

MUNICIPALITY OF BRENDA-WASKADA
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

MUNICIPALITY OF BRENDA-WASKADA

TABLE OF CONTENTS

For the year ended December 31, 2024

	Page
STATEMENT OF RESPONSIBILITY	3
INDEPENDENT AUDITOR'S REPORT , dated October 9, 2026	4 - 5
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	6
Consolidated Statement of Operations	7
Consolidated Statement of Changes in Net Financial Assets	8
Consolidated Statement of Cash Flows	9
Consolidated Statement of Remeasurement Gains (Losses)	10
Notes to the Consolidated Financial Statements	11 - 24
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	25
Schedule 2 - Consolidated Schedule of Revenues	26
Schedule 3 - Consolidated Schedule of Expenses	27 - 28
Schedule 4 - Consolidated Statement of Operations by Program	29 - 30
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	31
Schedule 6 - Schedule of Changes in Reserve Fund Balances	32 - 33
Schedule 7 - Schedule of L.U.D. Operations	34
Schedule 8 - Schedule of Financial Position for Utility	35
Schedule 9 - Schedule of Utility Operations	36 - 40
Schedule 10 - Reconciliation of the Financial Plan to the Budget	41
Schedule 11 - Analysis of Taxes on Roll	42
Schedule 12 - Analysis of Tax Levy	43
Schedule 13 - Schedule of General Operating Fund Expenses	44 - 45
Schedule 14 - Reconciliation of Annual Surplus	46

STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Municipality of Brenda-Waskada:

The Municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the consolidated financial statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting, budget, and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Sensus Chartered Professional Accountants Ltd., an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

Maurice Saltel
Reeve

INDEPENDENT AUDITOR'S REPORT

To the Reeve and Council of:
Municipality of Brenda-Waskada
Waskada, Manitoba

Qualified Opinion

We have audited the consolidated financial statements of Municipality of Brenda-Waskada, which comprise of the consolidated statement of financial position as at December 31, 2024 and the consolidated statement of operations, consolidated statement of changes in net financial assets, consolidated statement of cash flows, and consolidated statement of remeasurement gains (losses) for the year then ended, and notes to the consolidated financial statements including a summary of significant accounting policies.

In our opinion, except for the effects of the matters described in the Basis of Qualified Opinion paragraphs, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Municipality of Brenda-Waskada as at December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The Public Sector Accounting Board has introduced section PS 3280 establishing guidance on the accounting and reporting on the retirement of tangible capital assets controlled by the Municipality. The Municipality has not provided a reasonable estimate for the asset retirement costs associated with their lagoon, wells or buildings containing asbestos, to determine the asset retirement obligations. As such, we have qualified our audit opinion due to the departure from Canadian public sector accounting standards. The effects of this departure on the financial statements for the year ended December 31, 2024 and December 31, 2023 have not been determined, as there is insufficient information available to do so. Our audit opinion on the consolidated financial statements for the year ended December 31, 2023 was modified accordingly because of the possible effects of this departure.

We were not able to obtain audit evidence to support the existence and completeness of the inventory balance as at December 31, 2024. Due to the nature of the Municipality's records, we were unable to satisfy ourselves as to physical inventory quantities by other audit procedures. Accordingly, we were unable to determine whether any adjustments might be necessary to expenses, annual surplus, non-financial assets, and accumulated surplus for the year ended December 31, 2024.

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 Municipality of Brenda-Waskada in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we 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 qualified opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing Municipality of Brenda-Waskada'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 Municipality of Brenda-Waskada or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality of Brenda-Waskada's financial reporting process.

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

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

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

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

Brandon, Manitoba
October 9, 2026



 Chartered Professional Accountants Ltd.

MUNICIPALITY OF BRENDA-WASKADA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash (Note 3)	\$ 9,562,241	\$ 9,175,099
Amounts receivable (Note 4)	405,343	443,733
Other inventories for sale (Note 5)	33,791	34,132
	10,001,375	9,652,964
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	1,010,410	699,296
Severance and sick leave payable	11,674	11,957
Deferred revenue (Note 2)	66,885	45,482
Asset retirement obligations (Note 7)	169,404	159,815
Long-term debt (Note 8)	248,599	364,147
	1,506,972	1,280,697
NET FINANCIAL ASSETS	8,494,403	8,372,267
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	12,660,358	12,418,237
Inventories (Note 5)	224,243	203,901
Prepaid expenses	39,983	141,593
Real estate properties held for sale (Note 2)	47,151	47,151
	12,971,735	12,810,882
ACCUMULATED SURPLUS (Note 13)	\$ 21,466,138	\$ 21,183,149
Accumulated surplus is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 21,466,138	\$ 21,183,149
Accumulated remeasurement gains (losses)		
	\$ 21,466,138	\$ 21,183,149

MUNICIPALITY OF BRENDA-WASKADA
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2024

	2024 Budget (Note 12)	2024 Actual	2023 Actual
REVENUE			
Property taxes	\$ 2,114,117	\$ 2,193,879	\$ 2,147,581
Grants in lieu of taxation	7,726	2,513	4,058
User fees	82,004	248,010	245,130
Permits, licences and fines	50	700	200
Investment income	170,890	522,294	532,057
Other revenue	149,979	265,489	392,258
Water and sewer	508,845	580,764	466,272
Grants - Province of Manitoba	156,472	158,762	324,011
Grants - Other	349,503	160,350	181,395
Total revenue (Schedules 2, 4 and 5)	3,539,586	4,132,761	4,292,962
EXPENSES			
General government services	684,371	828,575	598,974
Protective services	237,031	156,643	170,335
Transportation services	1,386,109	1,338,369	1,287,006
Environmental health services	134,808	134,598	123,533
Public health and welfare services	26,699	43,298	31,086
Regional planning and development	1,500	1,511	
Resource conservation and industrial development	234,814	238,749	249,148
Recreation and cultural services	397,146	405,355	371,919
Water and sewer services	678,927	702,674	645,635
Total expenses (Schedules 3, 4 and 5)	3,781,405	3,849,772	3,477,636
ANNUAL SURPLUS (DEFICIT)	\$ (241,819)	282,989	815,326
ACCUMULATED SURPLUS, BEGINNING OF YEAR		21,183,149	20,367,823
ACCUMULATED SURPLUS, END OF YEAR		\$ 21,466,138	\$ 21,183,149

MUNICIPALITY OF BRENDA-WASKADA
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
For the year ended December 31, 2024

	2024 Budget (Note 12)	2024 Actual	2023 Actual
ANNUAL SURPLUS (DEFICIT)	\$ (241,819)	\$ 282,989	\$ 815,326
Acquisition of tangible capital assets	(690,457)	(883,818)	(445,959)
Amortization of tangible capital assets	520,892	520,892	511,602
Gain on sale of tangible capital assets		(66,669)	(3,100)
Proceeds on sale of tangible capital assets		187,474	3,100
Decrease (increase) in inventories		(20,342)	76,018
Decrease (increase) in prepaid expenses		101,610	(100,761)
	(169,565)	(160,853)	40,900
CHANGE IN NET FINANCIAL ASSETS	\$ (411,384)	122,136	856,226
NET FINANCIAL ASSETS, BEGINNING OF YEAR		8,372,267	7,516,041
NET FINANCIAL ASSETS, END OF YEAR		\$ 8,494,403	\$ 8,372,267

MUNICIPALITY OF BRENDA-WASKADA
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2024

	2024	2023
OPERATING TRANSACTIONS		
Annual surplus	\$ 282,989	\$ 815,326
Changes in non-cash items:		
Amounts receivable	38,390	(139,406)
Inventories	(20,001)	76,260
Prepays	101,610	(100,761)
Accounts payable and accrued liabilities	311,114	93,123
Deferred revenue	21,403	(135,629)
Severance and sick leave payable	(283)	525
Asset retirement obligations	9,589	37,428
Gain on sale of tangible capital assets	(66,669)	(3,100)
Amortization	520,892	511,602
Cash provided by operating transactions	1,199,034	1,155,368
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	187,474	3,100
Cash used to acquire tangible capital assets	(883,818)	(445,959)
Cash applied to capital transactions	(696,344)	(442,859)
FINANCING TRANSACTIONS		
Debt repayment	(115,548)	(111,368)
Cash applied to financing transactions	(115,548)	(111,368)
INCREASE IN CASH	387,142	601,141
CASH, BEGINNING OF YEAR	9,175,099	8,573,958
CASH, END OF YEAR	\$ 9,562,241	\$ 9,175,099

MUNICIPALITY OF BRENDA-WASKADA
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2024

	2024 Actual	2023 Actual
ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	\$	\$
Unrealized gains (losses) attributable to:		
Portfolio investments		
Foreign exchange		
Derivatives		
Amounts reclassified to the statement of operations:		
Portfolio investments		
Foreign exchange		
Derivatives		
NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR		
ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$	\$

MUNICIPALITY OF BRENDA-WASKADA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2024

1. STATUS OF THE MUNICIPALITY OF BRENDA-WASKADA

The incorporated Municipality of Brenda-Waskada ("the Municipality") is a Municipality that was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The Municipality of Brenda-Waskada reflects the amalgamation of the former Rural Municipality of Brenda and Village of Waskada. The Municipality provides or funds municipal services such as police, fire, public works, planning, 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. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with public sector accounting standards as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and reflect the following 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 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 Municipality has no controlled organizations.

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 for 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 consolidated financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

- Bren-Del-Win Centennial Library - 30.51% (2023 - 30.51%)
- Bren-Del-Win Fire Department - 18% (2023 - 18%)
- Crocus Country Economic Development Corporation - 20% (2023 - 20%)
- Melita and Area Fire Protection Services Board - 12% (2023 - 12%)
- Southwestern Manitoba Regional Library - 5% (2023 - 5%)
- Southwest Recreation District - 10% (2023 - 10%)
- Southwest Regional Water Co-operative Inc. - 50% (2023 - 50%)
- Waskada Rink Committee - 60% (2023 - 60%)
- Waskada and Area Fire Protection Board - 85% (2023 - 85%)

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

Trust funds and their related operations administered by the Municipality are not consolidated in these consolidated financial statements. The trust funds administered by the Municipality are presented in Note 15.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Financial Instruments

The Municipality as part of its operations carries a number of financial instruments. It is management's opinion that 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 carrying values.

The Municipality classifies its financial instruments as either fair value, cost, or amortized cost. The Municipality's accounting policy for each category is as follows:

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The Municipality has not designated any of its portfolio investments or borrowings at fair value that would otherwise be classified in the amortized cost category.

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the consolidated statement of remeasurement gains (losses) until they are realized. When realized they are transferred to the consolidated statement of operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the consolidated statement of operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and long-term debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Foreign Currency Translation

The Municipality's foreign currency risk is reflected in its consolidated financial statements. Monetary assets and liabilities, denominated in a foreign currency, are translated at the year-end rate of exchange. Revenue and expense arising from a foreign currency transaction are translated into Canadian dollars at exchange rates approximating those in effect at the transaction date.

At each consolidated financial statement date, monetary assets, and liabilities, must be adjusted to reflect the exchange rate in effect at that date. Unrealized foreign exchange gains or losses that arise prior to settlement are recognized in the consolidated statement of remeasurement gains (losses).

In the period of settlement, the cumulative amount of foreign exchange gains and losses is removed from the consolidated statement of remeasurement gains (losses) and is recognized in the consolidated statement of operations.

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.

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.

Purchased intangible assets are identifiable non-monetary economic resources without physical substance, which are acquired through an arm's length transaction. Purchased intangible assets are recognized in the financial statements when they meet the definition of an asset and general criteria in PS 1000, Financial Statement Concepts. this guideline came into effect on January 1, 2024.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Municipality does not capitalize internal finance charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

Land	Indefinite
Land improvements	10 to 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.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition

Effective January 1, 2024, the Municipality adopted PS 3400 addresses how to account for, and report on revenues. The Municipality used prospective application in the adoption of PS 3400, and the accounting standard has not been applied retroactively. Under prospective application, prior periods are not restated, including the opening accumulated surplus. Adjustments are only applied to events and transactions from January 1, 2024 onwards.

Fees and Other Revenues

Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct good or service or series of distinct goods or services to a payor for consideration. The Municipality recognizes revenue when the performance obligations are satisfied, and the payor obtains control of the asset or benefits from the service provided.

Non-exchange transactions are transactions or events where there is no direct transfer of goods or services to a payor. The Municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue from non-exchange transactions is recognized when the Municipality has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on delivery of products

Revenue from contracts with customers is recognized at an amount equal to the transaction price allocated to the specific distinct performance obligation when the performance obligation is satisfied. Revenue from contracts with customers is evaluated and separated into distinct performance obligations when there is a distinct good or service to be transferred in the future.

Government Transfers

Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31st, for which any eligibility criteria have been met and that can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities.

Property Taxes

Revenues from property taxes are accrued in the year they are authorized by Council. Property taxes are recorded net of tax concessions and other adjustments. Transfers made through the tax system are recognized as an expense.

Externally Restricted Inflows

Externally restricted inflows are recognized as revenue in the period in which expenses are incurred for the purposes specified. Externally restricted inflows received before the expenses are incurred are reported as a liability.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Asset Retirement Obligations

Asset retirement obligations reflect the legal obligations arising from the retirement of the Municipality's tangible capital assets, and are recognized when:

- There is a legal obligation for the Municipality to incur costs in relation to a specific tangible capital asset,
- There is a past transaction or event causing the liability that has occurred,
- When economic benefits will need to be given up to remediate the liability, and
- When a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the Municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

Liability for Contaminated Site(s)

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- i. An environmental standard exists;
- ii. Contamination exceeds the environmental standard;
- iii. The Municipality:
 - a. Is directly responsible; or
 - b. Accepts responsibility; and
- iv. A reasonable estimate of the amount can be made.

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.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Uncertainty

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

Measurement uncertainty in these consolidated financial statements exists in the estimate of asset retirement obligations. The liability associated with asset retirement obligations reflects the best estimates by management of the amount required to remediate such liabilities, the timing when such remediation will occur, and the estimated future cash flows associated with asset retirement discounted to the consolidated financial statement date. The actual future cash flows and timing of obligations arising from asset retirement may differ significantly from these estimates.

Future Changes in Accounting Standards

A number of new and amended Canadian public sector accounting standards have been issued and not applied in preparing these consolidated financial statements. These standards will come into effect as follows:

- The Conceptual Framework for Financial Reporting in the Public Sector replaces the conceptual aspects of PSAS 1000 (Financial Statement Concepts) and PSAS 1100 (Financial Statement Objectives) for fiscal years beginning on or after January 1, 2027. The Conceptual Framework is applied prospectively.
- PSAS 1202, Financial Statement Presentation, replaces PSAS 1201 for fiscal years beginning January 1, 2027.

These new accounting standards have not been applied in preparing these consolidated financial statements.

The Municipality is currently assessing the impact of the new standards, and the extent of the impact of their adoption on the consolidated financial statements has not yet been determined.

Deferred Revenue

Deferred revenue represents grants, 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.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

3. CASH

Cash is comprised of the following:

	2024	2023
Cash	\$ 9,562,241	\$ 9,175,099

The Municipality has designated \$4,692,444 (2023 - \$4,612,344) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

The Municipality has an authorized line of credit of \$550,000 with the Sunrise Credit Union Ltd. with interest charged at a rate of 5.45% (2023 - 7.20%). The Municipality has pledged its tax receivable for its line of credit. The line of credit was not used as of December 31, 2024.

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2024	2023
Organizations and individuals	\$ 171,123	\$ 69,892
Utility customers (Schedule 8)	114,691	93,851
Other governments	61,299	97,226
Taxes on roll (Schedule 11)	58,230	229,891
	405,343	490,860
Less allowance for doubtful amounts		(47,127)
	\$ 405,343	\$ 443,733

5. INVENTORIES

Inventories for sale:

	2024	2023
History books	\$ 33,791	\$ 34,132

Inventories for use:

Gravel	\$ 160,460	\$ 142,476
Parts and Chemicals - SWRWC (Schedule 8)	36,719	35,338
Blades	15,905	8,190
Culverts	11,159	17,897
	\$ 224,243	\$ 203,901

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
Accounts payable	\$ 982,055	\$ 677,712
Accrued expenses	28,355	21,584
	\$ 1,010,410	\$ 699,296

7. ASSET RETIREMENT OBLIGATIONS

	2024	2023
Balance, beginning of year	\$ 159,815	\$
Accretion expense	9,589	9,046
Change in accounting policy		150,769
Balance, end of year	\$ 169,404	\$ 159,815

Landfill Site

Legislation requires the Municipality to conduct closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

The Municipality operates three Class 3 landfills, in which assessments were completed for these landfills. For the Brenda-Waskada waste disposal ground, they have been estimated to have used 61% of the landfill's total estimated capacity. The estimated remaining life of the landfill is 27 years. For Medora waste disposal ground, they have been estimated to have used 70% of the landfill's total estimated capacity. The estimated remaining life of the landfill is 27 years. For Goodlands waste disposal ground, the landfill has reached its maximum estimated capacity but will continue to operate as a waste transfer station. There is no timeline as to when it is to be decommissioned.

Wells, Lagoon and Asbestos

The Municipality is required to appropriately close wells and wastewater lagoon sites at the end of their operating life and to appropriately handle and dispose of any material containing asbestos when renovating or demolishing a municipal structure. As at December 31, 2024, the Municipality has not conducted assessments for the closure of the wells and wastewater lagoon sites or presence of asbestos within its building structures. The absence of these assessments presents potential environmental and risks, which could have financial implications. The financial impact, if any, is currently undetermined.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

8. LONG-TERM DEBT

	2024	2023
General Authority		
Loan from Sunrise Credit Union Ltd., payable at \$12,087 annually including interest at 3.95%, maturing December 2025. (Southwest Recreation District).	\$ 1,147	\$ 2,266
Utility Funds		
Debenture, payable at \$11,611 annually including interest at 4.70%, maturing December 2025.	11,090	21,682
Debenture, payable at \$19,257 annually including interest at 4.70%, maturing December 2025.	18,393	35,960
Royal Bank of Canada, payable at \$30,093 annually including interest at 4.85%, maturing December 2025.	28,701	56,075
Sunrise Credit Union Ltd., payable at \$67,583 annually including interest at 3.50%, maturing December 2027.	189,268	248,164
	247,452	361,881
	\$ 248,599	\$ 364,147

Principal payments due in the next three years are as follows:

2025	\$ 120,280
2026	63,083
2027	65,236
	<u>\$ 248,599</u>

9. DEBENTURES PENDING

<u>Authority</u>	<u>Purpose</u>	<u>Authorized</u>
None		\$

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

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 2.0% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees amounted to \$42,087 (2023 - \$38,197) 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, 2023 indicated the plan was 111.4% funded on a going concern basis and has an unfunded solvency liability of \$24.3 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, 2023.

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.

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 consolidated 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.

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

13. ACCUMULATED SURPLUS

	2024	2023
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus	\$ 4,609,279	\$ 4,743,585
Utility Operating Fund(s) - Nominal Surplus	278,336	262,524
TCA net of related borrowings	4,577,379	4,087,878
Reserve Funds	4,692,444	4,612,344
Accumulated Surplus of Municipality Unconsolidated	14,157,438	13,706,331
Accumulated Surpluses of Consolidated Entities	7,308,700	7,476,818
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 21,466,138	\$ 21,183,149

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 \$85,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2024:

a) Compensation paid to members of council amounted to \$65,542 in aggregate.

b) There were no members of council receiving compensation in excess of \$85,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Donna Stewart	\$ 10,212	\$ 2,712	\$ 12,924
Kandise Bertholet	9,455	2,152	11,607
Blake Nestibo	9,200	2,377	11,577
Alana Van Steelandt	9,420	1,480	10,900
Bob Brinklow	9,590	610	10,200
David Vanmackelbergh	9,175	991	10,166
Chad Vandaele	8,490	834	9,324
	\$ 65,542	\$ 11,156	\$ 76,698

c) The following officers received compensation in excess of \$85,000:

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Raymond Aitchison	Rural Foreman	\$ 87,357

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

15. TRUST FUNDS

The Municipality administers the following trust funds that are not consolidated into these consolidated financial statements:

Balance, beginning of year	Excess of receipts over disbursements	Balance, end of year
<u>\$</u>	<u>\$</u>	<u>\$</u>

16. PUBLIC UTILITIES BOARD

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

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

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

The following table provides historical information on capital grants for tangible or contributed capital assets with a remaining net book value.

Water services:

<u>Description of Utility</u>	<u>Unamortized Opening Balance</u>	<u>Additions During Year</u>	<u>Amortization During Year</u>	<u>Unamortized Balance Ending</u>
None	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Sewer services:

<u>Description of Utility</u>	<u>Unamortized Opening Balance</u>	<u>Additions During Year</u>	<u>Amortization During Year</u>	<u>Unamortized Balance Ending</u>
Brenda	<u>\$</u>	<u>\$ 34,479</u>	<u>\$ 345</u>	<u>\$ 34,134</u>

MUNICIPALITY OF BRENDA-WASKADA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2024

17. SEGMENTED INFORMATION

The Municipality of Brenda-Waskada provides a wide range of services to its residents. Segment information has been provided in Schedule 4 for the following services:

- General government services
- Protective services
- Transportation services
- Environmental health services
- Public health and welfare services
- Regional planning and development
- Resource conservation and industrial development
- Recreation and cultural services
- Water and sewer services

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

18. GOVERNMENT PARTNERSHIPS

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

	2024	2023
Financial Position		
Financial assets	\$ 293,441	\$ 243,009
Liabilities	700,920	621,243
Net debt	(407,479)	(378,234)
Non-financial assets	7,716,179	7,855,052
Accumulated surplus	<u>\$ 7,308,700</u>	<u>\$ 7,476,818</u>
Result of Operations		
Revenues	\$ 563,372	\$ 467,751
Expenses	820,810	841,909
Intercompany revenue and expense eliminations	89,320	66,514
Annual deficit	<u>\$ (168,118)</u>	<u>\$ (307,644)</u>

19. PUBLIC PRIVATE PARTNERSHIPS

The Municipality is not a party to any public private partnerships.

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2024

Cost	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Building and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2024	2023
Opening costs	\$ 529,301	3,596,424	2,608,792	61,821	235,677	11,112,337	7,451,274	27,200	\$ 25,622,826	\$25,176,867
Additions during the year	58,684	15,838	387,359	1,310	94,446	175,879	97,938	52,364	883,818	445,959
Disposals and write downs			(197,681)						(197,681)	
Transfers		43,433			(43,433)		79,564	(79,564)		
Closing costs	587,985	3,655,695	2,798,470	63,131	286,690	11,288,216	7,628,776		26,308,963	25,622,826
Accumulated Amortization										
Opening accum'd amortization	35,591	888,952	1,236,093	61,610		9,127,399	1,854,944		13,204,589	12,692,987
Amortization	11,340	98,072	160,504	1,369		88,574	161,033		520,892	511,602
Disposals and write downs			(76,876)						(76,876)	
Closing accum'd amortization	46,931	987,024	1,319,721	62,979		9,215,973	2,015,977		13,648,605	13,204,589
Net Book Value of Tangible Capital Assets	\$ 541,054	2,668,671	1,478,749	152	286,690	2,072,243	5,612,799		\$ 12,660,358	\$12,418,237

Water and sewer underground networks contributed to the Municipality totals \$523,932 and were capitalized at their fair value at the time of their receipt.

The Municipality has 470 km of roads that were capitalized at a nominal value of \$8,398,800.

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
For the year ended December 31, 2024

	2024 Actual	2023 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 2,079,294	\$ 2,015,469
Taxes added	114,585	132,112
	<u>2,193,879</u>	<u>2,147,581</u>
Grants in lieu of taxation:	<u>2,513</u>	<u>4,058</u>
User fees:		
Sales of service	178,837	155,572
Sales of goods	149	
Rentals	2,680	1,740
Oil royalties	66,344	87,818
	<u>248,010</u>	<u>245,130</u>
Permits, licences and fines:		
Permits	<u>700</u>	<u>200</u>
Investment income:	<u>522,294</u>	<u>532,057</u>
Other revenue:		
Gain on sale of tangible capital assets	66,669	3,100
Contributed assets	8,501	
Penalties and interest	7,974	23,631
Miscellaneous	182,345	151,075
Recovery of landfill liabilities and provision for uncollectible tax assets		214,452
	<u>265,489</u>	<u>392,258</u>
Water and sewer		
Municipal utility	266,419	201,704
Consolidated water co-operatives	314,345	264,568
	<u>580,764</u>	<u>466,272</u>
Grants - Province of Manitoba:		
Municipal operating grants	151,322	313,016
Conditional grants	7,440	10,995
	<u>158,762</u>	<u>324,011</u>
Grants - other:		
Federal government - Canada Community-Building Fund (gas tax)	36,145	39,570
Other municipal governments	124,205	141,825
	<u>160,350</u>	<u>181,395</u>
Total revenue	<u>\$ 4,132,761</u>	<u>\$ 4,292,962</u>

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2024

	2024 Actual	2023 Actual
General government services:		
Legislative	\$ 94,574	\$ 94,903
General administrative	619,240	419,509
Other	114,761	84,562
	828,575	598,974
Protective services:		
Fire	40,315	60,806
Emergency measures	5,967	10,800
Other protection	110,361	98,729
	156,643	170,335
Transportation services:		
Road transport		
Administration and engineering	410,651	379,918
Road and street maintenance	908,155	883,582
Bridge maintenance		4,065
Street lighting	19,563	19,441
	1,338,369	1,287,006
Environmental health services:		
Waste collection and disposal	122,897	112,974
Other	11,701	10,559
	134,598	123,533
Public health and welfare services:		
Public health	31,265	12,938
Medical care	7,700	18,148
Social assistance	4,333	
	43,298	31,086
Regional planning and development:		
Planning and zoning	455	
Urban area weed control	1,056	
	1,511	
Sub-total	\$ 2,502,994	\$ 2,210,934

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES (continued)
For the year ended December 31, 2024

	2024 Actual	2023 Actual
Sub-total (Carry forward)	\$ 2,502,994	\$ 2,210,934
Resource conservation and industrial development:		
Rural area weed control	76,268	68,431
Veterinary services	5,000	5,000
Water resources and conservation	25,686	25,686
Regional development	13,223	13,832
Industrial development	100,365	100,530
Other	18,207	35,669
	238,749	249,148
Recreation and cultural services:		
Administration	15,939	18,285
Community centres and halls	8,934	7,609
Golf courses	13,000	3,000
Skating and curling rinks	95,204	50,901
Parks and playgrounds	3,836	2,971
Other recreational facilities	242,914	265,729
Museums	7,327	7,846
Libraries	18,201	15,578
	405,355	371,919
Water and sewer (Schedule 9)		
Municipal utility	238,066	197,773
Consolidated water co-operatives	464,608	447,862
	702,674	645,635
Total expenses	\$ 3,849,772	\$ 3,477,636

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2024

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
REVENUE										
Property taxes	\$ 2,061,737	\$2,019,036								
Grants in lieu of taxation	2,513	4,058								
User fees	3,603	2,440	185	638	88,186	67,515	14,981	13,523		
Grants - other	36,145	66,016	38,158	43,159						
Permits, licences and fines	700	200								
Investment income	518,250	529,071	3,168	2,356						
Other revenue	216,910	383,787	383	744						
Water and sewer										
Prov of MB - unconditional grants	130,364	295,959								
Prov of MB - conditional grants	7,440	10,995								
Total revenue	2,977,662	3,311,562	41,894	46,897	88,186	67,515	14,981	13,523		
EXPENSES										
Personnel services	328,168	293,260	15,261	18,201	394,479	363,745	42,865	40,821		
Contract services	70,548	64,113	19,131	24,139	80,501	71,450	42,388	39,678	43,298	12,938
Utilities	8,878	6,210	8,987	7,412	22,671	25,250				
Maintenance, materials and supplies	148,151	153,866	30,417	11,753	618,416	611,398	30,123	24,690		
Grants and contributions	76,878	30,967	38,403	60,806						18,148
Amortization	10,541	11,597	37,773	40,523	222,302	215,163	9,633	9,298		
Interest on long-term debt										
Other	185,411	38,961	6,671	7,501			9,589	9,046		
Total expenses	828,575	598,974	156,643	170,335	1,338,369	1,287,006	134,598	123,533	43,298	31,086
Surplus (Deficit)	\$ 2,149,087	\$ 2,712,588	(114,749)	(123,438)	(1,250,183)	(1,219,491)	(119,617)	(110,010)	(43,298)	(31,086)

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

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2024

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
REVENUE										
Property taxes							132,142	128,545	\$ 2,193,879	\$ 2,147,581
Grants in lieu of taxation									2,513	4,058
User fees					141,055	161,014			248,010	245,130
Grants - other			12,454	13,076	73,593	59,144			160,350	181,395
Permits, licences and fines									700	200
Investment income			1	47	875	583			522,294	532,057
Other revenue			2,538	1,321	45,658	6,406			265,489	392,258
Water and sewer							580,764	466,272	580,764	466,272
Prov of MB - unconditional grants					20,958	17,057			151,322	313,016
Prov of MB - conditional grants									7,440	10,995
Total revenue			14,993	14,444	282,139	244,204	712,906	594,817	4,132,761	4,292,962
EXPENSES										
Personnel services			12,303	12,300	58,552	66,178	166,662	179,826	1,018,290	974,331
Contract services	1,056		122,505	115,097	86,140	49,044	103,897	73,607	569,464	450,066
Utilities			48	48	36,574	34,573	24,484	37,166	101,642	110,659
Maintenance, materials and supplies	455		1,135	849	41,085	56,183	226,252	174,784	1,096,034	1,033,523
Grants and contributions			100,365	100,530	74,381	73,269			290,027	283,720
Amortization					79,610	80,668	161,033	154,353	520,892	511,602
Interest on long-term debt					90	148	14,115	18,637	14,205	18,785
Other			2,393	20,324	28,923	11,856	6,231	7,262	239,218	94,950
Total expenses	1,511		238,749	249,148	405,355	371,919	702,674	645,635	3,849,772	3,477,636
Surplus (Deficit)	(1,511)		(223,756)	(234,704)	(123,216)	(127,715)	10,232	(50,818)	\$ 282,989	\$ 815,326

MUNICIPALITY OF BRENDA-WASKADA

SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the year ended December 31, 2024

	Core Government		Controlled Entities		Government Partnerships		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
REVENUE								
Property taxes	\$ 2,193,879	\$ 2,147,581					\$ 2,193,879	\$ 2,147,581
Grants in lieu of taxation	2,513	4,058					2,513	4,058
User fees	189,810	178,541			58,200	66,589	248,010	245,130
Grants - other	42,153	72,192			118,197	109,203	160,350	181,395
Permits, licences and fines	700	200					700	200
Investment income	518,250	529,071			4,044	2,986	522,294	532,057
Other revenue	217,861	384,910			47,628	7,348	265,489	392,258
Water and sewer	266,419	201,704			314,345	264,568	580,764	466,272
Prov of MB - unconditional grants	130,364	295,959			20,958	17,057	151,322	313,016
Prov of MB - conditional grants	7,440	10,995					7,440	10,995
Total revenue	3,569,389	3,825,211			563,372	467,751	4,132,761	4,292,962
EXPENSES								
Personnel services	777,966	727,427			240,324	246,904	1,018,290	974,331
Contract services	502,280	388,652			67,184	61,414	569,464	450,066
Utilities	35,490	35,366			66,152	75,293	101,642	110,659
Maintenance, materials and supplies	932,582	883,847			163,452	149,676	1,096,034	1,033,523
Grants and contributions	285,027	283,464			5,000	256	290,027	283,720
Amortization	258,767	250,327			262,125	261,275	520,892	511,602
Interest on long-term debt	14,115	18,637			90	148	14,205	18,785
Other	222,735	48,007			16,483	46,943	239,218	94,950
Total expenses	3,028,962	2,635,727			820,810	841,909	3,849,772	3,477,636
Surplus	\$ 540,427	\$ 1,189,484			(257,438)	(374,158)	\$ 282,989	\$ 815,326

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2024

	2024						
	Brenda Utility Reserve	Waskada General Reserve	Fire Equipment Reserve	Water/Sewer Infrastructure Reserve	Waskada Rink Reserve	Waskada Utility Reserve	Sub Total
REVENUE							
Investment income	\$ 7,085	57,215	17,003	13,098	4,815	253	\$ 99,469
Other income							
Total revenue	7,085	57,215	17,003	13,098	4,815	253	99,469
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	7,085	57,215	17,003	13,098	4,815	253	99,469
TRANSFERS							
Debt repayment							
Transfers from operating fund							
Transfers to operating fund							
Transfers from utility fund							
Transfers to utility fund	(33,000)						(33,000)
Acquisition of tangible capital assets							
CHANGE IN RESERVE FUND BALANCES	(25,915)	57,215	17,003	13,098	4,815	253	66,469
FUND SURPLUS, BEGINNING OF YEAR	120,084	969,721	289,434	221,989	82,608	4,292	1,688,128
FUND SURPLUS, END OF YEAR	\$ 94,169	1,026,936	306,437	235,087	87,423	4,545	\$ 1,754,597

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2024

	2024						2023
	Brenda General Reserve	Machinery Replacement Reserve	Gas Tax Reserve	Road Construction Reserve	Brenda Creeks Reserve	Brenda Office Reserve	Total
REVENUE							
Investment income	\$ 83,655	25,642	33,136	19,075	9,422	1,556	\$ 271,955
Other income							26,946
Total revenue	83,655	25,642	33,136	19,075	9,422	1,556	271,955
EXPENSES							
Investment charges							
Other expenses							
Total expenses							
NET REVENUES	83,655	25,642	33,136	19,075	9,422	1,556	271,955
TRANSFERS							
Debt repayment							
Transfers from operating fund		125,000	36,145				161,145
Transfers to operating fund			(195,000)	(125,000)			(320,000)
Transfers from utility fund							
Transfers to utility fund							(33,000)
Acquisition of tangible capital assets							
CHANGE IN RESERVE FUND BALANCES	83,655	150,642	(125,719)	(105,925)	9,422	1,556	80,100
FUND SURPLUS, BEGINNING OF YEAR	1,417,849	434,609	562,392	323,299	159,694	26,373	4,612,344
FUND SURPLUS, END OF YEAR	\$ 1,501,504	585,251	436,673	217,374	169,116	27,929	\$ 4,612,344

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 7 - SCHEDULE OF L.U.D. OPERATIONS -
For the year ended December 31, 2024

	2024 Budget	2024 Actual	2023 Actual
REVENUE	\$	\$	\$
EXPENSES			
General government			
Transportation services			
Environmental health			
Regional planning and development			
Recreation and cultural services			
TRANSFERS			
CHANGES IN L.U.D. BALANCES	\$		
UNEXPENDED BALANCE, BEGINNING OF YEAR			
UNEXPENDED BALANCE, END OF YEAR		\$	\$

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2024

	2024				2023
	Waskada Utility	Brenda Utility	Southwest Regional Water Coop	Total	Total
FINANCIAL ASSETS					
Cash	\$	\$	\$ 1,581	\$ 1,581	\$ 1,581
Amounts receivable (Note 4)	10,889	22,290	81,512	114,691	93,851
Due from other funds	161,986	84,296		246,282	227,182
	<u>172,875</u>	<u>106,586</u>	<u>83,093</u>	<u>362,554</u>	<u>322,614</u>
LIABILITIES					
Accounts payable and accrued liabilities			676,316	676,316	574,198
Deferred revenue	1,125			1,125	875
Long-term debt (Note 8)		247,452		247,452	361,881
	<u>1,125</u>	<u>247,452</u>	<u>676,316</u>	<u>924,893</u>	<u>936,954</u>
NET DEBT	<u>171,750</u>	<u>(140,866)</u>	<u>(593,223)</u>	<u>(562,339)</u>	<u>(614,340)</u>
NON-FINANCIAL ASSETS					
Tangible capital assets (Schedule 1)	97,324	120,939	5,394,536	5,612,799	5,623,530
Inventories (Note 5)			36,719	36,719	35,338
Prepaid expenses			2,279	2,279	1,698
	<u>97,324</u>	<u>120,939</u>	<u>5,433,534</u>	<u>5,651,797</u>	<u>5,660,566</u>
FUND SURPLUS	<u>\$ 269,074</u>	<u>\$ (19,927)</u>	<u>\$ 4,840,311</u>	<u>\$ 5,089,458</u>	<u>\$ 5,046,226</u>
REMEASUREMENT GAINS (LOSSES)					
Accumulated gains (losses), beginning of year	\$	\$	\$	\$	\$
Unrealized gains (losses)					
Amounts reclassified to statement of operations					
Accumulated gains (losses), end of year	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
FUND SURPLUS (DEFICIT) CONSISTS OF:					
Accumulated operating surplus (deficit)	\$ 269,074	\$ (19,927)	\$ 4,840,311	\$ 5,089,458	\$ 5,046,226
Accumulated remeasurement gains (losses)	<u>\$ 269,074</u>	<u>\$ (19,927)</u>	<u>\$ 4,840,311</u>	<u>\$ 5,089,458</u>	<u>\$ 5,046,226</u>

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Waskada Utility
For the year ended December 31, 2024

	Budget	2024	2023
REVENUE			
Water			
Water fees	\$ 72,200	\$ 72,170	\$ 71,270
Sewer			
Sewer fees	6,600	6,519	6,959
Other			
Penalties	300	546	402
Other income		400	250
Sub-Total - Other	300	946	652
Total revenue	\$ 79,100	\$ 79,635	\$ 78,881

MUNICIPALITY OF BRENDA-WASKADA**SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Waskada Utility****For the year ended December 31, 2024**

	Budget	2024	2023
EXPENSES			
General			
Administration	\$ 14,500	\$ 6,191	\$ 16,051
Water General			
Purification and treatment	900		
Water purchases	55,000	57,505	54,860
Connection costs	1,750	7,716	978
Sub-Total - Water General	57,650	65,221	55,838
Water Amortization, Accretion & Interest			
Amortization		926	926
Sewer General			
Lift station costs	9,000	8,246	6,284
Connection costs	3,500		
Sub-Total - Sewer General	12,500	8,246	6,284
Sewer Amortization, Accretion & Interest			
Amortization		2,834	2,834
Total expenses	84,650	83,418	81,933
DEFICIT	\$ (5,550)	(3,783)	(3,052)
TRANSFERS			
CHANGE IN UTILITY FUND BALANCE		(3,783)	(3,052)
FUND SURPLUS, BEGINNING OF YEAR		272,857	275,909
FUND SURPLUS, END OF YEAR		\$ 269,074	\$ 272,857

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Brenda Utility
For the year ended December 31, 2024

	Budget	2024	2023
REVENUE			
Water			
Water fees	\$ 107,800	\$ 123,923	\$ 115,020
Sewer			
Sewer fees	6,800	6,994	6,732
Property taxes	132,142	132,142	128,545
Government transfers		34,479	
Other			
Connection charges		20,000	
Penalties	800	1,388	1,071
Sub-Total - Other	800	21,388	1,071
Total revenue	\$ 247,542	\$ 318,926	\$ 251,368

MUNICIPALITY OF BRENDA-WASKADA**SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Brenda Utility****For the year ended December 31, 2024**

	Budget	2024	2023
EXPENSES			
General			
Administration	\$ 9,000	\$ 2,290	\$ 8,288
Water General			
Purification and treatment	1,350	2,444	1,662
Water purchases	70,000	109,129	85,248
Connection costs	2,500	22,000	
Sub-Total - Water General	73,850	133,573	86,910
Water Amortization, Accretion & Interest			
Amortization		1,179	1,179
Interest on long-term debt	22,000	14,115	18,637
Sub-Total - Water Amortization, Accretion & Interest	22,000	15,294	19,816
Sewer General			
Lift station costs	5,000	2,726	749
Sewer Amortization, Accretion & Interest			
Amortization		765	77
Total expenses	109,850	154,648	115,840
NET OPERATING SURPLUS	\$ 137,692	164,278	135,528
TRANSFERS			
Transfers from reserve funds		33,000	
CHANGE IN UTILITY FUND BALANCE		197,278	135,528
DEFICIT, BEGINNING OF YEAR		(217,205)	(352,733)
DEFICIT, END OF YEAR		\$ (19,927)	\$ (217,205)

MUNICIPALITY OF BRENDA-WASKADA**SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Southwest Regional Water Coop****For the year ended December 31, 2024**

	Budget	2024	2023
REVENUE			
Water			
Water fees	\$ 288,163	\$ 288,163	\$ 250,968
Government transfers	26,182	26,182	13,600
Total revenue	314,345	314,345	264,568
EXPENSES			
General			
Administration	175,910	175,910	171,188
Utilities (telephone, electricity, etc)	22,966	22,966	35,367
Sub-Total - General	198,876	198,876	206,555
Water General			
Purification and treatment	104,172	104,172	84,708
Connection costs	6,231	6,231	7,262
Sub-Total - Water General	110,403	110,403	91,970
Water Amortization, Accretion & Interest			
Amortization	155,329	155,329	149,337
Total expenses	464,608	464,608	447,862
DEFICIT	\$ (150,263)	(150,263)	(183,294)
TRANSFERS			
CHANGE IN UTILITY FUND BALANCE		(150,263)	(183,294)
FUND SURPLUS, BEGINNING OF YEAR		4,990,574	5,173,868
FUND SURPLUS, END OF YEAR	\$	4,840,311	\$ 4,990,574

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2024

	Financial Plan General	Financial Plan Utility	Amortization & Accretion	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,981,975	132,142					\$ 2,114,117
Grants in lieu of taxation	7,726						7,726
User fees	34,700					47,304	82,004
Grants - Province of Manitoba	138,292					18,180	156,472
Grants - other	150,495					199,008	349,503
Permits, licences and fines	50						50
Investment income	170,000					890	170,890
Other revenue	142,000					7,979	149,979
Water and sewer		508,845					508,845
Transfers from accumulated surplus	306,500				(306,500)		
Transfers from reserves	374,000	33,000			(407,000)		
Total revenue	<u>3,305,738</u>	<u>673,987</u>			<u>(713,500)</u>	<u>273,361</u>	<u>3,539,586</u>
EXPENSES							
General government services	672,671		10,541		1,159		684,371
Protective services	111,129		2,780			123,122	237,031
Transportation services	1,163,807		222,302				1,386,109
Environmental health services	125,175		9,633				134,808
Public health and welfare services	26,699						26,699
Regional planning and development	1,500						1,500
Resource cons and industrial dev	217,530					17,284	234,814
Recreation and cultural services	162,541		7,807			226,798	397,146
Water and sewer services		659,108	5,704	14,115			678,927
Fiscal services:							
Transfer to capital	657,457	33,000	(690,457)				
Debt charges		132,142		(132,142)			
Short-term interest	1,500			(1,500)			
Transfer to reserves	164,570				(164,570)		
Allowance for tax assets	1,159				(1,159)		
Total expenses	<u>3,305,738</u>	<u>824,250</u>	<u>(431,690)</u>	<u>(119,527)</u>	<u>(164,570)</u>	<u>367,204</u>	<u>3,781,405</u>
Surplus (Deficit)	<u>\$</u>	<u>(150,263)</u>	<u>431,690</u>	<u>119,527</u>	<u>(548,930)</u>	<u>(93,843)</u>	<u>\$ (241,819)</u>

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2024

	2024	2023
Balance, beginning of year	\$ 229,891	\$ 223,408
Add:		
Tax levy (Schedule 12)	5,174,554	4,971,960
Taxes added	114,585	132,112
Penalties or interest	7,974	23,631
Other accounts added	16,852	20,360
Tax adjustments (Taxservice)	10,629	10,521
Sub-total	5,324,594	5,158,584
Deduct:		
Cash collections - current	4,251,365	4,999,812
Cash collections - arrears	176,979	78,203
Writeoffs	151,639	13,995
Title value of tax titles acquired	21,793	10,302
E.P.T.C. - cash advance	50,704	49,789
Manitoba School tax rebate	843,775	
Sub-total	5,496,255	5,152,101
Balance, end of year	\$ 58,230	\$ 229,891

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2024

	2024			2023
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
Water Deb - Brenda			\$ 98,674	\$ 98,451
Other (Water Pipeline - Main)			33,873	33,612
Sub-Total - Debt charges			<u>132,547</u>	<u>132,063</u>
General Municipal - Business Tax			<u>35</u>	<u>31</u>
General Municipal - At Large	222,214,870	7.854	<u>1,745,276</u>	<u>54,191</u>
Special levies:				
Napinka - BL 13-2017			9,956	10,000
Medora - BL 12-2017			9,716	10,000
Goodlands - BL 11-2017			10,000	10,000
Waskada				196,737
Brenda				1,573,578
Waskada - BL 40-2024	6,431,990	22.700	146,006	
Souris River Watershed District	106,880,800	0.241	<u>25,758</u>	<u>28,869</u>
Sub-Total - Special levies			<u>201,436</u>	<u>1,829,184</u>
Total municipal taxes (Schedule 2)			<u>2,079,294</u>	<u>2,015,469</u>
Education support levy	94,625,270	8.128	<u>769,114</u>	<u>740,760</u>
Special levy:				
Southwest Horizon	222,214,870	10.468	<u>2,326,146</u>	<u>2,215,731</u>
Sub-Total - Special levies			<u>2,326,146</u>	<u>2,215,731</u>
Total education taxes			<u>3,095,260</u>	<u>2,956,491</u>
Total tax levy (Schedule 11)			<u>\$ 5,174,554</u>	<u>\$ 4,971,960</u>

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the year ended December 31, 2024

	2024	2023
General government services:		
Legislative	\$ 94,574	\$ 94,903
General administrative	619,240	419,509
Other	114,761	84,562
	828,575	598,974
Protective services:		
Fire	99,034	97,029
Emergency measures	5,967	10,800
Other	5,180	5,680
	110,181	113,509
Transportation services:		
Road transport		
Administration and engineering	410,651	379,918
Road and street maintenance	908,155	883,582
Bridge maintenance		4,065
Street lighting	19,563	19,441
	1,338,369	1,287,006
Environmental health services:		
Waste collection and disposal	122,897	112,974
Other	11,701	10,559
	134,598	123,533
Public health and welfare services:		
Public health	31,265	12,938
Medical care	7,700	18,148
Social assistance	4,333	
	43,298	31,086
Regional planning and development:		
Planning and zoning	455	
Urban renewal	1,056	
	1,511	
Sub-total	\$ 2,456,532	\$ 2,154,108

MUNICIPALITY OF BRENDA-WASKADA**SCHEDULE 13 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES (continued)****For the year ended December 31, 2024**

	2024	2023
Sub-total (carry forward)	\$ 2,456,532	\$ 2,154,108
Resource conservation and industrial development:		
Rural area weed control	76,268	68,431
Veterinary services	5,000	5,000
Water resources and conservation	25,686	25,686
Regional development	16,336	16,958
Industrial development	100,365	100,530
Other	100	100
	223,755	216,705
Recreation and cultural services:		
Administration	15,939	18,285
Community centres and halls	8,934	7,609
Golf courses	13,000	3,000
Skating and curling rinks	117,448	73,029
Parks and playgrounds	3,836	2,971
Other recreational facilities	10,000	300
Museums	7,327	7,846
Libraries	23,445	20,615
	199,929	133,655
Total expenses	\$ 2,880,216	\$ 2,504,468

MUNICIPALITY OF BRENDA-WASKADA
SCHEDULE 14 - RECONCILIATION OF ANNUAL SURPLUS
For the year ended December 31, 2024

	2024			2023	
	General	Utility	Total	Total	
MUNICIPAL SURPLUS UNDER THE MUNICIPAL ACT	\$ 172,194	15,812	\$ 188,006	\$ 554,157	
Adjustments for reporting under public sector accounting standards					
Eliminate expense - transfers to reserves	161,145		161,145	438,903	
Eliminate revenue - transfers from reserves	(320,000)	(33,000)	(353,000)		
Increase revenue - reserve funds interest	271,955		271,955	264,706	
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	(17,855)	(150,263)	(168,118)	(307,644)	
Eliminate revenue - transfer from nominal surplus	(306,500)		(306,500)	(248,283)	
Increase expense - amortization of tangible capital assets	(253,063)	(5,704)	(258,767)	(250,327)	
Increase expense - accretion for asset retirement obligations	(9,589)		(9,589)	(159,815)	
Decrease expense - principal portion of debenture debt		114,429	114,429	109,908	
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets	66,669		66,669	3,100	
Eliminate revenue - proceeds on sale of tangible capital assets	(187,474)		(187,474)	(3,100)	
Eliminate expense - acquisitions of tangible capital assets	695,275	68,958	764,233	413,721	
NET SURPLUS PER STATEMENT OF OPERATIONS	\$ 272,757	10,232	\$ 282,989	\$ 815,326	