	208,313
Permits, licences and fines	943	584			19,636	16,327	20,579	16,911
Investment income	17,056	21,925	171	114	349	617	17,576	22,656
Other revenue	126,259	167,454	3,972	20,095	1,583	590	131,814	188,139
Water and sewer	78,092	67,543					78,092	67,543
Prov of MB - unconditional grants	129,437	129,437					129,437	129,437
Prov of MB - conditional grants	1,081,425	9,204,840	21,964	14,920	51,228	54,343	1,154,617	9,274,103
Total revenue	3,483,608	11,604,036	26,492	35,653	176,270	181,821	3,686,370	11,821,510
EXPENSES								
Personnel services	768,597	823,522	12,290	12,062	54,849	55,098	835,736	890,682
Contract services	634,650	581,941	8,483	10,666	96,692	89,268	739,825	681,875
Utilities	107,486	100,271	4,042	3,892	4,402	3,971	115,930	108,134
Maintenance, materials and supplies	902,383	9,860,343	8,991	10,650	52,915	37,350	964,289	9,908,343
Grants and contributions	75,626	140,919	7,176	13,108	20,440	19,619	103,242	173,646
Amortization	200,945	324,281	612	611	5,497	5,624	207,054	330,516
Interest on long term debt								
Other	33,298	1,313,266	965	970	209	580	34,472	1,314,816
Total expenses	2,722,985	13,144,543	42,559	51,959	235,004	211,510	3,000,548	13,408,012
Surplus (Deficit)	\$ 760,623	\$ (1,540,507)	(16,067)	(16,306)	(58,734)	(29,689)	\$ 685,822	\$ (1,586,502)



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2015

	2015							
	Health Care Reserve - Siglunes	LUD of Ashern Reserve	Drainage Reserve - Siglunes	Handi Van Reserve - Siglunes	Community Services Reserve - Siglunes	Water Reserve - Siglunes	Sewer Reserve - Siglunes	Sub Total
REVENUE								
Investment income	\$ 37	272		25	13,579	56	35	\$ 425
Other income								13,579
Total revenue	37	272		25	13,579	56	35	14,004
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	37	272		25	13,579	56	35	14,004
TRANSFERS								
Debt repayment								26,000
Transfers from operating fund		16,000	10,000					13,000
Transfers to operating fund						8,000	5,000	(3,993)
Transfers from utility fund						(3,993)		
Transfers to utility fund								
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	37	16,272	10,000	25	13,579	4,063	5,035	49,011
FUND SURPLUS, BEGINNING OF YEAR	4,434	74,891	60,000	39,772	13,853	48,420	40,365	281,735
FUND SURPLUS, END OF YEAR	\$ 4,471	91,163	70,000	39,797	27,432	52,483	45,400	\$ 330,746



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2015

	2015							
	Cemetery Reserve - Eriksdale	Eriksdale Utility General Reserve	Building and Land Reserve - Eriksdale	Gas Tax Reserve	General Reserve - Siglunes	Equipment Replacement Reserve - Siglunes	Municipal Building Reserve - Siglunes	Sub Total
REVENUE								
Investment income	\$ 344	469	4,031	2,871			404	\$ 8,119
Other income	300							300
Total revenue	<u>644</u>	<u>469</u>	<u>4,031</u>	<u>2,871</u>			<u>404</u>	<u>8,419</u>
EXPENSES								
Investment charges								
Other expenses								
Total expenses								
NET REVENUES	<u>644</u>	<u>469</u>	<u>4,031</u>	<u>2,871</u>			<u>404</u>	<u>8,419</u>
TRANSFERS								
Debt repayment								
Transfers from operating fund				113,464	10,000	7,700	8,000	139,164
Transfers to operating fund								
Transfers from utility fund				(9,200)				(9,200)
Transfers to utility fund	(12,630)			(64,800)	(17,239)			(94,669)
Acquisition of tangible capital assets								
CHANGE IN RESERVE FUND BALANCES	<u>(11,986)</u>	<u>469</u>	<u>4,031</u>	<u>42,335</u>	<u>(7,239)</u>	<u>7,700</u>	<u>8,404</u>	<u>43,714</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>26,367</u>	<u>35,992</u>	<u>261,744</u>	<u>659,344</u>	<u>265,040</u>	<u>191,677</u>	<u>101,873</u>	<u>1,542,037</u>
FUND SURPLUS, END OF YEAR	<u>\$ 14,381</u>	<u>36,461</u>	<u>265,775</u>	<u>701,679</u>	<u>257,801</u>	<u>199,377</u>	<u>110,277</u>	<u>\$ 1,585,751</u>



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2015

	2015					2014	
	General Reserve - Eriksdale	Equipment Reserve - Eriksdale	Road Replacement Reserve - Eriksdale	Health Care Reserve - Eriksdale	Fire Equipment Reserve - Eriksdale	Drainage Reserve - Eriksdale	Total
REVENUE							
Investment income	\$ 2,260	1,187	43	968	990	423	\$ 14,704
Other income					795		12,442
Total revenue	<u>2,260</u>	<u>1,187</u>	<u>43</u>	<u>968</u>	<u>1,785</u>	<u>423</u>	<u>29,089</u>
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	<u>2,260</u>	<u>1,187</u>	<u>43</u>	<u>968</u>	<u>1,785</u>	<u>423</u>	<u>29,089</u>
TRANSFERS							
Debt repayment							
Transfers from operating fund	15,000	38,000			10,000		359,131
Transfers to operating fund							(97,242)
Transfers from utility fund							5,000
Transfers to utility fund							(13,193)
Acquisition of tangible capital assets	(14,319)				(25,764)		(8,163)
CHANGE IN RESERVE FUND BALANCES	<u>2,941</u>	<u>39,187</u>	<u>43</u>	<u>968</u>	<u>(13,979)</u>	<u>423</u>	<u>285,872</u>
FUND SURPLUS, BEGINNING OF YEAR	<u>160,524</u>	<u>84,723</u>	<u>3,587</u>	<u>89,801</u>	<u>70,164</u>	<u>32,505</u>	<u>1,979,204</u>
FUND SURPLUS, END OF YEAR	<u>\$ 163,465</u>	<u>123,910</u>	<u>3,630</u>	<u>90,769</u>	<u>56,185</u>	<u>32,928</u>	<u>\$ 2,265,076</u>



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 7 - SCHEDULE OF TRUST FUNDS
For the year ended December 31, 2015

	2015	2014
	McEwen Park Trust	Total
ASSETS		
Cash and temporary investments	51,217	50,505
	\$	\$
LIABILITIES AND FUND BALANCES		
Due to Municipality	10,000	50,505
Fund balance	41,217	50,505
	51,217	50,505
	\$	\$
REVENUES		
Contributions and donations	712	40,000
Investment income	712	155
	40,155	40,155
EXPENDITURES		
Distribution to beneficiaries	10,000	
	10,000	
EXCESS OF REVENUES OVER EXPENDITURES	(9,288)	40,155
FUND BALANCE, BEGINNING OF YEAR	50,505	10,350
FUND BALANCE, END OF YEAR	41,217	50,505
	\$	\$

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2015

	2015		2014	
	Eriksdale	Ashern	Total	Total
FINANCIAL ASSETS				
Cash and temporary investments (Note 3)	\$	100	\$	100
Amounts receivable (Note 4)		15,834		16,918
Due from other funds	38,014		38,014	68,839
	<u>38,014</u>	<u>15,934</u>	<u>53,948</u>	<u>85,857</u>
LIABILITIES				
Due to other funds		38,966		
		<u>38,966</u>		
NET FINANCIAL ASSETS (NET DEBT)	<u>38,014</u>	<u>(23,032)</u>	<u>14,982</u>	<u>85,857</u>
NON-FINANCIAL ASSETS				
Tangible capital assets (Schedule 1)	13,855	1,050,620	1,064,475	1,086,534
Prepaid expenses	13,855	1,050,620	1,064,475	387
	<u>51,869</u>	<u>1,027,588</u>	<u>1,079,457</u>	<u>1,086,921</u>
FUND SURPLUS				
				<u>\$</u>
				<u>1,172,778</u>



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Eriksdale
 For the year ended December 31, 2015

	Budget	2015	2014
REVENUE			
Property taxes	\$ 18,821	\$ 18,821	\$ 18,738
Other			
Other income	600		580
Sub-Total - Other	600		580
Total revenue	19,421	18,821	19,318
EXPENSES			
General			
Administration	3,400	2,400	2,400
Sub-Total - General	3,400	2,400	2,400
Sewer General			
Collection system costs	6,150	6,495	6,668
Lift station costs	3,800	3,394	4,467
Sub-Total - Sewer General	9,950	9,889	11,135
Sewer Amortization and Interest			
Amortization		227	
Sub-Total - Sewer Amortization & Interest		227	
Total expenses	13,350	12,516	13,535
NET OPERATING SURPLUS	\$ 6,071	6,305	5,783
TRANSFERS			
Transfers from reserve funds		9,200	
CHANGE IN UTILITY FUND BALANCE		15,505	5,783
FUND SURPLUS, BEGINNING OF YEAR		36,364	30,581
FUND SURPLUS, END OF YEAR	\$	51,869	\$ 36,364

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Ashern
For the year ended December 31, 2015

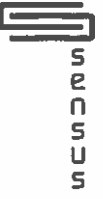
REVENUE	Budget	2015	2014
Water			
Water fees	\$ 61,000	\$ 72,342	\$ 60,702
Sub-Total - Water	<u>61,000</u>	<u>72,342</u>	<u>60,702</u>
Other			
Hydrant rentals	3,000	3,000	3,000
Penalties	3,300	2,750	3,261
Sub-Total - Other	<u>6,300</u>	<u>5,750</u>	<u>6,261</u>
Total revenue	<u>\$ 67,300</u>	<u>\$ 78,092</u>	<u>\$ 66,963</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Ashern
 For the year ended December 31, 2015

EXPENSES	Budget	2015	2014
General			
Administration	\$ 6,000		\$
Sub-Total - General	<u>6,000</u>		
Water General			
Purification and treatment	47,150	47,822	47,534
Transmission and distribution	8,000	8,370	10,288
Sub-Total - Water General	<u>55,150</u>	<u>56,192</u>	<u>57,822</u>
Water Amortization & Interest			
Amortization		22,812	26,712
Sub-Total - Water Amortization & Interest		<u>22,812</u>	<u>26,712</u>
Sewer General			
Collection system costs	76,900	80,722	61,481
Treatment and disposal cost	10,000	2,295	2,200
Lift station costs	2,800	2,788	2,534
Sub-Total - Sewer General	<u>89,700</u>	<u>85,805</u>	<u>66,215</u>
Sewer Amortization & Interest			
Amortization		13,102	13,102
Sub-Total - Water Amortization & Interest		<u>13,102</u>	<u>13,102</u>
Total expenses	<u>150,850</u>	<u>177,911</u>	<u>163,851</u>
DEFICIT	<u>\$ (83,550)</u>	<u>(99,819)</u>	<u>(96,888)</u>
TRANSFERS			
Transfers from (to) reserve funds		<u>(9,007)</u>	<u>3,163</u>
CHANGE IN UTILITY FUND BALANCE		<u>(108,826)</u>	<u>(93,725)</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>1,136,414</u>	<u>1,230,139</u>
FUND SURPLUS, END OF YEAR	<u>\$ 1,027,588</u>	<u>\$ 1,136,414</u>	

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2015

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,681,772	18,821					\$ 1,700,593
Grants in lieu of taxation	97,163						97,163
User fees	170,151					19,602	189,753
Grants - Province of Manitoba	190,964					49,892	240,856
Grants - other	934,663					98,735	1,033,398
Permits, licences and fines	600					14,262	14,862
Investment income	5,000					331	5,331
Other revenue	130,000	67,900				5,762	135,762
Water and sewer		67,900					67,900
Borrowing	193,333	108,250			(301,583)		
Transfers from reserves	265,200	48,400			(313,600)		
Total revenue	3,668,846	243,371			(615,183)	188,584	3,485,618
EXPENSES							
General government services	778,302		4,955	25,000	352		808,609
Protective services	507,575		41,175				548,750
Transportation services	779,700		103,999				883,699
Environmental health services	169,655		7,704			82,840	260,199
Public health and welfare services	22,300		4,046				26,346
Regional planning and development	45,500					59,215	104,715
Resource cons and industrial dev	56,066					8,377	64,860
Recreation and cultural services	64,810	164,200				58,293	125,610
Water and sewer services		164,200					200,342
Fiscal services:							
Transfer to capital	957,100	156,650	(1,113,750)				
Deficit recovery	23,490				(23,490)		
Short term interest	25,000			(25,000)			
Transfer to reserves	238,996				(238,996)		
Allowance for tax assets	352				(352)		
Total expenses	3,668,846	320,850	(912,805)		(262,486)	208,725	3,023,130
Surplus (Deficit)		(77,479)	912,805		(352,697)	(20,141)	\$ 462,488



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2015

	2015	2014
Balance, beginning of year	\$ 636,133	\$ 649,202
Add:		
Tax levy (Schedule 12)	3,000,058	2,936,735
Taxes added	38,222	35,486
Penalties or interest	90,245	81,018
Other accounts added		13,019
Tax adjustments (refunds)		42,549
Sub-total	3,128,525	3,108,807
Deduct:		
Cash collections - current	2,299,773	2,395,995
Cash collections - arrears	312,269	315,111
Writeoffs	4,985	1,221
Title value of tax titles acquired	33,691	
M.P.T.C. - cash advance	405,165	409,549
Sub-total	3,055,883	3,121,876
Balance, end of year	\$ 708,775	\$ 636,133

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 12 - ANALYSIS OF TAX LEVY
 For the year ended December 31, 2015

	2015		2014	
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
Ashern	15,679,570	10.168	\$ 159,430	\$ 153,906
Sub-Total - L.U.D			<u>159,430</u>	<u>153,906</u>
Reserves:				
Machinery Replacement				24,346
Fire Equipment				7,800
Drainage				13,038
Building and Land				104,444
Equipment Replacement				28,675
General				9,965
Sub-Total - Reserves				<u>188,268</u>
General Municipal - Rural Area				<u>888,056</u>
General Municipal - At Large	64,985,700	7.121	<u>462,763</u>	<u>275,504</u>
Special levies:				
Ward 1 - LID #1 - BL 2/06			17,392	17,310
Ward 1 - SS BL 6-2015			75,075	72,930
LUD of Ashern - Scavenging			46,300	46,300
Ward 2 - Deficit Recovery	40,875,260	0.539	22,032	
Ward 1 (Eriksdale)	24,110,440	15.950	384,561	
Ward 2 - At Large (Siglunes)	40,875,260	6.152	251,465	
Ward 2 - Rural (Siglunes)	25,195,690	10.563	266,142	
Sub-Total - Special levies			<u>1,062,967</u>	<u>136,540</u>
Total municipal taxes (Schedule 2)			<u>1,685,160</u>	<u>1,642,274</u>
Education support levy	10,762,280	11.611	<u>124,961</u>	<u>120,213</u>
Special levy:				
Lakeshore School Division	63,497,170	18.740	<u>1,189,937</u>	<u>1,174,248</u>
Sub-Total - Special levies			<u>1,189,937</u>	<u>1,174,248</u>
Total education taxes			<u>1,314,898</u>	<u>1,294,461</u>
Total tax levy (Schedule 11)			<u>\$ 3,000,058</u>	<u>\$ 2,936,735</u>

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 13 - ANALYSIS OF SCHOOL ACCOUNTS
For the year ended December 31, 2015

	2015		2014
	Opening Balance	Current Requirements	Ending Balance
Education support levy	\$	137,155	\$
Special levies Lakeshore	146,323	1,288,964	146,323
Total	\$ 146,323	1,426,119	\$ 944,077
		Current Payment	Ending Balance
		137,155	146,323
		\$	\$
		628,365	944,077
		\$	\$



RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 14 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the year ended December 31, 2015

	2015	2014
General government services:		
Legislative	\$ 130,733	\$ 101,031
General administrative	662,956	712,392
Other	19,275	24,766
	812,964	838,189
Protective services:		
Fire	79,894	100,001
Emergency measures	449,427	10,403,932
Other	42,505	44,143
	571,826	10,548,076
Transportation services:		
Road transport		
Administration and engineering	401,477	548,797
Road and street maintenance	394,036	588,117
Sidewalk and boulevard maintenance	5,760	19,825
Street lighting	25,033	21,429
Other	2,341	10,762
	828,647	1,188,930
Environmental health services:		
Waste collection and disposal	188,142	159,050
Recycling	9,197	11,243
Other	689	367
	198,028	170,660
Public health and welfare services:		
Public health	4,615	4,249
Medical care	9,816	59,739
Social assistance	5,311	5,311
	19,742	69,299
Regional planning and development:		
Planning and zoning	23,896	35,505
Beautification and land rehabilitation	4,798	10,281
Urban area weed control		13
	28,694	45,799
Sub-total	\$ 2,459,901	\$12,860,953

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 14 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued
For the year ended December 31, 2015

	2015	2014
Sub-total (carry forward)	\$ 2,459,901	\$12,860,953
Resource conservation and industrial development:		
Veterinary services	16,320	16,320
Water resources and conservation	15,541	19,444
Regional development	29,509	26,406
Tourism	144	775
Other	417	2,534
	61,931	65,479
Recreation and cultural services:		
Administration	14,507	18,112
Community centres and halls	21,546	23,227
Parks and playgrounds	9,317	42,670
Museums	792	1,145
Libraries	24,204	19,823
Other cultural facilities	9,326	12,659
	79,692	117,636
Total expenses	\$ 2,601,524	\$13,044,068

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 15 - SCHEDULE OF L.U.D. OPERATIONS - Ashern
For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
REVENUE			
Taxation	\$ 232,032	\$ 232,000	\$ 223,706
Other revenue	10,000	16,200	
Total revenue	242,032	248,200	223,706
EXPENSES			
General government			
Indemnities	13,500	13,500	12,669
Other general government	4,032	1,426	1,137
Transportation services			
Road and street maintenance	174,000	125,280	165,502
Ditches and road drainage			5,793
Sidewalk and boulevard maintenance	11,000	5,760	19,825
Street lighting	12,000	14,362	9,803
Environmental health			
Waste collection and disposal	1,500	10,041	
Regional planning and development			
Urban area weed control		38	13
Recreation and cultural services			
Parks and playgrounds	10,000	1,776	13,793
Total expenses	226,032	172,183	228,535
NET REVENUES (DEFICIT)	16,000	76,017	(4,829)
TRANSFERS			
Transfers to L.U.D. reserves	(16,000)	(16,000)	(10,000)
CHANGES IN L.U.D. BALANCES	\$	60,017	(14,829)
UNEXPENDED BALANCE, BEGINNING OF YEAR		96,351	111,180
UNEXPENDED BALANCE, END OF YEAR	\$	156,368	\$ 96,351

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 16 - SCHEDULE OF DEBENTURES PENDING
 For the year ended December 31, 2015

Authority	Purpose	Source of Funds	Authorized	Expended
			\$ _____	\$ _____
			\$ _____	\$ _____
			=====	=====

RURAL MUNICIPALITY OF WEST INTERLAKE
SCHEDULE 17 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2015

	2015		2014	
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 467,559	\$(71,263)	\$ 396,296	\$(1,669,506)
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	228,164	13,000	241,164	364,131
Eliminate revenue - transfers from reserves	(134,752)	(13,193)	(147,945)	(105,405)
Increase revenue - reserve funds interest	29,089		29,089	27,146
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	(5,836)		(5,836)	30,916
Increase (decrease) revenue - net surplus (deficit) of LUD(s)	76,017		76,017	(4,829)
Eliminate revenue - transfer to (from) nominal surplus	23,490		23,490	
Increase expense - amortization of tangible capital assets	(164,804)	(36,141)	(200,945)	(324,281)
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets				6,194
Eliminate revenue - proceeds on sale of tangible capital assets				(13,465)
Eliminate expense - acquisitions of tangible capital assets	250,409	14,083	274,492	102,597
NET SURPLUS (DEFICIT) PER STATEMENT OF OPERATIONS	\$ 779,336	\$(93,514)	\$ 685,822	\$(1,586,502)

