

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE

**Consolidated Financial Statements
For the Year Ended December 31, 2009**

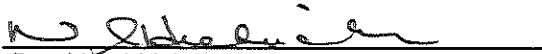
STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of Portage la Prairie 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 Canadian Institute of Chartered Accountants.

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

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

Meyers Norris Penny LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditors' report is addressed to the Reeve and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian generally accepted accounting principles.



Daryl Brehirichuk
Chief Administrative Officer

AUDITORS' REPORT

To the Reeve and members of Council of the
RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE

We have audited the consolidated statement of financial position of the *Rural Municipality of Portage la Prairie* as of December 31, 2009 and the consolidated statement of operations, cash flows and change in net financial assets for the year then ended. These consolidated financial statements are the responsibility of the Municipality's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. These standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the *Rural Municipality of Portage la Prairie* at December 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Portage la Prairie, Manitoba
March 18, 2010



Meyers Norris Penny LLP
Chartered Accountants

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE

Consolidated Financial Statements

For the Year Ended December 31, 2009

Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	17
Schedule 2 - Consolidated Schedule of Revenues	18
Schedule 3 - Consolidated Schedule of Expenses	19
Schedule 4 - Consolidated Statement of Operations by Program	20
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	22
Schedule 6 - Schedule of Change in Reserve Fund Balances	23
Schedule 7 - Schedule of Trust Funds	24
Schedule 8 - Schedule of Financial Position for Utilities	25
Schedule 9 - Schedule of Utility Operations - Cartier	26
Schedule 9a - Schedule of Utility Operations - Oakville	27
Schedule 10 - Reconciliation of the Financial Plan to the Budget	28
Schedule 11 - Analysis of Taxes on Roll	29
Schedule 12 - Analysis of Tax Levy	30
Schedule 13 - Analysis of School Accounts	31
Schedule 14 - Schedule of Debentures Pending	32
Schedule 15 - Schedule of L.U.D. Operations	33

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2009

	<u>2009</u>	<u>2008</u>
FINANCIAL ASSETS		
Cash (Note 3)	\$ 2,732,587	\$ 2,936,418
Amounts receivable (Note 4)	2,677,171	3,588,419
Real estate properties held for sale	20,146	20,146
	<u>\$ 5,429,904</u>	<u>\$ 6,544,983</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 1,142,949	\$ 3,940,458
Severance and vested sick leave payable	583,091	519,216
Deferred revenue	7,666	1,172,846
Long-term debt (Note 7)	9,310,684	2,419,870
	<u>11,044,390</u>	<u>8,052,390</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>\$ (5,614,486)</u>	<u>\$ (1,507,407)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 36,770,813	\$ 30,465,208
Inventories (Note 5)	241,455	239,532
	<u>37,012,268</u>	<u>30,704,740</u>
ACCUMULATED SURPLUS (DEFICIT)	<u>\$ 31,397,782</u>	<u>\$ 29,197,333</u>

Approved on behalf of Council:

Reeve

Councillor

**RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF OPERATIONS
Year Ended December 31, 2009**

	<u>2009 Budget (Note 12)</u>	<u>2009 Actual</u>	<u>2008 Actual</u>
REVENUE			
Property taxes	\$ 7,114,980	\$ 7,442,345	\$ 7,647,324
Grants in lieu of taxation	242,134	98,579	95,320
User fees	405,100	531,285	705,988
Grants - Province of Manitoba	449,200	514,557	526,507
Grants - other	537,585	546,217	363,590
Permits, licences and fines	77,500	84,040	89,279
Investment income	40,900	32,250	100,347
Other revenue	83,300	44,593	713,288
Water and sewer	1,122,900	1,100,613	1,263,072
	<u>10,073,599</u>	<u>10,394,479</u>	<u>11,504,715</u>
Total revenue (Schedules 2, 4 and 5)			
EXPENSES			
General government services	1,753,908	1,786,690	2,766,700
Protective services	318,252	442,698	333,389
Transportation services	3,606,823	3,325,850	3,393,174
Environmental health services	440,688	402,733	434,791
Public health and welfare services	66,566	65,526	65,346
Regional planning and development	230,900	231,205	189,215
Resource conservation and industrial development	134,382	105,960	106,042
Recreation and cultural services	419,344	455,017	576,448
Water and sewer services	1,507,784	1,378,351	1,546,336
	<u>8,478,647</u>	<u>8,194,030</u>	<u>9,411,441</u>
Total expenses (Schedules 3, 4 and 5)			
ANNUAL SURPLUS	1,594,952	2,200,449	2,093,274
ACCUMULATED SURPLUS, BEGINNING OF YEAR (Note 13)	<u>29,197,333</u>	<u>29,197,333</u>	<u>27,104,059</u>
ACCUMULATED SURPLUS, END OF YEAR	<u><u>\$ 30,792,285</u></u>	<u><u>\$ 31,397,782</u></u>	<u><u>\$ 29,197,333</u></u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
Year Ended December 31, 2009

	<u>2009 Budget (Note 12)</u>	<u>2009 Actual</u>	<u>2008 Actual</u>
ANNUAL SURPLUS (DEFICIT)	\$ 758,092	\$ 2,200,449	\$ 2,093,274
Acquisition of tangible capital assets	-	(7,403,720)	(4,213,478)
Amortization of tangible capital assets	-	874,394	889,521
Loss (Gain) on sale of tangible capital assets	-	83,321	-
Proceeds on sale of tangible capital assets	-	140,400	-
Decrease (increase) in inventories	-	(1,923)	(115,682)
	<u>-</u>	<u>(6,307,528)</u>	<u>(3,439,639)</u>
CHANGE IN NET FINANCIAL ASSETS	758,092	(4,107,079)	(1,346,365)
NET FINANCIAL ASSETS (NET DEBT), BEGINNING OF YEAR	<u>(1,507,407)</u>	<u>(1,507,407)</u>	<u>(161,042)</u>
NET FINANCIAL ASSETS (NET DEBT), END OF YEAR	<u>\$ (749,315)</u>	<u>\$ (5,614,486)</u>	<u>\$ (1,507,407)</u>

**RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF CASH FLOWS
Year Ended December 31, 2009**

	<u>2009</u>	<u>2008</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 2,200,449	\$ 2,093,274
Changes in non-cash items:		
Amounts receivable	911,248	(114,778)
Inventories	(1,923)	(115,682)
Accounts payable and accrued liabilities	(2,733,634)	3,069,197
Deferred revenue	(1,165,180)	1,168,846
Amortization	874,394	889,521
	<u>85,354</u>	<u>6,990,378</u>
CAPITAL TRANSACTIONS		
Loss on sale of tangible capital assets	\$ 83,321	\$ -
Proceeds on sale of tangible capital assets	140,400	-
Cash used to acquire tangible capital assets	(7,403,720)	(4,213,478)
	<u>(7,179,999)</u>	<u>(4,213,478)</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	7,367,180	463,519
Debt repayment	(476,366)	(397,354)
	<u>6,890,814</u>	<u>66,165</u>
	<u>(203,831)</u>	<u>2,843,065</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS		
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>2,936,418</u>	<u>93,353</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 2,732,587</u></u>	<u><u>\$ 2,936,418</u></u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

1. Status of the Rural Municipality of Portage La Prairie

The Rural Municipality of Portage la Prairie ("the Municipality") is a municipal government that was created in 1879 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants 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 controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the municipality. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Fort la Reine Museum, Pioneer Village and Tourist Bureau Inc.

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Portage la Prairie Landfill Authority (33.33%) (2008 – 33.33%)

Portage la Prairie Planning District (33.33 %) (2008 – 33.33%)

Portage la Prairie Regional Library (23.00%) (2008 – 23.00%)

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

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.

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

2. Significant Accounting Policies *(continued from previous page)*

e) Real Estate Properties Held for Sale

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

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

f) 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.

g) 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 interest charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	10 years
Maintenance and road construction equipment	15 years
Computer Hardware and Software	4 years

Infrastructure Assets

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

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

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

2. Significant Accounting Policies *(continued from previous page)*

h) 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.

i) Revenue Recognition

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements in the period which the events giving rise to the transfer occur, eligibility criteria are met, and reasonable estimates of the amount can be made.

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

j) Measurement Uncertainty

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

3. Cash

	<u>2009</u>	<u>2008</u>
Cash	<u>\$ 2,732,587</u>	<u>\$ 2,936,418</u>

The Municipality has designated \$2,307,109 (\$846,421 in 2008) to reserves for debt principal repayments and tangible capital asset acquisitions.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2009</u>	<u>2008</u>
Taxes on roll (Schedule 11)	\$ 956,271	\$ 836,473
Government grants	64,656	78,087
Utility customers	882,064	2,139,560
Organizations and individuals	384,470	427,796
Other governments	411,251	150,103
	<u>2,698,712</u>	<u>3,632,019</u>
Less allowances for doubtful amounts	<u>(21,541)</u>	<u>(43,600)</u>
	<u>\$ 2,677,171</u>	<u>\$ 3,588,419</u>

5. Inventories

Inventories for use:

	<u>2009</u>	<u>2008</u>
Culverts	\$ 219,735	\$ 214,007
Other supplies	<u>21,720</u>	<u>25,525</u>
	<u>\$ 241,455</u>	<u>\$ 239,532</u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

6. Accounts Payable and Accrued Liabilities

	<u>2009</u>	<u>2008</u>
Accounts payable	\$ 575,534	\$ 2,000,806
School levies (Schedule 13)	372,889	411,577
Other governments	194,526	1,528,075
	<u>\$ 1,142,949</u>	<u>\$ 3,940,458</u>

7. Long Term Debt

	<u>2009</u>	<u>2008</u>
General Authority:		
Debenture repaid during the year	\$ -	\$ 4,047
Debenture, interest at 5.10%, payable at \$59,048 annually including interest, maturing 2010	56,169	109,600
Debenture, interest at 5.10%, payable at \$108,826 annually including interest, maturing 2010	103,520	201,994
Debenture, interest at 6.10%, payable at \$33,352 annually including interest, maturing 2025	334,185	346,325
Debenture repaid during the year	-	2,398
Debenture repaid during the year	-	13,449
Debenture, interest at 5.60%, payable at \$421,213 annually including interest, maturing 2024	4,200,000	-
Debenture, interest at 5.60%, payable at \$200,578 annually including interest, maturing 2024	2,000,000	-
	<u>\$ 6,693,874</u>	<u>\$ 677,813</u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

7. **Long Term Debt** (continued from previous page)

Utility Funds:

Debenture for Oakville repaid during the year	-	7,103
Debenture for Oakville, interest at 5.63%, payable at \$32,883 annually including interest, maturing 2028	267,645	275,440
Debenture for Cartier repaid during the year	-	28,331
Debenture for Cartier, interest at 7.25%, payable at \$44,535 annually including interest, maturing 2010	41,524	80,242
Debenture for Cartier, interest at 6.63%, payable at \$20,360 annually including interest, maturing 2011	37,002	53,799
Debenture for Cartier, interest at 6.38%, payable at \$27,368 annually including interest, maturing 2012	72,650	94,024
Debenture for Cartier, interest at 6.50%, payable at \$22,692 annually including interest, maturing 2023	204,541	213,364
Debenture for Cartier, interest at 6.50%, payable at \$15,818 annually including interest, maturing 2023	142,588	148,739
Debenture for Cartier, interest at 6.00%, payable at \$54,534 annually including interest, maturing 2013	188,964	229,714
Debenture for Cartier, interest at 6.50%, payable at \$18,584 annually including interest, maturing 2014	77,231	89,967
Debenture for Cartier, interest at 5.75%, payable at \$38,816 annually including interest, maturing 2014	164,623	192,377
Debenture for Cartier, interest at 5.35%, payable at \$24,423 annually including interest, maturing 2016	139,420	155,486
Debenture for Cartier, interest at 5.50%, payable at \$24,952 annually including interest, maturing 2017	158,060	173,471
Debenture for Cartier, interest at 5.50%, payable at \$27,340 annually including interest, maturing 2018	190,072	-
Debenture for Cartier, interest at 5.50%, payable at \$6,534 annually including interest, maturing 2018	45,425	-
Debenture for Cartier, interest at 6.00%, payable at \$4,359 annually including interest, maturing 2028	48,641	-
Debenture for Cartier, interest at 6.00%, payable at \$75,140 annually including interest, maturing 2028	838,424	-
	\$ 2,616,810	\$ 1,742,057
	\$ 9,310,684	\$ 2,419,870

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

2010	\$ 717,000
2011	\$ 546,000
2012	\$ 557,000
2013	\$ 562,000
2014	\$ 540,000

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

8. Commitments

The Municipality has committed to cost share the building of the new multi-plex in the City of Portage la Prairie in the amount of \$35.7 million dollars. The project's cost is being shared by the City of Portage la Prairie, Federal Government, Provincial Government and various private donors.

The Municipality's commitment to the project's cost is \$8 million which has been funded by debenture and reserve contributions.

9. Contingencies

The Municipality owns properties that may contain environmental contamination and require site reclamation. The amount of any such obligation has not been determined.

10. 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 Canadian Institute of Chartered Accountants Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP requires that employees contribute 5.8% of basic annual earnings up to the CPP ceiling plus 7.0% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$61,372 (2008 - \$55,377) and are included in the statement of operations.

Any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2008 indicates the plan is fully funded on a going concern basis but has an unfunded solvency liability of \$1.1 million. The solvency position of the plan is determined by comparing the solvency of the plan assets to the actuarial present value of the benefits accrued in respect of credited service prior to the valuation date, calculated as if the plan were wound up on December 31, 2008. Effective January 2010, employee and employer contributions will increase to 6.3% of basic annual earnings up to the CPP ceiling, plus 7.5% of basic earnings in excess of the CPP ceiling. The new contribution rates are sufficient to fund the solvency liability by December 2013.

11. Financial Instruments

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

12. 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.

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

13. Changes in Accounting Policies

The Municipality has restated its financial statements to comply with the adoption of generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB).

Section PS3150 requires governments to record and amortize their tangible capital assets on their financial statements. In addition, leases, which substantially transfer all of the risks and benefits of ownership to the government, should be treated as capital leases.

Finally, PSAB also requires that the government reporting entity include all the organizations controlled by the government. PSAB also requires governments to account for government partnerships on a proportional consolidation basis whereby the government consolidates their pro-rata share of the partnership's assets, liabilities, revenues and expenses.

	<u>2009</u>	<u>2008</u>
Opening fund balances:		
Nominal Surplus - General Operating Fund	\$ 1,653,609	\$ 1,472,104
General Reserve Funds	809,709	1,294,284
Surplus - General Capital Fund	10,055,459	8,441,783
Nominal Surplus - Utility Operating Fund	109,302	102,490
Utility Reserve Funds	36,712	27,032
Surplus - Utility Capital Fund	11,335,809	9,155,477
Local Urban District - Deferred Revenue	<u>2,408</u>	<u>2,381</u>
Opening accumulated surplus, all funds, as previously reported	\$ 24,003,008	\$ 20,495,551
Adjustments:		
Tangible capital assets	30,110,749	30,774,133
Fixed assets in the capital funds	(24,962,471)	(24,188,827)
Accruals	<u>(519,216)</u>	<u>(459,216)</u>
Opening non-consolidated accumulated surplus, restated	\$ 28,632,070	\$ 26,621,641
Consolidation of controlled entities and government partnerships	<u>565,263</u>	<u>482,418</u>
Opening consolidated accumulated surplus, as restated	\$ 29,197,333	\$ 27,104,059
Consolidated annual surplus	<u>2,200,449</u>	<u>2,093,274</u>
Consolidated accumulated surplus, end of year	<u><u>\$ 31,397,782</u></u>	<u><u>\$ 29,197,333</u></u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2009

14. Public Sector Compensation Disclosure

It is a requirement of the *Public Sector Compensation Disclosure Act* that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$50,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2009:

- a) Compensation paid to members of council amounted to \$121,994 in aggregate.
- b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Reeve - T. Trimble	\$ 17,475	\$ 3,608	\$ 21,083
Councillor - W. Alford	12,500	3,040	15,540
Councillor - G. Asham	14,624	3,871	18,495
Councillor - R. Davidson	6,906	1,558	8,464
Councillor - L. Gibbs	12,171	2,614	14,785
Councillor - T. Simpson	10,521	1,028	11,549
Councillor - R. Tufford	2,191	921	3,112
Councillor - A. Verwey	11,292	1,870	13,162
Councillor - O. Williams	13,560	2,244	15,804
	<u>\$ 101,240</u>	<u>\$ 20,754</u>	<u>\$ 121,994</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
<i>Daryl Hrehirchuk</i>	<i>Chief Administrative Officer</i>	\$ 80,444
<i>Valarie Cutting</i>	<i>Asst. Chief Administrative Officer</i>	\$ 57,610
<i>L. Blaine Page</i>	<i>Utility Operations Supervisor</i>	\$ 60,004
<i>Lionel Switzer</i>	<i>Public Works Foreman</i>	\$ 59,113

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2009

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	2009	2008
Cost										
Opening costs	2,615,325	616,207	4,909,150	224,095	1,563,572	29,489,370	24,084,885	1,723,106	65,225,710	61,012,231
Additions during the year	15,665	15,303	397,813	19,679	6,436,428	-	130,484	388,348	7,403,720	4,213,478
Disposals and write downs	-	-	(317,844)	(740)	-	-	-	-	(318,584)	-
Closing costs	2,630,990	631,510	4,989,119	243,034	8,000,000	29,489,370	24,215,369	2,111,454	72,310,846	65,225,709
Accumulated Amortization										
Opening accum'd amortization	103,751	232,768	2,354,532	162,949	-	28,423,485	3,483,017	-	34,760,502	33,870,980
Amortization	17,611	13,973	238,468	22,225	-	58,302	523,815	-	874,394	889,521
Disposals and write downs	-	-	(94,123)	(740)	-	-	-	-	(94,863)	-
Closing accum'd amortization	121,362	246,741	2,498,877	184,434	-	28,481,787	4,006,832	-	35,540,033	34,760,501
Net Book Value of Tangible Capital Assets	2,509,628	384,769	2,490,242	58,600	8,000,000	1,007,583	20,208,537	2,111,454	36,770,813	30,465,208

The Municipality has 1,069 km of roads that are capitalized at a nominal value of \$19,249,380.

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF REVENUES
Year Ended December 31, 2009

SCHEDULE 2

	<u>2009</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 7,162,388	\$ 6,901,159
Taxes added	182,461	649,510
Penalties and interest	97,496	96,655
	<u>7,442,345</u>	<u>7,647,324</u>
Grants in lieu of taxation:		
Federal government	32,976	32,334
Provincial government	10,539	9,095
Provincial government enterprises	55,064	53,891
	<u>98,579</u>	<u>95,320</u>
User fees		
Sales of service	64,623	67,332
Sales of goods	132,604	405,067
Rentals	15,062	15,562
Development charges	152,989	61,557
Facility use fees	166,007	156,470
	<u>531,285</u>	<u>705,988</u>
Grants - Province of Manitoba		
General assistance payment	313,809	311,285
VLT revenues	142,560	140,643
Conditional grants	58,188	74,579
	<u>514,557</u>	<u>526,507</u>
Grants - other		
Federal government - gas tax funding	383,185	191,593
Federal government - other	22,379	21,689
Other local governments	140,653	150,308
	<u>546,217</u>	<u>363,590</u>
Permits, licences and fines		
Permits	81,440	85,279
Fines	2,600	4,000
	<u>84,040</u>	<u>89,279</u>
Investment income:		
Cash and temporary investments	32,250	100,347
	<u>32,250</u>	<u>100,347</u>
Other revenue:		
Miscellaneous (specify):	44,593	713,288
	<u>44,593</u>	<u>713,288</u>
Water and sewer (Schedule 9 and 9a)	<u>1,100,613</u>	<u>1,263,072</u>
Total revenue	<u><u>10,394,479</u></u>	<u><u>11,504,715</u></u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED SCHEDULE OF EXPENSES
Year Ended December 31, 2009

SCHEDULE 3

	2009 Actual	2008 Actual
General government services:		
Legislative	\$ 117,222	\$ 126,706
General administrative	1,544,570	2,513,646
Other	124,898	126,348
	<u>1,786,690</u>	<u>2,766,700</u>
Protective services:		
Police	14,230	14,109
Fire	249,660	219,917
Emergency measures	20,713	21,700
Other protection	158,095	77,663
	<u>442,698</u>	<u>333,389</u>
Transportation services:		
Road transport		
Road and street maintenance	1,887,279	1,895,610
Bridge maintenance	132,865	102,583
Street lighting	14,745	14,141
Other	1,290,961	1,380,840
	<u>3,325,850</u>	<u>3,393,174</u>
Environmental health services:		
Waste collection and disposal	267,491	254,441
Other	135,242	180,350
	<u>402,733</u>	<u>434,791</u>
Public health and welfare services:		
Public health	960	780
Social assistance	64,566	64,566
	<u>65,526</u>	<u>65,346</u>
Regional planning and development		
Planning and zoning	231,205	189,215
	<u>231,205</u>	<u>189,215</u>
Resource conservation and industrial development		
Water resources and conservation	100,867	93,392
Regional development	5,093	5,093
Industrial development	-	7,557
	<u>105,960</u>	<u>106,042</u>
Sub-totals forward	<u>6,360,662</u>	<u>7,288,657</u>
Sub-totals forward	<u>6,360,662</u>	<u>7,288,657</u>
Recreation and cultural services:		
Administration	151,167	195,749
Other recreational facilities	15,705	15,705
Museums	57,924	60,770
Libraries	107,320	100,111
Other cultural facilities	122,901	204,113
	<u>455,017</u>	<u>576,448</u>
Water and sewer services (Schedule 9 and 9a)	<u>1,378,351</u>	<u>1,546,336</u>
Total expenses	<u><u>8,194,030</u></u>	<u><u>9,411,441</u></u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
Year Ended December 31, 2009

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
REVENUE										
Property taxes	\$ 7,442,345	\$ 7,647,324	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	98,579	95,320	-	-	-	-	-	-	-	-
User fees	144,656	420,629	-	-	33,740	38,082	166,757	158,395	-	-
Prov of MB - Unconditional Grants	438,052	395,945	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	58,188	74,579	-	-	-	-	-	-	-	-
Grants - other	392,938	242,426	-	-	-	-	-	-	-	-
Permits, licences and fines	79,608	83,367	4,432	5,912	-	-	-	-	-	-
Investment income	31,328	96,258	-	-	-	-	-	-	-	-
Other revenue	15,194	685,188	-	-	-	-	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Total revenue	\$ 8,700,888	\$ 9,741,036	\$ 4,432	\$ 5,912	\$ 33,740	\$ 38,082	\$ 166,757	\$ 158,395	\$ -	\$ -
EXPENSES										
Personnel services	\$ 385,886	\$ 412,477	\$ -	\$ 311	\$ 1,185,976	\$ 1,079,730	\$ 15,739	\$ 19,684	\$ -	\$ -
Contract services	192,731	210,781	164,030	66,879	539,541	451,005	351,721	336,764	65,526	65,346
Utilities	25,640	24,550	-	-	84,132	96,743	7,317	7,448	-	-
Maintenance materials and supplies	24,275	28,571	1,196	2,183	1,111,876	1,348,457	6,846	50,502	-	-
Grants and contributions	767,937	1,696,157	251,372	233,115	84,514	81,684	14,178	13,983	-	-
Amortization	21,350	20,100	15,748	15,748	292,683	304,843	6,932	6,410	-	-
Interest on long term debt	368,871	374,064	10,352	15,153	27,128	30,712	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total expenses	\$ 1,786,690	\$ 2,766,700	\$ 442,698	\$ 333,389	\$ 3,325,850	\$ 3,393,174	\$ 402,733	\$ 434,791	\$ 65,526	\$ 65,346
Surplus (Deficit)	\$ 6,914,198	\$ 6,974,336	\$ (438,266)	\$ (327,477)	\$ (3,292,110)	\$ (3,355,092)	\$ (235,976)	\$ (276,396)	\$ (65,526)	\$ (65,346)

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

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
Year Ended December 31, 2009

SCHEDULE 4

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,442,345	\$ 7,647,324
Grants in lieu of taxation	-	-	-	-	-	-	-	-	98,579	95,320
User fees	152,989	61,557	-	-	33,143	27,325	-	-	531,285	705,988
Prov of MB - Unconditional Grants	-	3,000	-	-	18,316	52,983	-	-	456,368	451,928
Prov of MB - Conditional Grants	-	-	-	-	-	-	-	-	58,188	74,579
Grants - other	50,047	63,813	-	-	103,233	57,351	-	-	546,218	363,590
Permits, licences and fines	-	-	-	-	-	-	-	-	84,040	89,279
Investment income	766	2,630	-	-	156	1,459	-	-	32,250	100,347
Other revenue	-	-	-	-	29,399	28,100	-	-	44,593	713,288
Water and sewer	-	-	-	-	-	-	1,100,613	1,263,072	1,100,613	1,263,072
Total revenue	\$ 203,802	\$ 131,000	\$ -	\$ -	\$ 184,247	\$ 167,218	\$ 1,100,613	\$ 1,263,072	\$ 10,394,479	\$ 11,504,715
EXPENSES										
Personnel services	\$ 81,675	\$ 80,749	\$ -	\$ -	\$ 160,109	\$ 156,021	\$ 115,022	\$ 107,840	\$ 1,944,407	\$ 1,856,812
Contract services	3,685	13,152	3,359	10,530	13,393	16,893	22,988	26,282	1,356,974	1,197,632
Utilities	82,273	102,971	-	-	12,767	10,958	19,679	17,305	231,808	259,975
Maintenance materials and supplies	8,635	7,346	39,721	32,978	34,379	33,564	530,163	563,559	1,757,091	2,067,160
Grants and contributions	36,862	(31,906)	62,880	62,534	209,804	337,487	-	195,954	1,427,547	2,589,008
Amortization	8,071	7,152	-	-	5,796	5,060	523,815	529,418	874,395	888,731
Interest on long term debt	1,304	1,310	-	-	-	-	166,684	105,978	574,339	527,217
Other	8,700	8,441	-	-	18,769	16,465	-	-	27,469	24,906
Total expenses	\$ 231,205	\$ 189,215	\$ 105,960	\$ 106,042	\$ 455,017	\$ 576,448	\$ 1,378,351	\$ 1,546,336	\$ 8,194,030	\$ 9,411,441
Surplus (Deficit)	\$ (27,403)	\$ (58,215)	\$ (105,960)	\$ (106,042)	\$ (270,770)	\$ (409,230)	\$ (277,738)	\$ (283,264)	\$ 2,200,449	\$ 2,093,274

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

Year Ended December 31, 2009

	Core Government		Controlled Entities		Government Partnerships		Total	
	2009	2008	2009	2008	2009	2008	2009	2008
REVENUE								
Property taxes	\$ 7,442,345	\$ 7,647,324	\$ -	\$ -	\$ -	\$ -	\$ 7,442,345	\$ 7,647,324
Grants in lieu of taxation	98,579	95,320	-	-	-	-	98,579	95,320
User fees	191,421	472,887	17,858	15,074	322,006	218,027	531,285	705,988
Prov of MB - Unconditional Grants	397,122	395,945	18,316	11,725	40,930	44,258	456,368	451,928
Prov of MB - Conditional Grants	58,188	74,579	-	-	-	-	58,188	74,579
Grants - other	433,868	242,426	10,000	10,000	102,350	111,164	546,218	363,590
Permits, licences and fines	84,040	89,279	-	-	-	-	84,040	89,279
Investment income	31,328	96,258	38	255	884	3,834	32,250	100,347
Other revenue	15,194	685,188	16,360	12,212	13,039	15,888	44,593	713,288
Water and sewer	1,100,613	1,263,072	-	-	-	-	1,100,613	1,263,072
Total revenue	\$ 9,852,698	\$ 11,062,278	\$ 62,572	\$ 49,266	\$ 479,209	\$ 393,171	\$ 10,394,479	\$ 11,504,715
EXPENSES								
Personnel services	\$ 1,700,254	\$ 1,613,154	\$ 62,749	\$ 65,077	\$ 181,404	\$ 178,581	\$ 1,944,407	\$ 1,856,812
Contract services	1,266,911	1,100,176	6,580	8,718	83,483	88,738	1,356,974	1,197,632
Utilities	212,175	242,798	8,601	7,041	11,032	10,136	231,808	259,975
Maintenance materials and supplies	1,714,880	2,028,962	6,141	5,512	36,070	32,686	1,757,091	2,067,160
Grants and contributions	1,447,452	2,670,743	(39,600)	(35,500)	19,695	(46,235)	1,427,547	2,589,008
Amortization	853,597	870,109	-	-	20,798	18,622	874,395	888,731
Interest on long term debt	573,035	525,907	-	-	1,304	1,310	574,339	527,217
Other	-	-	13,453	9,922	14,016	14,984	27,469	24,906
Total expenses	\$ 7,768,304	\$ 9,051,849	\$ 57,924	\$ 60,770	\$ 367,802	\$ 298,822	\$ 8,194,030	\$ 9,411,441
Surplus (Deficit)	\$ 2,084,394	\$ 2,010,429	\$ 4,648	\$ (11,504)	\$ 111,407	\$ 94,349	\$ 2,200,449	\$ 2,093,274

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
Year Ended December 31, 2009

SCHEDULE 6

	2009						2008	
	General	Machinery Replacement	L.U.D. of Oakville General	L.U.D. of Oakville Recreation	Gas Tax	Utility Replacement	Total	Total
REVENUE								
Investment income	\$ 3,882	\$ 1,853	\$ 506	\$ -	\$ 2,040	\$ 242	\$ 8,523	\$ 33,220
Other income	-	-	-	-	-	-	-	-
Total revenue	3,882	1,853	506	-	2,040	242	8,523	33,220
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	3,882	1,853	506	-	2,040	242	8,523	33,220
TRANSFERS								
Debt repayments	-	-	-	-	-	-	-	-
Transfers from (to) operating fund	1,315,000	400,000	-	-	383,185	5,600	2,103,785	1,307,537
Transfers from (to) utility fund	(111,672)	-	10,000	-	(20,000)	-	(121,672)	-
Transfers from (to) LUD operations	-	-	-	-	-	-	-	(52,050)
Acquisition of tangible capital assets	(236,428)	(293,520)	-	-	-	-	(529,948)	(1,763,602)
CHANGE IN RESERVE FUND BALANCES	970,782	108,333	10,506	-	365,225	5,842	1,460,688	(474,895)
FUND SURPLUS, BEGINNING OF YEAR	199,709	267,693	73,281	259	268,767	36,712	846,421	1,321,316
FUND SURPLUS, END OF YEAR	\$ 1,170,491	\$ 376,026	\$ 83,787	\$ 259	\$ 633,992	\$ 42,554	\$ 2,307,109	\$ 846,421

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
SCHEDULE OF TRUST FUNDS
Year Ended December 31, 2009

SCHEDULE 7

	Total	
	2009	2008
ASSETS		
Cash and temporary investments	\$ -	\$ -
Portfolio investments	-	-
Other	-	-
	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES		
Due to Municipality	\$ -	\$ -
Fund balance	-	-
	<u>\$ -</u>	<u>\$ -</u>
REVENUES		
Contributions and donations	\$ -	\$ -
Investment income	-	-
	<u>-</u>	<u>-</u>
EXPENDITURES		
Cemetery maintenance	-	-
Distribution to beneficiaries	-	-
Other	-	-
	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	-	-
FUND BALANCE, BEGINNING OF YEAR	-	-
FUND BALANCE, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
SCHEDULE OF FINANCIAL POSITION FOR UTILITIES
Year Ended December 31, 2009

SCHEDULE 8

	Cartier Utility	2009 Oakville Utility	Total	2008 Total
FINANCIAL ASSETS				
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -
Amounts receivable	936,572	179,941	1,116,513	2,183,747
Other	-	-	-	-
	\$ 936,572	\$ 179,941	\$ 1,116,513	\$ 2,183,747
LIABILITIES				
Accounts payable and accrued liabilities	\$ 27,927	\$ 26,459	\$ 54,386	\$ 44,495
Deferred revenue	-	-	-	1,167,180
Long-term debt (Note 7)	2,349,165	267,645	2,616,810	1,742,057
Other	930,778	66,542	997,320	2,074,444
	3,307,870	360,646	3,668,516	5,028,176
NET FINANCIAL ASSETS (NET DEBT)	\$ (2,371,298)	\$ (180,705)	\$ (2,552,003)	\$ (2,844,429)
NON-FINANCIAL ASSETS				
Tangible capital assets (Schedule 1)	\$ 21,225,510	\$ 1,094,481	\$ 22,319,991	\$ 22,324,974
Inventories	-	-	-	-
Prepaid expenses	-	-	-	-
	21,225,510	1,094,481	22,319,991	22,324,974
FUND SURPLUS (DEFICIT)	\$ 18,854,212	\$ 913,776	\$ 19,767,988	\$ 19,480,545

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF UTILITY OPERATIONS - CARTIER
 Year Ended December 31, 2009

SCHEDULE 9

	2009 Budget	2009 Actual	2008 Actual
REVENUE			
Water fees	\$ 494,300	\$ 522,216	\$ 360,139
Sewer fees	7,200	7,066	7,215
Property taxes	-	-	-
Bulk Water fees	-	-	-
Lagoon tipping fees	-	-	-
Hydrant rentals	-	-	-
Connection charges	397,500	417,500	679,426
Penalties	2,000	2,974	782
Government transfers - operating	100,000	-	-
Government transfers - capital	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Other income	-	14,504	88,257
Total revenue	1,001,000	964,260	1,135,819
EXPENSES			
General			
Administration	2,800	1,949	7,006
Training costs	-	-	-
Billing and collection	6,200	9,018	5,779
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>9,000</u>	<u>10,967</u>	<u>12,785</u>
Water			
Purification and treatment	56,000	22,060	22,053
Transmission and distribution	30,000	26,116	34,307
Transportation services	-	-	-
Water purchases	516,000	416,827	682,288
Connection costs	90,000	89,269	86,167
Amortization	-	467,893	469,258
Interest on long term debt	418,378	140,850	103,610
sub-total- water	<u>1,110,378</u>	<u>1,163,015</u>	<u>1,397,683</u>
Sewer			
Collection system costs	-	-	-
Treatment and disposal cost	-	-	-
Lift Station costs	-	-	-
Transportation services	-	-	-
Water purchases	-	-	-
Connection costs	-	-	-
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer	<u>-</u>	<u>-</u>	<u>-</u>
Total expenses	1,119,378	1,173,982	1,410,468
NET REVENUES	(118,378)	(209,722)	(274,649)
TRANSFERS			
Transfers from (to) operating fund	-	-	(1,335,335)
Transfers from (to) reserve funds	418,378	524,378	-
CHANGE IN UTILITY FUND BALANCE	300,000	314,656	(1,609,984)
FUND SURPLUS, BEGINNING OF YEAR	18,539,556	18,539,556	20,149,540
FUND SURPLUS, END OF YEAR	\$ 18,839,556	\$ 18,854,212	\$ 18,539,556

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF UTILITY OPERATIONS - OAKVILLE
 Year Ended December 31, 2009

SCHEDULE 9a

	2009 Budget	2009 Actual	2008 Actual
REVENUE			
Water fees	\$ 71,600	\$ 74,460	\$ 75,194
Sewer fees	33,100	33,511	33,394
Property taxes	-	-	-
Bulk Water fees	-	-	-
Lagoon tipping fees	-	-	-
Hydrant rentals	-	-	-
Connection charges	-	-	-
Penalties	1,200	1,676	103
Government transfers - operating	-	-	-
Government transfers - capital	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Other income	16,000	26,706	18,562
Total revenue	<u>121,900</u>	<u>136,353</u>	<u>127,253</u>
EXPENSES			
General			
Administration	4,300	2,840	7,019
Training costs	-	-	-
Billing and collection	7,000	713	239
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>11,300</u>	<u>3,553</u>	<u>7,258</u>
Water			
Purification and treatment	7,000	8,321	11,850
Transmission and distribution	-	763	94
Transportation services	-	-	-
Water purchases	55,000	64,210	20,563
Connection costs	17,000	17,942	12,104
Amortization	-	33,234	37,471
Interest on long term debt	20,732	25,834	2,368
sub-total- water	<u>99,732</u>	<u>150,304</u>	<u>84,450</u>
Sewer			
Collection system costs	500	512	-
Treatment and disposal cost	21,500	24,018	19,198
Lift Station costs	4,000	3,294	2,273
Transportation services	-	-	-
Water purchases	-	-	-
Connection costs	-	-	-
Amortization	-	22,689	22,689
Interest on long term debt	-	-	-
sub-total- sewer	<u>26,000</u>	<u>50,512</u>	<u>44,160</u>
Total expenses	<u>137,032</u>	<u>204,369</u>	<u>135,868</u>
NET REVENUES	(15,132)	(68,016)	(8,615)
TRANSFERS			
Transfers from (to) operating fund	40,732	40,732	(27,594)
Transfers from (to) reserve funds	<u>(25,600)</u>	<u>71</u>	<u>(5,600)</u>
CHANGE IN UTILITY FUND BALANCE	-	(27,213)	(41,809)
FUND SURPLUS, BEGINNING OF YEAR	<u>940,989</u>	<u>940,989</u>	<u>982,798</u>
FUND SURPLUS, END OF YEAR	<u>\$ 940,989</u>	<u>\$ 913,776</u>	<u>\$ 940,989</u>

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

Year Ended December 31, 2009

	Financial Plan General	Financial Plan Utility(ies)	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 7,114,980	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,114,980
Grants in lieu of taxation	242,134	-	-	-	-	-	-	242,134
User fees	65,200	-	-	-	-	-	339,900	405,100
Grants - Province of Manitoba	390,000	-	-	-	-	-	59,200	449,200
Grants - other	425,185	-	-	-	-	-	112,400	537,585
Permits, licences and fines	77,500	-	-	-	-	-	-	77,500
Investment income	40,000	-	-	-	-	-	900	40,900
Other revenue	53,900	-	-	-	-	-	29,400	83,300
Water and sewer	-	1,122,900	-	-	-	-	-	1,122,900
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from reserves	76,053	459,110	-	-	(535,163)	-	-	-
Total revenue	\$ 8,484,952	\$ 1,582,010	\$ -	\$ -	\$ (535,163)	\$ -	\$ 541,800	\$ 10,073,599
EXPENSES								
General government services	\$ 1,352,850	\$ -	\$ 21,300	\$ -	\$ 379,758	\$ -	\$ -	\$ 1,753,908
Protective services	292,200	-	15,700	10,352	-	-	-	318,252
Transportation services	3,286,995	-	292,700	27,128	-	-	-	3,606,823
Environmental health services	332,088	-	-	-	-	-	108,600	440,688
Public health and welfare services	66,566	-	-	-	-	-	-	66,566
Regional planning and development	79,000	-	-	-	-	-	151,900	230,900
Resource cons and industrial dev	134,382	-	-	-	-	-	-	134,382
Recreation and cultural services	254,144	-	-	-	-	-	165,200	419,344
Water and sewer services	-	817,300	523,800	166,684	-	-	-	1,507,784
Fiscal services:								
Transfer to capital	-	300,000	-	-	(300,000)	-	-	-
Debt charges	205,572	439,110	-	(644,682)	-	-	-	-
Short term interest	370,000	-	-	-	(370,000)	-	-	-
Transfer to reserves	2,101,397	25,600	-	-	(2,126,997)	-	-	-
Allowance for tax assets	9,758	-	-	-	(9,758)	-	-	-
Total expenses	\$ 8,484,952	\$ 1,582,010	\$ 853,500	\$ (440,518)	\$ (2,426,997)	\$ -	\$ 425,700	\$ 8,478,647
Surplus (Deficit)	\$ -	\$ -	\$ (853,500)	\$ 440,518	\$ 1,891,834	\$ -	\$ 116,100	\$ 1,594,952

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
ANALYSIS OF TAXES ON ROLL
Year Ended December 31, 2009

SCHEDULE 11

	<u>2009</u>	<u>2008</u>
Balance, beginning of year	\$ 836,473	\$ 1,731,911
Add:		
Tax levy (Schedule 12)	15,271,388	14,792,149
Taxes added	192,220	649,510
Penalties or interest	97,496	96,655
Sub-total	<u>15,561,104</u>	<u>15,538,314</u>
Deduct:		
Cash collections - current	13,179,201	13,932,766
Cash collections - arrears	970,056	414,818
Writeoffs	31,818	963,608
Tax discounts	396,143	330,529
M.P.T.C. - cash advance	864,088	792,031
Sub-total	<u>15,441,306</u>	<u>16,433,752</u>
Balance, end of year	<u><u>\$ 956,271</u></u>	<u><u>\$ 836,473</u></u>

ANALYSIS OF TAX LEVY

Year Ended December 31, 2009

	2009			2008
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
L.U.D. of Oakville	5,432,760	8.250%	\$ 44,820	\$ 42,513
L.U.D. of Oakville - garbage	-	0.000%	15,405	13,582
Debt charges:				
Frontage	-	0.000%	-	-
L.I.D.	6,524,950	3.110%	20,293	16,902
Other (specify)	-	0.000%	-	-
Deferred surplus			-	-
Reserves:				
General	312,805,490	2.520%	788,270	790,084
Machinery replacement	307,372,730	1.290%	396,511	397,090
General Municipal	312,805,490	8.930%	2,793,353	2,704,049
Special levies:				
Rural Area	307,372,730	7.800%	2,397,507	2,346,439
Delta	7,130,430	1.130%	8,057	8,061
Garbage	-	0.000%	72,600	53,215
By-Law 2886	-	0.000%	4,346	4,346
By-Law 2887	-	0.000%	30,420	30,420
By-Law 2895	-	0.000%	44,535	44,535
By-Law 2917	-	0.000%	20,360	20,360
By-Law 2926	-	0.000%	27,368	27,368
By-Law 2936	-	0.000%	22,692	22,692
By-Law 2937	-	0.000%	15,819	15,819
By-Law 2945	-	0.000%	54,533	54,533
By-Law 2951	-	0.000%	18,584	18,584
By-Law 2961	-	0.000%	38,816	38,816
By-Law 2964	-	0.000%	33,353	33,353
By-Law 2994	-	0.000%	24,423	24,423
By-Law 3005	-	0.000%	24,952	24,952
By-Law 3016	-	0.000%	33,368	-
By-Law 3028	-	0.000%	5,643	-
By-Law 3032	-	0.000%	56,865	-
By-Law 2976/2977	312,427,630	0.540%	168,711	168,221
Business tax (rate%)	-	0.000%	784	802
Total municipal taxes (Schedule 2)			7,162,388	6,901,159
Education support levy	111,883,040	16.080%	1,799,079	1,716,489
Special levy:				
#30 - Pine Creek	633,390	22.640%	14,340	13,061
#25 - Prairie Rose	10,254,540	19.120%	196,067	195,772
#24 - Portage la Prairie	299,477,520	20.270%	6,070,409	5,936,428
#50 - Prairie Spirit	1,358,110	21.430%	29,104	29,240
Total education taxes			8,109,000	7,890,990
Total tax levy (Schedule 11)			\$ 15,271,388	\$ 14,792,149

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
ANALYSIS OF SCHOOL ACCOUNTS
Year Ended December 31, 2009

SCHEDULE 13

	2009				2008
	Opening Balance	Current Requirement	Current Payment	Ending Balance	Ending Balance
Education support levy	\$ 90,058	\$ 1,799,079	\$ (1,805,942)	\$ 83,195	\$ 90,058
Special levies					
School Division:	-	-	-	-	-
#24 - Portage la Prairie	308,568	6,070,409	(6,100,780)	278,197	308,568
#30 - Pine Creek	675	14,340	(14,361)	654	675
#25 - Prairie Rose	10,757	196,067	(197,315)	9,509	10,757
#50 - Prairie Spirit	1,519	29,104	(29,289)	1,334	1,519
Sub-total	321,519	6,309,920	(6,341,745)	289,694	321,519
Total	\$ 411,577	\$ 8,108,999	\$ (8,147,687)	\$ 372,889	\$ 411,577

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF DEBENTURES PENDING
 Year Ended December 31, 2009

SCHEDULE 14

Authority	Purpose	Source of Funds	Authorized	Expended
			\$ -	\$ -
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			<u>\$ -</u>	<u>\$ -</u>

RURAL MUNICIPALITY OF PORTAGE LA PRAIRIE
 SCHEDULE OF L.U.D. OPERATIONS - OAKVILLE
 Year Ended December 31, 2009

SCHEDULE 15

	<u>2009 Budget</u>	<u>2009 Actual</u>	<u>2008 Actual</u>
Revenue			
Taxation	\$ 71,053	\$ 71,053	\$ 66,205
Other Revenue	<u>3,600</u>	<u>6,037</u>	<u>2,725</u>
Total revenue	<u>74,653</u>	<u>77,090</u>	<u>68,930</u>
Expenses			
General Government:			
Indemnities	9,070	7,057	8,149
Transportation Services			
Road and street maintenance	37,000	27,180	34,249
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	1,000	-	-
Street lighting	6,025	6,006	6,006
Other	6,970	7,513	3,009
Environmental health			
Waste collection and disposal	16,088	15,636	16,076
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	3,500	3,190	2,154
Other recreational facilities	-	-	52,050
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	<u>79,653</u>	<u>66,582</u>	<u>121,693</u>
Net revenues (expenses)	(5,000)	10,508	(52,763)
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	<u>5,000</u>	<u>(10,000)</u>	<u>52,050</u>
Change in L.U.D. balances	-	508	(713)
Unexpended balance, beginning of year	<u>(7,516)</u>	<u>(7,516)</u>	<u>(6,803)</u>
Unexpended balance, end of year	<u><u>(7,516)</u></u>	<u><u>(7,008)</u></u>	<u><u>(7,516)</u></u>