

**TOWN OF LAC DU BONNET**  
**Consolidated Financial Statements**  
**Year Ended December 31, 2020**

**TOWN OF LAC DU BONNET**  
**Index to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The consolidated financial statements of Town of Lac Du Bonnet have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Town of Lac Du Bonnet's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Audit Committee. The Audit Committee is appointed by the Board and meets periodically with management and the members' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Audit Committee reports to the Board of Directors prior to its approval of the financial statements. The Committee also considers, for review by the Board and approval by the members, the engagement or re-appointment of the external auditors.

The consolidated financial statements have been audited on behalf of the members by Thornton & Co. , in accordance with Canadian generally accepted auditing standards.



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Darcey Wittig, Chief Administrative  
Officer

Lac du Bonnet, MB

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Town of Lac Du Bonnet

*Opinion*

We have audited the consolidated financial statements of Town of Lac Du Bonnet (the organization), which comprise the consolidated statement of financial position as at December 31, 2020, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows 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 organization as at December 31, 2020, and the consolidated results of its operations and 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 Consolidated Financial Statements* section of our report. We are independent of the organization in accordance with 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 PSAS, 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so.

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

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*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 organization'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 organization'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 organization 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.

**TOWN OF LAC DU BONNET**  
**Consolidated Statement of Financial Position**  
**December 31, 2020**

**FINANCIAL ASSETS**

Cash (Note 3)	\$ 4,020,830	\$ 2,400,346
Amounts receivable (Note 4)	253,672	859,010
	<b>4,274,502</b>	<b>3,259,356</b>

**LIABILITIES**

Accounts payable and accrued liabilities (Note 5)	266,049	279,651
Long term debt (Note 6)	1,564,648	1,663,614
	<b>1,830,697</b>	<b>1,943,265</b>

**NET FINANCIAL ASSETS**

	<b>2,443,805</b>	<b>1,316,091</b>
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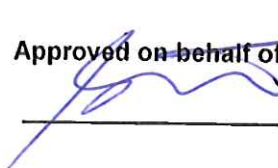
**NON-FINANCIAL ASSETS**

Inventory	413	812
Prepaid expenses	37,895	20,088
Tangible capital assets (Schedule 1)	8,462,634	8,493,498
	<b>8,500,942</b>	<b>8,514,398</b>

**ACCUMULATED SURPLUS**

	<b>\$ 10,944,748</b>	<b>\$ 9,830,490</b>
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Approved on behalf of Council

  
 \_\_\_\_\_ Mayor

  
 \_\_\_\_\_ Councillor

**TOWN OF LAC DU BONNET**  
**Consolidated Statement of Operations and Accumulated Surplus**  
**Year Ended December 31, 2020**

	2020 Budget	2020 Actual	2019 Actual
<b>REVENUE</b>			
Property taxes	\$ 1,188,603	\$ 1,104,768	\$ 1,196,668
Grants in lieu of taxation	185,163	185,106	101,480
User fees	78,350	208,249	90,421
Permits, licences and fines	2,920	3,921	2,811
Investment income	9,200	38,235	46,264
Other revenue	340,050	249,182	27,588
Water and sewer	1,181,245	690,052	598,328
Grants - Province of Manitoba	239,506	332,838	251,161
Grants - other	908,606	978,225	673,980
<b>Total revenue (Schedules 2, 4 and 5)</b>	<b>4,133,643</b>	<b>3,790,576</b>	<b>2,988,701</b>
<b>EXPENSES</b>			
General government services	586,452	641,165	609,375
Protective services	258,443	297,514	248,381
Transportation services	572,144	450,412	521,975
Environmental health services	127,152	257,432	158,217
Public health and welfare services	5,000	5,876	2,106
Regional planning and development	43,000	47,031	83,091
Resource conservation and industrial development	42,000	398	24,964
Recreation and cultural services	204,033	287,213	198,221
Water and sewer services	669,194	689,277	526,118
<b>Total expenses (Schedules 3, 4 and 5)</b>	<b>2,507,418</b>	<b>2,676,318</b>	<b>2,372,448</b>
<b>ANNUAL SURPLUS</b>	<b><u>1,626,225</u></b>	<b>1,114,258</b>	<b>616,253</b>
<b>ACCUMULATED SURPLUS - BEGINNING OF YEAR</b>		<b>9,830,490</b>	<b>9,214,237</b>
<b>ACCUMULATED SURPLUS - END OF YEAR</b>		<b><u>\$ 10,944,748</u></b>	<b><u>\$ 9,830,490</u></b>

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Consolidated Statement of Changes in Net Financial Assets**  
**Year Ended December 31, 2020**

	2020 Budget	2020 Actual	2019 Actual
<b>ANNUAL SURPLUS</b>	\$ 1,626,225	\$ 1,114,258	\$ 616,253
Amortization of tangible capital assets	371,418	383,759	346,309
Purchase of tangible capital assets	(1,888,716)	(352,895)	(1,202,040)
Decrease (increase) in prepaid expenses	-	(17,807)	(3,943)
Decrease (increase) in inventory	-	399	(134)
New Controlled organization (Note 2)	-	-	27,700
	(1,517,298)	13,456	(832,108)
<b>INCREASE (DECREASE) IN NET FINANCIAL ASSETS</b>	108,927	1,127,714	(215,855)
<b>NET FINANCIAL ASSETS - BEGINNING OF YEAR</b>	-	1,316,091	1,531,946
<b>NET FINANCIAL ASSETS - END OF YEAR</b>		\$ 2,443,805	\$ 1,316,091

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Consolidated Statement of Cash Flows**  
**Year Ended December 31, 2020**

	2020	2019
<b>OPERATING ACTIVITIES</b>		
Annual surplus	\$ 1,114,258	\$ 616,253
Item not affecting cash:		
Amortization of tangible assets	383,759	346,309
	<u>1,498,017</u>	<u>962,562</u>
Changes in non-cash working capital:		
Accounts receivable	605,338	(560,794)
Inventory	399	(135)
Accounts payable	(13,602)	77,945
Prepaid expenses	(17,807)	(3,943)
	<u>574,328</u>	<u>(486,927)</u>
Cash flow from operating activities	<u>2,072,345</u>	<u>475,635</u>
<b>INVESTING ACTIVITIES</b>		
Purchase of tangible capital assets	(352,895)	(1,202,040)
Surplus from controlled organization	-	27,700
	<u>(352,895)</u>	<u>(1,174,340)</u>
Cash flow used by investing activities	<u>(352,895)</u>	<u>(1,174,340)</u>
<b>FINANCING ACTIVITY</b>		
Repayment of long term debt	(98,966)	(93,354)
	<u>(98,966)</u>	<u>(93,354)</u>
<b>INCREASE (DECREASE) IN CASH FLOW</b>	<u>1,620,484</u>	<u>(792,059)</u>
Cash - beginning of year	<u>2,400,346</u>	<u>3,192,405</u>
<b>CASH - END OF YEAR</b>	<u>\$ 4,020,830</u>	<u>\$ 2,400,346</u>

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

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1. STATUS OF THE TOWN OF LAC DU BONNET

The incorporated Town of Lac du Bonnet ("the Town") is a town that was formed in 1958 pursuant to The Municipal Act. The Town provides or funds municipal services such as police, fire, public works, planning, airport, 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.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Town. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organization is:

Environmental Options Ltd (consolidated 100%)

The Town has several partnership agreements in place, and as such, consistent with Canadian public sector accounting standards for government partnerships, the following local agencies, boards and commissions are accounted for on a proportionate consolidation basis whereby the 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:

Lac du Bonnet Regional Library Board (consolidated 26%)

Agassiz Weed Control (consolidated 5%)

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. There are no trust funds administered by the Town as of December 31, 2020.

The consolidated financial statements were prepared in accordance with Canadian public sector accounting standards (GAAP) and, in management's opinion, with consideration of materiality and within the framework of the following accounting policies:

Cash and temporary investments

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

Investments

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

Portfolio investments are accounted for at cost.

Real estate properties held for sale

(continues)

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

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 fiscal year end date.

Non-financial assets

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

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

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a straight-line basis at the following rates and methods:

General tangible capital assets

Land		N/A	non-amortizable
Land improvements	10 to 30 years		straight-line method
Buildings and leasehold improvements			
Buildings	25 to 40 years		straight-line method
Leasehold improvements	Life of lease		straight-line method
Vehicle and equipment			
Motor vehicles	5 years		straight-line method
Machinery, equipment and furniture	10 years		straight-line method
Maintenance and road construction equipment	15 years		straight-line method
Computer hardware and software	4 years		straight-line method

Infrastructure assets

Transportation			
Land		N/A	non-amortizable
Road surface	20 to 30 years		straight-line method
Road grade	40 years		straight-line method
Bridges	25 to 50 years		straight-line method
Traffic lights and equipment	10 years		straight-line method
Water and sewer			
Land		N/A	non-amortizable
Land improvements	30 to 50 years		straight-line method
Buildings	25 to 40 years		straight-line method
Underground networks	40 to 60 years		straight-line method
Machinery and equipment	10 to 20 years		straight-line method

*(continues)*

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Dams and other surface water structures 40 to 60 years straight-line method

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.

Leases

Leases are classified as either capital or operating leases. At the time the organization enters into a capital lease, an asset is recorded with its related long-term obligation to reflect the acquisition and financing. Rental payments under operating leases are expensed as incurred.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis. Inventories held for consumption are recorded at the lower of cost and replacement value.

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.

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

Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

3. CASH AND TEMPORARY INVESTMENTS

Cash and temporary investments are comprised of the following:

	2020	2019
Cash	\$ 4,020,830	\$ 2,400,346
Temporary investments	-	-
	\$ 4,020,830	\$ 2,400,346

*(continues)*

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

3. CASH AND TEMPORARY INVESTMENTS *(continued)*

2020                      2019

The town has designated \$3,690,700 (2019 - \$2,129,339) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 - Schedule of Change in Reserve Fund Balances.

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	<u>2020</u>	<u>2019</u>
Taxes on roll (Schedule 1)	\$ 93,461	\$ 119,921
Government grants	12,693	12,251
Utility grants and customers	95,698	618,590
Organizations and individuals	21,045	21,025
Other governments	30,775	92,116
Subtotal	253,672	863,903
Less: Allowance for doubtful amounts	-	(4,893)
	\$ 253,672	\$ 859,010

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2020</u>	<u>2019</u>
Accounts payable	\$ 127,369	\$ 81,950
Accrued expenses	26,053	16,094
Severance and sick leave payable	(9,389)	20,361
Refundable deposits	-	42,251
School levies	122,016	118,995
	\$ 266,049	\$ 279,651

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

6. LONG TERM DEBT

	2020	2019
Province of Manitoba Debenure for Water and Sewer bearing interest at 6.38% per annum, repayable in annual blended payments of \$97,243 maturing December 2028.	\$ 594,997	\$ 650,754
Royal Bank Debenture for Water and Sewer bearing interest at 5.68% per annum, repayable in monthly blended payments of \$4,687 maturing January 2035.	544,367	568,925
Royal Bank Debenture for Water and Sewer bearing interest at 5.05% per annum, repayable in monthly blended payments of \$3,387 maturing November 2035.	425,284	443,935
	1,564,648	1,663,614
Amounts payable within one year	-	-
	<b>\$ 1,564,648</b>	<b>\$ 1,663,614</b>

Principal repayment terms are approximately:

2021	\$ 104,916
2022	111,226
2023	117,918
2024	125,015
2025	132,540
Thereafter	973,033
	<b>\$ 1,564,648</b>

7. 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.

*(continues)*

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

**7. RETIREMENT BENEFITS** *(continued)*

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 Town on behalf of its employees amounted to \$31,376 (2019-\$27,562) 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.

**8. 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.

**9. 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 10 - Reconciliation of the Financial Plan to the Budget.

**10. ACCUMULATED SURPLUS**

Accumulated surplus consists of the following:

	2020	2019
General operating fund - Nominal surplus	\$ (210,247)	\$ (58,323)
Utility operating fund(s) - Nominal surplus	548,144	980,063
TCA net of related borrowings	6,897,986	6,774,101
Reserve funds	3,690,700	2,129,339
Subtotal	10,926,583	9,825,180
Accumulated surpluses of consolidated entities	18,165	5,310

*(continues)*

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

**10. ACCUMULATED SURPLUS** *(continued)*

	2020	2019
Accumulated surplus per Consolidated Statement of Financial Position	<b>\$10,944,748</b>	<b>\$ 9,830,490</b>

**11. 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 Town. For the year ended December 31, 2020:

- a) Compensation paid to members of council amounted to \$54,295 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

	Compensation	Expenses	Total
Mayor - Gordon Peters	\$ 12,875	\$ 456	\$ 13,331
Councillor - Ted Mathers	10,520	313	10,833
Councillor - Keegan Sveinsson	9,320	-	9,320
Councillor - Greg Short	10,955	281	11,236
Councillor - Brian Choptain	9,575	-	9,575
	<b>\$ 53,245</b>	<b>\$ 1,050</b>	<b>\$ 54,295</b>

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

Geoff Blacklin	Public Works Manager	\$96,795
Darcey Wittig	Chief Administrative Officer	\$82,856

**12. SEGMENTED INFORMATION**

The Town of Lac du Bonnet provides a wide range of services to its residents.

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

1. General Government
2. Protective Services
3. Transportation Services
4. Environmental Health
5. Public Health and Welfare Services
6. Regional Planning and Development
7. Resources Conservation and Industrial Development
8. Recreation and Cultural Services
9. Water and Sewer Services

*(continues)*

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

12. SEGMENTED INFORMATION *(continued)*

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.

13. GOVERNMENT PARTNERSHIPS

	2020	2019
<u>Financial Position</u>		
Financial assets	\$ 28,868	\$ 65,396
Liabilities	(752)	(42,448)
Net financial assets (liabilities)	28,116	22,948
Non-financial assets	5,628	6,618
Accumulated surplus	33,744	29,566
<u>Results of Operations</u>		
Revenues	47,478	58,168
Expenses	(40,884)	(61,438)
Annual surplus	6,594	(3,270)
Elimination of revenues/expenses on consolidation	(4,401)	(5,041)
Consolidated annual surplus	2,193	(8,311)
Grand total	\$ 35,937	\$ 21,255

14. COMMITMENTS

The Town has a landfill agreement with Local Government District of Pinawa. Continued participation in the agreement and the per tonne rates are reviewed annually.

15. PUBLIC UTILITIES BOARD

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

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

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

*(continues)*

**TOWN OF LAC DU BONNET**  
**Notes to Consolidated Financial Statements**  
**Year Ended December 31, 2020**

15. PUBLIC UTILITIES BOARD *(continued)*

	Unamortized opening balance	Additions during the year	Amortization during the year	Unamortized balance ending
	Unamortized opening balance	Additions during the year	Amortization during the year	Unamortized balance ending
Watermain renewal	\$ 497,620	\$ -	\$ -	\$ 497,620

16. SUBSEQUENT EVENTS

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

Management is uncertain of the effects of these changes on its financial statements and believes that any disturbance may be temporary; however, there is uncertainty about the length and potential impact of the disturbance.

As a result, we are unable to estimate the potential impact on the organization's operations as at the date of these financial statements.

**Town of Lac du Bonnet**  
**Consolidated Schedule of Tangible Capital Assets**  
**Year Ended December 31, 2020**

(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	2020	2019
<b>Cost</b>										
Opening costs	\$ 666,256	\$ 1,158,210	\$ 1,522,405	\$ 35,582	-	\$ 1,397,210	\$ 8,624,808	\$ -	\$ 13,404,471	\$ 12,202,431
Additions during the year	-	206,701	146,194	-	-	-	-	-	352,895	1,232,957
Disposals and write downs	-	-	-	-	-	-	-	-	-	(30,917)
Closing costs	666,256	1,364,911	1,668,599	35,582	-	1,397,210	8,624,808	-	13,757,366	13,404,471
<b>Accumulated Amortization</b>										
Opening Accum'd amortization	31,104	867,129	1,246,660	34,198	-	565,522	2,166,360	-	4,910,973	4,564,664
Amortization	9,774	34,123	70,601	1,384	-	69,861	198,016	-	383,759	346,309
Disposals and write downs	-	-	-	-	-	-	-	-	-	-
Closing accurn'd amortization	40,878	901,252	1,317,261	35,582	-	635,383	2,364,376	-	5,294,732	4,910,973
<b>Net Book Value of Tangible Capital Assets</b>	<b>\$ 625,378</b>	<b>\$ 463,659</b>	<b>\$ 351,338</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 761,827</b>	<b>\$ 6,260,432</b>	<b>\$ -</b>	<b>\$ 8,462,634</b>	<b>\$ 8,493,498</b>

**TOWN OF LAC DU BONNET**  
**Consolidated Schedule of Revenues**  
**Year Ended December 31, 2020**

*(Schedule 2)*

	2020	2019
<b>Property taxes</b>		
Municipal taxes levied (Schedule 12)	\$ 1,093,352	\$ 1,196,153
Taxes added	11,416	515
	<u>1,104,768</u>	<u>1,196,668</u>
<b>Grants in lieu of taxation</b>		
Federal government enterprises	13,017	8,823
Provincial government	120,302	56,535
Provincial government enterprises	51,787	36,122
	<u>185,106</u>	<u>101,480</u>
<b>User fees</b>		
Sales of service	240,238	75,302
Sales of goods	965	719
Rentals	10,715	14,400
	<u>251,918</u>	<u>90,421</u>
<b>Permits, licenses and fines</b>		
Licenses	490	320
Fines	3,431	2,491
	<u>3,921</u>	<u>2,811</u>
<b>Investment income</b>		
Cash and temporary investments	38,235	46,264
	<u>38,235</u>	<u>46,264</u>
<b>Other revenue</b>		
Penalties and interest	17,532	14,987
Miscellaneous	231,650	12,601
	<u>249,182</u>	<u>27,588</u>
<b>Water and sewer</b>		
Municipal utility (Schedule 9)	690,052	1,100,131
	<u>690,052</u>	<u>1,100,131</u>
<b>Grants - Province of Manitoba</b>		
Municipal operating grants	303,972	237,476
Unconditional grants	-	-
Conditional grants	28,866	13,685
	<u>332,838</u>	<u>251,161</u>
<b>Grants - other</b>		
Federal government - gas tax funding	58,606	116,814
Federal government - other	850,000	708
Other grants	25,950	54,655
	<u>934,556</u>	<u>172,177</u>
	<u>\$ 3,790,576</u>	<u>\$ 2,988,701</u>

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Consolidated Schedule of Expenses**  
**Year Ended December 31, 2020**

*(Schedule 3)*

	2020	2019
<b>General government</b>		
Legislative	\$ 51,559	\$ 56,816
General administrative	370,290	395,554
Other	219,316	157,005
	<u>641,165</u>	<u>609,375</u>
<b>Protective services</b>		
Police	187,243	149,794
Fire	66,452	57,732
Emergency measures	13,568	13,928
Other	30,251	26,927
	<u>297,514</u>	<u>248,381</u>
<b>Transportation services</b>		
Road and street maintenance	303,435	395,023
Sidewalk and boulevard maintenance	7,051	1,851
Street lighting	20,663	17,697
Other	117,253	105,394
Air transport	2,010	2,010
	<u>450,412</u>	<u>521,975</u>
<b>Environmental health</b>		
Waste collection and disposal	93,746	66,482
Recycling	153,439	76,884
Other	10,247	14,851
	<u>257,432</u>	<u>158,217</u>
<b>Public health and welfare services</b>		
Social assistance	876	876
Other	5,000	1,230
	<u>5,876</u>	<u>2,106</u>
<b>Regional planning and development</b>		
Planning and zoning	2,200	48,922
Beautification and land rehabilitation	19,931	9,488
Urban weed control	24,900	24,681
	<u>47,031</u>	<u>83,091</u>
<b>Resources conservation and industrial development</b>		
Regional development	248	15,911
Tourism	150	718
Other	-	8,335
	<u>398</u>	<u>24,964</u>
<b>Recreation and cultural services</b>		
Community centres and halls	9,780	9,904
Swimming pools and beaches	21,355	14,192
Skating and curling rinks	60,035	50,733
Parks and playgrounds	17,991	18,300
Other recreational facilities	107,154	44,421
Museums	1,200	1,311
Libraries	47,259	43,750
Other cultural facilities	22,439	15,610

*(continues)*

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Consolidated Schedule of Expenses** *(continued)*  
**Year Ended December 31, 2020**

**(Schedule 3)**

	<u>287,213</u>	<u>198,221</u>
<b>Water and sewer services</b>		
Municipal utility (Schedule 9)	<u>689,277</u>	<u>526,118</u>
	<u>689,277</u>	<u>526,118</u>
	<u>\$ 2,676,318</u>	<u>\$ 2,372,448</u>

See notes to financial statements

**Town of Lac du Bonnet**  
**Consolidated Statement of Operations by Program**  
**Year Ended December 31, 2020**

(Schedule 4)

	General Government		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
<b>Revenue</b>										
Property taxes	\$ 910,644	\$ 1,002,544	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	185,106	101,480	-	-	-	-	151,848	-	-	-
User fees	46,899	47,203	8,853	-	-	-	58,963	-	-	-
Grants - other	915,339	116,815	-	-	-	-	1,801	-	-	-
Permits, licenses and fines	490	320	3,431	2,491	-	-	-	-	-	-
Investment income	38,235	44,801	-	-	-	-	-	-	-	-
Other revenue	249,182	22,313	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional grants	319,870	239,491	-	-	-	-	-	-	-	-
Prov of MB - Conditional grants	-	-	-	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>2,665,765</b>	<b>1,574,967</b>	<b>12,284</b>	<b>2,491</b>	<b>-</b>	<b>-</b>	<b>153,649</b>	<b>58,963</b>	<b>-</b>	<b>-</b>
<b>Expenses</b>										
Personnel services	246,081	289,407	19,139	19,849	145,499	187,263	62,092	94,353	-	-
Contract services	179,826	216,790	225,490	186,096	62,314	87,379	171,403	51,779	5,000	1,230
Utilities	4,177	9,106	-	-	17,883	14,694	-	694	-	-
Maintenance materials and supplies	117,771	33,584	39,880	29,431	105,453	125,235	7,544	4,525	-	-
Grants and contributions	76,658	14,097	-	-	2,010	2,010	-	-	-	-
Amortization	16,652	15,412	13,005	13,005	117,253	105,394	16,393	6,822	-	-
Interest on long-term debt	-	-	-	-	-	-	-	-	-	-
Other	-	30,999	-	-	-	-	-	44	-	876
<b>Total expenses</b>	<b>641,165</b>	<b>609,375</b>	<b>297,514</b>	<b>248,381</b>	<b>450,412</b>	<b>521,975</b>	<b>257,432</b>	<b>158,217</b>	<b>5,876</b>	<b>2,106</b>
<b>Annual surplus (deficit)</b>	<b>\$ 2,024,600</b>	<b>\$ 965,592</b>	<b>\$ (285,230)</b>	<b>\$ (245,890)</b>	<b>\$ (450,412)</b>	<b>\$ (521,975)</b>	<b>\$ (103,783)</b>	<b>\$ (99,254)</b>	<b>\$ (5,876)</b>	<b>\$ (2,106)</b>

**Town of Lac du Bonnet**  
**Consolidated Statement of Operations by Program**  
 Year Ended December 31, 2020

(Schedule 4)

	Regional Planning and Development		Resource Conservation and Industrial Development		Recreation and Cultural Services		Water and Sewer Services		Total	Total
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
<b>Revenue</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 194,124	\$ 194,124	\$ 1,104,768	\$ 1,196,668
Grants in lieu of taxation	-	-	-	-	-	-	-	-	\$ 185,106	\$ 101,480
User fees	-	21,504	-	-	44,318	4,365	-	-	\$ 251,918	\$ 90,421
Grants - other	-	1,745	-	-	17,416	12,003	-	-	\$ 934,556	\$ 673,980
Permits, licenses and fines	-	-	-	-	-	-	-	-	\$ 3,921	\$ 2,811
Investment income	-	1,153	-	-	-	310	-	-	\$ 38,235	\$ 46,264
Other revenue	-	4,911	-	-	-	364	-	-	\$ 249,182	\$ 27,588
Water and sewer	-	-	-	-	12,968	-	690,052	1,100,131	\$ 690,052	\$ 598,328
Prov of MB - Unconditional grants	-	-	-	-	-	-	-	-	\$ 332,838	\$ 239,491
Prov of MB - Conditional grants	-	-	-	-	-	11,670	-	-	\$ -	\$ 11,670
<b>Total revenue</b>	<b>-</b>	<b>29,313</b>	<b>-</b>	<b>-</b>	<b>74,702</b>	<b>28,712</b>	<b>884,176</b>	<b>1,294,255</b>	<b>\$ 3,790,576</b>	<b>\$ 2,988,701</b>
<b>Expenses</b>										
Personnel services	12,969	21,812	-	-	56,150	46,069	161,273	57,757	703,203	716,510
Contract services	28,592	53,303	375	24,246	46,811	19,080	106,993	109,324	826,804	749,227
Utilities	-	706	-	-	2,691	1,996	-	-	24,751	27,196
Maintenance materials and supplies	4,519	6,184	23	718	20,389	13,459	81,768	68,943	377,347	282,059
Grants and contributions	-	-	-	-	136,390	101,934	-	-	215,058	118,041
Amortization	715	741	-	-	22,439	15,610	198,017	189,324	384,474	346,308
Interest on long-term debt	-	-	-	-	-	-	95,159	100,770	95,159	100,770
Other	236	345	-	-	2,343	73	46,067	-	49,522	32,337
<b>Total expenses</b>	<b>47,031</b>	<b>83,091</b>	<b>398</b>	<b>24,964</b>	<b>287,213</b>	<b>198,221</b>	<b>689,277</b>	<b>526,118</b>	<b>2,676,318</b>	<b>2,372,448</b>
<b>Annual surplus (deficit)</b>	<b>\$ (47,031)</b>	<b>\$ (53,778)</b>	<b>\$ (398)</b>	<b>\$ (24,964)</b>	<b>\$ (212,511)</b>	<b>\$ (169,509)</b>	<b>\$ 194,899</b>	<b>\$ 768,137</b>	<b>\$ 1,114,258</b>	<b>\$ 616,253</b>

**Town of Lac du Bonnet**  
**Consolidated Details and reconciliation to Core Government Results**  
**Year Ended December 31, 2020**

(Schedule 5)

	Core Government		Controlled Entities		Government Partnerships		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Revenue								
Property taxes	\$ 1,104,768	\$ 1,196,668	\$ -	\$ -	\$ -	\$ -	\$ 1,104,768	\$ 1,196,668
Grants in lieu of taxation	185,106	101,480	-	-	-	-	\$ 185,106	\$ 101,480
User fees	144,464	40,657	98,235	23,895	9,219	25,869	\$ 251,918	\$ 90,421
Permits, licenses, and fines	3,921	2,811	-	-	-	-	\$ 3,921	\$ 2,811
Investment income	37,746	44,800	-	-	489	1,464	\$ 38,235	\$ 46,264
Other revenue	243,597	20,220	-	-	5,585	7,368	\$ 249,182	\$ 27,588
Water and Sewer	690,052	1,100,131	-	-	-	-	\$ 690,052	\$ 598,328
Province of MB - Unconditional grants	319,870	239,491	-	-	12,968	-	\$ 332,838	\$ 239,491
Grants - Other	-	-	-	-	-	11,670	\$ -	\$ 11,670
Total revenue	3,644,863	2,911,679	98,235	23,895	47,478	6,756	\$ 3,790,576	\$ 2,988,701

Expenses								
Personnel services	677,092	644,798	-	39,813	26,111	31,899	703,203	716,510
Contract services	715,176	730,373	110,986	1,418	642	17,436	826,804	749,227
Utilities	22,060	24,523	-	695	2,691	1,978	24,751	27,196
Maintenance materials and supplies	369,201	269,869	-	3,402	8,146	8,788	377,347	282,059
Grants and contributions	215,058	118,041	-	-	-	-	215,058	118,041
Amortization	371,418	342,852	12,341	2,770	715	686	384,474	346,308
Interest on long-term debt	95,159	100,770	-	-	-	-	95,159	100,770
Other	46,943	31,633	-	53	2,579	651	49,522	32,337
Total expenses	2,512,107	2,262,859	123,327	48,151	40,884	61,438	2,676,318	2,372,448

Annual surplus (deficit) \$ 1,132,756 \$ 648,820 \$ (25,092) \$ (24,256) \$ 6,594 \$ (8,311) \$ 1,114,258 \$ 616,253



**Town of Lac du Bonnet**  
**Schedule of L.U.D. Operations**  
**Year Ended December 31, 2020**

(Schedule 7)

	2020	2020	2019
	Budget	Actual	Actual
<b>Revenue</b>			
Taxation	\$ -	\$ -	\$ -
Other revenue	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Expenses</b>			
General government	-	-	-
Transportation services	-	-	-
Environmental health	-	-	-
Regional planning and development	-	-	-
Recreation and cultural services	-	-	-
<b>Total expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net revenues (expenses)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Transfers</b>			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
<b>Change in L.U.D. balances</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>
Unexpended balance, beginning of year		-	-
<b>Unexpended balance, end of year</b>		<b>\$ -</b>	<b>\$ -</b>

**TOWN OF LAC DU BONNET**  
**Schedule of Financial Position for Utilities**  
**Year Ended December 31, 2020**

*(Schedule 8)*

	2020	2019
<b>Financial Assets</b>		
Cash and temporary investments	\$ 658,859	\$ 113,860
Amounts receivable	95,698	618,590
Due from other funds	528,284	249,650
	<u>1,282,841</u>	<u>982,100</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	4,917	2,037
Long-term debt (Note 6)	1,564,647	1,663,614
	<u>1,569,564</u>	<u>1,665,651</u>
Net financial assets (net debt)	<u>(286,723)</u>	<u>(683,551)</u>
<b>Non-Financial Assets</b>		
Tangible capital assets(Schedule 1)	6,260,431	6,458,448
Inventories	-	-
Prepaid expenses	-	-
	<u>6,260,431</u>	<u>6,458,448</u>
<b>FUND SURPLUS</b>	<u>\$ 5,973,708</u>	<u>\$ 5,774,897</u>

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Schedule of Utility Operations - Water and Sewer** *(Schedule 9)*  
**Year Ended December 31, 2020**

	Budget	Total	Total
<b>REVENUES</b>			
Water			
Water fees	\$ -	\$ 256,297	\$ 234,831
Bulk water fees	-	174,024	138,412
	-	430,321	373,243
Sewer			
Sewer fees	-	155,955	199,210
Lagoon tipping fees	-	-	-
	-	155,955	199,210
Property taxes			
Property taxes	194,124	194,124	194,124
	194,124	194,124	194,124
Government transfers			
Operating	-	-	-
Capital	-	-	501,797
	-	-	501,797
Other			
Hydrant rentals	6,300	6,300	6,300
Connection charges	-	69	2,637
Penalties	-	1,030	974
Investment income	-	8,059	15,970
Other income	-	88,318	-
	6,300	103,776	25,881
	200,424	884,176	1,294,255
<b>EXPENSES</b>			
General			
Administration	-	136,414	3,534
	-	136,414	3,534
Water general			
Purification and treatment	-	140,257	148,766
Transmission and distribution	-	8,187	31,238
Hydrant maintenance	-	5,613	7,440
Connection costs	-	21	1,824
Other	-	11,594	4,652
	-	165,672	193,920
Water amortization and interest			
Amortization	-	184,542	179,736
Interest on long term debt	-	95,159	100,770
	-	279,701	280,506
Sewer general			
Collection system costs	-	7,551	3,309
Treatment and disposal cost	-	16,095	26,770
Lift station costs	-	24,287	8,429
Connection costs	-	16	61

*(continues)*

See notes to financial statements

**TOWN OF LAC DU BONNET**  
**Schedule of Utility Operations - Water and Sewer** *(continued)* **(Schedule 9)**  
**Year Ended December 31, 2020**

	Budget	Total	Total
	-	47,949	38,569
Sewer amortization and interest			
Amortization	-	13,474	9,589
	-	13,474	9,589
Total expenses	-	643,210	526,118
<b>NET OPERATING SURPLUS</b>	-	240,966	768,137
Transfers from (to) operating fund	-	3,912	3,912
Transfers from (to) capital	-	(46,067)	-
<b>CHANGE IN UTILITY FUND BALANCE</b>	-	198,811	772,049
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	-	5,774,897	5,002,848
	-	-	-
<b>FUND SURPLUS, END OF YEAR</b>	\$ -	\$ 5,973,708	\$ 5,774,897

See notes to financial statements

**Town of Lac du Bonnet**  
**Reconciliation of the Financial Plan to the Budget**  
**Year Ended December 31, 2020**

(Schedule 10)

	Financial Plan General	Financial Plan Utilities	Amortization	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
<b>Revenue</b>								
Property taxes	\$ 1,188,603	\$ 194,124	\$ -	\$ -	\$ (194,124)	\$ -	\$ -	\$ 1,188,603
Grants in lieu of taxation	185,163	-	-	-	-	-	-	185,163
User fees	78,350	-	-	-	-	-	-	78,350
Permits, licenses, and fines	2,920	-	-	-	-	-	-	2,920
Investment income	9,200	-	-	-	-	-	-	9,200
Other revenue	340,050	-	-	-	-	-	-	340,050
Water and Sewer	-	1,181,245	-	-	-	-	-	1,181,245
Grants - Province of Manitoba	239,506	-	-	-	-	-	-	239,506
Grants - Other	908,606	-	-	-	-	-	-	908,606
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from reserves	747,715	-	-	-	(747,715)	-	-	-
Total revenue	3,700,113	1,375,369	-	-	(941,839)	-	-	4,133,643
<b>Expenses</b>								
General government services	569,800	-	16,652	-	-	-	-	586,452
Protective services	245,438	-	13,005	-	-	-	-	258,443
Transportation services	465,450	-	117,253	-	-	-	-	582,703
Environmental health services	123,100	-	4,052	-	-	-	-	127,152
Public health and welfare services	5,000	-	-	-	-	-	-	5,000
Regional planning and development	43,000	-	-	-	-	-	-	43,000
Resource conservation and industrial development	42,000	-	-	-	-	-	-	42,000
Recreation and cultural services	181,594	-	22,439	-	-	-	-	204,033
Water and sewer services	-	467,100	198,017	100,770	-	-	-	765,887
Fiscal services:								
Transfer to capital	975,000	121,000	-	-	(1,096,000)	-	-	-
Transfer to utility	194,124	-	-	-	(194,124)	-	-	-
Debt charges	-	194,124	-	-	(194,124)	-	-	-
Transfer to reserves	855,607	593,145	-	-	(1,448,752)	-	-	-
Allowance for tax assets	-	-	-	-	-	-	-	-
Total expenses	3,700,113	1,375,369	371,418	100,770	(2,933,000)	-	-	2,614,670
<b>Annual surplus (deficit)</b>	\$ -	\$ -	\$ (371,418)	\$ (100,770)	\$ 1,991,161	\$ -	\$ -	\$ 1,518,973

**TOWN OF LAC DU BONNET**  
**Analysis of Taxes on Roll**  
**Year Ended December 31, 2020**

*(Schedule 11)*

	2020	2019
Balance, beginning of year	\$ 119,921	\$ 113,881
Add:		
Tax levy (Schedule 12)	2,239,058	2,071,009
Taxes added	11,416	515
Penalties or interest	17,532	14,987
Other accounts added	-	-
Tax adjustments -	(25,181)	-
Tax adjustments (specify)	-	-
	<u>2,362,746</u>	<u>2,200,392</u>
Deduct:		
Cash collections - current	1,707,445	1,760,134
Cash collections - arrears	135,578	83,085
Write-offs	-	-
Title value of land sales	-	-
Title value of tax title acquired	-	-
Tax discounts	-	-
M.P.T.C. - cash advance	233,551	237,252
Other credits	-	-
	<u>2,076,574</u>	<u>2,080,471</u>
Balance, end of year	<u>\$ 286,172</u>	<u>\$ 119,921</u>

See notes to financial statements

**Town of Lac du Bonnet**  
**Analysis of Tax Levy**  
**Year Ended December 31, 2020**

(Schedule 12)

	2020		2019	
	Assessment	Mill Rate	Levy	Levy
<b>Other governments (L.U.D.)</b>				
Name of LUD	\$ -	-	\$ -	\$ -
Sub total L.U.D.			-	-
<b>Debt charges:</b>				
B/L 32/04	\$ 66,775,050	1.356	90,557	90,640
B/L 103/10	\$ 66,775,050	0.784	52,373	52,387
B/L 116/10	\$ 66,775,050	0.567	37,848	37,869
Grants in lieu of taxes	\$ 4,930,210	2.707	13,346	13,228
Sub total debt charges			194,124	194,124
<b>Deferred surplus</b>	\$ -	-	-	-
<b>Reserves:</b>				
Fire Equip Replacement	\$ 57,936,650	0.398	23,039	23,062
Building	\$ 57,936,650	0.795	46,079	23,062
Equipment replacement 374/83	\$ 57,936,650	0.636	36,863	36,888
Recreation Land	\$ 57,936,650	0.318	18,432	23,062
New proposed facility reserve	\$ 57,936,650	-	-	-
Airport 100/10	\$ 57,936,650	0.022	1,290	1,279
Grants in lieu of taxes	\$ 4,930,210	2.169	10,697	9,064
Sub total - Reserves			136,400	116,417
<b>General municipal</b>	\$ 57,936,650	13.314	771,369	771,848
Grants in lieu of taxes	\$ 4,930,210	13.314	65,641	65,182
Sub total - General municipal			837,010	837,030
<b>Special levies:</b>				
Library 554/92	\$ 57,936,650	0.255	14,753	15,260
Recreation district 560/93	\$ 57,936,650	0.469	27,144	14,478
Arena 330/82	\$ 57,936,650	0.089	5,161	42,284
Fire Department 17/02	\$ 57,936,650	0.955	55,346	55,679
Community Centre 299/80	\$ 57,936,650	0.144	8,350	8,355
Grants in lieu of taxes	\$ 4,930,210	1.912	9,425	11,492
Sub total Special levies			120,179	147,548
<b>Business tax (rate %)</b>	\$ -	-	-	-
<b>Total municipal taxes (Schedule 2)</b>			1,287,713	1,229,937
<b>Education support levy</b>	\$ 10,888,540	8.828	96,124	102,047
Grants in lieu of taxes	\$ 2,935,820	8.828	25,917	28,300
Sub total - Education support			122,041	130,347
<b>Special levies:</b>				
Sunrise School Division	\$ 55,475,210	13.729	761,619	772,809
Grants in lieu of taxes	\$ 4,930,210	13.729	67,687	67,914
Sub total Special levies			829,306	840,723
<b>Total education taxes</b>			951,347	942,770
<b>Total grants in lieu of taxes</b>			192,713	195,180
<b>Total tax levy (Schedule 11)</b>			\$ 2,046,347	\$ 1,977,527
<b>Total tax levy and grants in lieu of taxes</b>			2,239,060	2,172,707

**TOWN OF LAC DU BONNET**  
**Schedule of General Operating Fund Expenses** *(Schedule 13)*  
**Year Ended December 31, 2020**

	2020	2019
<b>EXPENSES</b>		
General government		
Legislative	\$ 51,559	\$ 56,816
General administrative	370,290	395,554
Other	219,316	157,005
	641,165	609,375
Protective services		
Police	187,243	149,794
Fire	66,452	57,732
Emergency measures	13,568	13,928
Other	30,251	26,927
	297,514	248,381
Transportation services		
Road and street maintenance	303,435	395,023
Sidewalk and boulevard maintenance	7,051	1,851
Street lighting	20,663	17,697
Other	117,253	105,394
Air transport	2,010	2,010
	450,412	521,975
Environmental health		
Waste collection and disposal	93,746	66,482
Recycling	54,755	28,744
Other	10,247	14,851
	158,748	110,077
Public health and welfare services		
Social assistance	876	876
Other	5,000	1,230
	5,876	2,106
Regional planning and development		
Planning and zoning	2,200	12,683
Beautification and land rehabilitation	19,931	9,488
Urban weed control	24,900	14,760
	47,031	36,931
Resources conservation and industrial development		
Regional development	248	15,911
Tourism	150	718
Other	-	8,335
	398	24,964
Recreation and cultural services		
Community centres and halls	9,780	9,904
Swimming pools and beaches	21,355	14,192
Skating and curling rinks	60,035	50,733
Parks and playgrounds	17,991	18,300
Other recreational facilities	107,154	44,421

*(continues)*

**TOWN OF LAC DU BONNET**  
**Schedule of General Operating Fund Expenses** *(continued)* **(Schedule 13)**  
**Year Ended December 31, 2020**

	2020	2019
Museums	1,200	1,311
Libraries	47,259	16,549
Other cultural facilities	22,439	15,610
	<u>287,213</u>	<u>171,020</u>
	<u>\$ 1,888,357</u>	<u>\$ 1,724,829</u>

**Town of Lac du Bonnet**  
**Reconciliation of Annual Surplus (Deficit) - Unaudited**  
**Year Ended December 31, 2020**

(Schedule 14)

2020

2019

	General	Utility	Total	Total
	\$	\$	\$	\$
<b>MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT</b>	<b>(541,387)</b>	<b>(56,017)</b>	<b>(597,404)</b>	<b>(435,930)</b>
<b>Adjustments for reporting under public sector accounting standards</b>				
Eliminate expense - transfers to reserves	1,211,064	-	1,211,064	231,960
Eliminate revenue - transfers from reserves	(411,544)	-	(411,544)	(146,536)
Increase revenue - reserve funds interest	32,061	-	32,061	35,179
Eliminate transfers between funds	-	-	-	-
Increase (decrease) revenue - Net surplus (deficit) of consolidated entities	(18,498)	-	(18,498)	(32,567)
Decrease expense - elimination of contributions to consolidating entities	4,401	-	4,401	5,041
Eliminate revenue - transfer to nominal surplus(es)	-	-	-	-
Increase expense - amortization of tangible capital assets	(185,742)	(198,017)	(383,759)	(342,852)
Decrease expense - principal portion of debenture debt	-	98,966	98,966	93,354
Eliminate expense - acquisitions of tangible capital assets	352,895	-	352,895	1,208,604
<b>Annual surplus (deficit)</b>	<b>873,292</b>	<b>240,966</b>	<b>1,114,258</b>	<b>616,253</b>