

TOWN OF THE PAS

**Consolidated Financial Statements
For the Year Ended December 31, 2010**

INDEPENDENT AUDITORS' REPORT

To The Mayor and Councillors
The Town of The Pas

We have audited the accompanying financial statements of the Town of The Pas, which comprise the consolidated statement of financial position as at December 31, 2010, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the consolidated financial position of the Town of The Pas as at December 31, 2010, and its consolidated financial performance and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Hanger Monir Angers

CHARTERED ACCOUNTANTS

The Pas, Manitoba
September 7, 2011

THE PAS

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TOWN OF THE PAS

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TOWN OF THE PAS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2010

	<u>2010</u>	<u>2009</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 1,983,272	\$ 1,705,351
Amounts receivable (Note 4)	1,833,743	1,929,664
Real estate properties held for sale	34,147	34,147
Other inventories for sale (Note 5)	19,117	22,042
	<u>\$ 3,870,279</u>	<u>\$ 3,691,204</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 1,519,864	\$ 1,505,480
Deferred revenue	87,243	91,426
Landfill closure and post closure liabilities (Note 7)	169,134	150,080
Long-term debt (Note 8)	2,843,260	3,216,787
Other liabilities	18,422	17,889
	<u>4,637,923</u>	<u>4,981,662</u>
NET FINANCIAL DEBT	<u>\$ (767,644)</u>	<u>\$ (1,290,458)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 26,383,133	\$ 26,275,686
Inventories (Note 5)	333,976	274,257
Prepaid expenses	78,146	42,573
	<u>26,795,255</u>	<u>26,592,516</u>
ACCUMULATED SURPLUS	<u>\$ 26,027,611</u>	<u>\$ 25,302,058</u>

CONTINGENCY (NOTE 9)

Approved on behalf of Council:

Alan McLauchlan - Mayor

John Marnock - Councillor

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2010

	2010 Budget (Note 12)	2010 Actual	2009 Actual
REVENUE			
Property taxes	\$ 4,842,902	\$ 4,840,725	\$ 4,489,832
Grants in lieu of taxation	808,240	820,980	738,751
User fees	1,967,900	2,408,637	1,521,558
Permits, licences and fines	42,000	67,957	39,959
Investment income	21,717	29,969	26,604
Other revenue	168,030	100,314	98,124
Water and sewer	1,521,600	1,733,972	1,343,766
Grants - Province of Manitoba	1,168,643	1,606,266	4,309,857
Grants - other	507,666	525,367	505,848
Total revenue (Schedules 2, 4 and 5)	<u>11,048,698</u>	<u>12,134,187</u>	<u>13,074,299</u>
EXPENSES			
General government services	1,594,481	1,510,069	1,733,348
Protective services	2,250,159	2,107,959	2,138,228
Transportation services	2,795,525	2,955,496	2,453,224
Environmental health services	412,830	453,440	451,227
Public health and welfare services	83,394	57,657	81,798
Regional planning and development	37,753	18,864	21,695
Resource conservation and industrial development	118,925	80,776	109,657
Recreation and cultural services	2,687,852	2,434,795	2,042,627
Water and sewer services	1,695,614	1,789,578	2,095,682
Total expenses (Schedules 3, 4 and 5)	<u>11,676,533</u>	<u>11,408,634</u>	<u>11,127,486</u>
ANNUAL SURPLUS (DEFICIT)	<u>(627,835)</u>	725,553	1,946,813
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>25,302,058</u>	<u>23,355,245</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 26,027,611</u>	<u>\$ 25,302,058</u>

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL DEBT
For the Year Ended December 31, 2010

	<u>2010 Budget (Note 16)</u>	<u>2010 Actual</u>	<u>2009 Actual</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ (627,835)</u>	<u>\$ 725,553</u>	<u>\$ 1,946,813</u>
Acquisition of tangible capital assets	(63,000)	(1,639,321)	(4,508,319)
Amortization of tangible capital assets	1,497,858	1,497,858	1,331,487
Gain on sale of tangible capital assets	(984)	(984)	
Proceeds on sale of tangible capital assets	35,000	35,000	
Increase in inventories	(59,719)	(59,719)	(8,008)
Increase in prepaid expense	<u>(35,573)</u>	<u>(35,573)</u>	<u>(41,210)</u>
	<u>1,373,582</u>	<u>(202,739)</u>	<u>(3,226,050)</u>
CHANGE IN NET FINANCIAL DEBT	<u><u>745,747</u></u>	<u>522,814</u>	<u>(1,279,237)</u>
NET FINANCIAL DEBT, BEGINNING OF YEAR		<u>(1,290,458)</u>	<u>(11,221)</u>
NET FINANCIAL DEBT, END OF YEAR		<u><u>\$ (767,644)</u></u>	<u><u>\$ (1,290,458)</u></u>

TOWN OF THE PAS
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2010

	<u>2010</u>	<u>2009</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 725,553	\$ 1,946,813
Changes in non-cash items:		
Amounts receivable	95,921	(988,439)
Inventories	(56,794)	14,423
Prepays	(35,573)	(41,210)
Accounts payable and accrued liabilities	14,384	164,925
Landfill closure and post closure liabilities	19,054	17,624
Deferred revenue	(4,183)	91,426
Other liabilities	533	506
Gain on sale of tangible capital asset	(984)	-
Amortization	<u>1,497,858</u>	<u>1,331,487</u>
Cash provided by operating transactions	<u>2,255,769</u>	<u>2,537,555</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	35,000	-
Cash used to acquire tangible capital assets	<u>(1,639,321)</u>	<u>(4,508,319)</u>
Cash applied to capital transactions	<u>(1,604,321)</u>	<u>(4,508,319)</u>
INVESTING TRANSACTIONS		
Acquisition of real estate properties	<u>-</u>	<u>(2,449)</u>
Cash applied to investing transactions	<u>-</u>	<u>(2,449)</u>
FINANCING TRANSACTIONS		
Debt repayment	<u>(373,527)</u>	<u>(346,437)</u>
Cash applied to financing transactions	<u>(373,527)</u>	<u>(346,437)</u>
CHANGE IN CASH AND TEMPORARY INVESTMENTS	<u>277,921</u>	<u>(2,319,650)</u>
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>1,705,351</u>	<u>4,025,001</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>\$ 1,983,272</u></u>	<u><u>\$ 1,705,351</u></u>

TOWN OF THE PAS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2010

1. Status of the Town of The Pas

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

2. Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB) of the 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 Town. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Town. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Town. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Kelsey Recreation Commission
Sam Waller Museum
The Pas Regional Library
The Pas and Area Recycling Centre
The Pas Wellness Centre

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

Trust funds and their related operations administered by the Town are not consolidated in these financial statements. The trust funds administered by the Town are presented in Schedule 7 - Schedule of Trust Funds.

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.

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.

TOWN OF THE PAS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2010

f) Landfill Closure and Post Closure Liabilities

The estimated cost to close and maintain solid waste landfill sites are based on estimated future expenses, in current dollars, adjusted for estimated inflation, and are charged to expenses as the landfill capacity is used.

g) Non-Financial Assets

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

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

h) Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Town 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	10 to 40 years
Leasehold improvements	Life of lease
Vehicles and Equipment	
Vehicles	5 to 15 years
Machinery, equipment and furniture	5 to 15 years
Maintenance and road construction equipment	10 to 15 years
Computer Hardware and Software	4 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 years
Road grade	40 years
Water and Sewer	
Land	Indefinite
Land improvements	10 to 30 years
Buildings	10 to 40 years
Underground networks	50 years
Machinery and equipment	10 to 15 years

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

i) Leases

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

TOWN OF THE PAS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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j) Inventories

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

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

k) Revenue Recognition

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements 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.

l) Measurement Uncertainty

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

Measurement uncertainty in these financial statements exists in the accrual of the landfill closure and post closure liabilities. The accrual of the landfill liabilities is based on estimated future cash flows discounted to the financial statement date. The estimate of the future cash flows and the closure date of the landfill are based upon the best estimates by management. The actual future cash flows and closure date may differ significantly.

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2010</u>	<u>2009</u>
Cash	\$ 1,970,253	\$ 1,692,348
Temporary Investments	13,019	13,003
	<u>\$ 1,983,272</u>	<u>\$ 1,705,351</u>

Temporary investments are comprised of guaranteed investment certificates which have a market value approximating cost.

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2010</u>	<u>2009</u>
Taxes on roll (Schedule 11)	\$ 525,316	\$ 676,855
Government grants	656,246	875,838
Utility customers	602,143	304,676
Organizations and individuals	266,184	233,215
Other governments	45,825	68,579
Miscellaneous	136,106	163,539
	<u>2,231,820</u>	<u>2,322,702</u>
Less allowances for doubtful amounts	<u>(398,077)</u>	<u>(393,038)</u>
	<u>\$ 1,833,743</u>	<u>\$ 1,929,664</u>

TOWN OF THE PAS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2010

5. Inventories

Inventories for sale:

	<u>2010</u>	<u>2009</u>
Aviation fuel	\$ 15,259	\$ 18,750
Other	3,858	3,292
	<u>\$ 19,117</u>	<u>\$ 22,042</u>

Inventories for use:

	<u>2010</u>	<u>2009</u>
Fuel	\$ 26,471	\$ 33,083
Aggregate	141,899	68,349
Other supplies	165,606	172,825
	<u>\$ 333,976</u>	<u>\$ 274,257</u>

6. Accounts Payable and Accrued Liabilities

	<u>2010</u>	<u>2009</u>
Accounts payable	\$ 1,014,619	\$ 1,093,854
Accrued expenses	365,182	234,047
School levies (Schedule 13)	140,063	177,579
	<u>\$ 1,519,864</u>	<u>\$ 1,505,480</u>

7. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

The Town is currently operating a Class 1 landfill site. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

	<u>2010</u>	<u>2009</u>
Estimated closure and post closure costs over the next 20 years	<u>\$ 259,300</u>	<u>\$ 259,300</u>
Discount rate	<u>5.00%</u>	<u>5.00%</u>
Discounted costs	<u>\$ 226,888</u>	<u>\$ 216,083</u>
Expected year capacity will be reached	<u>2015</u>	<u>2015</u>
Capacity (ha):		
Used to date	4.10	3.82
Remaining	1.40	1.68
Total	5.50	5.50
Percent utilized	<u>74.55%</u>	<u>69.45%</u>
Liability based on percentage	<u>\$ 169,134</u>	<u>\$ 150,080</u>

TOWN OF THE PAS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2010

8. Long Term Debt

	<u>2010</u>	<u>2009</u>
General Authority:		
Debenture, interest at 10.50%, payable at \$178,063 annually including interest, maturing December 1, 2010	\$ -	\$ 161,143
Debenture, interest at 5.75%, payable at \$150,918 annually including interest, maturing December 1, 2019	1,037,763	1,124,048
Debenture, interest at 5.63%, payable at \$169,100 annually including interest, maturing December 1, 2025	1,683,328	1,753,777
	<u>\$ 2,721,091</u>	<u>\$ 3,038,968</u>
Utility Funds:		
Debenture, interest at 6.38%, payable at \$66,986 annually including interest, maturing December 1, 2012	<u>\$ 122,169.00</u>	<u>\$ 177,819.00</u>
	<u><u>\$ 2,843,260</u></u>	<u><u>\$ 3,216,787</u></u>

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

2011	\$ 224,856
2012	\$ 238,062
2013	\$ 185,060
2014	\$ 195,597
2015	\$ 206,735

9. Contingencies

During the year a breach of contract claim was filed against the Town by Titan X, a company involved in the construction of the Wellness Centre. At the current time the likelihood of success is not determinable. If the Town is not successful in defending the claim it will be liable for \$99,772 plus costs. The Town has filed a counter-claim against Titan X.

10. Retirement Benefits

The majority of the employees of the Town are members of the Municipal Employees Benefit Program (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 cost of the retirement plan is 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 MEBP 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 6.3% of basic annual earnings up to the CPP ceiling plus 7.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Town on behalf of its employees amounted to \$182,696 (2009 - \$158,852) 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, 2008 indicated the plan is fully funded on a going concern basis but has had an unfunded solvency liability of \$1.1 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, 2008. The current contribution rates are sufficient to fund the solvency unfunded liability by December 2013.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2010

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including the 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 Town as part of its operations carries a number of financial instruments. It is management's opinion that the Town is not exposed to significant interest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair value of these financial instruments approximates their carrying values.

12. Budget

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

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

13. Public Sector Compensation Disclosure

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$50,000 annually to any member of council, officer or employee of the Town. For the year ended December 31, 2010:

a) Compensation paid to members of council amounted to \$80,105 in aggregate.

b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	Compensation	Expenses	Total
Herb Jaques	\$ 14,867		\$ 14,867
Ken Gurba	11,812	2,936	14,748
Bert Lagimodiere	10,272	600	10,872
Todd Early	8,770		8,770
Trevor Lane	8,770		8,770
Leif Isfeld	8,770		8,770
Ray Clarkson	1,746	1,682	3,428
Alan McLauchlan	2,965	408	3,373
John Marnock	1,727	1,268	2,995
Andrew Forward	1,766		1,766
Jim Scott	1,746		1,746
	<u>\$ 73,211</u>	<u>\$ 6,894</u>	<u>\$ 80,105</u>

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

Name	Position	Amount
Randi Salamanowicz	Chief Administrative Officer	\$ 90,988
Vincent Anderson	Municipal Superintendant	\$ 89,155
Tom Kobar	Chief Financial Officer	\$ 77,061
Ron Bourquin	Fire Chief	\$ 76,210
Amber Whitehead	KRC Director	\$ 73,205
Reg Erickson	Workplace Health and Safety	\$ 70,792
Conrad Watts	Public Works Supervisor	\$ 70,162
Wayne Helstrom	WTP - Chief Operator	\$ 66,455
Edgar Parrens	Assistant Municipal Sup.	\$ 66,265
Jennifer Early	Assistant Chief Admin. Officer	\$ 64,047
Richard Paetzold	Deputy Fire Chief	\$ 63,270
Gordon Lagace	Maintenance Labourer	\$ 62,940
Chadwick Martin	Airport Manager	\$ 61,933
Nelson Fulford	Fmr. Municipal Superintendant	\$ 60,500
Paul Clayton	Winton Pool Maintenance	\$ 56,349

TOWN OF THE PAS**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****As at December 31, 2010**

<i>Wayne Finnerty</i>	<i>Airport Equipment Operator</i>	\$	55,869
<i>Conrad Hofmann</i>	<i>Chief Mechanic</i>	\$	55,231
<i>Grant King</i>	<i>Maintenance Director</i>	\$	53,931
<i>Michael Arsenault</i>	<i>Arena Maintenance Labourer</i>	\$	52,356
<i>Wanda Dodds</i>	<i>Assistant to KRC Director</i>	\$	51,841
<i>Kurt Stewart</i>	<i>Water and Sewer Lead Hand</i>	\$	51,389
<i>Richard Palmer</i>	<i>Equipment Operator</i>	\$	51,250
<i>Brian Larock</i>	<i>Garage Mechanic</i>	\$	51,170
<i>Peter Letkeman</i>	<i>Operator 1 - Town</i>	\$	50,811
<i>Glenn Lorch</i>	<i>WTP - Chief Operator</i>	\$	50,508
<i>Tim Melnyck</i>	<i>PW Labourer</i>	\$	50,114
<i>Keith Coutts</i>	<i>Airport Operator 3</i>	\$	50,051

15. Public Utilities Board

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

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

TOWN OF THE PAS

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Year Ended December 31, 2010

SCHEDULE 1

Cost	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	2010	2009
Opening costs	1,293,576	14,923,018	3,237,531	214,429		8,939,371	14,219,609	672,244	43,499,778	38,991,459
Additions during the year	81,724	311,777	112,648	16,666	72,358		450,850	591,835	1,637,858	4,508,319
Disposals and write downs			(170,000)						(170,000)	-
Closing costs	1,375,300	15,234,795	3,180,179	231,095	72,358	8,939,371	14,670,459	1,264,079	44,967,636	43,499,778
Accumulated Amortization										
Opening accum'd amortization	105,270	3,476,150	1,234,769	72,748		4,207,664	8,127,491		17,224,092	15,892,605
Amortization	27,983	401,037	267,191	28,074		406,014	367,559		1,497,858	1,331,487
Disposals and write downs			(137,447)						(137,447)	-
Closing accum'd amortization	133,253	3,877,187	1,364,513	100,822	-	4,613,678	8,495,050	-	18,584,503	17,224,092
Net Book Value of Tangible Capital Assets	1,242,047	11,357,608	1,815,666	130,273	72,358	4,325,693	6,175,409	1,264,079	26,383,133	26,275,686

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2010

	2010 Actual	2009 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 4,717,162	\$ 4,379,476
Taxes added	34,646	17,325
Penalties and interest	88,917	93,031
	<u>4,840,725</u>	<u>4,489,832</u>
Grants in lieu of taxation:		
Federal government	27,668	26,954
Federal government enterprises	4,857	5,149
Provincial government	288,133	278,704
Provincial government enterprises	500,322	427,944
	<u>820,980</u>	<u>738,751</u>
User fees		
Sales of service	878,212	784,487
Sales of goods	929,184	397,092
Facility use fees	601,241	339,979
	<u>2,408,637</u>	<u>1,521,558</u>
Permits, licences and fines		
Permits	43,024	18,359
Fines	24,934	21,600
	<u>67,958</u>	<u>39,959</u>
Investment income:		
Cash and temporary investments	<u>29,969</u>	<u>26,604</u>
Other revenue:		
Miscellaneous	<u>100,313</u>	<u>98,124</u>
Water and sewer		
Municipal utility (Schedule 9)	<u>1,733,972</u>	<u>1,343,766</u>
Grants - Province of Manitoba		
General assistance payment	893,799	837,773
General support grant	79,387	68,381
VLT revenues	82,706	118,178
Conditional grants	550,373	3,285,525
	<u>1,606,266</u>	<u>4,309,857</u>
Grants - other		
Federal government - gas tax funding	305,042	326,986
Federal government - other	24,519	22,085
Other local governments	195,806	156,777
	<u>525,367</u>	<u>505,848</u>
Total revenue	<u>12,134,187</u>	<u>13,074,299</u>

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2010

	2010 Actual	2009 Actual
General government services:		
Legislative	\$ 73,212	\$ 78,039
General administrative	1,123,212	1,147,147
Other	313,645	508,162
	<u>1,510,069</u>	<u>1,733,348</u>
Protective services:		
Police	1,652,491	1,721,346
Fire	376,871	350,987
Emergency measures	23,107	22,709
Other	55,490	43,186
	<u>2,107,959</u>	<u>2,138,228</u>
Transportation services:		
Road transport		
Administration and engineering	376,514	437,335
Road and street maintenance	810,716	692,471
Street lighting	126,437	125,935
Other	177,357	137,874
Air transport	1,464,472	1,059,609
	<u>2,955,496</u>	<u>2,453,224</u>
Environmental health services:		
Waste collection and disposal	293,687	303,385
Recycling	108,189	94,642
Other	51,564	53,200
	<u>453,440</u>	<u>451,227</u>
Public health and welfare services:		
Public health	<u>57,657</u>	<u>81,798</u>
Regional planning and development		
Urban area weed control	<u>18,864</u>	<u>21,695</u>
Resource conservation and industrial development		
Regional development	49,830	46,911
Tourism	30,946	62,746
	<u>80,776</u>	<u>109,657</u>
Recreation and cultural services:		
Administration	200,494	159,252
Swimming pools and beaches	480,123	484,650
Skating and curling rinks	350,197	377,403
Parks and playgrounds	105,858	139,257
Other recreational facilities	814,693	397,185
Museums	230,488	214,192
Libraries	252,942	270,689
	<u>2,434,795</u>	<u>2,042,628</u>
Water and sewer services (Schedule 9)		
Municipal utility (Schedule 9)	1,789,578	2,095,681
	<u>1,789,578</u>	<u>2,095,681</u>
Total expenses	<u><u>11,408,634</u></u>	<u><u>11,127,486</u></u>

TOWN OF THE PAS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2010

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
REVENUE										
Property taxes	\$4,840,725	\$ 4,489,831	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	820,980	738,751	-	-	-	-	-	-	-	-
User fees	159,904	133,073	104,330	96,973	1,406,501	827,728	31,498	32,788	17,210	17,955
Grants - other	305,042	326,986	-	-	-	-	48,750	26,250	-	-
Permits, licences and fines	67,957	39,959	-	-	-	-	-	-	-	-
Investment income	29,969	26,604	-	-	-	-	-	-	-	-
Other revenue	45,671	41,523	-	-	8,550	9,282	26,788	18,745	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	1,055,893	1,024,333	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	-	-	-	-	-	-	-	-	-
Total revenue	\$ 7,326,141	\$ 6,821,060	\$ 104,330	\$ 96,973	\$ 1,415,051	\$ 837,010	\$ 107,036	\$ 77,783	\$ 17,210	\$ 17,955
EXPENSES										
Personnel services	\$ 706,964	\$ 747,375	\$ 259,853	\$ 233,805	\$ 947,014	\$ 878,904	\$ 322,252	\$ 329,789	\$ 53,773	\$ 75,383
Contract services	203,984	201,668	1,502,010	1,586,976	16,305	22,180	21,979	21,220	1,020	-
Utilities	78,100	88,009	31,283	38,462	179,440	185,133	4,058	6,581	-	-
Maintenance materials and supplies	71,656	82,197	72,919	69,794	1,181,931	717,402	39,579	29,489	2,864	6,415
Grants and contributions	90,914	192,250	-	-	-	-	-	-	-	-
Amortization	51,024	48,303	66,447	51,797	562,222	586,502	39,028	33,994	-	-
Interest on long term debt	180,203	203,958	-	-	-	-	-	-	-	-
Other	127,224	169,585	175,448	157,395	68,584	63,103	26,544	30,154	-	-
Total expenses	\$1,510,069	\$ 1,733,345	\$ 2,107,960	\$ 2,138,229	\$ 2,955,496	\$ 2,453,224	\$ 453,440	\$ 451,227	\$ 57,657	\$ 81,798
Surplus (Deficit)	\$ 5,816,072	\$ 5,087,715	\$ (2,003,630)	\$ (2,041,256)	\$ (1,540,445)	\$ (1,616,214)	\$ (346,404)	\$ (373,444)	\$ (40,447)	\$ (63,843)

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

TOWN OF THE PAS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

Year Ended December 31, 2010

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,840,725	\$ 4,489,831
Grants in lieu of taxation	-	-	-	-	-	-	-	-	820,980	738,751
User fees	-	-	876	2,131	688,318	410,911	-	-	2,408,637	1,521,559
Grants - other	-	-	-	-	171,575	150,113	-	2,500	525,367	505,849
Permits, licences and fines	-	-	-	-	-	-	-	-	67,957	39,959
Investment income	-	-	-	-	-	-	-	-	29,969	26,604
Other revenue	-	-	-	-	19,305	28,573	-	-	100,314	98,123
Water and sewer	-	-	-	-	-	-	1,733,972	1,343,766	1,733,972	1,343,766
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	1,055,893	1,024,333
Prov of MB - Conditional Grants	-	-	-	-	117,108	2,918,450	433,265	367,074	550,373	3,285,524
Total revenue	\$ -	\$ -	\$ 876	\$ 2,131	\$ 996,306	\$ 3,508,047	\$ 2,167,237	\$ 1,713,340	\$ 12,134,187	\$ 13,074,299
EXPENSES										
Personnel services	\$ 8,392	\$ 8,438	\$ 3,621	\$ 26,005	\$ 1,496,149	\$ 1,198,730	\$ 639,321	\$ 799,312	\$ 4,437,339	\$ 4,297,741
Contract services	-	-	-	-	60,978	38,438	850	850	1,807,126	1,871,332
Utilities	-	-	2,129	3,217	221,687	264,591	207,425	292,987	724,122	878,980
Maintenance materials and supplies	670	3,456	8,124	28,201	135,119	178,648	469,079	574,406	1,981,941	1,690,008
Grants and contributions	-	-	-	-	1,144	-	-	-	92,058	192,250
Amortization	-	-	18,525	14,351	376,039	253,251	384,573	343,290	1,497,858	1,331,488
Interest on long term debt	-	-	-	-	-	-	11,336	14,671	191,539	218,629
Other	9,801	9,801	35,205	25,454	156,852	121,401	76,993	70,165	676,651	647,058
Total expenses	\$ 18,863	\$ 21,695	\$ 67,604	\$ 97,228	\$ 2,447,968	\$ 2,055,059	\$ 1,789,577	\$ 2,095,681	\$ 11,408,634	\$ 11,127,486
Surplus (Deficit)	\$ (18,863)	\$ (21,695)	\$ (66,728)	\$ (95,097)	\$ (1,451,662)	\$ 1,452,988	\$ 377,660	\$ (382,341)	\$ 725,553	\$ 1,946,813

TOWN OF THE PAS

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2010

SCHEDULE 5

	Core Government		Controlled Entities		Government Partnerships		Total	
	2010	2009	2010	2009	2010	2009	2010	2009
REVENUE								
Property taxes	\$ 4,840,725	\$ 4,489,832	\$ -	\$ -	\$ -	\$ -	\$ 4,840,725	\$ 4,489,832
Grants in lieu of taxation	820,980	738,751	-	-	-	-	820,980	738,751
User fees	1,715,990	1,107,953	692,647	413,605	-	-	2,408,637	1,521,558
Grants - other	305,042	329,485	220,325	176,363	-	-	525,367	505,848
Permits, licences and fines	67,957	39,959	-	-	-	-	67,957	39,959
Investment income	29,969	26,604	-	-	-	-	29,969	26,604
Other revenue	54,222	50,806	46,092	47,318	-	-	100,314	98,124
Water and sewer	1,733,972	1,343,766	-	-	-	-	1,733,972	1,343,766
Prov of MB - Unconditional Grants	1,055,893	1,024,333	-	-	-	-	1,055,893	1,024,333
Prov of MB - Conditional Grants	433,265	367,074	117,108	2,918,450	-	-	550,373	3,285,524
Total revenue	\$ 11,058,015	\$ 9,518,563	\$ 1,076,172	\$ 3,555,736	\$ -	\$ -	\$ 12,134,187	\$ 13,074,299
EXPENSES								
Personnel services	\$ 2,866,630	\$ 3,039,353	\$ 1,570,709	\$ 1,258,388	\$ -	\$ -	\$ 4,437,339	\$ 4,297,741
Contract services	1,741,719	1,825,036	65,407	46,296	-	-	1,807,126	1,871,332
Utilities	500,420	609,896	223,702	269,084	-	-	724,122	878,980
Maintenance materials and supplies	1,838,858	1,507,954	143,083	182,053	-	-	1,981,941	1,690,007
Grants and contributions	92,058	192,250	-	-	-	-	92,058	192,250
Amortization	1,110,087	1,071,539	387,771	259,949	-	-	1,497,858	1,331,488
Interest on long term debt	191,539	218,629	-	-	-	-	191,539	218,629
Other	512,310	513,130	164,341	133,929	-	-	676,651	647,059
Total expenses	\$ 8,853,621	\$ 8,977,787	\$ 2,555,013	\$ 2,149,699	\$ -	\$ -	\$ 11,408,634	\$ 11,127,486
Surplus (Deficit)	\$ 2,204,394	\$ 540,776	\$ (1,478,841)	\$ 1,406,037	\$ -	\$ -	\$ 725,553	\$ 1,946,813

TOWN OF THE PAS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

Year Ended December 31, 2010

SCHEDULE 6

	2010							
	General	Equipment Replacement	Winton Pool	Fire Equipment	Computer Replacement	Land Development	Arena Renovations	Civic Centre
REVENUE								
Investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other income	-	-	-	-	-	-	-	-
Total revenue	-	-	-	-	-	-	-	-
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	-	-	-	-	-	-	-	-
TRANSFERS								
Debt repayments	-	-	-	-	-	-	-	-
Transfers from (to) operating fund	241,157	30,000	7,770	64,050	-	10,820	19,033	-
Transfers from (to) utility fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(18,238)	(370,156)	(10,422)	(31,544)	(8,973)	-	(1,838)	-
CHANGE IN RESERVE FUND BALANCES	222,919	(340,156)	(2,652)	32,506	(8,973)	10,820	17,195	-
FUND SURPLUS, BEGINNING OF YEAR	479,298	371,111	58,863	(23,045)	51,196	246,089	119,431	1,993
FUND SURPLUS, END OF YEAR	\$ 702,217	\$ 30,955	\$ 56,211	\$ 9,461	\$ 42,223	\$ 256,909	\$ 136,626	\$ 1,993

TOWN OF THE PAS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
Year Ended December 31, 2010

SCHEDULE 6

	2010							
	Utility Replacement	Infrastructure	Airport	Airport Capital Improvement	Library	Fuel Tank Replacement	Sidewalk Renewal	Cemetery Improvement
REVENUE								
Investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other income	-	-	-	-	-	-	-	-
Total revenue	-	-	-	-	-	-	-	-
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	-	-	-	-	-	-	-	-
TRANSFERS								
Debt repayments	-	-	-	-	-	-	-	-
Transfers from (to) operating fund	-	-	87,271	58,460	-	-	-	-
Transfers from (to) utility fund	175,000	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(34,495)	(92,786)	-	(48,027)	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	140,505	(92,786)	87,271	10,433	-	-	-	-
FUND SURPLUS, BEGINNING OF YEAR	14,233	198,032	249,904	359,998	2,634	5,141	77,602	56,109
FUND SURPLUS, END OF YEAR	\$ 154,738	\$ 105,246	\$ 337,175	\$ 370,431	\$ 2,634	\$ 5,141	\$ 77,602	\$ 56,109

TOWN OF THE PAS

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

Year Ended December 31, 2010

SCHEDULE 6

	2010					2009	
	Centennial Celebration	Federal Fuel Tax	Parks and Playgrounds		Total	Total	Total
REVENUE							
Investment income	\$ -	\$ 10,502	\$ -	\$ -	\$ -	\$ 10,502	\$ 10,477
Other income	-	-	-	-	-	-	-
Total revenue	-	10,502	-	-	-	10,502	10,477
EXPENSES							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-
NET REVENUES	-	10,502	-	-	-	10,502	10,477
TRANSFERS							
Debt repayments	-	-	-	-	-	-	-
Transfers from (to) operating fund	5,000	305,042	-	-	-	828,603	447,069
Transfers from (to) utility fund	-	-	-	-	-	175,000	276,447
Acquisition of tangible capital assets		(653,130)	-	-	-	(1,269,609)	(1,348,277)
CHANGE IN RESERVE FUND BALANCES	5,000	(337,586)	-	-	-	(255,504)	(614,284)
FUND SURPLUS, BEGINNING OF YEAR	26,425	878,676	40,000	-	-	3,213,690	3,827,974
FUND SURPLUS, END OF YEAR	\$ 31,425	\$ 541,090	\$ 40,000	\$ -	\$ -	\$ 2,958,186	\$ 3,213,690

TOWN OF THE PAS

SCHEDULE OF TRUST FUNDS
Year Ended December 31, 2010

SCHEDULE 7

	EMO	Handivan					2010	Total 2009
ASSETS								
Cash and temporary investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Portfolio investments	-	-	-	-	-	-	-	-
Other	6,164	12,258	-	-	-	18,422	18,422	17,889
	<u>\$ 6,164</u>	<u>\$ 12,258</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,422</u>	<u>\$ 18,422</u>	<u>\$ 17,889</u>
LIABILITIES AND FUND BALANCES								
Due to Municipality	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balance	6,164	12,258	-	-	-	18,422	18,422	17,889
	<u>\$ 6,164</u>	<u>\$ 12,258</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,422</u>	<u>\$ 18,422</u>	<u>\$ 17,889</u>
REVENUES								
Contributions and donations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	533	-	-	-	533	533	507
	-	533	-	-	-	533	533	507
EXPENDITURES								
Other	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	-	533	-	-	-	533	533	507
FUND BALANCE, BEGINNING OF YEAR	6,164	11,725	-	-	-	17,889	17,889	17,382
FUND BALANCE, END OF YEAR	<u>\$ 6,164</u>	<u>\$ 12,258</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,422</u>	<u>\$ 18,422</u>	<u>\$ 17,889</u>

TOWN OF THE PAS

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

December 31, 2010

SCHEDULE 8

	2010					2009
	Water and Sewer				Total	Total
FINANCIAL ASSETS						
Amounts receivable	\$ 1,035,408	\$ -	\$ -	\$ -	\$ 1,035,408	\$ 304,676
	\$ 122,169	\$ -	\$ -	\$ -	\$ 122,169	\$ 177,819
	681,902	-	-	-	681,902	477,325
	804,071	-	-	-	804,071	655,144
	\$ 231,337	\$ -	\$ -	\$ -	\$ 231,337	\$ (350,468)
NET FINANCIAL ASSETS (NET DEBT)						
NON-FINANCIAL ASSETS						
Tangible capital assets (Schedule 1)	\$ 7,439,488	\$ -	\$ -	\$ -	\$ 7,439,488	\$ 6,758,934
FUND SURPLUS	\$ 7,670,825	\$ -	\$ -	\$ -	\$ 7,670,825	\$ 6,408,466
CONTINGENCY (Note 9)						

SCHEDULE OF UTILITY OPERATIONS - Water and Sewer
For the Year Ended December 31, 2010

	<u>Budget</u>	<u>2010</u>	<u>2009</u>
REVENUE			
Water			
Water fees	\$ 1,020,800	\$ 1,150,551	\$ 828,612
Bulk water sales	22,000	40,062	20,288
sub-total- sewer	<u>1,042,800</u>	<u>1,190,613</u>	<u>848,900</u>
Sewer			
Sewer fees	429,000	492,253	444,690
Lagoon tipping fees	-	4,800	4,500
sub-total- sewer	<u>429,000</u>	<u>497,053</u>	<u>449,190</u>
Government transfers			
Capital	-	433,265	369,574
sub-total- government transfers	<u>-</u>	<u>433,265</u>	<u>369,574</u>
Other			
Hydrant rentals	26,700	26,700	26,700
Connection charges	600	-	50
Penalties	18,000	18,861	18,482
Other income	4,500	745	444
sub-total- other	<u>49,800</u>	<u>46,306</u>	<u>45,676</u>
Total revenue	<u>1,521,600</u>	<u>2,167,237</u>	<u>1,713,340</u>

SCHEDULE OF UTILITY OPERATIONS (cont'd) - Water and Sewer
For the Year Ended December 31, 2010

	<u>Budget</u>	<u>2010</u>	<u>2009</u>
EXPENSES			
General			
Administration	137,850	230,988	324,105
Training costs	-	19,111	21,457
Billing and collection	36,400	47,528	36,039
sub-total- general	<u>174,250</u>	<u>297,627</u>	<u>381,601</u>
Water General			
Purification and treatment	305,095	350,616	333,838
Transmission and distribution	516,640	421,438	767,582
sub-total- water general	<u>821,735</u>	<u>772,054</u>	<u>1,101,420</u>
Water Amortization & Interest			
Amortization	175,507	175,507	157,173
Interest on long term debt	11,336	11,336	14,671
sub-total- water amortization & interest	<u>186,843</u>	<u>186,843</u>	<u>171,844</u>
Sewer General			
Collection system costs	105,400	167,322	94,382
Treatment and disposal cost	91,900	77,166	80,126
Lift Station costs	106,420	79,500	80,191
sub-total- sewer general	<u>303,720</u>	<u>323,988</u>	<u>254,699</u>
Sewage Amortization & Interest			
Amortization	209,066	209,066	186,117
sub-total- sewer amortization & interest	<u>209,066</u>	<u>209,066</u>	<u>186,117</u>
Total expenses	<u>1,695,614</u>	<u>1,789,578</u>	<u>2,095,681</u>
NET OPERATING SURPLUS	(174,014)	377,659	(382,341)
TRANSFERS			
Transfers from (to) operating fund	(45,000)	1,025,205	395,080
Transfers from (to) reserve funds	<u>(175,000)</u>	<u>(140,505)</u>	<u>438,436</u>
CHANGE IN UTILITY FUND BALANCE	<u>\$ (394,014)</u>	1,262,359	451,175
FUND SURPLUS, BEGINNING OF YEAR		<u>6,408,466</u>	<u>5,957,291</u>
FUND SURPLUS, END OF YEAR		<u>\$ 7,670,825</u>	<u>\$ 6,408,466</u>

TOWN OF THE PAS

SCHEDULE 10

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the Year Ended December 31, 2010

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 4,870,744	\$ -	\$ -	\$ -	\$ (27,842)	\$ -	\$ -	\$ 4,842,902
Grants in lieu of taxation	808,240	-	-	-	-	-	-	808,240
User fees	1,058,454	-	-	-	-	-	909,446	1,967,900
Permits, licences and fines	42,000	-	-	-	-	-	-	42,000
Investment income	20,000	-	-	-	-	-	1,717	21,717
Other revenue	82,050	-	-	-	-	-	85,980	168,030
Water and sewer	-	1,521,600	-	-	-	-	-	1,521,600
Grants - Province of Manitoba	1,072,157	-	-	-	-	-	96,486	1,168,643
Grants - other	305,842	-	-	-	-	-	201,824	507,666
Transfers from accumulated surplus	356,126	-	-	-	(356,126)	-	-	-
Transfers from reserves	-	-	-	-	-	-	-	-
Total revenue	\$ 8,615,613	\$ 1,521,600	\$ -	\$ -	\$ (383,968)	\$ -	\$ 1,295,453	\$ 11,048,698
EXPENSES								
General government services	\$ 1,363,254	\$ -	\$ 51,024	\$ 180,203	\$ -	\$ -	\$ -	\$ 1,594,481
Protective services	2,183,712	-	66,447	-	-	-	-	2,250,159
Transportation services	2,233,303	-	562,222	-	-	-	-	2,795,525
Environmental health services	336,850	-	39,028	-	-	19,054	17,898	412,830
Public health and welfare services	83,394	-	-	-	-	-	-	83,394
Regional planning and development	37,753	-	-	-	-	-	-	37,753
Resource cons and industrial dev	100,400	-	18,525	-	-	-	-	118,925
Recreation and cultural services	1,017,219	-	376,039	-	-	-	1,294,594	2,687,852
Water and sewer services	-	1,299,705	384,573	11,336	-	-	-	1,695,614
Fiscal services:								-
Transfer to capital	18,000	45,000	(63,000)	-	-	-	-	-
Debt charges	565,066	-	-	(565,066)	-	-	-	-
Airport	27,842	-	-	-	(27,842)	-	-	-
Transfer to reserves	646,049	175,000	-	-	(821,049)	-	-	-
Allowance for tax assets	2,771	-	-	-	(2,771)	-	-	-
Total expenses	\$ 8,615,613	\$ 1,519,705	\$ 1,434,858	\$ (373,527)	\$ (851,662)	\$ 19,054	\$ 1,312,492	\$ 11,676,533
Surplus (Deficit)	\$ -	\$ 1,895	\$ (1,434,858)	\$ 373,527	\$ 467,694	\$ (19,054)	\$ (17,039)	\$ (627,835)

	2010	2009
Balance, beginning of year	\$ 676,855	\$ 632,596
Add:		
Tax levy (Schedule 12)	7,662,991	7,656,138
Taxes added	34,646	17,325
Penalties or interest	88,917	104,166
Tax sale fees	28,948	22,472
Municipal fees	2,200	1,950
Water added to taxes	2,339	-
Tax overpaid refunds	21,482	28,163
Sub-total	7,841,523	7,830,214
Deduct:		
Cash collections - current	6,493,325	6,415,863
Cash collections - arrears	686,739	522,775
Tax cancelled	5,475	22,269
Tax discounts	-	11,156
M.P.T.C. - cash advance	812,535	813,159
Adjustment	(5,012)	733
Sub-total	7,993,062	7,785,955
Balance, end of year	\$ 525,316	\$ 676,855

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2010

	2010			2009
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
LI.D. #4358	\$ 115,043,310	\$ 1.15	\$ 132,496	\$ 132,949
LI.D. #4335	\$ 115,043,310	\$ 0.52	59,200	59,510
LI.D. #4349	\$ 115,043,310	\$ 1.29	148,001	149,410
sub-total- Debt charges			<u>339,697</u>	<u>341,869</u>
Reserves:				
Machinery equipment repl.	\$ 115,043,310	\$ 0.26	30,000	54,120
Computer replacement	\$ 115,043,310	\$ -	-	5,000
Centennial 2012	\$ 115,043,310	\$ 0.04	5,000	5,000
Cemetery improvement	\$ 115,043,310	\$ -	-	5,000
General reserve	\$ 115,043,310	\$ 2.10	241,157	-
sub-total- Reserves			<u>276,157</u>	<u>69,120</u>
General municipal	\$ 115,043,310	\$ 34.64	<u>3,985,248</u>	<u>3,852,204</u>
At large	\$ 115,292,700	\$ 0.93	<u>107,222</u>	<u>108,483</u>
Business fees			<u>8,838</u>	<u>7,800</u>
Total municipal taxes (Schedule 2)			<u>4,717,162</u>	<u>4,379,476</u>
Education support levy	\$ 38,323,800	\$ 12.33	<u>472,532</u>	<u>624,173</u>
Special levies:				
Kelsey School Division #45	\$ 109,437,910	\$ 22.60	<u>2,473,297</u>	<u>2,652,489</u>
Total education taxes			<u>2,945,829</u>	<u>3,276,662</u>
Total tax levy (Schedule 11)			<u>\$ 7,662,991</u>	<u>\$ 7,656,138</u>

TOWN OF THE PAS
ANALYSIS OF SCHOOL ACCOUNTS
December 31, 2010

SCHEDULE 13

	2010			2009
	Opening Balance	Current Requirement	Current Payment	Ending Balance
Education support levy	\$ 45,589	\$ 635,074	\$ (648,909)	\$ 45,589
Special levies				
Kelsey School Division #45	131,990	2,925,067	(2,948,748)	131,990
Total	\$ 177,579	\$ 3,560,141	\$ (3,597,657)	\$ 177,579

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2010

	2010 Actual	2009 Actual
General government services:		
Legislative	\$ 73,212	\$ 78,037
General administrative	1,123,212	1,147,146
Other	313,645	508,162
	<u>1,510,069</u>	<u>1,733,345</u>
Protective services:		
Police	1,652,491	1,721,346
Fire	376,871	350,987
Emergency measures	23,106	22,709
Other	55,492	43,187
	<u>2,107,960</u>	<u>2,138,229</u>
Transportation services:		
Road transport		
Administration and engineering	376,514	437,335
Road and street maintenance	810,716	692,471
Street lighting	126,437	125,935
Other	177,357	137,874
Air transport	1,464,472	1,059,609
	<u>2,955,496</u>	<u>2,453,224</u>
Environmental health services:		
Waste collection and disposal	293,687	303,385
Recycling	78,558	61,647
Other	51,564	53,200
	<u>423,809</u>	<u>418,232</u>
Public health and welfare services:		
Public health	57,657	81,798
Regional planning and development		
Urban area weed control	18,863	21,695
Resource conservation and industrial development		
Regional development	49,830	46,911
Tourism	30,947	62,746
	<u>80,777</u>	<u>109,657</u>
Recreation and cultural services:		
Other recreational facilities	766,635	660,204
Museums	140,865	135,365
Libraries	109,719	109,719
	<u>1,017,219</u>	<u>905,288</u>
Total expenses	<u><u>8,171,850</u></u>	<u><u>7,861,468</u></u>

December 31, 2010

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