

TOWN OF BEAUSEJOUR

**Consolidated Financial Statements
For the Year Ended December 31, 2018**

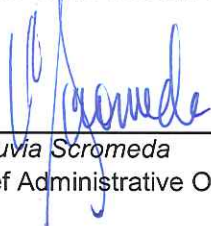
STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Town of Beausejour and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants Canada.

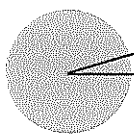
In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial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

Council of the Town 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.

Craig & Ross Chartered Professional Accountants as the Town's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Mayor 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 Town in accordance with Canadian public sector accounting standards.



Vesuvia Scromeda
Chief Administrative Officer



INDEPENDENT AUDITORS' REPORT

**To the Mayor and Members of Council of the
Town of Beausejour**

Opinion

We have audited the consolidated financial statements of the Town of Beausejour (the Town), which comprise the consolidated statement of financial position as at December 31, 2018, the consolidated statements of operations and accumulated surplus, changes in net financial assets (liabilities) and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the Town as at December 31, 2018, and its consolidated results of operations, its consolidated changes in net financial assets (liabilities) and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our auditor's report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Town's financial reporting process.

(continues)

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Chartered Professional Accountants
1515 One Lombard Place
Winnipeg MB R3B 0X3
September 11, 2019

TOWN OF BEAUSEJOUR

Consolidated Financial Statements


For the Year Ended December 31, 2018

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TOWN OF BEAUSEJOUR
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2018

	2018	2017
FINANCIAL ASSETS		
Cash (Note 3)	\$ 3,788,324	\$ 3,771,376
Amounts receivable (Note 4)	642,893	723,126
Real estate properties held for sale	48,403	48,403
	<u>\$ 4,479,620</u>	<u>\$ 4,542,905</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 390,549	\$ 859,932
Severance and vested sick leave payable	338,891	397,754
Long-term debt (Note 7)	3,127,790	3,407,061
	<u>3,857,230</u>	<u>4,664,747</u>
NET FINANCIAL ASSETS (LIABILITIES)	<u>\$ 622,390</u>	<u>\$ (121,842)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 18,920,522	\$ 20,169,742
Inventories (Note 5)	150,630	161,254
Prepaid expenses	3,550	4,445
	<u>19,074,702</u>	<u>20,335,441</u>
ACCUMULATED SURPLUS (Note 11)	<u><u>\$ 19,697,092</u></u>	<u><u>\$ 20,213,599</u></u>

Approved on behalf of Council:



Mayor



Councillor

TOWN OF BEAUSEJOUR
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
For the Year Ended December 31, 2018

	2018 Budget (Note 10)	2018 Actual	2017 Actual
REVENUE			
Property taxes	\$ 2,849,944	\$ 2,844,837	\$ 2,866,250
Grants in lieu of taxation	138,672	138,798	134,914
User fees	608,200	730,297	791,647
Permits, licences and fines	6,400	5,725	6,613
Investment income	30,000	92,266	50,954
Other revenue	180,500	80,016	306,386
Water and sewer	727,850	713,109	758,754
Grants - Province of Manitoba	770,000	828,547	1,017,402
Grants - other	176,863	293,496	356,977
Total revenue (Schedules 2, 4 and 5)	<u>5,488,429</u>	<u>5,727,091</u>	<u>6,289,897</u>
EXPENSES			
General government services	700,680	710,081	685,698
Protective services	788,360	712,603	857,926
Transportation services	2,169,391	2,161,728	2,307,999
Environmental health services	326,000	331,157	319,569
Public health and welfare services	20,550	15,017	12,820
Regional planning and development	74,900	145,714	140,219
Resource conservation and industrial development	36,600	102,515	147,731
Recreation and cultural services	1,163,507	1,152,425	1,172,010
Water and sewer services	1,009,908	912,358	974,962
Total expenses (Schedules 3, 4 and 5)	<u>6,289,896</u>	<u>6,243,598</u>	<u>6,618,934</u>
ANNUAL (DEFICIT)	<u><u>\$ (801,467)</u></u>	<u>(516,507)</u>	<u>(329,037)</u>
ACCUMULATED SURPLUS BEGINNING OF YEAR		<u>20,213,599</u>	<u>20,542,636</u>
ACCUMULATED SURPLUS , END OF YEAR (Notes 11)		<u><u>\$19,697,092</u></u>	<u><u>\$ 20,213,599</u></u>

TOWN OF BEAUSEJOUR
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (LIABILITIES)
Year Ended December 31, 2018

	<u>2018 Budget (Note 10)</u>	<u>2018 Actual</u>	<u>2017 Actual</u>
ANNUAL (DEFICIT)	<u>\$ (801,467)</u>	<u>\$ (516,507)</u>	<u>\$ (329,037)</u>
Acquisition of tangible capital assets	-	(655,563)	(1,117,017)
Amortization of tangible capital assets	-	1,904,783	1,883,126
(Gain) on sale of tangible capital assets	-	-	(30,121)
Proceeds on sale of tangible capital assets	-	-	36,167
Decrease (increase) in inventories	-	10,624	(35,122)
Decrease (increase) in prepaid expenses	-	895	(1,093)
	<u>-</u>	<u>1,260,739</u>	<u>735,940</u>
CHANGE IN NET FINANCIAL ASSETS	<u><u>\$ (801,467)</u></u>	<u>744,232</u>	<u>406,903</u>
NET (FINANCIAL LIABILITIES), BEGINNING OF YEAR		<u>(121,842)</u>	<u>(528,745)</u>
NET FINANCIAL ASSETS (LIABILITIES), END OF YEAR		<u><u>\$ 622,390</u></u>	<u><u>\$ (121,842)</u></u>

TOWN OF BEAUSEJOUR
CONSOLIDATED STATEMENT OF CASH FLOWS
Year Ended December 31, 2018

	<u>2018</u>	<u>2017</u>
OPERATING TRANSACTIONS		
Annual (deficit)	\$ (516,507)	\$ (329,037)
Changes in non-cash items:		
Amounts receivable	80,233	(68,116)
Real estate properties held for sale	-	11,417
Inventories	10,624	(35,122)
Prepays	895	(1,093)
Accounts payable and accrued liabilities	(469,383)	461,136
Severance and vested sick leave payable	(58,863)	(22,591)
Deferred revenue	-	(42,265)
(Gain) on sale of tangible capital asset	-	(30,121)
Amortization	<u>1,904,783</u>	<u>1,883,126</u>
Cash provided by operating transactions	<u>951,782</u>	<u>1,827,334</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	-	36,167
Cash used to acquire tangible capital assets	<u>(655,563)</u>	<u>(1,117,017)</u>
Cash (applied to) capital transactions	<u>(655,563)</u>	<u>(1,080,850)</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	-
Debt repayment	<u>(279,271)</u>	<u>(347,832)</u>
Cash (applied to) provided by financing transactions	<u>(279,271)</u>	<u>(347,832)</u>
INCREASE IN CASH	16,948	398,652
CASH, BEGINNING OF THE YEAR	<u>3,771,376</u>	<u>3,372,724</u>
CASH, END OF YEAR	<u><u>\$ 3,788,324</u></u>	<u><u>\$ 3,771,376</u></u>

TOWN OF BEAUSEJOUR
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2018

1. Status of the Town of Beausejour

The incorporated Town of Beausejour (the "Town") is a municipal government that was created in 1912 pursuant to the Manitoba Municipal Act. The Town provides or funds municipal services such as police, fire, public works, urban planning, parks and recreation, library and other general government operations. The Town owns one utility, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with 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 Town. 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 Town. The Town does not have any controlled organizations.

The Town 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 Town'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:

Brokenhead River Regional Library (42%) (2017 – 42%)
Brokenhead River Planning District (42%) (2017 – 42%)
Agassiz Weed Control District (11%) (2017 – 11%)
Beausejour Handivan Inc. (50%) (2017 – 50%)
Beausejour Brokenhead Development Corporation (50%) (2017 – 50%)

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

Trust funds and their related operations administered by the Town are not consolidated in these financial statements. The trust funds administered by the Town are disclosed in Note 13 - Trust

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) 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.

e) 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.

f) 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 Town does not capitalize internal finance charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 40 years
Buildings	10 to 40 years
Vehicles and Equipment	
Vehicles	5 to 20 years
Machinery, equipment and furniture	5 to 20 years
Maintenance and road construction equipment	15 to 20 years
Computer Hardware and Software	4 to 6 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 years
Road grade	40 years
Water and Sewer	
Land	Indefinite
Buildings	40 years
Underground networks	50 years
Machinery and equipment	10 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 Town, forests, water, and other natural resources are not recognized as tangible capital assets.

g) Inventories

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

h) 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.

TOWN OF BEAUSEJOUR
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2018

i) 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 severance and vested sick leave payable and other accrued liabilities. The estimate of the future cash flows are based upon the best estimates by management. The actual future cash flows may differ significantly.

3. Cash

Cash and temporary investments are comprised of the following:

	<u>2018</u>	<u>2017</u>
Cash on hand	\$ 2,204	\$ 1,733
Cash on deposit	<u>3,786,120</u>	<u>3,769,643</u>
	<u>\$ 3,788,324</u>	<u>\$ 3,771,376</u>

The Town has designated \$2,479,240 (2017 - \$2,222,784) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2018</u>	<u>2017</u>
Taxes on roll (<i>Schedule 10</i>)	\$ 283,184	\$ 292,014
Government grants	79,215	177,546
Utility customers	164,930	179,232
Organizations and individuals	67,252	29,798
Other governments	<u>48,312</u>	<u>44,536</u>
	642,893	723,126
Less allowances for doubtful amounts	<u>-</u>	<u>-</u>
	<u>\$ 642,893</u>	<u>\$ 723,126</u>

5. Inventories

	<u>2018</u>	<u>2017</u>
Construction materials	<u>\$ 150,630</u>	<u>\$ 161,254</u>

6. Accounts Payable and Accrued Liabilities

	<u>2018</u>	<u>2017</u>
Accounts payable	\$ 262,695	\$ 693,485
Accrued expenses	11,880	34,741
Other governments	114,247	129,979
Accrued interest payable	<u>1,727</u>	<u>1,727</u>
	<u>\$ 390,549</u>	<u>\$ 859,932</u>

TOWN OF BEAUSEJOUR
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2018

7. Long-Term Debt

	<u>2018</u>	<u>2017</u>
General Authority:		
Debenture, interest at 5.125%, payable at \$13,029 annually including interest, maturing December 31, 2020	\$ 24,184	\$ 35,399
Debenture, interest at 4.125%, payable at \$12,620 annually including interest, maturing December 31, 2021	34,939	45,675
Debenture, interest at 5.275%, payable at \$36,312 annually including interest, maturing December 31, 2026	232,107	254,970
Debenture, interest at 4.625%, payable at \$28,829 annually including interest, maturing December 31, 2026	189,183	208,374
Sunova Credit Union term loan, interest at 4.00%, payable at \$24,024 annually including interest, maturing October 1, 2027.	140,133	159,485
Sunova Credit Union term loan, interest at 4.00%, payable at \$14,715 annually including interest, maturing October 1, 2027.	85,163	97,035
Sunova Credit Union term loan, interest at 3.88%, payable at \$55,794 annually including interest, maturing December 31, 2027.	411,139	449,329
	<u>\$ 1,116,848</u>	<u>\$ 1,250,267</u>
Utility Funds:		
Debenture, interest at 5.90%, payable at \$15,253 annually including interest, maturing December 31, 2021	\$ 40,847	\$ 52,975
Debenture, interest at 4.375%, payable at \$14,623 annually including interest, maturing December 31, 2026	96,944	106,891
Debenture, interest at 3.52%, payable at \$167,985 annually including interest, maturing December 31, 2030	1,621,383	1,728,524
Debenture, interest at 3.52%, payable at \$26,085 annually including interest, maturing December 31, 2030	251,768	268,404
	<u>\$ 2,010,942</u>	<u>\$ 2,156,794</u>
	<u>\$ 3,127,790</u>	<u>\$ 3,407,061</u>

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

2019	\$ 297,612
2020	307,402
2021	305,397
2022	288,303
2023	298,113

8. Retirement Benefits

The majority of the employees of the Town 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 Town on behalf of its employees amounted to \$88,803 (2017 - \$82,684) 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, 2017 indicated the plan was 100.8% funded on a going concern basis and had an unfunded solvency liability of \$246.8 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2017.

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.

9. Financial Instruments

The Town as part of its operations carries a number of financial instruments. It is management's opinion the Town 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.

10. Budget

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Town 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 9 - Reconciliation of the Financial Plan to the Budget.

TOWN OF BEAUSEJOUR
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2018

11. Accumulated Surplus

	2018	2017
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	743,085	810,538
Utility operating fund - Nominal surplus	406,257	239,669
TCA net of related borrowings	15,792,732	16,639,121
Reserve funds	2,479,240	2,222,784
Accumulated surplus of Town unconsolidated	19,421,314	19,912,112
Accumulated surpluses of consolidated entities	275,778	301,487
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 19,697,092</u>	<u>\$ 20,213,599</u>

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 Town. For the year ended December 31, 2018:

- a) Compensation paid to members of council amounted to \$89,611 (2017 - \$84,696) in aggregate.
b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	Compensation	Expenses	Total
Deputy Mayor - A. Berry	\$ 18,590	\$ 4,945	\$ 23,535
Mayor - E. Dubray	16,031	562	16,593
Councillor - J. Goethals	13,553	245	13,798
Councillor - C. Holigroski	3,206	162	3,368
Councillor - G. Kaatz	3,406	172	3,578
Councillor - A. Klapprat	11,453	40	11,493
Councillor - J. Leclerc	3,006	70	3,076
Deputy Mayor - D. Mazur	3,065	84	3,149
Mayor - R. Schirle	3,948	202	4,150
Councillor - A. Smith	13,353	3,917	17,270
	<u>\$ 89,611</u>	<u>\$ 10,399</u>	<u>\$ 100,010</u>

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

Name	Position	Amount
Don Dowle	Chief administrative officer	\$ 102,003
Chris Trupish	Director of operations	79,602
William Crowe	Recreation director	50,558
Soren Thogerson	Utility	58,602
Allan Murash	Public works	58,489
Kevin Mazur	Public works	53,770
Valerie Laurie	Police clerk	52,616
Todd Evecsyn	Facility operator	50,814
Dave Brown	Public works	53,005

13. Trust Funds

The Town of Beausejour administers the following trust:

	Balance, beg. of the year	Excess of Receipts over Disbursements	Balance, end of the year
Perpetual care	\$ 139,092	\$ 6,375	\$ 145,467
	-	-	-
	<u>\$ 139,092</u>	<u>\$ 6,375</u>	<u>\$ 145,467</u>

TOWN OF BEAUSEJOUR
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2018

14. Segmented Information

The Town of Beausejour provides a wide ranges of services to its residents. Segmented 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.

15. Government Partnerships

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

	<u>2018</u>	<u>2017</u>
Financial Position		
Financial Assets	\$ 222,550	\$ 207,538
Liabilities	51,496	35,140
Net financial assets	\$ 171,054	\$ 172,398
Non-financial assets	104,724	129,085
Accumulated surplus	<u>\$ 275,778</u>	<u>\$ 301,483</u>
Result of Operations		
Revenues	\$ 230,506	\$ 308,249
Expenses	256,215	262,294
Annual (deficit) surplus	<u>\$ (25,709)</u>	<u>\$ 45,955</u>

16. Public Utilities Board

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

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

For information purposes, the Town 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.

Water and sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Beausejour	<u>\$ 1,338,499</u>	<u>\$ -</u>	<u>\$ 69,878</u>	<u>\$ 1,268,621</u>

TOWN OF BEAUSEJOUR
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2018

SCHEDULE 1

	General Capital Assets				Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	
Cost									2017
Opening costs	1,826,791	5,300,023	3,561,887	126,807	-	25,919,114	17,484,489	33,031	54,252,142
Additions during the year	89,751	117,432	95,704	26,901		88,594	143,567	114,447	1,117,017
Disposals and write downs	-	-	-	-	-	-	-	(20,833)	(65,207)
Closing costs	1,916,542	5,417,455	3,657,591	153,708	-	26,007,708	17,628,056	126,645	54,907,705
Accumulated Amortization									
Opening accum'd amortization	404,481	2,925,092	2,304,405	125,159	-	20,491,637	7,831,626	-	32,258,435
Amortization	51,919	142,419	147,655	1,625		1,232,200	328,965		1,883,126
Disposals and write downs	-	-	-	-	-	-	-	-	(59,161)
Closing accum'd amortization	456,400	3,067,511	2,452,060	126,784	-	21,723,837	8,160,591	-	34,082,400
Net Book Value of Tangible Capital Assets	1,460,142	2,349,944	1,205,531	26,924	-	4,283,871	9,467,465	126,645	20,169,742

The Town has 35 km of roads that are capitalized at a nominal value of \$624,658.

TOWN OF BEAUSEJOUR
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2018

SCHEDULE 2

	2018 Actual	2017 Actual
Property taxes:		
Municipal taxes levied (Schedule 11)	\$ 2,790,818	\$ 2,820,705
Taxes added	54,019	45,545
	<u>2,844,837</u>	<u>2,866,250</u>
Grants in lieu of taxation:		
Federal government	2,732	2,460
Federal government enterprises	3,231	3,057
Provincial government	56,367	54,680
Provincial government enterprises	76,468	74,717
	<u>138,798</u>	<u>134,914</u>
User fees		
Sales of service	333,078	365,642
Sales of goods	54,750	65,587
Rentals	10,701	21,966
Development charges	-	-
Facility use fees	331,768	338,452
	<u>730,297</u>	<u>791,647</u>
Permits, licences and fines		
Permits	-	-
Licences	1,630	1,255
Fines	4,095	5,358
	<u>5,725</u>	<u>6,613</u>
Investment income:		
Cash and temporary investments	92,266	50,954
	<u>92,266</u>	<u>50,954</u>
Other revenue:		
Gain on sale of tangible capital assets	-	30,121
Gain on sale of real estate held for sale	-	235,483
Miscellaneous	40,108	412
Penalties and interest	39,908	40,370
	<u>80,016</u>	<u>306,386</u>
Water and sewer services (Schedule 8)	<u>713,109</u>	<u>758,754</u>
Grants - Province of Manitoba		
Municipal operating grants	543,351	532,544
Municipal program grants	164,465	361,386
Conditional grants	120,731	123,472
	<u>828,547</u>	<u>1,017,402</u>
Grants - other		
Federal government - gas tax funding	176,863	170,874
Other local governments	116,633	186,103
	<u>293,496</u>	<u>356,977</u>
Total revenue	<u><u>5,727,091</u></u>	<u><u>6,289,897</u></u>

TOWN OF BEAUSEJOUR
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2018

SCHEDULE 3

	2018 Actual	2017 Actual
General government services:		
Legislative	\$ 91,430	\$ 86,350
General administrative	463,008	428,968
Other	155,643	170,380
	<u>710,081</u>	<u>685,698</u>
Protective services:		
Police	471,892	532,101
Fire	140,599	226,770
Emergency measures	25,845	25,765
Other	74,267	73,290
	<u>712,603</u>	<u>857,926</u>
Transportation services:		
Road transport		
Administration and engineering	-	-
Road and street maintenance	1,897,993	1,958,374
Sidewalk and boulevard maintenance	121,836	219,273
Street lighting	60,588	55,549
Other	81,311	74,803
	<u>2,161,728</u>	<u>2,307,999</u>
Environmental health services:		
Waste collection and disposal	224,566	219,935
Recycling	106,591	99,634
	<u>331,157</u>	<u>319,569</u>
Public health and welfare services:		
Public health	7,744	5,547
Social assistance	7,273	7,273
	<u>15,017</u>	<u>12,820</u>
Regional planning and development		
Planning and zoning	89,469	84,641
Beautification and land rehabilitation	23,453	16,179
Urban area weed control	31,881	38,417
Other	911	982
	<u>145,714</u>	<u>140,219</u>
Resource conservation and industrial development		
Regional development	99,415	147,131
Other	3,100	600
	<u>102,515</u>	<u>147,731</u>
Recreation and cultural services:		
Administration	178,951	198,656
Community centers and halls	708,262	695,946
Swimming pools and beaches	90,637	97,076
Parks and playgrounds	51,958	66,002
Other recreational facilities	14,923	13,899
Museums	7,139	7,218
Libraries	100,555	93,213
	<u>1,152,425</u>	<u>1,172,010</u>
Water and sewer services (Schedule 8)	<u>912,358</u>	<u>974,962</u>
Total expenses	<u><u>6,243,598</u></u>	<u><u>6,618,934</u></u>

TOWN OF BEAUSEJOUR

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2018

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
REVENUE										
Property taxes	\$ 2,595,692	\$ 2,534,555	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	138,798	134,914	-	-	-	-	-	-	-	-
User fees	71,796	67,260	32,644	43,815	58,623	60,655	32,465	32,416	5,750	4,580
Grants - other	176,863	170,874	-	-	19,500	59,021	-	-	-	-
Permits, licences and fines	5,725	6,613	-	-	-	-	-	-	-	-
Investment income	77,480	45,626	-	-	-	-	-	-	-	-
Other revenue	80,016	276,265	-	-	-	30,121	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	707,816	893,930	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	-	-	-	-	-	106,098	101,574	-	-
Total revenue	\$ 3,854,186	\$ 4,130,037	\$ 32,644	\$ 43,815	\$ 78,123	\$ 149,797	\$ 138,563	\$ 133,990	\$ 5,750	\$ 4,580
EXPENSES										
Personnel services	\$ 387,988	\$ 333,527	\$ 133,832	\$ 162,428	\$ 510,010	\$ 509,804	\$ 19,004	\$ 14,699	\$ 1,219	\$ 568
Contract services	169,686	183,631	526,055	626,440	73,648	158,933	308,668	301,644	7,423	7,508
Utilities	17,101	17,805	1,540	7,716	86,508	84,200	-	-	-	-
Maintenance materials and supplies	40,155	58,778	15,137	25,145	142,176	212,306	3,144	2,874	-	164
Grants and contributions	36,800	28,595	-	-	-	-	-	-	-	-
Amortization	1,582	1,251	35,810	35,929	1,314,371	1,300,385	-	-	-	-
Interest on long term debt	-	-	-	-	34,751	42,299	-	-	-	-
Bad debts	11,633	6,986	-	-	-	-	-	-	-	-
Other	45,136	55,125	229	268	264	72	341	352	6,375	4,580
Total expenses	\$ 710,081	\$ 685,698	\$ 712,603	\$ 857,926	\$ 2,161,728	\$ 2,307,999	\$ 331,157	\$ 319,569	\$ 15,017	\$ 12,820
Surplus (Deficit)	\$ 3,144,105	\$ 3,444,339	\$ (679,959)	\$ (814,111)	\$ (2,083,605)	\$ (2,158,202)	\$ (192,594)	\$ (185,579)	\$ (9,267)	\$ (8,240)

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

SCHEDULE 4

TOWN OF BEAUSEJOUR
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2018

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2018	2017	2018	2017	2018	2017	2018	2017	
REVENUE									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 249,145	\$ 331,695	\$ 2,844,837
Grants in lieu of taxation	-	-	-	-	-	-	-	-	138,798
User fees	52,396	42,568	17,163	32,522	459,460	507,831	-	-	730,297
Grants - other	19,044	22,530	20,000	50,430	58,089	54,122	-	-	293,496
Permits, licences and fines	-	-	-	-	-	-	-	-	5,725
Investment income	-	-	-	-	-	-	14,786	5,328	92,266
Other revenue	-	-	-	-	-	-	-	-	80,016
Water and sewer	-	-	-	-	-	-	713,109	758,754	713,109
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	707,816
Prov of MB - Conditional Grants	-	-	-	-	14,633	21,898	-	-	120,731
Total revenue	\$ 71,440	\$ 65,098	\$ 37,163	\$ 82,952	\$ 532,182	\$ 583,851	\$ 977,040	\$ 1,095,777	\$ 5,727,091
									\$ 6,289,897
EXPENSES									
Personnel services	\$ 74,301	\$ 62,753		\$ 39,257	\$ 472,129	\$ 514,722	\$ 257,458	\$ 262,303	\$ 1,855,941
Contract services	29,595	23,248	67,256	21,139	88,332	85,731	58,357	84,547	1,329,020
Utilities	95	491	785	546	123,396	124,634	56,022	54,553	285,447
Maintenance materials and supplies	20,250	28,544	12,070	48,563	161,375	182,192	128,339	151,259	522,646
Grants and contributions	18,839	22,611	20,119	34,023	59,981	31,354	-	-	135,739
Amortization	2,604	2,525	937	2,940	220,514	205,664	328,965	334,432	1,904,783
Interest on long term debt	-	-	-	-	17,152	17,182	78,094	83,395	129,997
Bad debts	-	-	-	-	-	-	-	-	11,633
Other	30	47	1,348	1,263	9,546	10,531	5,123	4,473	68,392
Total expenses	\$ 145,714	\$ 140,219	\$ 102,515	\$ 147,731	\$ 1,152,425	\$ 1,172,010	\$ 912,358	\$ 974,962	\$ 6,243,598
Surplus (Deficit)	\$ (74,274)	\$ (75,121)	\$ (65,352)	\$ (64,779)	\$ (620,243)	\$ (588,159)	\$ 64,682	\$ 120,815	\$ (516,507)
									\$ (329,037)

TOWN OF BEAUSEJOUR

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2018

	Core Government		Controlled Entities		Government Partnerships		Total	
	2018	2017	2018	2017	2018	2017	2018	2017
REVENUE								
Property taxes	\$ 2,844,837	\$ 2,866,250	\$ -	\$ -	\$ -	\$ -	\$ 2,844,837	\$ 2,866,250
Grants in lieu of taxation	138,798	134,914	-	-	-	-	138,798	134,914
User fees	634,170	674,160	-	-	96,127	117,487	730,297	791,647
Grants - other	176,863	170,874	-	-	116,633	186,103	293,496	356,977
Permits, licences and fines	5,725	6,613	-	-	-	-	5,725	6,613
Investment income	92,266	50,954	-	-	-	-	92,266	50,954
Other revenue	62,269	301,727	-	-	17,747	4,659	80,016	306,386
Water and sewer	713,109	758,754	-	-	-	-	713,109	758,754
Prov of MB - Unconditional Grants	707,816	893,930	-	-	-	-	707,816	893,930
Prov of MB - Conditional Grants	120,731	123,472	-	-	-	-	120,731	123,472
Total revenue	\$ 5,496,584	\$ 5,981,648	\$ -	\$ -	\$ 230,507	\$ 308,249	\$ 5,727,091	\$ 6,289,897
EXPENSES								
Personnel services	\$ 1,715,725	\$ 1,724,131	-	\$ -	\$ 140,216	\$ 175,930	\$ 1,855,941	\$ 1,900,061
Contract services	1,250,058	1,458,195	-	-	78,962	34,626	1,329,020	1,492,821
Utilities	278,364	284,785	-	-	7,083	5,160	285,447	289,945
Maintenance materials and supplies	472,866	624,860	-	-	49,780	84,965	522,646	709,825
Grants and contributions	183,662	180,640	-	-	(47,923)	(64,057)	135,739	116,583
Amortization	1,878,803	1,859,313	-	-	25,980	23,813	1,904,783	1,883,126
Interest on long term debt	129,997	142,876	-	-	-	-	129,997	142,876
Bad debts	11,633	6,986	-	-	-	-	11,633	6,986
Other	66,274	74,854	-	-	2,118	1,857	68,392	76,711
Total expenses	\$ 5,987,382	\$ 6,356,640	\$ -	\$ -	\$ 256,216	\$ 262,294	\$ 6,243,598	\$ 6,618,934
Surplus (Deficit)	\$ (490,798)	\$ (374,992)	\$ -	\$ -	\$ (25,709)	\$ 45,955	\$ (516,507)	\$ (329,037)

TOWN OF BEAUSEJOUR
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
Year Ended December 31, 2018

SCHEDULE 6

	2018										2017
	General	Replacement	Special Community Facilities	Fire Fighting Equipment	Civic Building	Street Infrastructure	Dedication Fees	Gas Tax	Utility	Total	Total
REVENUE											
Investment income	\$ 6,607	\$ 756	\$ 930	\$ 4,280	\$ 4,569	\$ 3,843	\$ 1,602	\$ 1,683	\$ 14,786	\$ 39,056	\$ 18,159
Other income	-	-	-	-	-	-	-	-	-	-	-
Total revenue	6,607	756	930	4,280	4,569	3,843	1,602	1,683	14,786	39,056	18,159
EXPENSES											
Investment charges	-	-	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-	-
NET REVENUES	6,607	756	930	4,280	4,569	3,843	1,602	1,683	14,786	39,056	18,159
TRANSFERS											
Transfers to general operating fund	(37,000)		(22,000)	(27,500)		(54,250)	-	(63,250)	-	(204,000)	(441,145)
Transfers from general operating fund	15,000	46,595	33,500	25,000	10,000	25,000	-	176,863	-	331,958	386,399
Transfers to utility operating fund	-	-	-	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-	89,442	89,442	306,230
CHANGE IN RESERVE FUND BALANCES	(15,393)	47,351	12,430	1,780	14,569	(25,407)	1,602	115,296	104,228	256,456	269,643
FUND SURPLUS, BEGINNING OF YEAR	392,195	19,268	56,869	265,155	273,821	219,755	97,618	7,608	890,495	2,222,784	1,953,141
FUND SURPLUS, END OF YEAR	\$ 376,802	\$ 66,619	\$ 69,299	\$ 266,935	\$ 288,390	\$ 194,348	\$ 99,220	\$ 122,904	\$ 994,723	\$ 2,479,240	\$ 2,222,784

TOWN OF BEAUSEJOUR
SCHEDULE OF FINANCIAL POSITION FOR UTILITY OPERATING FUND
DECEMBER 31, 2018

SCHEDULE 7

	2018	2017
FINANCIAL ASSETS		
Amounts receivable	\$ 164,930	\$ 179,232
Due from other funds	234,236	241,715
	<u>\$ 399,166</u>	<u>\$ 420,947</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 63,823	\$ 260,710
Deferred revenue	-	-
Long-term debt (Note 7)	2,010,942	2,156,794
Due to other funds	-	-
	<u>2,074,765</u>	<u>2,417,504</u>
(NET DEBT)	<u>\$(1,675,599)</u>	<u>\$(1,996,557)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 9,467,465	\$ 9,652,863
Inventories	70,914	79,432
	<u>9,538,379</u>	<u>9,732,295</u>
FUND SURPLUS	<u>\$ 7,862,780</u>	<u>\$ 7,735,738</u>

TOWN OF BEAUSEJOUR
 SCHEDULE OF UTILITY OPERATIONS
 For the year ended December 31, 2018

SCHEDULE 8

	Budget	2018	2017
REVENUE			
Water			
Water fees	\$ 349,650	\$ 337,963	\$ 340,544
sub-total- water	349,650	337,963	340,544
Sewer			
Sewer fees	217,500	214,724	215,536
sub-total- sewer	217,500	214,724	215,536
Property taxes	249,145	249,145	331,695
Government transfers			
Operating	-	-	-
Capital	-		43,197
sub-total - government transfers	-	-	43,197
Other			
Hydrant rentals	25,200	25,200	25,200
Connection charges	1,000	560	640
Penalties	3,500	2,718	3,187
Other income	131,000	131,943	130,450
sub-total- other	160,700	160,421	159,477
Total revenue	976,995	962,253	1,090,449

TOWN OF BEAUSEJOUR
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the year ended December 31, 2018

SCHEDULE 8

	<u>Budget</u>	<u>2018</u>	<u>2017</u>
EXPENSES			
General			
Administration	179,000	185,056	204,389
Billing and collection	14,000	1,422	449
sub-total- general	<u>193,000</u>	<u>186,478</u>	<u>204,838</u>
Water General			
Purification and treatment	82,950	97,543	68,780
Transmission and distribution	145,850	108,931	153,340
Connection costs	5,000	314	-
sub-total- water general	<u>233,800</u>	<u>206,788</u>	<u>222,120</u>
Water Amortization & Interest			
Amortization	100,403	100,403	101,563
Interest on long term debt	1,563	1,563	1,901
sub-total- water amortization & interest	<u>101,966</u>	<u>101,966</u>	<u>103,464</u>
Sewer General			
Collection system costs	90,800	50,161	46,555
Treatment and disposal cost	48,500	33,722	53,759
Connection costs	-	-	-
Lift Station costs	36,750	28,148	29,862
sub-total- sewer general	<u>176,050</u>	<u>112,031</u>	<u>130,176</u>
Sewage Amortization & Interest			
Amortization	228,562	228,562	232,869
Interest on long term debt	76,531	76,531	81,495
sub-total- sewer amortization & interest	<u>305,093</u>	<u>305,093</u>	<u>314,364</u>
Total expenses	<u>1,009,909</u>	<u>912,356</u>	<u>974,962</u>
NET OPERATING (DEFICIT) SURPLUS	(32,914)	49,897	115,487
TRANSFERS			
Transfers from (to) operating fund	-	166,587	10,292
Transfers from (to) reserve fund	189,800	(89,442)	(306,230)
CHANGE IN UTILITY FUND BALANCE	<u>\$ 156,886</u>	127,042	(180,451)
FUND SURPLUS, BEGINNING OF YEAR		<u>7,735,738</u>	<u>7,916,189</u>
FUND SURPLUS, END OF YEAR		<u>\$ 7,862,780</u>	<u>\$ 7,735,738</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
Year Ended December 31, 2018

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 2,600,799	\$ 249,145	\$ -	\$ -	\$ -	-	\$ 2,849,944
Grants in lieu of taxation	138,672	-	-	-	-	-	138,672
User fees	608,200	-	-	-	-	-	608,200
Permits, licences and fines	6,400	-	-	-	-	-	6,400
Investment income	30,000	-	-	-	-	-	30,000
Other revenue	180,500	-	-	-	-	-	180,500
Water and sewer	-	727,850	-	-	-	-	727,850
Grants - Province of Manitoba	770,000	-	-	-	-	-	770,000
Grants - other	176,863	-	-	-	-	-	176,863
Transfers from accumulated surplus	-	-	-	-	-	-	-
Transfers from reserves	205,000	215,000	-	-	(420,000)	-	-
Total revenue	\$ 4,716,434	\$ 1,191,995	\$ -	\$ -	\$ (420,000)	\$ -	\$ 5,488,429
EXPENSES							
General government services	\$ 652,325	\$ -	\$ 1,582	\$ 45,000	\$ 1,773	-	\$ 700,680
Protective services	752,550	-	35,810	-	-	-	788,360
Transportation services	838,850	-	1,295,790	34,751	-	-	2,169,391
Environmental health services	326,000	-	-	-	-	-	326,000
Public health and welfare services	20,550	-	-	-	-	-	20,550
Regional planning and development	74,900	-	-	-	-	-	74,900
Resource cons and industrial dev	36,000	-	600	-	-	-	36,600
Recreation and cultural services	930,300	-	216,055	17,152	-	-	1,163,507
Water and sewer services	-	602,850	328,965	78,093	-	-	1,009,908
Fiscal services:							
Transfer to capital	425,500	340,000	-	-	(765,500)	-	-
Debt charges	185,323	223,945	-	(409,268)	-	-	-
Short term interest	45,000	-	-	(45,000)	-	-	-
Transfer to reserves	427,363	25,200	-	-	(452,563)	-	-
Allowance for tax assets	1,773	-	-	-	(1,773)	-	-
Total expenses	\$ 4,716,434	\$ 1,191,995	\$ 1,878,802	\$ (279,272)	\$ (1,218,063)	\$ -	\$ 6,289,896
Surplus (Deficit)	\$ -	\$ -	\$ (1,878,802)	\$ 279,272	\$ 798,063	\$ -	\$ (801,467)

TOWN OF BEAUSEJOUR
ANALYSIS OF TAXES ON ROLL
Year Ended December 31, 2018

SCHEDULE 10

	<u>2018</u>	<u>2017</u>
Balance, beginning of year	<u>\$ 292,014</u>	<u>\$ 268,012</u>
Add:		
Tax levy (Schedule 11)	5,009,311	5,069,243
Taxes added (Schedule 2)	54,019	45,545
Penalties or interest (Schedule 2)	39,908	40,370
Other accounts added	14,296	15,888
Taxes overpaid	<u>6,379</u>	<u>12,736</u>
Sub-total	<u>5,123,913</u>	<u>5,183,782</u>
Deduct:		
Cash collections - current	4,101,845	4,080,415
Cash collections - arrears	253,465	289,260
Writeoffs	11,633	19,407
E.P.T.C. - cash advance	<u>765,800</u>	<u>770,698</u>
Sub-total	<u>5,132,743</u>	<u>5,159,780</u>
Balance, end of year	<u><u>\$ 283,184</u></u>	<u><u>\$ 292,014</u></u>

TOWN OF BEAUSEJOUR
ANALYSIS OF TAX LEVY
Year Ended December 31, 2018

SCHEDULE 11

	2018			2017
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Frontage			\$ 18,861	\$ 27,774
L.I.D.	Various	Various	53,942	54,468
At Large	Various	Various	320,104	390,920
Reserves:				
General	150,957,620	0.095%	14,341	19,239
Replacement	150,957,620	0.125%	42,872	19,239
Special Community Facilities	150,957,620	0.158%	23,851	11,697
Fire Fighting Equipment	150,957,620	0.158%	23,851	28,781
Civic Building	150,957,620	0.064%	9,661	9,696
Street Infrastructure	150,957,620	0.158%	23,851	9,696
Utility	150,957,620	0.159%	24,002	26,626
General Municipal	150,957,620	12.414%	1,873,990	1,863,641
Special levies:				
Sanitation and waste removal	176,571,570	0.622%	109,828	108,007
Parcel			206,830	205,824
Minister of Intergovernmental Affairs	150,957,620	0.297%	44,834	45,096
Total municipal taxes (Schedule 2)			2,790,818	2,820,707
Education support levy	22,388,150	9.700%	218,732	222,465
Special levy:				
Sunrise	144,439,240	13.845%	1,999,761	2,026,074
Total education taxes			2,218,493	2,248,539
Total tax levy (Schedule 10)			\$ 5,009,311	\$ 5,069,245

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the year ended December 31, 2018

	2018 Actual	2017 Actual
General government services:		
Legislative	\$ 91,430	\$ 86,350
General administrative	463,008	428,968
Other	155,643	170,380
	<u>710,081</u>	<u>685,698</u>
Protective services:		
Police	471,892	532,101
Fire	140,599	226,770
Emergency measures	25,845	25,765
Other	74,267	73,291
	<u>712,603</u>	<u>857,927</u>
Transportation services:		
Road transport		
Administration and engineering	-	-
Road and street maintenance	1,897,993	1,958,374
Sidewalk and boulevard maintenance	121,836	219,273
Street lighting	60,588	55,549
Other	11,184	11,308
	<u>2,091,601</u>	<u>2,244,504</u>
Environmental health services:		
Waste collection and disposal	224,566	219,935
Recycling	106,591	99,634
	<u>331,157</u>	<u>319,569</u>
Public health and welfare services:		
Public health	7,744	5,547
Social assistance	7,273	7,273
	<u>15,017</u>	<u>12,820</u>
Regional planning and development		
Planning and zoning	48,129	44,402
Beautification and land rehabilitation	23,453	16,179
Urban area weed control	8,567	16,783
	<u>80,149</u>	<u>77,364</u>
Resource conservation and industrial development		
Regional development	42,659	71,130
Tourism	-	-
Other	3,100	600
	<u>45,759</u>	<u>71,730</u>
Recreation and cultural services:		
Administration	178,952	198,656
Community centers and halls	708,262	695,946
Swimming pools and beaches	90,637	97,076
Parks and playgrounds	51,958	66,002
Other recreational facilities	14,923	13,899
Museums	7,139	7,218
Libraries	36,788	33,274
	<u>1,088,659</u>	<u>1,112,071</u>
Total expenses	<u><u>5,075,026</u></u>	<u><u>5,381,683</u></u>

TOWN OF BEAUSEJOUR

RECONCILIATION OF ANNUAL (DEFICIT) SURPLUS

December 31, 2018

SCHEDULE 13

	2018		2017	
	General	Utility	Total	Total
TOWN NET SURPLUS UNDER THE MUNICIPAL ACT	\$ 198,820	\$ -	\$ 198,820	\$ (25,106)
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	331,958	89,442	421,400	692,629
Eliminate revenue - transfers from reserves	(204,000)	-	(204,000)	(441,145)
Increase revenue - reserve funds interest	39,055	-	39,055	18,159
Increase (Decrease) revenue - Net surplus (deficit) of consolidated entities	(25,709)	-	(25,709)	45,955
Increase revenue - gain on sale of tangible capital assets	-	-	-	25,462
Increase expense - amortization of tangible capital assets	(1,549,838)	(328,965)	(1,878,803)	(1,859,313)
Decrease expense - principal portion of debenture debt	133,418	145,853	279,271	347,832
Eliminate expense - acquisitions of tangible capital assets	509,892	143,567	653,459	866,490
ANNUAL SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ (566,404)	\$ 49,897	\$ (516,507)	\$ (329,037)