

CITY OF DAUPHIN

**Consolidated Financial Statements
For the Year Ended December 31, 2019**

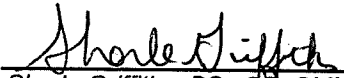
STATEMENT OF RESPONSIBILITY


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

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

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

MNP LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's Report is addressed to the 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 Municipality in accordance with Canadian public sector accounting standards.



Sharla Griffiths, BSc  CMMA
City Manager, City of Dauphin

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of Council of the
City of Dauphin

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of the City of Dauphin, which comprise the consolidated statement of financial position as at December 31, 2019, and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City of Dauphin as at December 31, 2019, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for 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 Consolidated Financial Statements section of our report. We are independent of the City of Dauphin in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

Those charged with governance are responsible for overseeing the City of Dauphin's financial reporting process.

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

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

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.

INDEPENDENT AUDITOR'S REPORT

- 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 City of Dauphin'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 City of Dauphin'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 City of Dauphin to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We 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.

June 22, 2020
Brandon, Manitoba

MNP LLP

Chartered Professional Accountants

CITY OF DAUPHIN

Consolidated Financial Statements

For the Year Ended December 31, 2019

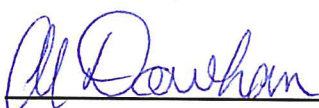
Consolidated Statement of Financial Position	6
Consolidated Statement of Operations	7
Consolidated Statement of Change in Net Financial Assets	8
Consolidated Statement of Cash Flows	9
Notes to the Consolidated Financial Statements	10
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	20
Schedule 2 - Consolidated Schedule of Revenues	21
Schedule 3 - Consolidated Schedule of Expenses	22
Schedule 4 - Consolidated Statement of Operations by Program	23
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	25
Schedule 6 - Schedule of Change in Reserve Fund Balances	26
Schedule 7 - Schedule of L.U.D. Operations	28
Schedule 8 - Schedule of Financial Position for Utility	29
Schedule 9 - Schedule of Utility Operations	30
Schedule 10 - Reconciliation of the Financial Plan to the Budget	32
Schedule 11 - Analysis of Taxes on Roll	33
Schedule 12 - Analysis of Tax Levy	34
Schedule 13 - Schedule of General Operating Fund Expenses	35
Schedule 14 - Reconciliation of Annual Surplus	36

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2019

	<u>2019</u>	<u>2018</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 12,075,525	\$ 10,590,705
Amounts receivable (Note 4)	1,835,563	1,550,913
Portfolio investments (Note 5)	255,178	233,289
Loans and advances	36,223	36,002
Inventories for resale (Note 6)	55,915	44,221
	<u>\$ 14,258,404</u>	<u>\$ 12,455,130</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	\$ 2,597,717	\$ 1,737,931
Severance and sick leave payable	406,941	489,047
Unearned revenue	273,674	172,294
Landfill closure and post closure liabilities (Note 8)	317,543	302,089
Long-term debt (Note 9)	906,699	952,235
	<u>\$ 4,502,574</u>	<u>\$ 3,653,596</u>
NET FINANCIAL ASSETS	<u>\$ 9,755,830</u>	<u>\$ 8,801,534</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 47,812,168	\$ 48,069,049
Inventories for use (Note 6)	234,734	211,102
Prepaid expenses	172,058	146,632
	<u>48,218,960</u>	<u>48,426,783</u>
ACCUMULATED SURPLUS (Note 14)	<u>\$ 57,974,790</u>	<u>\$ 57,228,317</u>

COMMITMENTS AND CONTINGENCIES (NOTE 10)

Approved on behalf of Council:



Al Dowhan - Mayor



Kerri Riehl - Deputy Mayor

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

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF OPERATIONS
Year Ended December 31, 2019

	2019 Budget (Note 13)	2019 Actual	2018 Actual
REVENUE			
Property taxes	\$ 6,101,375	\$ 6,127,599	\$ 6,060,920
Grants in lieu of taxation	402,606	402,827	391,171
User fees	2,070,035	1,919,990	1,856,599
Grants - Province of Manitoba	1,972,948	2,017,669	1,924,395
Grants - other	1,294,662	1,306,321	820,086
Permits, licences and fines	208,742	204,275	184,956
Investment income	87,316	376,641	312,461
Other revenue	481,731	600,430	358,694
Water and sewer	4,088,450	2,929,218	3,011,973
Total revenue (Schedules 2, 4 and 5)	16,707,865	15,884,970	14,921,255
EXPENSES			
General government services	1,356,496	1,317,740	1,302,157
Protective services	2,941,089	2,854,362	2,841,895
Transportation services	3,002,179	2,839,922	2,865,550
Environmental health services	911,860	942,062	914,059
Public health and welfare services	111,045	99,640	115,307
Regional planning and development	161,888	190,318	170,303
Resource conservation and industrial development	684,257	576,198	518,060
Recreation and cultural services	3,282,832	3,287,429	3,252,543
Water and sewer services	3,117,505	3,107,127	3,009,588
Total expenses (Schedules 3, 4 and 5)	15,569,151	15,214,798	14,989,462
ANNUAL SURPLUS (DEFICIT)	\$ 1,138,714	670,172	(68,207)
ADJUSTMENT FOR CHANGE IN PARTNERSHIP INTEREST (Note 12)		76,301	(158,789)
ACCUMULATED SURPLUS, BEGINNING OF YEAR		57,228,317	57,455,313
ACCUMULATED SURPLUS, END OF YEAR		\$ 57,974,790	\$ 57,228,317

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

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
Year Ended December 31, 2019

	<u>2019 Budget (Note 13)</u>	<u>2019 Actual</u>	<u>2018 Actual</u>
ANNUAL SURPLUS (DEFICIT)	\$ 1,138,714	\$ 670,172	\$ (68,207)
Acquisition of tangible capital assets	(5,112,369)	(2,387,789)	(2,035,637)
Amortization of tangible capital assets	2,676,061	2,676,061	2,712,280
Adjustment for change in percentage of partnership (Note 12)	-	1,697	(3,074)
Loss (Gain) on sale of tangible capital assets	-	(63,787)	43,100
Proceeds on sale of tangible capital assets	-	107,000	24,743
Decrease (increase) in inventories for use	-	(23,632)	(59)
Decrease (increase) in prepaid expense	-	(25,426)	24,719
	<u>(2,436,308)</u>	<u>284,124</u>	<u>766,072</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ (1,297,594)</u>	954,296	697,865
NET FINANCIAL ASSETS, BEGINNING OF YEAR		8,801,534	8,103,669
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 9,755,830</u>	<u>\$ 8,801,534</u>

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

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF CASH FLOWS
Year Ended December 31, 2019

	<u>2019</u>	<u>2018</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 670,172	\$ (68,207)
Changes in non-cash items:		
Amounts receivable	(284,650)	132,396
Inventories	(35,326)	(4,543)
Prepays	(25,426)	24,719
Accounts payable and accrued liabilities	859,786	(758,397)
Severance and sick leave payable	(82,106)	37,865
Unearned revenue	101,380	(15,805)
Landfill closure and post closure liabilities	15,454	14,671
Loss (Gain) on sale of tangible capital asset	(63,787)	43,100
Amortization	<u>2,676,061</u>	<u>2,712,280</u>
Cash provided by operating transactions	<u>3,831,558</u>	<u>2,118,079</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	107,000	24,743
Cash used to acquire tangible capital assets	<u>(2,387,789)</u>	<u>(2,035,637)</u>
Cash applied to capital transactions	<u>(2,280,789)</u>	<u>(2,010,894)</u>
INVESTING TRANSACTIONS		
Adjustment for change in percentage of partnerships (Note 12)	1,697	(3,074)
Loans and advances repaid (advanced)	(221)	1,146
Redemption (Purchase) of portfolio investments	<u>(21,889)</u>	<u>21,205</u>
Cash provided by (applied to) investing transactions	<u>(20,413)</u>	<u>19,277</u>
FINANCING TRANSACTIONS		
Debt repayment to 3rd party	<u>(45,536)</u>	<u>(43,610)</u>
INCREASE IN CASH AND TEMPORARY INVESTMENTS	1,484,820	82,852
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>10,590,705</u>	<u>10,507,853</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 12,075,525</u></u>	<u><u>\$ 10,590,705</u></u>

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

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2019

1. Status of the City of Dauphin

The incorporated City of Dauphin ("the City") is a municipal government that was created in 1998 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 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 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 City of Dauphin does not have any controlled organizations.

The City 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 for on a proportionate consolidation basis whereby the City'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:

Riverside Cemetery Board (2019 - 50%)(2018 - 50%)
Parkland Regional Library Service (2019 - 21.16%)(2018 - 21.28%)
Dauphin Public Library (2019 - 77.98%)(2018 - 77.98%)
Dauphin Regional Airport Authority Inc. (2019 - 78.46%)(2018 - 77.98%)
Dauphin Recreation Services (2019 - 78.46%)(2018 - 77.98%)

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 Municipality held no funds in trust on December 31, 2019.

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.

2. Significant Accounting Policies (continued)

e) Real Estate Properties Held for Sale

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

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

f) Landfill Closure and Post Closure Liabilities

The estimated 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	Indefinite
Land Improvements	10 to 100 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 to 10 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	50 years
Buildings	25 to 40 years
Underground networks	40 to 75 years
Machinery and equipment	10 to 20 years
Dams and other surface water structures	40 to 60 years

Certain assets which have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

2. Significant Accounting Policies (continued)

i) Leases

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

j) Inventories

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

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

k) Revenue Recognition

Revenues are recognized as they are earned and measurable.

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

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

l) Measurement Uncertainty

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts 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.

m) Recent Accounting Pronouncements

Portfolio Investments (PS 3041)

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

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

This Section is effective in the same period PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation and PS 3450 are adopted. PS 1201, PS 2601 and PS 3450 are to be adopted together and are effective for fiscal years beginning on or after April 1, 2019. Early adoption is permitted.

2. Significant Accounting Policies (continued)

m) Recent Accounting Pronouncements (continued)

Financial Instruments (PS 3450)

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

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

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

In September 2015, the effective date for governments was extended by three years. PS 3450 is effective for fiscal years beginning on or after April 1, 2019. In the period that a public sector entity applies PS 3450, it also applies PS 1201, PS 2601 and PS 3041. Early adoption is permitted.

Asset Retirement Obligations, Proposed Section (PS 3280)

The Public Sector Accounting Board (PSAB) issued this Exposure Draft (ED) in March 2017 to propose a new Section on asset retirement obligations (ARO liabilities) and withdraw PS 3270 Solid Waste Landfill Closure and Post-Closure Liability. The main features of this ED include the following:

- ARO liabilities represent a legal obligation associated with the retirement of a tangible capital asset.
- Asset retirement costs increase the carrying amount of the related tangible capital asset and are expensed in a rational and systematic manner.
- Asset retirement costs are expensed when they are associated with an asset that is no longer in productive use.
- Subsequent measurement of the ARO liability results in either a change in the carrying amount of the related tangible capital asset or an expense. The accounting treatment depends on the nature of the remeasurement and whether the asset remains in productive use.
- ARO liabilities include costs directly attributable to retirement activities, such as post-retirement operation, maintenance and monitoring.
- The best method to estimate the liability is often a present value technique.

The section is proposed to be effective for fiscal years beginning on or after April 1, 2021. Earlier adoption is permitted.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	2019	2018
Cash	\$ 3,558,777	\$ 2,322,096
Temporary Investments	8,516,748	8,268,609
	<u>\$ 12,075,525</u>	<u>\$ 10,590,705</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The City has designated \$10,057,722 (2018 - \$9,113,671) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances. Included in the reserve is cash of \$10,042,913 (2018 - \$8,590,895).

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	2019	2018
Taxes on roll (Schedule 11)	\$ 677,843	\$ 610,316
Grants in lieu	-	-
Government grants	125,874	196,035
Utility customers	340,521	345,663
Accrued interest	73,705	77,539
Organizations and individuals	625,892	289,756
Other governments	100,677	128,956
	<u>1,944,512</u>	<u>1,648,265</u>
Less allowances for doubtful amounts	<u>(108,949)</u>	<u>(97,352)</u>
	<u>\$ 1,835,563</u>	<u>\$ 1,550,913</u>

The City of Dauphin encourages property owners to prepay property taxes by using an electronic funds transfer program. As at December 31, 2019, the City was in receipt of \$248,481 (2018 - \$223,325) in prepaid property taxes. The Taxes on Roll balance outstanding on December 31, 2019 and 2018 is net of these credits.

5. Portfolio Investments

	2019	2018
Marketable securities:		
- Toronto Dominion Mutual Funds	\$ 253,848	\$ 232,075
Term Deposit	-	-
Other investments	1,330	1,214
	<u>\$ 255,178</u>	<u>\$ 233,289</u>

The aggregate market value of the marketable securities at December 31, 2019 is \$253,848 (2018 - \$232,075). Portfolio investments earned investment income of \$29,116 during the year and incurred an investment loss in 2018 of \$5,968.

6. Inventories

Inventories for sale:

	2019	2018
Food and beverages	\$ 11,730	\$ 11,126
Fuel (Airport)	44,185	33,095
	<u>\$ 55,915</u>	<u>\$ 44,221</u>

Inventories for use:

Chemicals	30,195	22,978
Pipes and water supplies	154,222	138,117
Aggregate and other	50,317	50,007
	<u>\$ 234,734</u>	<u>\$ 211,102</u>

7. Accounts Payable and Accrued Liabilities

	2019	2018
Accounts payable and accrued expenses	\$ 1,831,907	\$ 944,265
Accrued interest payable	3,362	3,533
School levies	207,039	178,672
Other governments	555,409	611,461
	<u>\$ 2,597,717</u>	<u>\$ 1,737,931</u>

8. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

The Municipality is currently operating a Class 1 landfill site in the RM of Dauphin. 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.

In 2014, a new landfill study was conducted as part of the Provincial Licensing requirements. This study also estimated the remaining capacity of the landfill and revised the annual estimates of waste entering the landfill. It was determined that the remaining capacity available was less than previously estimated; however, due to new landfill practices and a reduction in waste, the estimated useful life of the landfill has actually increased by 10 years. As a result of these revised estimates, the landfill is not expected to reach capacity until 2039.

	2019	2018
Estimated closure and post closure costs over the next 31 years	\$ 910,275	\$ 910,275
Discount rate	3.75%	3.75%
Discounted costs	\$ 407,341	\$ 392,618
Expected year capacity will be reached	2039	2039
Capacity (tonnes):		
Used to date	962,771	950,261
Remaining	272,262	284,772
Total	<u>1,235,033</u>	<u>1,235,033</u>
Percent utilized	77.96%	76.94%
Liability based on percentage	\$ 317,543	\$ 302,089

9. Long-Term Debt

	2019	2018
General Authority:		
Debenture, interest at 4.75%, payable at \$3,614 annually including interest, maturing December, 2031	\$ 32,489	\$ 34,466
Utility Funds:		
Debenture, interest at 4.75%, payable at \$29,447 annually including interest, maturing December, 2031	264,714	280,822
Debenture, interest at 4.75%, payable at \$5,780 annually including interest, maturing December, 2031	51,962	55,124
Debenture, interest at 4.125%, payable at \$27,365 annually including interest, maturing December, 2035	315,948	329,712
Debenture, interest at 4.125%, payable at \$20,925 annually including interest, maturing December, 2035	241,586	252,111
	<u>\$ 874,210</u>	<u>\$ 917,769</u>
	<u>\$ 906,699</u>	<u>\$ 952,235</u>

9. Long-Term Debt (continued)

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

2020	47,547
2021	49,647
2022	51,841
2023	54,133
2024	56,525
Subsequent years	647,006
	<u>\$ 906,699</u>

Schedule of Debenture Pending

Authority	Purpose	Amount Authorized
None Pending		\$ -

10. Commitments and Contingencies

Royal Canadian Mounted Police and the Government of Canada

On April 1, 2012, the City of Dauphin entered into an agreement with the Government of Canada for the purpose of obtaining municipal policing services. The contract expires in March 2032 and can be terminated on any March 31 anniversary date with two years notice. Under the terms of the contract, the annual costs incurred by the RCMP for the policing services they provide will be cost shared between the City of Dauphin and the Province of Manitoba on a 70/30 basis. The City's cost of policing related services that were provided by the RCMP in 2019 totalled \$1,797,546 (2018 - \$1,788,334).

Ottenbreit Sanitation Services (2002) Ltd.

In September 2016, the City of Dauphin has negotiated a non-exclusive 10 year contract with Ottenbreit Sanitation Services (2002) Ltd. for the collection, processing and sale of residential recyclables. Annual charges under the contract are determined by recycling weights collected and the number of containers in service. Recycling charges under the contract in 2019 were \$217,147 (2018 - \$176,564).

Gold Business Solutions

Beginning November 1, 2017, the City of Dauphin entered into a five (5) year photocopier contract with Gold Business Solutions. The contract with Gold Business Solutions is for the lease, service and maintenance of four (4) Kyocera photocopiers at various City of Dauphin locations. Annual lease charges under this contract are fixed at \$5,478 while service and maintenance charges are determined by the number of prints produced. Copier charges under the contract in 2019 were \$9,999 (2018 - \$9,849).

11. Retirement Benefits

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

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees are expected to be \$578,482 (2018 - \$598,243) 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, 2018 indicated the plan was 101.3% funded on a going concern basis and had an unfunded solvency liability of \$229.8 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, 2018.

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.

12. Adjustment for Change in Partnership Interest

The City of Dauphin has formed various partnerships with other municipal governments for the purpose of providing its residents with a variety of programs in a cost effective manner. For some of these programs, the funding allocation between different municipal governments is largely based on current populations and therefore any population changes specific to any one municipal region could have an effect on the overall funding allocation and a municipality's partnership interest. On January 1, 2019, the City of Dauphin's funding responsibility and partnership interests were adjusted as follows:

- Parkland Regional Library Service - 21.16% from 21.28%
- Dauphin Regional Airport Authority Inc. - 78.46% from 77.98%
- Dauphin Recreation Services - 78.46% from 77.98%

As per Chartered Professional Accountants of Canada Handbook section PS3060.40, a change in circumstances affecting a government's interest in a partnership is accounted for prospectively. The change in partnership interest that occurred on January 1, 2019 has been adjusted to accumulated surplus and the prior year figures have not been restated.

13. Budget

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

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

14. Accumulated Surplus

	2019	2018
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	540,463	540,463
Utility operating fund - Nominal surplus	39,511	48,349
Debenture pending included in nominal surplus	-	-
TCA tax sale properties included in nominal surplus	(71,329)	(53,429)
TCA net of related borrowings	34,922,297	34,781,150
Landfill closure & post closure liability	(317,543)	(302,089)
Reserve fund surplus	10,057,722	9,113,671
Reserve Fund borrowed to General Fund	-	-
Accumulated surplus of municipality unconsolidated	45,171,121	44,128,115
Accumulated surpluses of consolidated entities	12,803,669	13,100,202
Accumulated surplus per Consolidated Statement of Financial Position	\$ 57,974,790	\$ 57,228,317

15. Public Sector Compensation Disclosure

It is a requirement of the *Public Sector Compensation Disclosure Act* that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$75,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2019:

- a) Compensation paid to members of council amounted to \$123,441 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

	Compensation	Expenses	Total
Mayor Allen Dowhan	\$ 32,583	\$ 4,322	\$ 36,905
Deputy Mayor Katherine Bellemare	17,425	3,942	21,367
Councillor Patti Eilers	14,668	1,502	16,170
Councillor Rodney Juba	15,644	5,391	21,035
Councillor Christian Laughland	13,197	427	13,624
Councillor Kerri Riehl	15,168	4,547	19,715
Councillor Devin Shtykalo	14,756	4,625	19,381
	\$ 123,441	\$ 24,756	\$ 148,197

15. Public Sector Compensation Disclosure (continued)

c) The following officers and employees received compensation in excess of \$75,000:

Name	Position	Amount
Cameron Abrey	Fire Chief	\$ 94,580
Darrell Aitken	Engineering Technologist	\$ 77,316
Bill Brenner	Director of PW & Operations	\$ 116,191
Scott Carr	Director of Finance	\$ 101,645
David Derkach	Building Inspector	\$ 84,943
Terry Genik	Public Works Foreman	\$ 91,049
Sharla Griffiths	City Manager	\$ 122,036
Jeff Hume	Utility Foreman	\$ 84,060
Jeff Weselowski	Utility Foreman - Const. & Maint.	\$ 90,254

16. Subsequent Events

The City of Dauphin has been notified that due to new regulations for wastewater treatment, an upgrade is required to their wastewater treatment facility. Current costs are estimated to be approximately \$13,000,000. The City is currently working with Federal and Provincial partners to obtain grants to cover a portion of the costs; however, as of the date on these statements, no funding has been secured. It is expected that this regulation change will have a significant impact on the City of Dauphin Utility rates. Upgrades to the wastewater treatment facility are expected in the near future.

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

17. Trust Funds

The City of Dauphin does not currently administer any trusts.

18. Segmented Information

The City of Dauphin provides a wide range of services to its residents.

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

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

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

19. 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:

	2019	2018
Financial Position		
Financial Assets	\$ 1,343,633	\$ 1,150,436
Liabilities	\$ 526,397	\$ 385,898
Net financial assets	\$ 817,236	\$ 764,538
Non-financial assets	\$ 11,986,433	\$ 12,346,473
Accumulated surplus	\$ 12,803,669	\$ 13,111,011
Result of Operations		
Revenue	\$ 1,467,657	\$ 1,469,380
Expenses	\$ 1,840,491	\$ 1,922,709
Annual deficit	\$ (372,834)	\$ (453,329)

20. Public Utilities Board

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

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

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

The following table provides historical information on capital grants for tangible or contributed capital assets with a remaining Net Book Value.

Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Water Treatment Plant	\$ 3,007,100	\$ -	\$ 150,355	\$ 2,856,745
Industrial Park Water	174,959	-	5,496	169,463
Hydrant upgrades	555,361	-	17,492	537,869
Water meter upgrades	342,753	-	65,986	276,767
Aqueduct upgrades	282,355	-	7,861	274,494
Aqueduct upgrades	48,003	-	1,345	46,658
Brown Reservoir	237,010	-	34,266	202,744
	<u>\$ 4,647,541</u>	<u>\$ -</u>	<u>\$ 282,801</u>	<u>\$ 4,364,740</u>

Sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Lagoon Cell 1 Upgrades	\$ 120,250	\$ -	\$ 3,250	\$ 117,000
Lagoon Cell 2 Upgrades	138,604	-	3,648	134,956
Lagoon Cell 6 Upgrades	247,004	-	6,333	240,671
Low Pressure Sewer	93,047	-	1,861	91,186
South End Sewer Upgrades	49,755	-	859	48,896
South End Sewer Upgrades	705,435	-	11,973	693,462
	<u>\$ 1,354,095</u>	<u>\$ -</u>	<u>\$ 27,924</u>	<u>\$ 1,326,171</u>

23. Financial Instruments

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

CITY OF DAUPHIN

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Year Ended December 31, 2019

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	2019	2018
Cost										
Opening costs	\$ 7,417,379	\$ 20,422,916	\$ 9,620,215	\$ 277,219	\$ -	\$ 36,178,412	\$ 31,039,259	\$ -	\$ 104,955,400	\$ 103,504,387
Additions during the year	257,279	87,233	588,194	-	314,741	415,530	592,630	132,182	\$ 2,387,789	2,035,637
Change in ownership percentage	28,115	94,913	11,448	(9)	-	6,319	-	-	\$ 140,786	(282,941)
Disposals and write downs	(28,927)		(323,504)	(123)	-	(247,387)	(142)	-	\$ (600,083)	(301,683)
Closing costs	\$ 7,673,846	\$ 20,605,062	\$ 9,896,353	\$ 277,087	\$ 314,741	\$ 36,352,874	\$ 31,631,747	\$ 132,182	\$ 106,883,892	\$ 104,955,400
Accumulated Amortization										
Opening accum'd amortization	1,680,818	10,012,931	5,709,675	266,865	-	22,765,500	16,450,562	-	\$ 56,886,351	54,535,137
Amortization	117,468	444,787	510,695	6,162	-	814,111	782,838	-	\$ 2,676,061	2,712,280
Change in ownership percentage	8,425	46,518	8,192	(6)	-	3,053	-	-	\$ 66,182	(127,226)
Disposals and write downs	-		(321,847)	(123)	-	(234,758)	(142)	-	\$ (556,870)	(233,840)
Closing accum'd amortization	\$ 1,806,711	\$ 10,504,236	\$ 5,906,715	\$ 272,898	\$ -	\$ 23,347,906	\$ 17,233,258	\$ -	\$ 59,071,724	\$ 56,886,351
Net Book Value of Tangible Capital Assets	\$ 5,867,135	\$ 10,100,826	\$ 3,989,638	\$ 4,189	\$ 314,741	\$ 13,004,968	\$ 14,398,489	\$ 132,182	\$ 47,812,168	\$ 48,069,049

CITY OF DAUPHIN
CONSOLIDATED SCHEDULE OF REVENUES
Year Ended December 31, 2019

SCHEDULE 2

	2019 Actual	2018 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 6,036,375	\$ 5,795,935
Taxes added	91,224	264,985
	<u>6,127,599</u>	<u>6,060,920</u>
Grants in lieu of taxation:		
Federal government	42,748	41,697
Provincial government	344,357	335,190
Other municipal governments	15,722	14,284
	<u>402,827</u>	<u>391,171</u>
User fees		
Parking meters	-	-
Sales of service	1,426,763	1,330,002
Sales of goods	232,102	263,260
Rentals	255,134	257,736
Development charges	5,991	5,601
	<u>1,919,990</u>	<u>1,856,599</u>
Grants - Province of Manitoba		
Municipal operating grants	1,584,935	1,437,832
Other unconditional grants	-	-
Conditional grants	432,734	486,563
	<u>2,017,669</u>	<u>1,924,395</u>
Grants - other		
Federal government - gas tax funding	897,720	466,824
Federal government - other	83,669	54,027
Other municipal governments	324,932	299,235
	<u>1,306,321</u>	<u>820,086</u>
Permits, licences and fines		
Permits	55,152	42,360
Licences	103,005	99,005
Fines	46,118	43,591
	<u>204,275</u>	<u>184,956</u>
Investment income:		
Cash and temporary investments	349,513	308,722
Marketable securities	21,774	1,620
Customer charges	5,354	2,119
	<u>376,641</u>	<u>312,461</u>
Other revenue:		
Gain on sale of tangible capital assets	63,787	-
Insurance and other rebates	91,880	56,478
Donations	259,307	111,979
Expenses recovered	53,517	55,771
Penalties and interest	121,117	116,377
Other	10,822	18,089
	<u>600,430</u>	<u>358,694</u>
Water and sewer (Schedule 9)	<u>2,929,218</u>	<u>3,011,973</u>
Total revenue	<u>\$ 15,884,970</u>	<u>\$ 14,921,255</u>

CONSOLIDATED SCHEDULE OF EXPENSES

Year Ended December 31, 2019

	2019 Actual	2018 Actual
General government services:		
Legislative	\$ 123,441	\$ 95,403
General administrative	824,099	830,463
Other	370,200	376,291
	<u>1,317,740</u>	<u>1,302,157</u>
Protective services:		
Police	1,955,721	1,972,164
Fire	677,737	659,625
Emergency measures	8,476	5,338
Other protection	212,428	204,768
	<u>2,854,362</u>	<u>2,841,895</u>
Transportation services:		
Road transport		
Administration and engineering	541,736	489,465
Road and street maintenance	706,075	734,309
Bridge maintenance	1,623	1,826
Sidewalk and boulevard maintenance	142,340	119,944
Street lighting	167,990	171,637
Other	867,134	918,909
Air transport	413,024	429,460
	<u>2,839,922</u>	<u>2,865,550</u>
Environmental health services:		
Waste collection and disposal	718,575	731,605
Recycling	223,487	182,454
	<u>942,062</u>	<u>914,059</u>
Public health and welfare services:		
Public health	65,891	81,558
Social assistance	33,749	33,749
	<u>99,640</u>	<u>115,307</u>
Regional planning and development		
Planning and zoning	4,720	4,913
Beautification and land rehabilitation	155,915	148,560
Urban area weed control	7,705	2,857
Other	21,978	13,973
	<u>190,318</u>	<u>170,303</u>
Resource conservation and industrial development		
Veterinary services	10,778	10,778
Tourism	96,657	114,946
Other	468,763	392,336
	<u>576,198</u>	<u>518,060</u>
Recreation and cultural services:		
Community centers and halls	51,088	44,089
Other recreational facilities	2,858,693	2,839,245
Museums	49,578	48,720
Libraries	328,070	320,489
	<u>3,287,429</u>	<u>3,252,543</u>
Water and sewer services (Schedule 9)	<u>3,107,127</u>	<u>3,009,588</u>
Total expenses	<u>\$ 15,214,798</u>	<u>\$ 14,989,462</u>

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

Year Ended December 31, 2019

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE										
Property taxes	\$ 6,127,599	\$ 6,060,920	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	402,827	391,171	-	-	-	-	-	-	-	-
User fees	230,575	232,626	286,771	133,479	251,107	360,290	375,961	361,979	69,138	61,658
Prov of MB - Unconditional Grants	645,145	1,437,832	939,790	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	-	2,936	5,051	6,558	114,312	224,378	189,476	-	-
Grants - other	902,617	473,358	-	-	47,893	38,605	-	-	-	-
Permits, licences and fines	112,744	110,984	88,360	70,021	-	-	-	-	-	-
Investment income	335,586	292,977	-	-	10,922	10,126	-	-	29,116	8,171
Other revenue	212,111	206,961	119,349	42,408	76,899	8,121	14,000	14,000	1,246	678
Water and sewer	-	-	-	-	-	-	-	-	-	-
Total revenue	\$ 8,969,204	\$ 9,206,829	\$ 1,437,206	\$ 250,959	\$ 393,379	\$ 531,454	\$ 614,339	\$ 565,455	\$ 99,500	\$ 70,507
EXPENSES										
Personnel services	\$ 628,339	\$ 654,932	\$ 603,368	\$ 621,172	\$ 1,015,260	\$ 956,299	\$ 234,937	\$ 240,242	\$ 38,373	\$ 39,762
Contract services	119,335	124,228	1,761,186	1,756,668	295,908	361,606	260,695	212,155	39,903	40,186
Utilities	54,363	58,600	40,849	38,865	209,788	218,328	8,566	10,027	2,408	2,159
Maintenance materials & supplies	136,254	77,366	136,720	120,758	556,713	528,879	10,580	14,308	6,777	7,456
Grants and contributions	34,607	28,261	-	-	20,369	14,046	64,546	62,591	-	-
Amortization	105,358	112,965	118,283	121,851	1,147,715	1,147,015	80,882	99,873	11,405	10,975
Interest on long term debt	-	-	-	-	-	-	-	-	-	-
Other	239,484	245,805	193,956	182,581	(405,831)	(360,623)	281,856	274,863	774	14,769
Total expenses	\$ 1,317,740	\$ 1,302,157	\$ 2,854,362	\$ 2,841,895	\$ 2,839,922	\$ 2,865,550	\$ 942,062	\$ 914,059	\$ 99,640	\$ 115,307
Surplus (Deficit)	\$ 7,651,464	\$ 7,904,672	\$ (1,417,156)	\$ (2,590,936)	\$ (2,446,543)	\$ (2,334,096)	\$ (327,723)	\$ (348,604)	\$ (140)	\$ (44,800)

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

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

Year Ended December 31, 2019

SCHEDULE 4

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total
	2019	2018	2019	2018	2019	2018	2019	2018	
REVENUE									
Property taxes	\$	-	\$	-	\$	-	\$	-	\$ 6,060,920
Grants in lieu of taxation	-	-	-	-	-	-	-	-	391,171
User fees	-	-	10,000	10,000	696,438	696,567	-	-	1,856,599
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	1,437,832
Prov of MB - Conditional Grants	49,970	28,082	5,958	7,500	142,934	142,142	-	-	486,563
Grants - other	-	-	78,772	46,153	277,039	261,970	-	-	820,086
Permits, licences and fines	-	-	-	-	3,171	3,951	-	-	184,956
Investment income	-	-	-	-	1,017	1,187	-	-	312,461
Other revenue	706	1,589	7,540	31,780	168,579	53,157	-	-	358,694
Water and sewer	-	-	-	-	-	-	2,929,218	3,011,973	3,011,973
Total revenue	\$ 50,676	\$ 29,671	\$ 102,270	\$ 95,433	\$ 1,289,178	\$ 1,158,974	\$ 2,929,218	\$ 3,011,973	\$ 14,921,255
EXPENSES									
Personnel services	\$ 14,331	\$ 13,078	\$ 186,946	\$ 198,374	\$ 1,571,581	\$ 1,555,115	\$ 978,503	\$ 983,847	\$ 5,262,821
Contract services	138,751	122,561	19,213	31,217	246,419	206,492	289,174	222,363	3,077,476
Utilities	-	-	4,788	5,457	287,388	273,667	122,113	133,333	740,436
Maintenance materials & supplies	3,511	7,998	2,116	2,790	356,254	327,609	663,539	645,336	1,732,500
Grants and contributions	26,879	22,617	10,778	10,778	379,583	424,971	-	-	563,264
Amortization	-	-	27,720	25,577	401,859	411,178	782,839	782,846	2,712,280
Interest on long term debt	-	-	1,629	1,719	-	-	39,795	41,638	43,357
Other	6,846	4,049	323,008	242,148	44,345	53,511	231,164	200,225	857,328
Total expenses	\$ 190,318	\$ 170,303	\$ 576,198	\$ 518,060	\$ 3,287,429	\$ 3,252,543	\$ 3,107,127	\$ 3,009,588	\$ 14,989,462
Surplus (Deficit)	\$ (139,642)	\$ (140,632)	\$ (473,928)	\$ (422,627)	\$ (1,998,251)	\$ (2,093,569)	\$ (177,909)	\$ 2,385	\$ (68,207)

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
Year Ended December 31, 2019

	Core Government		Controlled Entities		Government Partnerships		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
REVENUE								
Property taxes	\$ 6,127,599	\$ 6,060,920	\$ -	\$ -	\$ -	\$ -	\$ 6,127,599	\$ 6,060,920
Grants in lieu of taxation	402,827	391,171	-	-	-	-	402,827	391,171
User fees	1,012,755	910,855	-	-	-	945,744	1,919,990	1,856,599
Prov of MB - Unconditional Grants	1,584,935	1,437,832	-	-	-	-	1,584,935	1,437,832
Prov of MB - Conditional Grants	287,917	342,549	-	-	-	144,014	432,734	486,563
Grants - other	981,389	520,851	-	-	-	299,235	1,306,321	820,086
Permits, licences and fines	201,104	181,005	-	-	-	3,951	204,275	184,956
Investment income	335,586	292,977	-	-	-	19,484	376,641	312,461
Other revenue	553,983	301,742	-	-	-	56,952	600,430	358,694
Water and sewer	2,929,218	3,011,973	-	-	-	-	2,929,218	3,011,973
Total revenue	\$ 14,417,313	\$ 13,451,875	\$ -	\$ -	\$ 1,467,657	\$ 1,469,380	\$ 15,884,970	\$ 14,921,255
EXPENSES								
Personnel services	\$ 3,563,678	\$ 3,564,305	-	\$ -	\$ 1,707,960	\$ 1,698,516	\$ 5,271,638	\$ 5,262,821
Contract services	2,912,595	2,862,148	-	-	257,989	215,328	3,170,584	3,077,476
Utilities	428,574	451,890	-	-	301,689	288,546	730,263	740,436
Maintenance materials and supplies	1,404,259	1,275,177	-	-	468,205	457,323	1,872,464	1,732,500
Grants and contributions	2,022,199	1,923,681	-	3,846	(1,485,437)	(1,364,263)	536,762	563,264
Amortization	2,157,676	2,179,985	-	-	518,385	532,295	2,676,061	2,712,280
Interest on long term debt	41,424	43,357	-	-	-	-	41,424	43,357
Other	843,902	762,364	-	-	71,700	94,964	915,602	857,328
Total expenses	\$ 13,374,307	\$ 13,062,907	\$ -	\$ 3,846	\$ 1,840,491	\$ 1,922,709	\$ 15,214,798	\$ 14,989,462
Surplus (Deficit)	\$ 1,043,006	\$ 388,968	\$ -	\$ (3,846)	\$ (372,834)	\$ (453,329)	\$ 670,172	\$ (68,207)

CITY OF DAUPHIN

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
Year Ended December 31, 2019

SCHEDULE 6

	2019						
	General Reserve	Machinery Reserve	Fire Reserve	Public Land Reserve	Civic Bldgs Reserve	Gas Tax Reserve	Watson Arts Reserve
REVENUE							
Investment income	\$ 114,987	\$ 14,745	\$ 19,683	\$ 2,550	\$ 13,348	\$ 30,935	\$ 830
TRANSFERS							
Transfers from general operating fund	432,768	250,000	75,000	-	100,000	897,720	5,289
Transfers to general operating fund	(37,868)	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(115,719)	(28,688)	(219,050)	-	(183,355)	(412,467)	-
CHANGE IN RESERVE FUND BALANCES	394,168	236,057	(124,367)	2,550	(70,007)	516,188	6,119
FUND SURPLUS, BEGINNING OF YEAR	3,847,173	478,852	639,211	82,811	433,477	1,004,619	26,950
FUND SURPLUS, END OF YEAR	\$ 4,241,341	\$ 714,909	\$ 514,844	\$ 85,361	\$ 363,470	\$ 1,520,807	\$ 33,069

CITY OF DAUPHIN

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
Year Ended December 31, 2019

SCHEDULE 6

	Recreation Reserve	Special Events Reserve	Snow & Ice Reserve	Enviro. Stewardship Reserve	Water & Sewer Reserve	2019 Total	2018 Total
REVENUE							
Investment income	\$ 18,972	\$ -	\$ 3,543	\$ 12,341	\$ 40,507	\$ 272,441	\$ 241,272
TRANSFERS							
Transfers from general operating fund	50,000	-	-	59,614	-	1,870,391	1,351,510
Transfers to general operating fund	-	-	-	-	-	(37,868)	(18,968)
Transfers from utility operating fund	-	-	-	-	50,000	50,000	306,151
Transfers to utility operating fund	-	-	-	-	-	-	(11,868)
Transfers from reserve fund	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	(90,586)	(161,048)	(1,210,913)	(1,150,130)
CHANGE IN RESERVE FUND BALANCES	68,972	-	3,543	(18,631)	(70,541)	944,051	717,967
FUND SURPLUS, BEGINNING OF YEAR	601,928	-	115,057	422,190	1,461,403	9,113,671	8,395,704
FUND SURPLUS, END OF YEAR	<u>\$ 670,900</u>	<u>\$ -</u>	<u>\$ 118,600</u>	<u>\$ 403,559</u>	<u>\$ 1,390,862</u>	<u>\$ 10,057,722</u>	<u>\$ 9,113,671</u>

CITY OF DAUPHIN

SCHEDULE 7

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2019

	2019 Budget	2019 Actual	2018 Actual
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
Expenses			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	-	-	-
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	-	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		-	-

SCHEDULE OF FINANCIAL POSITION FOR UTILITY

Year Ended December 31, 2019

	2019	2018
FINANCIAL ASSETS		
Amounts receivable	\$ 340,521	\$ 360,576
LIABILITIES		
Accounts payable and accrued liabilities	\$ 352,320	\$ 217,008
Long-term debt (Note 9)	874,210	917,769
Other	159,010	295,038
	\$ 1,385,540	\$ 1,429,815
NET DEBT	\$ (1,045,019)	\$ (1,069,239)
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 14,530,671	\$ 14,588,696
Inventories for use	184,417	161,095
Prepaid expenses	25,901	38,723
	14,740,989	14,788,514
FUND SURPLUS	\$ 13,695,970	\$ 13,719,275

COMMITMENTS AND CONTINGENCIES (Note 10)

CITY OF DAUPHIN
 SCHEDULE OF UTILITY OPERATIONS
 For the Year Ended December 31, 2019

SCHEDULE 9

	Budget	2019	2018
REVENUE			
Water			
Water fees	\$ 1,760,000	\$ 1,722,789	\$ 1,761,425
Bulk Water fees	45,000	38,962	43,280
sub-total- water	1,805,000	1,761,751	1,804,705
Sewer			
Sewer fees	480,500	450,659	461,607
Lagoon tipping fees	-	17,430	17,080
sub-total- sewer	480,500	468,089	478,687
Property taxes	-	-	-
Government transfers			
Province of Manitoba	1,103,000	5,917	11,868
Other			
Hydrant rentals	2,000	2,000	2,000
Connection charges	24,000	19,925	22,050
Installation service	145,000	145,228	204,023
Penalties	6,750	6,480	6,961
Administration fees	477,000	475,678	476,494
Gain (loss) on disposal of assets	-	-	-
Other income	45,200	44,150	5,185
sub-total- other	699,950	693,461	716,713
Total revenue	\$ 4,088,450	\$ 2,929,218	\$ 3,011,973

CITY OF DAUPHIN
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2018

SCHEDULE 9

EXPENSES	Budget	2019	2018
General			
Administration	\$ 400,051	\$ 409,215	\$ 393,092
Training costs	26,524	23,978	20,438
Billing and collection	19,390	19,074	18,379
Utilities (telephone, electricity, etc.)	5,100	4,903	5,033
Other	-	-	-
sub-total- general	<u>451,065</u>	<u>457,170</u>	<u>436,942</u>
Water General			
Purification and treatment	750,900	722,295	728,019
Transmission and distribution	378,480	417,995	345,732
Transportation services	62,000	63,993	63,470
Water supply	142,265	137,234	108,950
Connection costs	36,583	36,580	31,214
Other expenses	100,000	80,561	120,920
sub-total- water general	<u>1,470,228</u>	<u>1,458,658</u>	<u>1,398,305</u>
Water Amortization & Interest			
Amortization	548,390	548,390	548,402
Capital Expenditure	-	-	-
Interest on long term debt	39,958	39,795	41,638
sub-total- water amortization & interest	<u>588,348</u>	<u>588,185</u>	<u>590,040</u>
Sewer General			
Collection system costs	136,390	139,074	127,822
Treatment and disposal cost	171,125	154,231	159,124
Lift Station costs	65,900	75,360	62,911
sub-total- sewer general	<u>373,415</u>	<u>368,665</u>	<u>349,857</u>
Sewage Amortization & Interest			
Amortization	234,449	234,449	234,444
Capital Expenditure	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>234,449</u>	<u>234,449</u>	<u>234,444</u>
Total expenses	<u>3,117,505</u>	<u>3,107,127</u>	<u>3,009,588</u>
NET OPERATING SURPLUS (DEFICIT)	970,945	(177,909)	2,385
TRANSFERS			
Eliminating PSAB entries	9,884	8,329	14,644
Transfers from general operating	35,227	35,227	35,227
Transfers from (to) reserve funds	<u>(50,000)</u>	<u>111,048</u>	<u>(294,283)</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ 966,056</u>	(23,305)	(242,027)
FUND SURPLUS, BEGINNING OF YEAR		<u>13,719,275</u>	<u>13,961,302</u>
FUND SURPLUS, END OF YEAR		<u>\$ 13,695,970</u>	<u>\$ 13,719,275</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
Year Ended December 31, 2019

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 6,101,375	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,101,375
Grants in lieu of taxation	402,606	-	-	-	-	-	-	402,606
User fees	1,522,164	-	-	-	(375,000)	-	922,871	2,070,035
Grants - Province of Manitoba	1,860,699	-	-	-	-	-	112,249	1,972,948
Grants - other	984,382	-	-	-	-	-	310,280	1,294,662
Permits, licences and fines	205,350	-	-	-	-	-	3,392	208,742
Investment income	55,000	-	-	-	-	-	32,316	87,316
Other revenue	538,373	-	-	-	(75,000)	-	18,358	481,731
Water and sewer	-	4,141,810	-	-	(53,360)	-	-	4,088,450
Transfers from General Fund	-	35,227	-	-	(35,227)	-	-	-
Transfers from reserves	40,000	-	-	-	(40,000)	-	-	-
Total revenue	\$ 11,709,949	\$ 4,177,037	\$ -	\$ -	\$ (578,587)	\$ -	\$ 1,399,466	\$ 16,707,865
EXPENSES								
General government services	\$ 1,292,245	\$ -	\$ 105,358	-	\$ (41,107)	\$ -	\$ -	\$ 1,356,496
Protective services	2,876,166	-	118,283	-	(53,360)	-	-	2,941,089
Transportation services	1,787,766	-	1,147,715	-	(145,415)	-	212,113	3,002,179
Environmental health services	935,524	-	80,882	-	(120,000)	15,454	-	911,860
Public health and welfare services	33,749	-	11,405	-	-	-	65,891	111,045
Regional planning and development	161,888	-	-	-	-	-	-	161,888
Resource cons and industrial dev	654,900	-	27,720	1,637	-	-	-	684,257
Recreation and cultural services	1,785,638	-	401,859	-	20,000	-	1,075,335	3,282,832
Water and sewer services	-	2,338,186	782,839	39,958	(43,478)	-	-	3,117,505
Fiscal services:								
Transfer to Utility	35,227	-	-	-	(35,227)	-	-	-
Transfer to capital	613,135	1,705,334	-	-	(2,318,469)	-	-	-
Debt charges	3,614	83,517	-	(87,131)	-	-	-	-
Transfer to reserves	1,505,097	50,000	-	-	(1,555,097)	-	-	-
Allowance for tax assets	25,000	-	-	-	(25,000)	-	-	-
Total expenses	\$ 11,709,949	\$ 4,177,037	\$ 2,676,061	\$ (45,536)	\$ (4,317,153)	\$ 15,454	\$ 1,353,339	\$ 15,569,151
Surplus (Deficit)	\$ -	\$ -	\$ (2,676,061)	\$ 45,536	\$ 3,738,566	\$ (15,454)	\$ 46,127	\$ 1,138,714

CITY OF DAUPHIN
 ANALYSIS OF TAXES ON ROLL
 Year Ended December 31, 2019

SCHEDULE 11

	2019	2018
Balance, beginning of year	\$ 610,316	\$ 536,082
Add:		
Tax levy (Schedule 12)	11,243,993	10,828,865
Taxes added	91,224	264,986
Penalties or interest	121,117	116,377
Transfers and adjustments	36,833	24,720
Sub-total	11,493,167	11,234,948
Deduct:		
Cash collections - arrears	552,848	467,939
Cash collections - current	9,412,188	9,155,319
Tax sale property acquired	17,901	26,397
Taxes cancelled	17,996	21,243
Tax discounts	-	-
E.P.T.C. - cash advance	1,424,707	1,489,816
Other credits (Soldier Tax Credit)	-	-
Sub-total	11,425,640	11,160,714
Balance, end of year	\$ 677,843	\$ 610,316

CITY OF DAUPHIN
ANALYSIS OF TAX LEVY
Year Ended December 31, 2019

SCHEDULE 12

	2019			2018
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
L.I.D.	356,271,680	0.105	\$ 37,409	\$ 38,699
Other (At Large)	297,207,090	-	\$ -	-
Reserves:				
Equipment Replacement	297,207,090	0.791	\$ 235,091	234,980
Fire Equipment Replacement	297,207,090	0.238	\$ 70,735	71,109
Recreation	297,207,090	0.159	\$ 47,256	47,113
Civic Building	297,207,090	0.317	\$ 94,215	94,226
General Municipal				
At Large	297,207,090	18.724	\$ 5,564,906	5,324,362
Special Levy	-	-	\$ -	-
School Division not rateable property			\$ (33,871)	(35,188)
Business tax			20,634	20,634
Total municipal taxes (Schedule 2)			6,036,375	5,795,935
Education support levy	85,941,340	9.770	839,647	814,102
Special levy:				
Mountain View School Division	277,293,690	15.630	4,334,100	4,183,640
MVSD - not rateable property			33,871	35,188
Total education taxes			5,207,618	5,032,930
Total tax levy (Schedule 11)			\$ 11,243,993	\$ 10,828,865

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2019

	2019 Actual	2018 Actual
General government services:		
Legislative	\$ 123,441	\$ 95,403
General administrative	824,099	830,463
Other	239,842	234,225
Allowance for Tax Assets	25,000	25,255
Amortization	105,358	112,965
	<u>1,317,740</u>	<u>1,298,311</u>
Protective services:		
Police	1,955,721	1,972,164
Fire	559,454	537,774
Emergency measures	8,476	5,338
Other	212,428	204,768
Amortization	118,283	121,851
	<u>2,854,362</u>	<u>2,841,895</u>
Transportation services:		
Road transport		
Administration and engineering	541,736	489,465
Road and street maintenance	706,075	734,309
Bridge maintenance	1,623	1,826
Sidewalk and boulevard maintenance	142,340	119,944
Street lighting	167,990	171,637
Other	(154,958)	(98,024)
Amortization	1,022,092	1,016,933
Air transport	94,560	63,789
	<u>2,521,458</u>	<u>2,499,879</u>
Environmental health services:		
Waste collection and disposal	637,693	631,732
Recycling	223,487	182,454
Amortization	80,882	99,873
	<u>942,062</u>	<u>914,059</u>
Public health and welfare services:		
Public Health	-	-
Social assistance	33,749	33,749
	<u>33,749</u>	<u>33,749</u>
Regional planning and development		
Planning and zoning	4,720	4,913
Beautification and land rehabilitation	155,915	148,560
Urban area weed control	7,705	2,857
Other	21,978	13,973
	<u>190,318</u>	<u>170,303</u>
Resource conservation and industrial development		
Veterinary services	10,778	10,778
Tourism	96,657	114,946
Other	441,043	366,759
Amortization	27,720	25,577
	<u>576,198</u>	<u>518,060</u>
Recreation and cultural services:		
Community centers and halls	45,818	39,380
Other recreational facilities	1,595,854	1,552,962
Museums	49,578	48,720
Libraries	119,542	116,061
Amortization	20,501	19,940
	<u>1,831,293</u>	<u>1,777,063</u>
Total expenses	<u><u>\$ 10,267,180</u></u>	<u><u>\$ 10,053,319</u></u>

CITY OF DAUPHIN

RECONCILIATION OF ANNUAL SURPLUS

December 31, 2019

SCHEDULE 14

	2019		2018	
	General	Utility	Total	Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT				
Adjustments for reporting under public sector accounting standards				
Adjustments resulting in increase to surplus				
Eliminate expense - transfers to reserves	1,870,391	50,000	1,920,391	1,657,660
Eliminate expense - acquisitions of tangible capital assets (excluding tax sale properties)	1,553,788	724,812	2,278,600	1,889,891
Eliminating entries between funds	43,555	(43,555)	-	-
Eliminate expense - principal portion of debenture debt	1,977	43,559	45,536	43,610
Increase revenue - accounting gain (loss) on sale of assets	63,787	-	63,787	(43,100)
Increase revenue - reserve funds interest	272,442	-	272,442	241,272
Adjustments resulting in decrease to surplus				
Increase expense - landfill liability expense	(15,454)	-	(15,454)	(14,671)
Increase expense - amortization of tangible capital assets	(1,374,837)	(782,839)	(2,157,676)	(2,179,985)
Eliminate revenue - transfers from reserves	(1,087,734)	(161,048)	(1,248,782)	(1,180,965)
Eliminate revenue - debenture proceeds	-	-	-	-
Eliminate revenue - proceeds on sale of assets	(107,000)	-	(107,000)	(24,744)
Net Surplus Unconsolidated	\$ 1,220,915	\$ (177,909)	\$ 1,043,006	\$ 388,968
Surplus (Deficit) of Consolidated entities	(372,834)	-	(372,834)	(457,175)
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	\$ 848,081	\$ (177,909)	\$ 670,172	\$ (68,207)

