

RURAL MUNICIPALITY OF WHITEHEAD
CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

RURAL MUNICIPALITY OF WHITEHEAD
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RURAL MUNICIPALITY OF WHITEHEAD
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2016

	2016	2015
FINANCIAL ASSETS		
Cash (Note 3)	\$ 1,514,319	\$ 1,194,722
Amounts receivable (Note 4)	1,375,527	2,715,752
	<u>2,889,846</u>	<u>3,910,474</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	520,173	2,228,405
Temporary borrowing (Note 17)	331,772	
Severance and vested sick leave payable	10,445	15,610
Deferred revenue (Note 2)	46,500	2,496
Landfill closure and post closure liabilities (Note 7)	81,198	74,040
Long-term debt (Note 8)	2,203,115	2,059,359
Obligations under capital lease (Note 9)		103,901
	<u>3,193,203</u>	<u>4,483,811</u>
NET DEBT	<u>(303,357)</u>	<u>(573,337)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	9,605,469	8,348,334
Inventories (Note 5)	60,034	67,678
Prepaid expenses	13,113	17,745
	<u>9,678,616</u>	<u>8,433,757</u>
ACCUMULATED SURPLUS	<u>\$ 9,375,259</u>	<u>\$ 7,860,420</u>

RURAL MUNICIPALITY OF WHITEHEAD
CONSOLIDATED STATEMENT OF OPERATIONS
 For the year ended December 31, 2016

	2016 Budget (Note 12)	2016 Actual	2015 Actual
REVENUE			
Property taxes	\$ 1,549,704	\$ 1,550,495	\$ 1,569,429
Grants in lieu of taxation	38,984	38,959	43,983
User fees	184,679	108,271	77,845
Permits, licences and fines	1,750	20,881	20,855
Investment income	15,176	26,102	20,171
Other revenue	35,250	59,772	54,327
Water and sewer	150,450	1,723,685	1,637,627
Grants - Province of Manitoba	142,229	193,393	353,863
Grants - Other	2,125,332	122,651	122,684
Total revenue (Schedules 2, 4 and 5)	<u>4,243,554</u>	<u>3,844,209</u>	3,900,784
EXPENSES			
General government services	392,015	400,406	382,728
Protective services	232,082	326,189	289,150
Transportation services	879,224	762,866	658,004
Environmental health services	43,917	44,972	47,397
Public health and welfare services	11,072	13,492	3,515
Regional planning and development	42,500	6,288	10,968
Resource conservation and industrial development	142,845	116,882	132,467
Recreation and cultural services	21,500	36,694	22,162
Water and sewer services	633,884	621,581	537,337
Total expenses (Schedules 3, 4 and 5)	<u>2,399,039</u>	<u>2,329,370</u>	2,083,728
ANNUAL SURPLUS	<u>\$ 1,844,515</u>	<u>1,514,839</u>	1,817,056
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>7,860,420</u>	6,043,364
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 9,375,259</u>	<u>\$ 7,860,420</u>

RURAL MUNICIPALITY OF WHITEHEAD
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
 For the year ended December 31, 2016

	2016 Budget (Note 12)	2016 Actual	2015 Actual
ANNUAL SURPLUS	\$ 1,844,515	\$ 1,514,839	\$ 1,817,056
Acquisition of tangible capital assets	(180,000)	(1,583,417)	(2,554,190)
Amortization of tangible capital assets	310,870	310,870	278,639
Loss on sale of tangible capital assets		7,588	1,674
Proceeds on sale of tangible capital assets		7,824	13,250
Decrease (increase) in inventories		7,644	(6,395)
Decrease in prepaid expenses		4,632	2,136
	130,870	(1,244,859)	(2,264,886)
CHANGE IN NET FINANCIAL ASSETS	\$ 1,975,385	269,980	(447,830)
NET DEBT, BEGINNING OF YEAR		(573,337)	(125,507)
NET DEBT, END OF YEAR		\$ (303,357)	\$ (573,337)

RURAL MUNICIPALITY OF WHITEHEAD
CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended December 31, 2016

	2016	2015
OPERATING TRANSACTIONS		
Annual surplus	\$ 1,514,839	\$ 1,817,056
Changes in non-cash items:		
Amounts receivable	1,340,225	(1,060,354)
Inventories	7,644	(6,395)
Prepays	4,632	2,136
Accounts payable and accrued liabilities	(1,713,396)	1,919,258
Deferred revenue	44,004	
Landfill closure and post closure liabilities	7,158	6,629
Loss on sale of tangible capital assets	7,588	1,674
Amortization	310,870	278,639
Cash provided by operating transactions	<u>1,523,564</u>	<u>2,958,643</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	7,824	13,250
Cash used to acquire tangible capital assets	(1,583,417)	(2,554,190)
Cash applied to capital transactions	<u>(1,575,593)</u>	<u>(2,540,940)</u>
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties		2,749
Cash applied to investing transactions		<u>2,749</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	263,878	
Debt repayment	(120,123)	(200,081)
Advances (repayment) of obligation under capital lease	(103,901)	(103,901)
Advances on temporary borrowing	331,772	
Cash applied to financing transactions	<u>371,626</u>	<u>(303,982)</u>
INCREASE IN CASH	319,597	116,470
CASH, BEGINNING OF YEAR	1,194,722	1,078,252
CASH, END OF YEAR	\$ 1,514,319	\$ 1,194,722

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

1. STATUS OF THE RURAL MUNICIPALITY OF WHITEHEAD

The incorporated Rural Municipality of Whitehead (“the Municipality”) is a municipal government that was created on December 22, 1883 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. 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 on a proportionate consolidation basis whereby the Municipality’s pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

- Southwest Weed District - 22% (2015 - 22%)
- Whitehead Elton Regional Water Co-op Inc. - 45% (2015 - 45%)
- Souris Valley Recreation Commission - 0% (2015 - 0%)

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

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

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.

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Landfill Closure and Post Closure Liabilities

The municipality is currently operating a Class 2 landfill site in the RM of Whitehead. 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.

Non-Financial Assets

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

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

Tangible Capital Assets

Tangible capital assets are 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

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible Capital Assets (continued)

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.

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.

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.

Revenue Recognition

Revenues are recognized as they are earned and measurable.

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

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deferred Revenue

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.

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

Cash is comprised of the following:

	2016	2015
Cash	\$ 1,514,319	\$ 1,194,722

The Municipality has designated \$837,322 (2015 - \$1,089,749) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

4. AMOUNTS RECEIVABLE

Amounts receivable are valued at their net realized value.

	2016	2015
Utility customers (Schedule 8)	\$ 666,144	\$ 1,953,887
Taxes on roll (Schedule 11)	365,852	372,522
Other governments	324,954	373,221
Organizations and individuals	18,577	16,122
	<u>\$ 1,375,527</u>	<u>\$ 2,715,752</u>

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

5. INVENTORIES

	2016	2015
Gravel	\$ 46,800	\$ 51,544
Chemicals - Whitehead Elton Regional Water Co-op Inc.	9,095	9,095
Chemicals - Southwest Weed District	4,139	7,039
	<u>\$ 60,034</u>	<u>\$ 67,678</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2016	2015
Accounts payable	\$ 291,400	\$ 2,058,419
School levies (Schedule 13)	199,421	141,550
Accrued expenses	29,352	28,436
	<u>\$ 520,173</u>	<u>\$ 2,228,405</u>

7. LANDFILL CLOSURE AND POST CLOSURE LIABILITIES

Operating Landfill Site

The Municipality is currently operating a Class 2 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.

	2016	2015
Estimated closure and post closure costs over the next 10 years	\$ 191,735	\$ 191,735
Discount rate	5.625 %	5.625 %
Discount costs	<u>\$ 110,924</u>	<u>\$ 105,021</u>
Expected year capacity will be reached	2025	2026
Capacity (tonnes):		
Used to date	73.2	70.5
Remaining	26.8	29.5
Total	100	100
Percent utilized	73.20 %	70.50 %
Liability based on percentage	<u>\$ 81,198</u>	<u>\$ 74,040</u>

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

8. LONG TERM DEBT

	2016	2015
General Authority		
Westoba Credit Union Ltd. bank loan, payable at \$25,000 annually including interest at 2.70%, maturing November 2021.	\$ 118,821	\$ 140,038
Royal Bank of Canada fixed rate term loan, payment of \$37,655 annually including interest at 3.04%, maturing January 2024.	263,878	
	\$ 382,699	\$ 140,038
Utility Funds		
Debenture, payable at \$78,762 annually including interest at 5.625%, maturing December 2027.	633,277	674,120
Debenture, payable at \$80,357 annually including interest at 4.75%, maturing December 2030.	808,295	848,355
Debenture, payable at \$34,372 annually including interest at 4.125%, maturing December 2031.	378,844	396,846
	1,820,416	1,919,321
	\$ 2,203,115	\$ 2,059,359

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

2017	\$	163,295
2018		169,076
2019		175,136
2020		181,492
2021		191,968
	\$	880,967

9. OBLIGATION UNDER CAPITAL LEASE

The Municipality leased a 2014 Volvo Grader through Volvo Financial Services with annual payments of \$103,901 net of GST. The lease was completed in 2016.

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

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 \$21,145 (2015 - \$19,777) 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, 2015 indicated the plan was 96.1% funded on a going concern basis and has an unfunded solvency liability of \$251.7 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, 2015.

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 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.

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

12. BUDGET

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

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

13. ACCUMULATED SURPLUS

	2016	2015
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus	\$ 811,466	\$ 509,284
Utility Operating Fund(s) - Nominal Surplus (Deficit)	(136,302)	(434,970)
TCA net of related borrowings	7,385,202	6,170,291
Reserve Funds	837,322	1,089,749
	<hr/>	<hr/>
Accumulated Surplus of Municipality Unconsolidated	8,897,688	7,334,354
	<hr/>	<hr/>
Accumulated Surpluses of Consolidated Entities	477,571	526,066
	<hr/>	<hr/>
Accumulated Surplus per Consolidated Statement of Financial Position	\$ 9,375,259	\$ 7,860,420
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RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016

14. PUBLIC SECTOR COMPENSATION DISCLOSURE

It is a requirement of the Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount exceeding \$50,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2016:

- a) Compensation paid to members of council amounted to \$60,510 in aggregate.
- b) There were no members of council receiving compensation in excess of \$50,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Heather Curle	\$ 10,150	\$ 600	10,750
Allen Sutherland	8,510	1,038	9,548
Darryl Speers	8,540	987	9,527
John Bokkel	7,800	1,010	8,810
Bruce Locke	7,320	640	7,960
Rodney McKay	7,240	633	7,873
Trevor Tuttosi	5,550	463	6,013
Thomas Maxwell	1,800		1,800
Mary Jo Mathews	1,800		1,800
Jeremy Johnston	1,800		1,800
	<u>\$ 60,510</u>	<u>\$ 5,371</u>	<u>65,881</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
Cindy Izzard	Chief Administrative Officer	\$ 73,199
Cory Rodger	Public Works Foreman	55,563

RURAL MUNICIPALITY OF WHITEHEAD
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 For the year ended December 31, 2016

15. SEGMENTED INFORMATION

The Rural Municipality of Whitehead 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 financial statements as described in the summary of significant accounting policies.

16. 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:

	2016	2015
Financial Position		
Financial assets	\$ 556,262	\$ 572,362
Liabilities	<u>110,767</u>	<u>77,857</u>
Net financial assets	445,495	494,505
Non-financial assets	<u>2,256,342</u>	<u>2,256,815</u>
Accumulated surplus (deficit)	<u>\$ 2,701,837</u>	<u>\$ 2,751,320</u>
Result of Operations		
Revenues	\$ 216,391	\$ 224,673
Expenses	276,875	259,217
Intercompany revenue and expense eliminations	<u>11,001</u>	<u>12,802</u>
Annual surplus (deficit)	<u>\$ (49,483)</u>	<u>\$ (21,742)</u>

17. TEMPORARY BORROWING

Temporary borrowing represents a demand promissory note through Westoba Credit Union Ltd. The total amount borrowed was \$921,500 plus interest at 3.10% to be repaid in January 2017. The amount was borrowed for the construction of the water expansion project. The temporary borrowing is secured by a general security agreement. The remaining balance of \$331,772 was repaid subsequent to year end.

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2016

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	2016	2015	
Opening costs	\$ 62,961	324,926	1,643,053	17,900		8,418,614	6,270,115	1,816,540	\$ 18,554,109	\$ 16,043,297	
Additions during the year	6,207		25,515	45,417			1,506,278		1,583,417	2,554,190	
Disposals and write downs			(65,054)						(65,054)	(43,378)	
Transfers								(1,816,540)			
Closing costs	62,961	331,133	1,603,514	17,900	45,417	8,418,614	9,592,933	1,816,540	20,072,472	18,554,109	
Accumulated Amortization											
Opening accum'd amort		140,953	519,098	13,241		8,140,197	1,392,286		10,205,775	9,955,589	
Amortization		7,199	99,835	1,967		11,004	190,865		310,870	278,639	
Disposals and write downs			(49,642)						(49,642)	(28,453)	
Closing accum'd amortization		148,152	569,291	15,208		8,151,201	1,583,151		10,467,003	10,205,775	
Net Book Value of Tangible Capital Assets	\$ 62,961	182,981	1,034,223	2,692	45,417	267,413	8,009,782		\$ 9,605,469	\$ 8,348,334	

Water and sewer underground networks contributed to the Municipality totals \$5,446,133 and were capitalized at their fair value at the time of their receipt.

The Municipality has 434 km of roads that were capitalized at a nominal value of \$7,812,000.

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES
For the year ended December 31, 2016

	2016 Actual	2015 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 1,509,229	\$ 1,493,470
Taxes added	46,777	81,963
Discounts	(5,511)	(6,004)
	<u>1,550,495</u>	<u>1,569,429</u>
Grants in lieu of taxation:		
Federal government enterprises	38,959	43,058
Provincial government		925
	<u>38,959</u>	<u>43,983</u>
User fees:		
Sales of service	85,203	72,540
Sales of goods	810	982
Rentals	22,258	4,323
	<u>108,271</u>	<u>77,845</u>
Permits, licences and fines:		
Permits	18,102	16,227
Licences	250	300
Fines	2,529	4,328
	<u>20,881</u>	<u>20,855</u>
Investment income:		
Cash and temporary investments	26,102	20,171
Other revenue:		
Penalties and interest	43,565	44,238
Gain on sale of tangible capital assets	499	2,857
Gain on sale of real estate held for sale	2,496	
Miscellaneous	13,212	7,232
	<u>59,772</u>	<u>54,327</u>
Water and sewer		
Municipal utility	1,570,977	1,482,391
Consolidated water co-operatives	152,708	155,236
	<u>1,723,685</u>	<u>1,637,627</u>
Sub-total	<u>\$ 3,528,165</u>	<u>\$ 3,424,237</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF REVENUES (continued)
 For the year ended December 31, 2016

	2016 Actual	2015 Actual
Sub-total (Carry forward)	\$ 3,528,165	\$ 3,424,237
Grants - Province of Manitoba:		
General assistance payment	60,796	60,796
Municipal program grants	27,204	27,204
Conditional grants	105,393	265,863
	<u>193,393</u>	<u>353,863</u>
Grants - other:		
Federal government - gas tax funding	82,791	78,849
Other local governments	39,860	43,835
	<u>122,651</u>	<u>122,684</u>
Total revenue	<u>\$ 3,844,209</u>	<u>\$ 3,900,784</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES
For the year ended December 31, 2016

	2016 Actual	2015 Actual
General government services:		
Legislative	\$ 61,880	\$ 68,599
General administrative	325,377	305,008
Other	13,149	9,121
	<u>400,406</u>	<u>382,728</u>
Protective services:		
Police	367	578
Fire	137,723	82,371
Emergency measures		6,522
Other protection	188,099	199,679
Loss on disposal of tangible capital assets		
	<u>326,189</u>	<u>289,150</u>
Transportation services:		
Road transport		
Administration and engineering	190,055	236,297
Road and street maintenance	422,214	408,042
Bridge maintenance	135,903	
Street lighting	10,177	9,134
Loss on disposal of tangible capital assets	4,517	4,531
	<u>762,866</u>	<u>658,004</u>
Environmental health services:		
Waste collection and disposal	37,814	40,768
Other	7,158	6,629
	<u>44,972</u>	<u>47,397</u>
Public health and welfare services:		
Public health	7,977	875
Medical care	2,875	
Social assistance	2,640	2,640
	<u>13,492</u>	<u>3,515</u>
Regional planning and development:		
Planning and zoning	4,918	9,842
Beautification and land rehabilitation	1,370	1,126
	<u>6,288</u>	<u>10,968</u>
Sub-total	<u>\$ 1,554,213</u>	<u>\$ 1,391,762</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 3 - CONSOLIDATED SCHEDULE OF EXPENSES - Continued
 For the year ended December 31, 2016

	2016 Actual	2015 Actual
Sub-total (Carry forward)	\$ 1,554,213	\$ 1,391,762
Resource conservation and industrial development:		
Rural area weed control	111,406	130,291
Veterinary services	1,906	934
Other		1,242
Loss on disposal of tangible capital assets	3,570	
	<u>116,882</u>	<u>132,467</u>
Recreation and cultural services		
Administration	8,436	5,505
Community centres and halls	19,830	9,238
Skating and curling rinks	8,428	7,419
	<u>36,694</u>	<u>22,162</u>
Water and sewer (Schedule 9)		
Municipal utility	409,516	347,470
Consolidated water co-operatives	212,065	189,867
	<u>621,581</u>	<u>537,337</u>
Total expenses	\$ 2,329,370	\$ 2,083,728

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2016

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
REVENUE										
Property taxes	\$ 1,347,259	\$ 1,360,232								
Grants in lieu of taxation	38,959	43,983								
User fees	23,066	5,304								
Grants - other	82,791	78,849	27,249	31,809	10,403	1,332	18,948	12,316		
Permits, licences and fines	18,352	16,527	2,529	4,328						
Investment income	22,517	16,352								
Other revenue	59,333	54,031								
Water and sewer										
Prov of MB - unconditional grants	88,000	88,000			105,393	60,000				
Prov of MB - conditional grants										
Total revenue	1,680,277	1,663,278	29,778	242,000	115,796	61,332	18,948	12,316		
EXPENSES										
Personnel services	249,892	217,239	30,613	26,921	187,659	233,904	9,739	15,315		
Contract services	90,729	75,757	167,745	185,699	80,406	29,187			10,185	3,083
Utilities	6,357	6,839		7,464	1,657	4,159				
Maintenance, materials and supplies	40,885	56,008	77,249	35,672	425,353	325,919	27,908	25,439		
Grants and contributions	936	1,100								
Amortization	1,967	1,983	50,582	28,877	63,274	60,304	167	14	2,875	432
Interest on long term debt				4,517					432	
Other	9,640	23,802			4,517	4,531	7,158	6,629		
Total expenses	400,406	382,728	326,189	289,150	762,866	658,004	44,972	47,397	13,492	3,515
Surplus (Deficit)	\$ 1,279,871	\$ 1,280,550	(296,411)	(47,150)	(647,070)	(596,672)	(26,024)	(35,081)	(13,492)	(3,515)

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

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 4 - CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the year ended December 31, 2016

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
REVENUE										
Property taxes							203,236	209,197	\$ 1,550,495	\$ 1,569,429
Grants in lieu of taxation							38,959			43,983
User fees	2,027		22,934	24,764	3,644	2,320	108,271			77,845
Grants - other			39,860	43,835			122,651			122,684
Permits, licences and fines			450	542			20,881	3,277		20,855
Investment income			439	296			26,102			20,171
Other revenue							59,772			54,327
Water and sewer							1,723,685	1,637,627	1,723,685	1,637,627
Prov of MB - unconditional grants							88,000		88,000	88,000
Prov of MB - conditional grants							105,393		105,393	265,863
Total revenue	2,027		63,683	69,437	3,644	2,320	1,930,056	1,850,101	3,844,209	3,900,784
EXPENSES										
Personnel services			26,402	29,151			78,649	81,496	582,954	604,026
Contract services	4,918	9,842	2,760	2,515	16,224	16,656	10,965	15,949	383,932	322,739
Utilities			577	340			19,982		28,573	34,751
Maintenance, materials and supplies	1,370	1,126	27,839	49,123	11,638	5,436	166,050	153,731	778,292	647,018
Grants and contributions			52,072	46,270	8,832	70			64,715	52,806
Amortization			3,583	3,252			190,865	183,708	310,870	278,640
Interest on long term debt							155,070	102,173	155,070	106,690
Other			3,649	1,816				280	24,964	37,058
Total expenses	6,288	10,968	116,882	132,467	36,694	22,162	621,581	537,337	2,329,370	2,083,728
Surplus (Deficit)	(4,261)	(10,968)	(53,199)	(63,030)	(33,050)	(19,842)	1,308,475	1,312,764	\$ 1,514,839	\$ 1,817,056

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 5 - CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
For the year ended December 31, 2016

	Core Government		Controlled Entities		Government Partnerships		Total	
	2016	2015	2016	2015	2016	2015	2016	2015
REVENUE								
Property taxes	\$ 1,550,495	\$ 1,569,429					\$ 1,550,495	\$ 1,569,429
Grants in lieu of taxation	38,959	43,983					38,959	43,983
User fees	85,337	53,081			22,934	24,764	108,271	77,845
Grants - other	82,791	78,849			39,860	43,835	122,651	122,684
Permits, licences and fines	20,881	20,855					20,881	20,855
Investment income	25,652	19,629			450	542	26,102	20,171
Other revenue	59,333	54,031			439	296	59,772	54,327
Water and sewer	1,570,977	1,482,391			152,708	155,236	1,723,685	1,637,627
Prov of MB - unconditional grants	88,000	88,000					88,000	88,000
Prov of MB - conditional grants	105,393	265,863					105,393	265,863
Total revenue	3,627,818	3,676,111			216,391	224,673	3,844,209	3,900,784
EXPENSES								
Personnel services	486,998	514,546			95,956	89,480	582,954	604,026
Contract services	381,172	321,465			2,760	1,274	383,932	322,739
Utilities	12,601	18,462			15,972	16,289	28,573	34,751
Maintenance, materials and supplies	707,903	583,516			70,389	63,502	778,292	647,018
Grants and contributions	64,715	52,806					64,715	52,806
Amortization	222,842	192,064			88,028	86,576	310,870	278,640
Interest on long term debt	154,949	106,690			121		155,070	106,690
Other	21,315	34,962			3,649	2,096	24,964	37,058
Total expenses	2,052,495	1,824,511			276,875	259,217	2,329,370	2,083,728
Surplus (Deficit)	\$ 1,575,323	\$ 1,851,600			(60,484)	(34,544)	\$ 1,514,839	\$ 1,817,056



RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2016

	2016					
	Building Reserve Fund	Employee Severance Reserve	Equipment Replacement Reserve	New General Reserve		Sub Total
REVENUE						
Investment income		475				907
Other income			432	98,861		98,861
Total revenue		475	432	98,861		99,768
EXPENSES						
Investment charges						
Other expenses	98,861					98,861
Total expenses	98,861					98,861
NET REVENUES	(98,861)	475	432	98,861		907
TRANSFERS						
Debt repayment						
Transfers from operating fund					40,000	90,000
Transfers to operating fund			50,000			
Transfers from utility fund			(103,901)		(6,207)	(110,108)
Transfers to utility fund						
Acquisition of tangible capital assets						
CHANGE IN RESERVE FUND BALANCES	(98,861)	475	(53,469)	132,654		(19,201)
FUND SURPLUS, BEGINNING OF YEAR	98,861	4,000	186,039			288,900
FUND SURPLUS, END OF YEAR		4,475	132,570	132,654		269,699



RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 6 - SCHEDULE OF CHANGES IN RESERVE FUND BALANCES
For the year ended December 31, 2016

	Gas Tax Reserve	Fire Capital Reserve	2016 Utility Replacement Reserve	Rural Water Deposit Reserve	2015 Total
REVENUE					
Investment income	3,481	1,007		3,136	\$ 7,435
Other income		3,300			1,500
Total revenue	3,481	4,307		3,136	110,692
EXPENSES					
Investment charges					
Other expenses					98,861
Total expenses					98,861
NET REVENUES	3,481	4,307		3,136	11,831
TRANSFERS					
Debt repayment					
Transfers from operating fund	82,791	35,000			203,849
Transfers to operating fund		(12,663)			(146,757)
Transfers from utility fund			10,000	540,802	107,865
Transfers to utility fund			(20,000)	(880,079)	(125,065)
Acquisition of tangible capital assets					(141,000)
CHANGE IN RESERVE FUND BALANCES	86,272	26,644	(10,000)	(336,141)	(92,173)
FUND SURPLUS, BEGINNING OF YEAR	211,344	100,931	42,300	446,273	1,181,922
FUND SURPLUS, END OF YEAR	\$ 297,616	127,575	32,300	110,132	\$ 837,322
					\$ 1,089,749

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 7 - SCHEDULE OF TRUST FUNDS
For the year ended December 31, 2016

	2016					2015	
	Cemetery Trust	Ogilvie Trust	McKay Trust	Cenotaph Trust	Weed Trust	Total	Total
ASSETS							
Cash and temporary investments	\$ 1,313	6,960	954	2,803	347	\$ 12,377	\$ 12,211
Due from Municipality	5,680					5,680	5,680
	<u>6,993</u>	<u>6,960</u>	<u>954</u>	<u>2,803</u>	<u>347</u>	<u>18,057</u>	<u>17,891</u>
LIABILITIES AND FUND BALANCES							
Fund balance	6,993	6,960	954	2,803	347	18,057	17,891
REVENUES							
Investment income	17	94	12	38	5	166	174
EXPENDITURES							
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	17	94	12	38	5	166	174
FUND BALANCE, BEGINNING OF YEAR	6,976	6,866	942	2,765	342	17,891	17,717
FUND BALANCE, END OF YEAR	<u>\$ 6,993</u>	<u>6,960</u>	<u>954</u>	<u>2,803</u>	<u>347</u>	<u>\$ 18,057</u>	<u>\$ 17,891</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 8- SCHEDULE OF FINANCIAL POSITION FOR UTILITY
For the year ended December 31, 2016

	2016		2015
	Whitehead	Whitehead Elton Regional Water Co- operative Inc.	Total
FINANCIAL ASSETS			
Cash and temporary investments	\$ 4,216	\$	\$ 4,216
Amounts receivable	154,516	511,628	666,144
Due from other funds	36,738		36,738
	<u>195,470</u>	<u>511,628</u>	<u>707,098</u>
			1,953,887
			<u>1,958,047</u>
LIABILITIES			
Accounts payable and accrued liabilities		109,468	109,468
Long-term debt (Note 8)	1,820,416		1,820,416
Due to other funds			
Temporary borrowing (Note 17)	331,772		331,772
	<u>2,152,188</u>	<u>109,468</u>	<u>2,261,656</u>
	<u>(1,956,718)</u>	<u>402,160</u>	<u>(1,554,558)</u>
			75,779
			1,919,321
			1,855,663
			<u>3,850,763</u>
			<u>(1,892,716)</u>
NET DEBT			
NON-FINANCIAL ASSETS			
Tangible capital assets (Schedule 1)	5,785,516	2,224,266	8,009,782
Inventories		9,095	9,095
Prepaid expenses		1,690	1,690
	<u>5,785,516</u>	<u>2,235,051</u>	<u>8,020,567</u>
	<u>3,828,798</u>	<u>2,637,211</u>	<u>6,466,009</u>
			6,694,369
			9,095
			644
			6,704,108
			<u>4,811,392</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Whitehead
 For the year ended December 31, 2016

	Budget	2016	2015
REVENUE			
Water			
Water fees	\$ 140,000	\$ 146,788	\$ 146,068
Bulk water fees	6,000	5,602	7,143
Sub-Total - Water	146,000	152,390	153,211
Sewer			
Sewer fees	1,500		
Sub-Total - Sewer	1,500		
Property taxes	204,200	203,236	209,197
Government transfers			
Government transfers - operating		853,152	1,208,493
Other			
Hydrant rentals	1,200	1,200	1,200
Connection charges		559,080	106,015
Investment income		57	59
Other income	1,750	5,098	13,413
Sub-Total - Other	2,950	565,435	120,687
Total revenue	\$ 354,650	\$ 1,774,213	\$ 1,691,588

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Whitehead
For the year ended December 31, 2016

EXPENSES	Budget	2016	2015
General			
Administration	\$ 5,450	\$ 9,843	\$ 6,315
Water General			
Purification and treatment	5,000	6,563	14,852
Water purchases	110,000	110,979	105,138
Connection costs	30,000	17,638	7,792
Sub-Total - Water General	<u>145,000</u>	<u>135,180</u>	<u>127,782</u>
Water Amortization and Interest			
Amortization		106,420	100,384
Interest on long term debt		154,949	102,173
Sub-Total - Water Amortization & Interest		<u>261,369</u>	<u>202,557</u>
Sewer General			
Treatment and disposal cost	10,000	3,124	10,816
Total expenses	<u>160,450</u>	<u>409,516</u>	<u>347,470</u>
NET OPERATING SURPLUS	<u>\$ 194,200</u>	<u>1,364,697</u>	<u>1,344,118</u>
TRANSFERS			
Transfers from (to) reserve funds		<u>349,277</u>	<u>17,201</u>
CHANGE IN UTILITY FUND BALANCE		<u>1,713,974</u>	<u>1,361,319</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>2,114,824</u>	<u>753,505</u>
FUND SURPLUS, END OF YEAR	<u>\$ 3,828,798</u>	<u>\$ 2,114,824</u>	

RURAL MUNICIPALITY OF WHITEHEAD

SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS - Whitehead Elton Regional Water Co-operative Inc.

For the year ended December 31, 2016

REVENUE	Budget	2016	2015
Water			
Water fees	\$	\$ 110,979	\$ 105,139
Sub-Total - Water		<u>110,979</u>	<u>105,139</u>
Government transfers			
Government transfers - capital		<u>41,729</u>	50,097
Sub-Total - Government transfers		<u>41,729</u>	<u>50,097</u>
Total revenue	\$	\$ 152,708	\$ 155,236

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 9 - SCHEDULE OF UTILITY OPERATIONS (continued) - Whitehead Elton Regional Water
Co-operative Inc.
For the year ended December 31, 2016

EXPENSES	Budget	2016	2015
General			
Utilities (telephone, electricity, etc)		<u>15,395</u>	15,949
Sub-Total - General		<u>15,395</u>	15,949
Water General			
Purification and treatment		<u>112,104</u>	90,594
Sub-Total - Water General		<u>112,104</u>	90,594
Water Amortization & Interest			
Amortization		<u>84,445</u>	83,324
Interest on long term debt		<u>121</u>	
Sub-Total - Water Amortization & Interest		<u>84,566</u>	83,324
Total expenses		<u>212,065</u>	189,867
DEFICIT	\$	<u>(59,357)</u>	(34,631)
CHANGE IN UTILITY FUND BALANCE		<u>(59,357)</u>	(34,631)
FUND SURPLUS, BEGINNING OF YEAR		<u>2,696,568</u>	2,731,199
FUND SURPLUS, END OF YEAR	\$	<u>2,637,211</u>	<u>\$ 2,696,568</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 10 - RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the year ended December 31, 2016

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Consolidated Entities	PSAB Budget
REVENUE							
Property taxes	\$ 1,345,504	204,200					\$ 1,549,704
Grants in lieu of taxation	38,984						38,984
User fees	59,400					125,279	184,679
Grants - Province of Manitoba	100,500					41,729	142,229
Grants - other	2,082,791					42,541	2,125,332
Permits, licences and fines	1,750					1,750	1,750
Investment income	15,000					176	15,176
Other revenue	35,250	150,450					35,250
Water and sewer							150,450
Transfers from accumulated surplus					(270,000)		
Transfers from reserves	260,000	10,000			(270,000)		
Total revenue	3,939,179	364,650				209,725	4,243,554
EXPENSES							
General government services	386,114		1,967		3,934		392,015
Protective services	181,500		50,582				232,082
Transportation services	815,950		63,273				879,224
Environmental health services	43,750		167				43,917
Public health and welfare services	10,640		432				11,072
Regional planning and development	42,500						42,500
Resource cons and industrial dev	80,500					62,345	142,845
Recreation and cultural services	21,500						21,500
Water and sewer services		160,450	106,420	154,949		212,065	633,884
Fiscal services:							
Transfer to capital	2,120,000		(2,120,000)				
Debt charges	25,000			(229,200)			
Short term interest		204,200					
Transfer to reserves	207,791				(207,791)		
Allowance for tax assets	3,934				(3,934)		
Total expenses	3,939,179	364,650	(1,897,159)	(74,251)	(207,791)	274,410	2,399,039
Surplus (Deficit)			1,897,159	74,251	(62,209)		\$ 1,844,515



RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 11 - ANALYSIS OF TAXES ON ROLL
For the year ended December 31, 2016

	2016	2015
Balance, beginning of year	\$ 372,520	\$ 400,956
Add:		
Tax levy (Schedule 12)	3,358,445	3,092,077
Taxes added	41,661	81,963
Penalties or interest	43,565	44,238
Other accounts added	14,453	13,444
Sub-total	3,458,124	3,231,722
Deduct:		
Cash collections - current	2,743,948	2,594,310
Cash collections - arrears	332,940	281,715
Writeoffs	5,857	15,686
Tax discounts	5,511	6,004
M.P.T.C. - cash advance	376,536	362,441
Sub-total	3,464,792	3,260,156
Balance, end of year	\$ 365,852	\$ 372,522

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 12 - ANALYSIS OF TAX LEVY
For the year ended December 31, 2016

	2016		2015	
	Assessment	Mill Rate	Levy	Levy
Other governments (L.U.D.):				
L.U.D. Alexander	9,499,670	4.640	\$ 44,078	\$ 44,123
Sub-Total - L.U.D			<u>44,078</u>	<u>44,123</u>
Debt charges:				
L.I.D.- Water/Sewer			77,798	77,707
Other (Fire Department)	128,886,350	0.190	24,489	24,589
Sub-Total - Debt charges			<u>102,287</u>	<u>102,296</u>
Reserves:				
Machinery Replacement	128,886,350	0.380	48,977	49,178
Fire Replacement Reserve	128,886,350	0.270	34,799	34,834
Building Replacement	128,886,350	0.310	39,955	38,933
Sub-Total - Reserves			<u>123,731</u>	<u>122,945</u>
General Municipal - Rural Area	119,386,680	6.500	776,013	752,467
- At Large	128,886,350	2.620	337,682	340,149
Special levies:				
Kemville			10,708	16,761
Rural Water			114,730	114,729
Sub-Total - Special levies			<u>125,438</u>	<u>131,490</u>
Total municipal taxes (Schedule 2)			<u>1,509,229</u>	<u>1,493,470</u>
Education support levy	6,530,620	10.500	68,571	67,817
Special levy:				
Brandon School Division	110,618,250	14.500	1,603,965	1,382,386
Fort La Bosse	2,620,770	7.770	20,363	17,103
Southwest Horizon	15,647,330	9.990	156,317	131,301
Sub-Total - Special levies			<u>1,780,645</u>	<u>1,530,790</u>
Total education taxes			<u>1,849,216</u>	<u>1,598,607</u>
Total tax levy (Schedule 11)			<u>\$ 3,358,445</u>	<u>\$ 3,092,077</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 13 - ANALYSIS OF SCHOOL ACCOUNTS
For the year ended December 31, 2016

	2016		2015
	Opening Balance	Current Requirements	Ending Balance
Education support levy	\$ 11,290	106,731	13,555 \$
Special levies			
Brandon	116,707	1,652,219	166,075
Fort La Bosse	1,976	23,229	2,738
Southwest Horizon	11,578	156,282	17,053
Sub-total	130,261	1,831,730	185,866
Total	\$ 141,551	1,938,461	\$ 199,421
			11,290



RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 14 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the year ended December 31, 2016

	2016	2015
General government services:		
Legislative	\$ 61,880	\$ 68,599
General administrative	325,377	305,008
Other	13,149	9,121
	<u>400,406</u>	<u>382,728</u>
Protective services:		
Police	367	578
Fire	136,523	82,371
Emergency measures		6,522
Other	188,099	199,679
	<u>324,989</u>	<u>289,150</u>
Transportation services:		
Road transport		
Administration and engineering	190,055	236,297
Road and street maintenance	422,214	408,042
Bridge maintenance	135,903	
Street lighting	10,177	9,134
Loss on disposal of tangible capital assets	4,517	4,531
	<u>762,866</u>	<u>658,004</u>
Environmental health services:		
Waste collection and disposal	37,815	40,768
Other	7,158	6,629
	<u>44,973</u>	<u>47,397</u>
Public health and welfare services:		
Public health	7,977	875
Medical care	2,875	
Social assistance	2,640	2,640
	<u>13,492</u>	<u>3,515</u>
Regional planning and development:		
Planning and zoning	4,918	9,842
Beautification and land rehabilitation	1,370	1,126
	<u>6,288</u>	<u>10,968</u>
Sub-total	<u>\$ 1,553,014</u>	<u>\$ 1,391,762</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 14 - SCHEDULE OF GENERAL OPERATING FUND EXPENSES - continued
For the year ended December 31, 2016

	2016	2015
Sub-total (carry forward)	\$ 1,553,014	\$ 1,391,762
Resource conservation and industrial development:		
Rural area weed control	61,167	73,743
Veterinary services	1,906	934
Other		1,242
	63,073	75,919
Recreation and cultural services:		
Administration	8,436	5,505
Community centres and halls	19,830	9,238
Skating and curling rinks	8,428	7,419
	36,694	22,162
Total expenses	\$ 1,652,781	\$ 1,489,843

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 15 - SCHEDULE OF L.U.D. OPERATIONS - Alexander
For the year ended December 31, 2016

	2016 Budget	2016 Actual	2015 Actual
REVENUE			
Taxation	\$ 44,000	\$ 44,078	\$ 44,077
Other revenue	22,500	5,806	22,643
Total revenue	<u>66,500</u>	<u>49,884</u>	66,720
EXPENSES			
General government			
Indemnities	6,250	5,570	6,480
Transportation services			
Road and street maintenance	25,250	13,706	16,789
Street lighting	8,500	8,522	8,015
Other	4,500	3,769	3,871
Environmental health			
Other	5,000		
Regional planning and development			
Beautification and land rehabilitation	2,000	1,370	2,514
Other		655	
Recreation and cultural services			
Parks and playgrounds	15,000	4,397	
Total expenses	<u>66,500</u>	<u>37,989</u>	37,669
NET REVENUES		11,895	29,051
TRANSFERS			
Transfers to capital			(44,000)
CHANGES IN L.U.D. BALANCES	<u>\$</u>	<u>11,895</u>	<u>(14,949)</u>
UNEXPENDED BALANCE, BEGINNING OF YEAR		5,681	20,630
UNEXPENDED BALANCE, END OF YEAR		<u>\$ 17,576</u>	<u>\$ 5,681</u>

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 16 - SCHEDULE OF DEBENTURES PENDING
For the year ended December 31, 2016

Authority	Purpose	Source of Funds	Authorized	Expended
Bylaw No. 2177	Expansion of the Whitehead Rural Waterline system	Royal Bank of Canada	\$ 351,000	\$ 351,000

RURAL MUNICIPALITY OF WHITEHEAD
SCHEDULE 17 - RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
For the year ended December 31, 2016

	2016		2015	
	General	Utility	Total	Total
MUNICIPAL SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ 290,287	\$ 298,668	\$ 588,955	\$ (644,913)
Adjustments for reporting under public sector accounting standards				
Eliminate expense - transfers to reserves	207,791	550,802	758,593	311,714
Eliminate revenue - transfers from reserves	(221,632)	(900,079)	(1,121,711)	(412,822)
Increase revenue - reserve funds interest	110,692		110,692	8,935
Increase (decrease) revenue - net surplus (deficit) of consolidated entities	9,872	(59,357)	(49,485)	(21,743)
Increase (decrease) revenue - net surplus (deficit) of LUD(s)	11,895		11,895	29,051
Increase expense - amortization of tangible capital assets	(116,422)	(106,420)	(222,842)	(192,063)
Decrease expense - principal portion of debenture debt or capital lease	125,119	98,905	224,024	303,983
Increase (decrease) revenue - gain (loss) on sale of tangible capital assets	(4,018)		(4,018)	(1,674)
Eliminate revenue - proceeds on new debenture debt or capital lease	(263,878)		(263,878)	
Eliminate revenue - proceeds on sale of tangible capital assets	(4,921)		(4,921)	(13,250)
Eliminate expense - acquisitions of tangible capital assets	64,714	1,422,821	1,487,535	2,449,838
NET SURPLUS PER STATEMENT OF OPERATIONS	\$ 209,499	\$ 1,305,340	\$ 1,514,839	\$ 1,817,056