

JUN 06 2017

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2015**

Rural Municipality of Rockwood  
Box 902  
Stonewall, Manitoba  
R0C 2Z0

### STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of Rockwood and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of The Chartered Professional Accountants of 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.

Reid & Associates as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Members 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.



Chris Lucellman  
CAO



**REID & ASSOCIATES**  
Chartered Professional Accountants Inc.

## **Independent Auditors' Report**

To the Members and members of Council of the  
Rural Municipality of Rockwood

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

### **Management's responsibility for the financial statements**

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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 these financial statements present fairly, in all material respects, the financial position of Rural Municipality of Rockwood as at December 31, 2015 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

November 9, 2016  
Winnipeg, Manitoba

*Reid & Associates*

Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2015**

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**RURAL MUNICIPALITY OF ROCKWOOD****CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at December 31, 2015

	2015 Actual \$	2014 Actual \$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments	7,454,801	8,137,290
Accounts receivable <i>(note 3)</i>	4,952,812	1,659,990
Portfolio investments <i>(note 4)</i>	80,509	104,794
	<u>12,488,122</u>	<u>9,902,074</u>
<b>LIABILITIES</b>		
Bank indebtedness	834,742	-
Accounts payable and accrued liabilities <i>(note 6)</i>	5,487,007	2,997,713
Deferred revenue <i>(note 7)</i>	1,391,508	1,605,301
Landfill closure and post closure liabilities <i>(note 8)</i>	37,721	34,420
Long-term debt <i>(note 9)</i>	147,448	180,315
	<u>7,898,426</u>	<u>4,817,749</u>
<b>NET FINANCIAL ASSETS</b>	<u>4,589,696</u>	<u>5,084,325</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets <i>(schedule 1)</i>	32,828,012	29,223,888
Inventories <i>(note 5)</i>	78,610	81,083
Prepaid expenses	46,206	41,857
	<u>32,952,828</u>	<u>29,346,828</u>
<b>ACCUMULATED SURPLUS <i>(note 18)</i></b>	<u>37,542,524</u>	<u>34,431,153</u>

Approved on Behalf of the Council

\_\_\_\_\_  
Reeve\_\_\_\_\_  
Councillor

The accompanying notes are an integral part of these financial statements

Reld &amp; Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED STATEMENT OF OPERATIONS**  
**For the Year Ended December 31, 2015**

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>REVENUE</b>			
Property taxes	3,758,792	3,682,735	3,550,217
Grants in lieu of taxation	259,493	444,986	252,771
User fees	604,294	730,840	710,957
Grants - Province of Manitoba	608,833	748,248	573,880
Grants - Other	811,579	1,076,582	442,392
Permits, licences and fees	1,375,100	1,346,065	1,359,493
Investment revenue	55,255	127,379	153,804
Other revenue	304,570	175,248	373,117
Water and sewer	2,164,115	5,006,878	2,753,259
Total revenue (schedules 2, 4 and 5)	<u>9,942,031</u>	<u>13,338,961</u>	<u>10,169,890</u>
<b>EXPENSES</b>			
General government services	998,002	918,810	863,526
Protective services	699,921	680,391	606,555
Transportation services	3,275,397	3,646,249	4,507,443
Environmental health services	522,000	553,190	511,400
Public health and welfare services	5,000	4,241	4,241
Regional planning and development	282,163	248,180	257,937
Resource conservation and industrial development	129,449	132,444	132,727
Recreation and cultural services	726,304	1,011,331	1,109,999
Water and sewer	2,578,138	3,032,754	1,577,079
Total expenses (schedules 3, 4 and 5)	<u>9,216,374</u>	<u>10,227,590</u>	<u>9,570,907</u>
<b>ANNUAL SURPLUS</b>	725,657	3,111,371	598,983
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<u>34,431,153</u>	<u>34,431,153</u>	<u>33,832,170</u>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<u>35,156,810</u>	<u>37,542,524</u>	<u>34,431,153</u>

The accompanying notes are an integral part of these financial statements

Reld & Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ROCKWOOD****CONSOLIDATED STATEMENT OF NET FINANCIAL ASSETS****For the Year Ended December 31, 2015**

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>ANNUAL SURPLUS</b>	<b>725,657</b>	<b>3,111,371</b>	<b>598,983</b>
Acquisition of tangible capital assets	-	(5,033,282)	(4,065,544)
Proceeds on disposal of tangible capital assets	225,000	130,339	238,833
Amortization of tangible capital assets	1,218,400	1,359,033	1,401,897
Loss (gain) on sale of tangible capital assets	160,000	(60,214)	(85,010)
Decrease (increase) in inventories	-	2,473	(34,131)
Decrease (increase) in prepaid expense	-	(4,349)	12,549
<b>CHANGE IN NET DEBT</b>	<b>2,329,057</b>	<b>(494,629)</b>	<b>(1,932,423)</b>
<b>NET FINANCIAL ASSETS BEGINNING OF YEAR</b>	<b>5,084,325</b>	<b>5,084,325</b>	<b>7,016,748</b>
<b>NET FINANCIAL ASSETS END OF YEAR</b>	<b>7,413,382</b>	<b>4,589,696</b>	<b>5,084,325</b>

The accompanying notes are an integral part of these financial statements

Reid &amp; Associates Chartered Professional Accountants Inc.



**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2015**

	2015 Actual \$	2014 Actual \$
<b>CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES</b>		
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	3,111,371	598,983
Changes in non-cash items:		
Amortization	1,359,033	1,401,897
Gain on disposal of tangible capital assets	(60,214)	(85,010)
	<u>4,410,190</u>	<u>1,915,870</u>
Net changes in non-cash working capital affecting operations (note 21)	(1,015,896)	1,107,593
	<u>3,394,294</u>	<u>3,023,463</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds from sale of tangible capital assets	130,339	238,833
Cash used to acquire tangible capital assets	(5,033,282)	(4,065,544)
	<u>(4,902,943)</u>	<u>(3,826,711)</u>
<b>INVESTING</b>		
Proceeds on sale of portfolio investments	<u>24,285</u>	<u>22,838</u>
<b>FINANCING</b>		
Reduction in long-term debt	<u>(32,867)</u>	<u>(57,266)</u>
<b>DECREASE IN CASH AND TEMPORARY INVESTMENTS</b>	<u>(1,517,231)</u>	<u>(837,676)</u>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<u>8,137,290</u>	<u>8,974,966</u>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<u>6,620,059</u>	<u>8,137,290</u>
<b>CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:</b>		
Cash and temporary investments	6,514,627	7,311,215
Temporary investments	731,828	620,920
Externally restricted cash	208,346	205,155
Bank indebtedness	<u>(834,742)</u>	<u>-</u>
	<u>6,620,059</u>	<u>8,137,290</u>

The accompanying notes are an integral part of these financial statements

Reld & Associates Chartered Professional Accountants Inc.



## RURAL MUNICIPALITY OF ROCKWOOD

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

#### 1. STATUS OF THE RURAL MUNICIPALITY OF ROCKWOOD

The incorporated Rural Municipality of Rockwood is a municipal government that was created on February 14, 1880 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

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

##### a) REPORTING ENTITY

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

	Consolidated	
	2015	2014
South Interlake Regional Library	58.00 %	58.00 %
Rockwood-Rosser Weed Control District	53.00 %	53.00 %
South Interlake Planning District Board	50.00 %	50.00 %
Rockwood Woodlands By-law		
Enforcement	50.00 %	50.00 %
Teulon-Rockwood Recreation Commission	50.00 %	50.00 %
Cartier Regional Water Co-op Inc	14.29 %	14.29 %
South Interlake Emergency Measures		
Board	20.00 %	20.00 %

## **RURAL MUNICIPALITY OF ROCKWOOD**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2015**

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Stonewall & District Handi-Van Service	24.00 %	24.00 %
Teulon & District Handi-Van	45.00 %	45.00 %
Stonewall Rockwood Fire Department	48.50 %	48.50 %

The taxation with respect to the operations of the school divisions are not reflected in the Municipal 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 7 - Schedule of Trust Funds.

The Grosse Isle Utility is owned jointly with the Rural Municipality of Rosser; therefore, these financial statements only consolidate 50% of the Utility.

**b) BASIS OF ACCOUNTING**

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

**c) CASH AND TEMPORARY INVESTMENTS**

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

**d) INVESTMENTS**

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

Portfolio investments are accounted for at cost.

**e) REAL ESTATE PROPERTIES HELD FOR SALE**

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

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

## **RURAL MUNICIPALITY OF ROCKWOOD**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2015**

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**f) LANDFILL CLOSURE AND POST CLOSURE LIABILITIES**

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

**g) NON-FINANCIAL ASSETS**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets 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 and land improvements	Indefinite
Buildings and leasehold improvements	10 to 40 years
Vehicles and equipment	
Vehicles	10 to 20 years
Machinery and equipment	10 to 20 years
Computer hardware and software	4 to 10 years

## RURAL MUNICIPALITY OF ROCKWOOD

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

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#### Infrastructure Assets

##### Roads, Streets, and Bridges

Land	Indefinite
Road surface	25 to 40 years
Road grade	40 Years
Traffic lights and equipment	10 years
Land	Indefinite
Land improvements	30 to 50 years
Underground networks	40 to 60 years
Machinery & equipment	10 to 20 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 or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

#### j) INVENTORIES

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

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

## **RURAL MUNICIPALITY OF ROCKWOOD**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2015**

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#### **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.

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

#### **l) 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.

# RURAL MUNICIPALITY OF ROCKWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

### 3. ACCOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	2015	2014
	\$	\$
Tax assets (schedule 11)	508,274	493,056
Government grants and receivables	1,802,888	605,101
Utility customers	73,206	67,628
Accrued interest	3,313	2,970
Organizations and individuals	423,398	360,797
Other governments	2,167,147	155,091
	4,978,226	1,684,643
Allowance for doubtful accounts	(25,414)	(24,653)
	<u>4,952,812</u>	<u>1,659,990</u>

### 4. PORTFOLIO INVESTMENTS

	2015	2014
	\$	\$
Marketable securities		
Municipal debenture, bearing interest at 6.000% with principal and interest payments paid annually, due December 31, 2015.	-	586
Municipal debenture, bearing interest at 6.346% with principal and interest payments paid annually, due December 31, 2018.	80,509	104,208
	<u>80,509</u>	<u>104,794</u>

### 5. INVENTORIES

	2015	2014
	\$	\$
Culverts	55,175	58,169
Chemicals (weed)	4,700	1,931
Grader blades	7,219	8,158
Street and road signage	10,927	12,036
Other	589	789
	<u>78,610</u>	<u>81,083</u>

**RURAL MUNICIPALITY OF ROCKWOOD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2015**

**6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<u>2015</u>	<u>2014</u>
	\$	\$
Accounts payable	3,390,025	811,837
Government payables	800,226	868,280
Accrued expenses	165,569	172,000
School levies (schedule 13)	228,794	218,921
Other governments	301,521	344,333
Deposits	585,868	582,342
Other	15,004	-
	<u>5,487,007</u>	<u>2,997,713</u>

**7. DEFERRED REVENUE**

	<u>2015</u>	<u>2014</u>
	\$	\$
Unexpended gas tax revenue	<u>1,391,508</u>	<u>1,605,301</u>



# RURAL MUNICIPALITY OF ROCKWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

### 8. LANDFILL CLOSURE AND POST CLOSURE LIABILITIES

#### Operating Landfill Sites:

The Municipality is currently operating a landfill site. 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.

Estimated closure and post closure costs are calculated as follows:

Teulon Landfill	2015	2014
	\$	\$
Estimated closure and post closure costs	570,158	570,158
Discount rate applied	6.50 %	6.50 %
Discounted costs	65,167	61,682
Expected year landfill capacity to be reached	2050	2050
Expected end year for post closure care	N/A	N/A
Capacity (tonnes):		
Used to date	37,875	36,100
Remaining	62,125	63,900
Total	100,000	100,000
Percent utilized	37.88 %	36.10 %
Total	24,682	22,267
Komarno Landfill	2015	2014
	\$	\$
Estimated closure and post closure costs	307,395	308,439
Discount rate applied	6.50 %	6.50 %
Discounted costs	33,803	32,721
Expected year landfill capacity to be reached	2058	2058
Expected end year for post closure care	N/A	N/A
Capacity (tonnes):		
Used to date	15,429	14,857
Remaining	24,571	25,143
Total	40,000	40,000
Percent utilized	38.57 %	37.14 %
Total	13,039	12,153

# RURAL MUNICIPALITY OF ROCKWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

### 9. LONG-TERM DEBT

	2015	2014
	\$	\$
<b>Utility Funds:</b>		
Municipal debenture payable in annual instalments of \$621 including interest at 6.000%, due December 31, 2015.	-	586
Municipal debenture payable in annual instalments of \$30,312 including interest at 6.3460%, due December 31, 2018.	80,509	104,208
Municipal debenture payable in annual instalments of \$10,066, including interest at 4.6250%, due December 31, 2025**.	39,579	42,640
Municipal debenture payable in annual instalments of \$4,662, including interest at 5.000%, due December 31, 2020**.	10,092	11,832
Municipal debenture payable in annual instalments of \$9,825, including interest at 5.375%, due December 31, 2019**.	17,268	21,049
	<u>147,448</u>	<u>180,315</u>

\*\*These debentures have been issued in the Grosse Isles Utility which is owned jointly with the Rural Municipality of Rosser. Therefore, the debentures are reflected in the consolidated statements based on the percentage ownership of the utility system.

Estimated principal repayments for the next five years are as follows:

2016	34,216
2017	36,269
2018	38,446
2019	10,444
2020	6,057

### 10. DEBT CHARGES - FRONTAGE

Purpose and By-law	2015 Levy	2014 Levy
	\$	\$
Stony Mountain Sewer and Water - 10/92	621	621
Balmoral Sewer and Water - 19/01	30,313	30,313
Grosse Isle	15,795	15,795
Gunton	35,085	35,085
	<u>81,814</u>	<u>81,814</u>

**RURAL MUNICIPALITY OF ROCKWOOD****NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

As at December 31, 2015

**11. RESERVES**

Purpose and By-law	Assessment	2015 Mill Rate	Levy	2014 Levy
			\$	\$
General Reserve	381,567,640	0.438	167,127	167,161
Machinery Replacement	381,567,640	0.487	185,823	185,985
Fire Equipment	381,567,640	0.244	93,103	92,993
Office Equipment	381,567,640	0.007	2,671	3,012
Road Construction	381,567,640	0.183	69,827	69,650
Public Works Equipment	381,567,640	0.024	9,158	9,412
Drainage	381,567,640	0.487	185,823	185,986
Parks and Playgrounds	381,567,640	0.012	4,579	4,894
Municipal Shop Reserve	381,567,640	0.122	46,551	46,685
			<u>764,662</u>	<u>765,778</u>

**12. SPECIAL LEVIES**

Purpose and By-law	Assessment	2015 Mill Rate	Levy	2014 Levy
			\$	\$
Waste Management			<u>170,628</u>	<u>156,620</u>

## **RURAL MUNICIPALITY OF ROCKWOOD**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**As at December 31, 2015**

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#### **13. RETIREMENT BENEFITS**

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

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP requires 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 \$88,974 (2014 - \$69,921) and are included in the statement of operations.

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

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

#### **14. 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 ROCKWOOD

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

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#### 15. 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*.

The budget numbers are unaudited and, accordingly, I express no assurance in respect to the budget.

#### 16. SEGMENTED INFORMATION

The Rural Municipality of Rockwood provides a wide ranges of services to its residents.

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

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

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

## RURAL MUNICIPALITY OF ROCKWOOD

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

#### 17. GOVERNMENT PARTNERSHIPS

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

	2015	2014
	\$	\$
<b>Financial Position</b>		
Financial Assets	21,117,936	3,411,532
Liabilities	27,726,655	7,243,981
	(6,608,719)	(3,832,449)
Non-financial Assets	53,876,545	23,778,548
Accumulated Surplus	47,267,826	19,946,099
<b>Result of Operations</b>		
Revenue	32,143,713	10,316,533
Expenses	4,821,987	4,921,184
Annual Surplus	27,321,726	5,395,349

#### 18. ACCUMULATED SURPLUS

	2015	2014
	\$	\$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus (Deficit), excluding Tangible Capital Assets	1,077,803	(697,864)
Utility Operating Funds - Nominal Deficit, excluding Tangible Capital Assets	(11,766,648)	(5,955,708)
General Operating Tangible Capital Assets, net of related borrowings	8,162,920	8,575,678
Tangible Capital Assets, net of related borrowings	24,665,092	20,648,210
Reserve Funds	8,097,292	8,367,125
Accumulated surplus of municipality unconsolidated	30,236,459	30,937,441
Accumulated surpluses of consolidated government partnerships	7,306,065	3,493,712
Accumulated Surplus per Statement of Financial Position	37,542,524	34,431,153

## RURAL MUNICIPALITY OF ROCKWOOD

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

#### 19. 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 in excess of \$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 \$116,109 in aggregate;
- (b) There were no members of council receiving compensation in excess of \$50,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Jim Campbell	21,196	4,201	25,397
William Pinchin	15,081	2,578	17,659
William Matheson	14,178	2,359	16,537
Mark Hildebaugh	16,908	2,977	19,885
Terrence Hartle	17,331	4,949	22,280
Lyle Willis	14,421	3,324	17,745
Art Goudy	16,994	3,786	20,780
	116,109	24,174	140,283

- (c) The following individual received compensation in excess of \$50,000:

Name	Position	Amount
Lori Glucki	Administration	61,157
Brian Hornick	Public Works	59,044
Greg Hryciw	Public Works	67,209
Keith Hynes	Public Works	70,609
Brian Korotash	Public Works	92,712
Chris Luellman	CAO	79,687
Garry McClure	Public Works	71,035
Wayne Michaluk	Public Works	61,210
Jonna Peltz	Administration	78,229
Michael Powroznik	Public Works	57,081
Alan Schick	Public Works	74,353
Timothy Scott	Public Works	60,210
Ian Soroka	Public Works	59,440
Scott Taylor	Public Works	61,334



## RURAL MUNICIPALITY OF ROCKWOOD

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

As at December 31, 2015

#### 20. PUBLIC UTILITY BOARD

The Public Utilities Board (PUB) regulates the rates charged by all water and sewer utilities, except the City of Winnipeg utility and those utilities operated by the Manitoba Water Services Board. PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. PUB's prescribed accounting policies on tangible capital assets and government transfers do not meet the recommendations of PSAB.

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

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

Water Services:		Unamortized		Unamortized	
Description of Utility		Opening Balance	Additions During Year	Amortization During Year	Ending Balance
Balmoral		606,070	-	15,948	590,122
Grosse Isle		812,632	-	18,190	794,442
Gunton		645,341	-	13,445	631,896
		<u>2,064,043</u>	<u>-</u>	<u>47,583</u>	<u>2,016,460</u>

  

Sewer Services:		Unamortized		Unamortized	
Description of Utility		Opening Balance	Additions During Year	Amortization During Year	Ending Balance
Balmoral		1,547,873	-	15,948	1,531,925
Grosse Isle		692,378	-	15,472	676,906
Gunton		645,341	-	13,445	631,896
		<u>2,885,592</u>	<u>-</u>	<u>44,865</u>	<u>2,840,727</u>

#### 21. CHANGES IN WORKING CAPITAL

	2015	2014
	\$	\$
Net changes in non-cash working capital affecting operations		
Accounts receivable	(3,292,822)	(269,307)
Inventories	2,473	(34,131)
Prepaid expenses	(4,349)	12,549
Accounts payable and accrued liabilities	2,489,294	982,195
Deferred revenue	(213,793)	413,233
Landfill closure and post closure liabilities	3,301	3,054
	<u>(1,015,896)</u>	<u>1,107,593</u>

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 1

## CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2015

Cost	General Capital Assets						Infrastructure		2015	2014
	Land and Buildings and Land Improvements	Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets under Construction	Actual	Actual
Balance, beginning of year	973,611	1,558,436	4,573,995	113,410	791,694	18,431,491	24,466,811	2,104,085	53,013,533	49,238,728
Asset purchases	-	1,029,096	127,779	89,616	(791,694)	16,806	4,327,377	234,308	5,033,282	4,065,544
Disposals and write downs	47,681	-	55,277	2,430	-	-	112,229	-	217,617	290,739
Balance, end of year	925,930	2,587,532	4,646,497	200,596	-	18,448,291	28,681,959	2,338,393	57,829,198	53,013,533
Accumulated Amortization										
Balance, beginning of year	-	882,519	2,028,109	83,765	-	14,872,566	5,922,686	-	23,789,645	22,524,663
Amortization	-	63,612	355,149	35,973	-	359,496	544,803	-	1,359,033	1,401,897
Disposals and write downs	-	-	32,833	2,430	-	-	112,229	-	147,492	136,915
Balance, end of year	-	946,131	2,350,425	117,308	-	15,232,062	6,355,260	-	25,001,186	23,789,645
Net book value	925,930	1,641,401	2,296,072	83,288	-	3,216,229	22,326,699	2,338,393	32,828,012	29,223,888

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED SCHEDULE OF REVENUES**  
For the Year Ended December 31, 2015

Schedule 2

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>PROPERTY TAXES</b>			
Municipal taxes levied (schedule 12)	3,598,792	3,599,022	3,457,682
Taxes added	160,000	83,713	92,535
	<u>3,758,792</u>	<u>3,682,735</u>	<u>3,550,217</u>
<b>GRANTS IN LIEU OF TAXATION</b>			
Federal government	181,963	367,456	177,399
Federal government enterprises	3,247	3,247	3,157
Provincial government	11,276	11,276	10,318
Provincial government enterprises	62,887	62,887	61,780
Other local governments	120	120	117
	<u>259,493</u>	<u>444,986</u>	<u>252,771</u>
<b>USER FEES</b>			
Sales of service	554,174	678,544	634,271
Sales of goods	2,100	1,853	1,722
Rentals	48,020	50,443	48,458
Facility use fees	-	-	26,506
	<u>604,294</u>	<u>730,840</u>	<u>710,957</u>
<b>GRANTS - PROVINCE OF MANITOBA</b>			
General assistance payment	316,000	315,838	315,838
VLT revenues	121,000	120,350	120,350
Conditional grants	171,833	312,060	137,692
	<u>608,833</u>	<u>748,248</u>	<u>573,880</u>
<b>GRANTS - OTHER</b>			
Federal government - gas tax funding	420,000	623,417	-
Federal government - other	3,500	-	-
Other local governments	388,079	453,165	442,392
	<u>811,579</u>	<u>1,076,582</u>	<u>442,392</u>
<b>PERMITS, LICENCES AND FEES</b>			
Permits	208,500	157,475	227,969
Licences	1,600	1,600	1,400
Aggregate mining and transportation fees	1,100,000	1,145,400	1,077,486
Leases	5,000	6,590	5,138
Subdivision fees	60,000	35,000	47,500
	<u>1,375,100</u>	<u>1,346,065</u>	<u>1,359,493</u>
<b>INVESTMENT REVENUE</b>			
Interest	54,755	127,313	153,434
Other interest	500	66	370
	<u>55,255</u>	<u>127,379</u>	<u>153,804</u>
<b>OTHER REVENUE</b>			
Gain on sale of tangible capital assets	160,000	60,214	85,010
Miscellaneous	89,570	57,910	236,870
Penalties and interest	55,000	57,124	51,237
	<u>304,570</u>	<u>175,248</u>	<u>373,117</u>
<b>WATER AND SEWER</b>			
Municipal utilities (schedule 9)	1,851,966	799,542	1,614,651

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED SCHEDULE OF REVENUES**

**Schedule 2**

**For the Year Ended December 31, 2015**

	<b>2015 Budget \$</b>	<b>2015 Actual \$</b>	<b>2014 Actual \$</b>
Consolidated water co-operatives	<u>312,149</u>	<u>4,207,336</u>	<u>1,138,608</u>
	<u>2,164,115</u>	<u>5,006,878</u>	<u>2,753,259</u>
<b>TOTAL REVENUE</b>	<u><b>9,942,031</b></u>	<u><b>13,338,961</b></u>	<u><b>10,169,890</b></u>

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED SCHEDULE OF EXPENSES**

**Schedule 3**

**For the Year Ended December 31, 2015**

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	145,000	148,085	138,764
General administrative	797,502	715,205	688,957
Other	55,500	55,520	35,805
	<u>998,002</u>	<u>918,810</u>	<u>863,526</u>
<b>PROTECTIVE SERVICES</b>			
Fire	615,223	583,565	514,623
Emergency measures	15,755	26,777	24,666
By-law enforcement	68,943	70,049	67,266
	<u>699,921</u>	<u>680,391</u>	<u>606,555</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Administration and engineering	571,500	611,214	639,313
Road and street maintenance	2,477,000	2,826,709	3,648,245
Sidewalk and boulevard maintenance	40,000	8,893	44,940
Street lighting	40,000	32,813	30,101
Public transit	146,897	166,620	144,844
	<u>3,275,397</u>	<u>3,646,249</u>	<u>4,507,443</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	515,000	542,514	504,126
Lagoons and wells	7,000	10,676	7,274
	<u>522,000</u>	<u>553,190</u>	<u>511,400</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Social assistance	5,000	4,241	4,241
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	282,163	248,180	257,937
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	128,449	132,444	132,727
Regional development	1,000	-	-
	<u>129,449</u>	<u>132,444</u>	<u>132,727</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	2,400	2,391	2,391
Community centers and halls	-	162,018	64,000
Skating and curling rinks	21,000	21,000	98,095
Parks and playgrounds	10,000	215,034	162,019
Other recreational facilities	319,000	185,956	367,360
Libraries	373,904	424,547	416,048
Other cultural facilities	-	385	86
	<u>726,304</u>	<u>1,011,331</u>	<u>1,109,999</u>

**RURAL MUNICIPALITY OF ROCKWOOD**  
**CONSOLIDATED SCHEDULE OF EXPENSES**  
**For the Year Ended December 31, 2015**

**Schedule 3**

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>WATER AND SEWER</b>			
Municipal utilities ( <i>schedule 9</i> )	2,275,706	2,654,936	1,190,202
Consolidated water co-operatives	302,432	377,818	386,877
	<u>2,578,138</u>	<u>3,032,754</u>	<u>1,577,079</u>
<b>TOTAL EXPENSES</b>	<u>9,216,374</u>	<u>10,227,590</u>	<u>9,570,907</u>

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 4

## CONSOLIDATED SCHEDULE 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	3,682,735	3,550,217	-	-	-	-	-	-	-	-
Grants in lieu of taxation	444,986	252,771	-	-	-	-	-	-	-	-
User fees	81,041	76,394	37,179	30,236	121,444	144,027	303,273	259,604	-	-
Grants - Province of Manitoba	612,506	436,188	-	-	18,510	18,640	-	-	-	-
Grants - Other	623,417	-	102,036	91,190	46,450	42,776	-	-	-	-
Permits, licences and fees	1,198,990	1,143,924	-	-	-	-	-	-	-	-
Investment revenue	106,890	133,553	188	176	-	-	-	-	-	-
Other revenue	161,024	371,461	138	237	660	(4,038)	(1,193)	-	-	-
Water and sewer	(83,228)	(83,228)	-	-	-	-	-	-	-	-
Total revenue	6,828,361	5,881,280	139,541	121,839	187,064	201,405	302,080	259,604	-	-
EXPENSES										
Personnel services	513,961	463,870	184,775	159,976	925,485	862,075	83,616	91,023	-	-
Contract services	114,879	114,558	249,517	205,842	64,981	42,502	189,407	184,098	4,241	4,241
Utilities	-	-	4,483	4,826	1,452	1,291	-	-	-	-
Maintenance materials & supplies	210,354	227,504	98,166	93,159	2,078,342	2,953,465	280,167	236,279	-	-
Grants & contributions	8,390	-	-	-	-	-	-	-	-	-
Amortization	55,520	35,805	143,450	142,752	575,962	648,110	-	-	-	-
Interest on long term debt	-	-	-	-	-	-	-	-	-	-
Other operating expense	15,706	21,789	-	-	27	-	-	-	-	-
Total expenses	918,810	863,526	680,391	606,555	3,646,249	4,507,443	553,190	511,400	4,241	4,241
SURPLUS (DEFICIT)	5,909,551	5,017,754	(540,850)	(484,716)	3,459,185	4,306,038	(251,110)	(251,796)	(4,241)	(4,241)

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



# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 4

## CONSOLIDATED SCHEDULE 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	2015	2014
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>										
Property taxes	-	-	-	-	-	-	-	-	3,682,735	3,550,217
Grants in lieu of taxation	-	-	-	-	-	-	-	-	444,986	252,771
User fees	11,818	10,834	90,501	87,632	85,584	102,230	-	-	730,840	710,957
Grants - Province of Manitoba	-	-	-	-	117,232	119,052	-	-	748,248	573,880
Grants - Other	32,274	32,274	25,089	25,089	247,316	251,063	-	-	1,076,582	442,392
Permits, licences and fees	147,075	215,569	-	-	-	-	-	-	1,346,065	1,359,493
Investment revenue	10,908	10,459	1,277	1,343	5,496	5,352	2,620	2,921	127,379	153,804
Other revenue	813	633	1,835	2,274	11,971	2,550	-	-	175,248	373,117
Water and sewer	-	-	-	8,075	-	-	882,680	1,697,844	799,542	1,614,651
<b>Total revenue</b>	<b>202,888</b>	<b>269,769</b>	<b>118,702</b>	<b>124,413</b>	<b>467,599</b>	<b>480,247</b>	<b>885,300</b>	<b>1,700,765</b>	<b>3,338,961</b>	<b>0,169,890</b>
<b>EXPENSES</b>										
Personnel services	165,662	171,951	42,826	43,816	240,420	252,967	275,261	270,625	2,432,006	2,316,303
Contract services	45,175	46,000	26,982	25,841	306,347	199,692	1,732,807	297,952	2,734,336	1,120,726
Utilities	3,295	3,281	866	930	44,588	50,474	184,679	195,631	239,363	256,433
Maintenance materials & supplies	32,456	35,249	58,706	58,876	135,378	140,614	209,725	213,864	3,103,294	3,959,010
Grants & contributions	-	-	-	-	249,956	431,360	74,545	47,863	332,891	479,223
Amortization	1,592	1,456	3,064	3,264	34,642	34,892	544,803	535,618	1,359,033	1,401,897
Interest on long term debt	-	-	-	-	-	-	10,934	15,526	10,934	15,526
Other operating expense	-	-	-	-	-	-	-	-	15,733	21,789
<b>Total expenses</b>	<b>248,180</b>	<b>257,937</b>	<b>132,444</b>	<b>132,727</b>	<b>1,011,331</b>	<b>1,109,999</b>	<b>3,032,754</b>	<b>1,577,079</b>	<b>0,227,590</b>	<b>9,570,907</b>
<b>SURPLUS (DEFICIT)</b>	<b>(45,292)</b>	<b>11,832</b>	<b>(13,742)</b>	<b>(8,314)</b>	<b>(543,732)</b>	<b>(629,752)</b>	<b>(2,147,454)</b>	<b>123,686</b>	<b>3,111,371</b>	<b>598,983</b>

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

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 5

## CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2015

	Core Government		Government Partnerships		Total	
	2015	2014	2015	2014	2015	2014
	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>						
Property taxes	3,682,735	3,550,217	-	-	3,682,735	3,550,217
Grants in lieu of taxation	444,986	252,771	-	-	444,986	252,771
User fees	480,909	451,982	249,931	258,975	730,840	710,957
Grants - Province of Manitoba	612,506	436,188	135,742	137,692	748,248	573,880
Grants - Other	623,417	-	453,165	442,392	1,076,582	442,392
Permits, licences and fees	1,198,990	1,143,924	147,075	215,569	1,346,065	1,359,493
Investment revenue	109,510	136,474	17,869	17,330	127,379	153,804
Other revenue	161,024	371,461	14,224	1,656	175,248	373,117
Water and sewer	799,542	1,614,651	-	-	799,542	1,614,651
<b>Total revenue</b>	<b>8,113,619</b>	<b>7,957,668</b>	<b>5,225,342</b>	<b>2,212,222</b>	<b>3,338,961</b>	<b>0,169,890</b>
<b>EXPENSES</b>						
Personnel services	1,781,004	1,648,850	651,002	667,453	2,432,006	2,316,303
Contract services	2,694,663	1,080,077	39,673	40,649	2,734,336	1,120,726
Utilities	147,331	164,381	92,032	92,052	239,363	256,433
Maintenance materials & supplies	2,630,607	3,469,603	472,687	489,407	3,103,294	3,959,010
Grants & contributions	332,891	479,223	-	-	332,891	479,223
Amortization	1,202,058	1,255,485	156,975	146,412	1,359,033	1,401,897
Interest on long term debt	10,343	13,260	591	2,266	10,934	15,526
Other operating expense	15,706	21,789	27	-	15,733	21,789
<b>Total expenses</b>	<b>8,814,603</b>	<b>8,132,668</b>	<b>1,412,987</b>	<b>1,438,239</b>	<b>0,227,590</b>	<b>9,570,907</b>
<b>SURPLUS (DEFICIT)</b>	<b>(700,984)</b>	<b>(175,000)</b>	<b>3,812,355</b>	<b>773,983</b>	<b>3,111,371</b>	<b>598,983</b>

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 6

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2015

	General Reserve	Machinery Replacement Reserve	Fire Equipment Reserve	Community Enhancement Reserve	Admin Building Reserve	Teulon-Rockwood Centennial Hall Reserve	Dedication Fee Reserve
	\$	\$	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>							
Cash and temporary investments	398,652	352,656	271,657	1,103,679	87,615	13,501	206,291
Portfolio investments	80,509	-	-	-	-	-	-
Due from other funds	260,157	147,497	458,508	-	-	-	25,000
	739,318	500,153	730,165	1,103,679	87,615	13,501	231,291
<b>LIABILITIES</b>							
Due to other funds	-	-	-	379,986	598	1,500	-
<b>REVENUE</b>							
Investment revenue	12,752	5,400	4,160	16,900	1,341	207	3,159
Water and sewer	-	-	-	-	-	-	-
	12,752	5,400	4,160	16,900	1,341	207	3,159
<b>EXPENSES</b>							
Transportation services	-	-	-	-	-	-	-
Recreation and cultural services	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>TRANSFERS</b>							
Transfers from (to) operating fund	349,495	(200,000)	(100,000)	500,000	(3,000)	-	(8,000)
Transfers from (to) utility fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	85,276	87,870	-	16,800	-	-	-
	(434,771)	112,130	100,000	(316,800)	3,000	-	8,000
<b>CHANGE IN FUND BALANCES</b>	(422,019)	117,530	104,160	(299,900)	4,341	207	11,159
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	1,161,337	382,623	626,005	1,023,593	82,676	11,794	220,132
<b>FUND SURPLUS, END OF YEAR</b>	739,318	500,153	730,165	723,693	87,017	12,001	231,291

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 6

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2015

	Road Construction Reserve	Equipment Repair Reserve	Teulon- Rockwood Green Acres Park	Teulon Rockwood Waste Disposal Reserve	Drainage Reserve	Parks and Playgrounds	Gas Tax Reserve
	\$	\$	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>							
Cash and temporary investments	533,834	13,571	62,018	80,135	300,688	49,469	208,346
Portfolio investments	-	-	-	-	-	-	-
Due from other funds	-	24,376	-	13,215	27,201	82,600	1,183,162
	533,834	37,947	62,018	93,350	327,889	132,069	1,391,508
<b>LIABILITIES</b>							
Due to other funds	481,510	-	41,000	-	-	-	-
<b>REVENUE</b>							
Investment revenue	8,175	208	949	1,227	4,604	758	3,191
Water and sewer	-	-	-	-	-	-	-
	8,175	208	949	1,227	4,604	758	3,191
<b>EXPENSES</b>							
Transportation services	-	-	-	-	-	-	-
Recreation and cultural services	-	-	-	-	-	15,000	-
	-	-	-	-	-	15,000	-
<b>TRANSFERS</b>							
Transfers from (to) operating fund	66,599	(10,000)	-	-	(95,081)	(32,000)	216,983
Transfers from (to) utility fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-
	(66,599)	10,000	-	-	95,081	32,000	(216,983)
<b>CHANGE IN FUND BALANCES</b>	(58,424)	10,208	949	1,227	99,685	17,758	(213,792)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	110,748	27,739	20,069	92,123	228,204	114,311	1,605,300
<b>FUND SURPLUS, END OF YEAR</b>	52,324	37,947	21,018	93,350	327,889	132,069	1,391,508

Reid & Associates Chartered Professional Accountants Inc.

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 6

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2015

	Sewer & Water Expansion Reserve	Aggregate Reserve	Stony Mountain Replacement	Balmoral Replacement	Transportation Reserve	Grosse Isle Utility Reserve	2015 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>							
Cash and temporary investments	176,120	1,086,633	171,098	36,126	-	8,125	5,160,214
Portfolio investments	-	-	-	-	-	-	80,509
Due from other funds	85,836	1,360,787	74,247	14,575	-	4,000	3,761,161
	261,956	2,447,420	245,345	50,701	-	12,125	9,001,884
<b>LIABILITIES</b>							
Due to other funds	-	-	-	-	-	-	904,594
<b>REVENUE</b>							
Investment revenue	2,697	16,640	2,620	553	-	-	85,541
Water and sewer	-	-	-	-	-	90	90
	2,697	16,640	2,620	553	-	90	85,631
<b>EXPENSES</b>							
Transportation services	-	-	-	-	-	-	-
Recreation and cultural services	-	-	-	-	-	-	15,000
	-	-	-	-	-	-	15,000
<b>TRANSFERS</b>							
Transfers from (to) operating fund	(19,000)	(393,676)	-	-	100,000	-	172,320
Transfers from (to) utility fund	-	-	12,800	5,000	-	4,000	21,800
Acquisition of tangible capital assets	-	-	-	-	-	-	189,946
	19,000	393,676	12,800	5,000	(100,000)	4,000	(340,466)
<b>CHANGE IN FUND BALANCES</b>	21,697	410,316	15,420	5,553	(100,000)	4,090	(269,835)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	240,259	2,037,104	229,925	45,148	100,000	8,035	8,367,125
<b>FUND SURPLUS, END OF YEAR</b>	261,956	2,447,420	245,345	50,701	-	12,125	8,097,290

Reid & Associates Chartered Professional Accountants Inc.

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 6

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2015

	2014 Actual	\$
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments	5,077,231	
Portfolio investments	104,794	
Due from other funds	3,777,175	
	<u>8,959,200</u>	
<b>LIABILITIES</b>		
Due to other funds	592,075	
<b>REVENUE</b>		
Investment revenue	96,041	
Water and sewer	35	
	<u>96,076</u>	
<b>EXPENSES</b>		
Transportation services	360,161	
Recreation and cultural services	131,686	
	<u>491,847</u>	
<b>TRANSFERS</b>		
Transfers from (to) operating fund	(1,072,927)	
Transfers from (to) utility fund	21,800	
Acquisition of tangible capital assets	111,147	
	<u>983,580</u>	
<b>CHANGE IN FUND BALANCES</b>	587,809	
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>7,779,316</u>	
<b>FUND SURPLUS, END OF YEAR</b>	<u>8,367,125</u>	

RURAL MUNICIPALITY OF ROCKWOOD  
SCHEDULE OF TRUST FUNDS

Schedule 7

For the Year Ended December 31, 2015

	Windsor Cemetery Fund \$	Dundas Cemetery Fund \$	2015 Actual \$	2014 Actual \$
<b>FINANCIAL ASSETS</b>				
Cash and temporary investments	-	-	-	98,104
<b>REVENUE</b>				
Contributions and donations	-	-	-	100
Investment income	442	131	573	1,118
	<u>442</u>	<u>131</u>	<u>573</u>	<u>1,218</u>
<b>EXPENSES</b>				
Other trust expense	79,707	18,970	98,677	1,131
Excess (deficiency) of revenue over expenses	(79,265)	(18,839)	(98,104)	87
Fund balance, beginning of year	<u>79,265</u>	<u>18,839</u>	<u>98,104</u>	<u>98,017</u>
Fund balance, end of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>98,104</u>

**RURAL MUNICIPALITY OF ROCKWOOD**  
**SCHEDULE OF FINANCIAL POSITION FOR UTILITIES**

Schedule 8

For the Year Ended December 31, 2015

	Stony Mountain	Balmoral	Grosse Isle	Guntun	2015 Actual	2014 Actual
	\$	\$	\$	\$	\$	\$
<b>FINANCIAL ASSETS</b>						
Accounts receivable (note 3)	34,845	21,429	638	16,932	73,844	67,628
Due from other funds	(64,295)	(711,086)	-	(690,883)	(1,466,264)	(1,546,766)
	<u>(29,450)</u>	<u>(689,657)</u>	<u>638</u>	<u>(673,951)</u>	<u>(1,392,420)</u>	<u>(1,479,138)</u>
<b>LIABILITIES</b>						
Bank indebtedness	-	-	831,689	-	831,689	-
Accounts payable and accrued liabilities (note 6)	36,503	-	129,417	-	165,920	338,230
Long-term debt (note 9)	-	80,509	66,939	-	147,448	180,315
Due to other funds	729,139	70,669	868,768	102,969	1,771,545	726,066
	<u>765,642</u>	<u>151,178</u>	<u>1,896,813</u>	<u>102,969</u>	<u>2,916,602</u>	<u>1,244,611</u>
<b>NON-FINANCIAL ASSETS</b>						
Tangible capital assets (schedule 1)	3,851,492	4,115,306	3,311,795	5,925,268	17,203,861	17,413,719
Inventories	-	-	589	-	589	589
Prepaid expenses	503	1,261	581	673	3,018	1,943
	<u>3,851,995</u>	<u>4,116,567</u>	<u>3,312,965</u>	<u>5,925,941</u>	<u>17,207,468</u>	<u>17,416,251</u>
<b>FUND SURPLUS</b>	<u>3,056,903</u>	<u>3,275,732</u>	<u>1,416,790</u>	<u>5,149,021</u>	<u>12,898,446</u>	<u>14,692,502</u>

Reid & Associates Chartered Professional Accountants Inc.



**RURAL MUNICIPALITY OF ROCKWOOD**
**Schedule 9**
**SCHEDULE OF UTILITY OPERATIONS**
**For the Year Ended December 31, 2015**

	<b>STONY MOUNTAIN UTILITY</b>		
	<b>2015</b>	<b>2015</b>	<b>2014</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	146,200	139,858	140,080
Bulk water fees	-	-	487
	<u>146,200</u>	<u>139,858</u>	<u>140,567</u>
<b>SEWER</b>			
Sewer fees	<u>61,000</u>	<u>55,013</u>	<u>55,845</u>
<b>PROPERTY TAXES</b>	<u>621</u>	<u>621</u>	<u>621</u>
<b>OTHER REVENUE</b>			
Hydrant rentals	12,000	12,000	12,000
Connection charges	-	450	250
Installation service	15,500	61,950	16,650
Penalties	2,600	2,372	2,258
Other income	<u>102,000</u>	<u>100,955</u>	<u>96,640</u>
	<u>132,100</u>	<u>177,727</u>	<u>127,798</u>
<b>TOTAL REVENUE</b>	<u>339,921</u>	<u>373,219</u>	<u>324,831</u>
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	<u>39,000</u>	<u>42,109</u>	<u>38,296</u>
<b>WATER</b>			
Purification and treatment	8,000	8,860	4,426
Transmission and distribution	100,000	123,355	107,019
Transportation services	68,500	86,087	90,052
Connection costs	<u>20,000</u>	<u>55,450</u>	<u>33,363</u>
	<u>196,500</u>	<u>273,752</u>	<u>234,860</u>
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	94,400	94,442	94,443
Interest on long-term debt	<u>50</u>	<u>35</u>	<u>68</u>
	<u>94,450</u>	<u>94,477</u>	<u>94,511</u>
<b>SEWER</b>			
Collection system costs	79,000	89,411	76,192
Treatment and disposal costs	4,000	14,754	(1,100)
Lift station costs	<u>8,000</u>	<u>5,592</u>	<u>5,067</u>
	<u>91,000</u>	<u>109,757</u>	<u>80,159</u>

**RURAL MUNICIPALITY OF ROCKWOOD**

Schedule 9

**SCHEDULE OF UTILITY OPERATIONS**

For the Year Ended December 31, 2015

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>SEWER AMORTIZATION AND INTEREST</b>			
Amortization	57,800	57,790	57,682
<b>TOTAL EXPENSES</b>	478,750	577,885	505,508
<b>EXCESS OF EXPENSES OVER REVENUE</b>	(138,829)	(204,666)	(180,677)
<b>TRANSFERS</b>			
Transfers from (to) utility fund	-	(12,800)	(12,800)
<b>CHANGE IN UTILITY FUND BALANCE</b>	(138,829)	(217,466)	(193,477)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	3,274,369	3,274,369	3,467,846
<b>FUND SURPLUS, END OF YEAR</b>	3,135,540	3,056,903	3,274,369

**RURAL MUNICIPALITY OF ROCKWOOD**

Schedule 9

**SCHEDULE OF UTILITY OPERATIONS**

For the Year Ended December 31, 2015

	<b>BALMORAL UTILITY</b>		
	<b>2015</b>	<b>2015</b>	<b>2014</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	50,000	46,789	48,896
Bulk water fees	500	263	138
	<u>50,500</u>	<u>47,052</u>	<u>49,034</u>
<b>SEWER</b>			
Sewer fees	<u>48,500</u>	<u>44,176</u>	<u>48,671</u>
<b>PROPERTY TAXES</b>	<u>-</u>	<u>30,312</u>	<u>30,313</u>
<b>GOVERNMENT TRANSFERS</b>			
Capital	<u>-</u>	<u>-</u>	<u>941,803</u>
<b>OTHER REVENUE</b>			
Hydrant rentals	2,800	2,800	2,800
Installation service	4,000	-	-
Penalties	800	928	827
Other income	<u>9,000</u>	<u>7,880</u>	<u>8,667</u>
	<u>16,600</u>	<u>11,608</u>	<u>12,294</u>
<b>TOTAL REVENUE</b>	<u>115,600</u>	<u>133,148</u>	<u>1,082,115</u>
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	<u>8,000</u>	<u>6,072</u>	<u>7,263</u>
<b>WATER</b>			
Purification and treatment	6,000	4,010	4,881
Transmission and distribution	-	15,341	12,803
Transportation services	32,000	23,242	21,406
Connection costs	<u>5,000</u>	<u>-</u>	<u>11,000</u>
	<u>43,000</u>	<u>42,593</u>	<u>50,090</u>
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	53,250	53,251	38,543
Interest on long-term debt	<u>6,600</u>	<u>6,613</u>	<u>8,027</u>
	<u>59,850</u>	<u>59,864</u>	<u>46,570</u>
<b>SEWER</b>			
Collection system costs	21,000	15,341	12,803
Treatment and disposal costs	7,600	-	69
Lift station costs	<u>-</u>	<u>2,957</u>	<u>3,074</u>
	<u>28,600</u>	<u>18,298</u>	<u>15,946</u>

**RURAL MUNICIPALITY OF ROCKWOOD****Schedule 9****SCHEDULE OF UTILITY OPERATIONS****For the Year Ended December 31, 2015****SEWER AMORTIZATION AND INTEREST**

Amortization	<u>38,650</u>	<u>38,649</u>	<u>53,251</u>
<b>TOTAL EXPENSES</b>	<u>178,100</u>	<u>165,476</u>	<u>173,120</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES</b>	(62,500)	(32,328)	908,995
<b>TRANSFERS</b>			
Transfers from (to) utility fund	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
<b>CHANGE IN UTILITY FUND BALANCE</b>	(62,500)	(37,328)	903,995
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>3,313,060</u>	<u>3,313,060</u>	<u>2,409,065</u>
<b>FUND SURPLUS, END OF YEAR</b>	<u>3,250,560</u>	<u>3,275,732</u>	<u>3,313,060</u>

**RURAL MUNICIPALITY OF ROCKWOOD**

Schedule 9

**SCHEDULE OF UTILITY OPERATIONS**

For the Year Ended December 31, 2015

	<b>GROSSE ISLE UTILITY</b>		
	<b>2015</b>	<b>2015</b>	<b>2014</b>
	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	43,987	44,175	42,889
<b>SEWER</b>			
Sewer fees	16,095	16,313	16,061
<b>PROPERTY TAXES</b>	-	7,898	7,898
<b>GOVERNMENT TRANSFERS</b>			
Other transfer	-	159,455	52,140
<b>OTHER REVENUE</b>			
Hydrant rentals	1,725	1,725	1,725
Connection charges	25,000	12,923	5,850
Penalties	300	-	-
Administration fees	8,000	8,060	8,075
Other income	1,259,200	8,330	10,449
	1,294,225	31,038	26,099
<b>TOTAL REVENUE</b>	<b>1,354,307</b>	<b>258,879</b>	<b>145,087</b>
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	14,710	33,920	41,826
Billing and collection	2,615	2,575	2,469
	17,325	36,495	44,295
<b>WATER</b>			
Purification and treatment	300	296	281
Transmission and distribution	16,100	20,922	21,103
Transportation services	995	-	-
Water purchases	29,700	27,867	27,271
Connection costs	1,000	9,095	-
	48,095	58,180	48,655
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	46,050	46,048	46,048
Interest on long-term debt	3,700	3,695	5,165
	49,750	49,743	51,213
<b>SEWER</b>			
Treatment and disposal costs	1,262,186	1,526,379	122,715
Lift station costs	-	1,398	2,741
	1,262,186	1,527,777	125,456

Reid &amp; Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ROCKWOOD**

Schedule 9

**SCHEDULE OF UTILITY OPERATIONS****For the Year Ended December 31, 2015**

<b>SEWER AMORTIZATION AND INTEREST</b>			
Amortization	<u>27,750</u>	<u>27,733</u>	<u>27,733</u>
<b>TOTAL EXPENSES</b>	<u>1,405,106</u>	<u>1,699,928</u>	<u>297,352</u>
<b>EXCESS OF EXPENSES OVER REVENUE</b>	(50,799)	(1,441,049)	(152,265)
<b>TRANSFERS</b>			
Transfers from (to) utility fund	<u>-</u>	<u>(4,000)</u>	<u>(4,000)</u>
<b>CHANGE IN UTILITY FUND BALANCE</b>	(50,799)	(1,445,049)	(156,265)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<u>2,861,839</u>	<u>2,861,839</u>	<u>3,018,104</u>
<b>FUND SURPLUS, END OF YEAR</b>	<u>2,811,040</u>	<u>1,416,790</u>	<u>2,861,839</u>

**RURAL MUNICIPALITY OF ROCKWOOD**

Schedule 9

**SCHEDULE OF UTILITY OPERATIONS**

For the Year Ended December 31, 2015

	<b>GUNTON UTILITY</b>		
	<b>2015 Budget</b>	<b>2015 Actual</b>	<b>2014 Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>REVENUE</b>			
<b>WATER</b>			
Water fees	33,000	35,404	32,609
<b>SEWER</b>			
Sewer fees	24,000	24,287	23,215
<b>PROPERTY TAXES</b>	36,500	36,500	36,500
<b>OTHER REVENUE</b>			
Hydrant rentals	4,000	4,000	4,000
Connection charges	10,000	10,000	34,240
Penalties	1,500	1,182	1,165
Other income	15,000	6,061	14,082
	30,500	21,243	53,487
<b>TOTAL REVENUE</b>	124,000	117,434	145,811
<b>EXPENSES</b>			
<b>GENERAL</b>			
Administration	7,000	4,917	4,067
<b>WATER</b>			
Purification and treatment	1,000	210	57
Transmission and distribution	25,000	26,600	24,908
Transportation services	17,000	13,654	28,516
Connection costs	4,000	10,000	3,500
	47,000	50,464	56,981
<b>WATER AMORTIZATION AND INTEREST</b>			
Amortization	63,050	63,035	63,035
<b>SEWER</b>			
Collection system costs	17,000	18,187	15,972
Lift station costs	16,500	11,826	11,056
	33,500	30,013	27,028
<b>SEWER AMORTIZATION AND INTEREST</b>			
Amortization	63,200	63,218	63,111
<b>TOTAL EXPENSES</b>	213,750	211,647	214,222
<b>EXCESS OF EXPENSES OVER REVENUE</b>	(89,750)	(94,213)	(68,411)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	5,243,234	5,243,234	5,311,645

Reid &amp; Associates Chartered Professional Accountants Inc.

**RURAL MUNICIPALITY OF ROCKWOOD**

**Schedule 9**

**SCHEDULE OF UTILITY OPERATIONS**

**For the Year Ended December 31, 2015**

**FUND SURPLUS, END OF YEAR**

<u>5,153,484</u>	<u>5,149,021</u>	<u>5,243,234</u>
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# RURAL MUNICIPALITY OF ROCKWOOD

## Schedule 10

### RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2015

	Financial Plan General	Financial Plan Utilities	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Government Partnerships	PSAB Budget
	\$	\$	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>								
Property taxes	3,758,792	-	-	-	-	-	-	3,758,792
Grants in lieu of taxation	259,493	-	-	-	-	-	-	259,493
User fees	441,920	-	-	-	-	-	162,374	604,294
Grants - Province of Manitoba	502,000	-	-	-	-	-	106,833	608,833
Grants - Other	420,000	-	-	-	-	-	391,579	811,579
Permits, licences and fees	1,178,600	-	-	-	-	-	196,500	1,375,100
Investment revenue	40,500	-	-	-	-	-	14,755	55,255
Other revenue	300,680	-	-	-	-	-	3,890	304,570
Transfers	455,000	24,823	-	-	(479,823)	-	-	-
Water and sewer	(81,862)	1,933,828	-	-	-	-	312,149	2,164,115
	7,275,123	1,958,651	-	-	(479,823)	-	1,188,080	9,942,031
<b>EXPENSES</b>								
General government services	941,917	-	55,500	-	585	-	-	998,002
Protective services	391,000	-	140,500	-	-	-	168,421	699,921
Transportation services	2,605,000	-	559,500	-	-	-	110,897	3,275,397
Environmental health services	522,000	-	-	-	-	-	-	522,000
Public health and welfare services	5,000	-	-	-	-	-	-	5,000
Regional planning and development	45,000	-	-	-	-	-	237,163	282,163
Resource conservation and industrial development	27,000	-	-	-	-	-	102,449	129,449
Recreation and cultural services	483,000	-	2,400	-	-	-	240,904	726,304
Fiscal services	585	-	-	-	(585)	-	-	-
Transfers	1,144,000	106,444	-	-	(1,250,444)	-	-	-
Water and sewer	-	1,821,206	444,150	10,350	-	-	302,432	2,578,138
	6,164,502	1,927,650	1,202,050	10,350	(1,250,444)	-	1,162,266	9,216,374
<b>SURPLUS (DEFICIT)</b>	1,110,621	31,001	(1,202,050)	(10,350)	770,621	-	25,814	725,657

**RURAL MUNICIPALITY OF ROCKWOOD**

**Schedule 11**

**ANALYSIS OF TAXES ON ROLL**

**For the Year Ended December 31, 2015**

	2015 Actual \$	2014 Actual \$
<b>BALANCE, BEGINNING OF YEAR</b>	<u>493,056</u>	<u>401,849</u>
<b>Add:</b>		
Tax Levy (schedule 12)	9,288,154	8,925,163
Taxes added	83,713	92,535
Penalties and interest	57,124	51,237
Taxes overpaid (refunds)	-	16,192
<b>Sub-total</b>	<u>9,922,047</u>	<u>9,486,976</u>
<b>Deduct:</b>		
Cash collections - current	7,529,751	7,212,687
Cash collections - arrears	360,697	270,432
Cancellations	14,945	17,933
Tax discounts	-	-
M.P.T.C. - cash advance	1,507,999	1,492,868
<b>Sub-total</b>	<u>9,413,392</u>	<u>8,993,920</u>
<b>BALANCE, END OF YEAR</b>	<u>508,655</u>	<u>493,056</u>
Error - opening balance does not balance with prior years	<u>(381)</u>	<u>-</u>

# RURAL MUNICIPALITY OF ROCKWOOD

Schedule 12

## ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2015

	Assessment	2015 Mill Rate	Levy	2014 Levy
Debt Charges:				
Frontage (note 10)			81,814	81,814
L.I.D.			-	-
At large			-	-
Reserves:				
Reserves (note 11)			764,662	765,778
Other municipal levies:				
General municipal	381,567,640	6.765	2,581,686	2,453,200
Special levy (note 12)			170,628	156,620
			2,752,314	2,609,820
Business tax (rate 0.00%)			232	270
Total municipal taxes (schedule 2)			3,599,022	3,457,682
Education Support Levy	22,232,590	11.610	258,120	250,086
Special levy:				
Interlake School Division	376,844,980	14.381	5,419,408	5,205,837
Evergreen School Division	230,670	11.703	2,700	2,640
Lakeshore School Division	475,880	18.710	8,904	8,918
			5,431,012	5,217,395
Total education taxes			5,689,132	5,467,481
Total tax levy (schedule 11)			9,288,154	8,925,163

**RURAL MUNICIPALITY OF ROCKWOOD**

**Schedule 13**

**ANALYSIS OF SCHOOL ACCOUNTS**

**For the Year Ended December 31, 2015**

	Opening Balance	2015 Current Requirement	Current Payment	Ending Balance	2014 Ending Balance
	\$	\$	\$	\$	\$
<b>Education Support Levy</b>	<b>25,052</b>	<b>558,327</b>	<b>557,696</b>	<b>25,683</b>	<b>25,052</b>
<b>Special Levies:</b>					
Interlake School Division	193,530	4,408,047	4,398,807	202,770	193,530
Evergreen School Division	58	1,308	1,306	60	58
Lakeshore School Division	281	6,105	6,105	281	281
<b>Sub-total</b>	<b>193,869</b>	<b>4,415,460</b>	<b>4,406,218</b>	<b>203,111</b>	<b>193,869</b>
<b>Total</b>	<b>218,921</b>	<b>4,973,787</b>	<b>4,963,914</b>	<b>228,794</b>	<b>218,921</b>

**RURAL MUNICIPALITY OF ROCKWOOD**

Schedule 14

**SCHEDULE OF GENERAL OPERATING FUND EXPENSES**

For the Year Ended December 31, 2015

	2015 Budget \$	2015 Actual \$	2014 Actual \$
<b>GENERAL GOVERNMENT SERVICES</b>			
Legislative	145,000	148,085	138,764
General administrative	797,502	715,205	688,957
Other	55,500	55,520	35,805
	<u>998,002</u>	<u>918,810</u>	<u>863,526</u>
<b>PROTECTIVE SERVICES</b>			
Fire	492,500	498,985	441,443
Emergency measures	10,000	21,647	18,273
By-law enforcement	29,000	27,960	29,247
	<u>531,500</u>	<u>548,592</u>	<u>488,963</u>
<b>TRANSPORTATION SERVICES</b>			
Road transport			
Administration and engineering	571,500	611,214	639,313
Road and street maintenance	2,477,000	2,826,709	3,288,084
Sidewalk and boulevard maintenance	40,000	8,893	44,940
Street lighting	40,000	32,813	30,101
Public transit	36,000	57,935	36,345
	<u>3,164,500</u>	<u>3,537,564</u>	<u>4,038,783</u>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Waste collection and disposal	515,000	542,514	504,126
Lagoons and wells	7,000	10,676	7,274
	<u>522,000</u>	<u>553,190</u>	<u>511,400</u>
<b>PUBLIC HEALTH AND WELFARE SERVICES</b>			
Social assistance	5,000	4,241	4,241
<b>REGIONAL PLANNING AND DEVELOPMENT</b>			
Planning and zoning	45,000	43,744	44,275
<b>RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT</b>			
Rural area weed control	26,000	25,637	25,112
Regional development	1,000	-	-
	<u>27,000</u>	<u>25,637</u>	<u>25,112</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Administration	2,400	2,391	2,391
Community centers and halls	-	162,018	64,000
Skating and curling rinks	21,000	21,000	21,000
Parks and playgrounds	10,000	9,656	11,867
Other recreational facilities	319,000	170,956	235,674
Libraries	133,000	146,483	139,301
Other cultural facilities	-	385	86
	<u>485,400</u>	<u>512,889</u>	<u>474,319</u>
<b>TOTAL EXPENSES</b>	<u>5,778,402</u>	<u>6,144,667</u>	<u>6,450,619</u>

Reid &amp; Associates Chartered Professional Accountants Inc.

# RURAL MUNICIPALITY OF ROCKWOOD

## Schedule 15

### ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2015

	General	Utility	2015	2014
	\$	\$	Total	Total
			\$	\$
<b>CONSOLIDATED ANNUAL SURPLUS (statement 2)</b>				
Elimination of appropriations from reserves	4,905,427	(1,794,056)	3,111,371	598,983
Elimination of appropriations to reserves	1,922,521	-	1,922,521	782,409
Consolidation of reserve operations	(1,750,300)	(21,800)	(1,772,100)	(1,877,135)
Elimination of consolidated entity operations	(70,631)	(3,340)	(73,971)	395,771
Amortization of tangible capital assets	(3,820,659)	-	(3,820,659)	(773,879)
Principal portion of long term debt	757,892	444,168	1,202,060	1,255,485
Increase in unexpended gas tax funds	-	(32,866)	(32,866)	(57,266)
Utility repairs covered by debenture	(213,793)	-	(213,793)	413,232
Acquisitions of capital assets from operating funds	-	1,509,130	1,509,130	-
	(283,608)	-	(283,608)	298,420
<b>ESTIMATED EXCESS OF REVENUES AND TRANSFERS OVER EXPENDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT***</b>	<b>1,446,849</b>	<b>101,236</b>	<b>1,548,085</b>	<b>1,036,020</b>

\*\*\* Please note that this is an estimate based on the adjustments presented above since it is possible that not every required adjustment for PSAB purposes that is different from and affects the results based on the municipal budget has necessarily been reflected.