

CITY OF DAUPHIN

**Consolidated Financial Statements
For the Year Ended December 31, 2021**

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the *City of Dauphin* and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants Canada.

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

The Council is composed of individuals who are neither management nor employees of the Municipality. Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the consolidated financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

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

Sharla Griffiths, BSc CE, CMMA
City Manager, City of Dauphin

INDEPENDENT AUDITOR'S REPORT

To the Mayor and members of Council of the
City of Dauphin

Opinion

We have audited the consolidated financial statements of the City of Dauphin (the "City"), which comprise the consolidated statement of financial position as at December 31, 2021, and the consolidated statements of operations, change in net financial assets, cash flows and supporting schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City as at December 31, 2021, and the results of its consolidated operations, change in net financial assets, cash flows and supporting schedules for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the City of Dauphin in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the City's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the City to cease operations, or has no realistic alternative but to do so.

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

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

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

INDEPENDENT AUDITOR'S REPORT

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

June 28, 2022
Dauphin, Manitoba

MNP LLP
Chartered Professional Accountants

CITY OF DAUPHIN
Consolidated Financial Statements
For the Year Ended December 31, 2021

Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	22
Schedule 2 - Consolidated Schedule of Revenues	23
Schedule 3 - Consolidated Schedule of Expenses	24
Schedule 4 - Consolidated Statement of Operations by Program	25
Schedule 5 - Consolidated Details and Reconciliation to Core Government Results	27
Schedule 6 - Schedule of Change in Reserve Fund Balances	28
Schedule 7 - Schedule of L.U.D. Operations	29
Schedule 8 - Schedule of Financial Position for Utility	30
Schedule 9 - Schedule of Utility Operations	31
Schedule 10 - Reconciliation of the Financial Plan to the Budget	33
Schedule 11 - Analysis of Taxes on Roll	34
Schedule 12 - Analysis of Tax Levy	35
Schedule 13 - Schedule of General Operating Fund Expenses	36
Schedule 14 - Reconciliation of Annual Surplus	37

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2021

	<u>2021</u>	<u>2020</u>
FINANCIAL ASSETS		
Cash and temporary investments (Note 3)	\$ 14,762,259	\$ 13,329,405
Amounts receivable (Note 4)	1,770,640	1,793,120
Portfolio investments (Note 5)	300,042	259,218
Loans and advances	32,978	32,978
Inventories for resale (Note 6)	<u>52,051</u>	<u>43,092</u>
	<u>\$ 16,917,970</u>	<u>\$ 15,457,813</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	\$ 4,458,113	\$ 2,601,447
Severance and sick leave payable	377,159	410,860
Unearned revenue	322,444	178,342
Landfill closure and post closure liabilities (Note 8)	350,795	333,766
Long-term debt (Note 9)	<u>809,504</u>	<u>859,151</u>
	<u>\$ 6,318,015</u>	<u>\$ 4,383,566</u>
NET FINANCIAL ASSETS	<u>\$ 10,599,955</u>	<u>\$ 11,074,247</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 49,826,461	\$ 47,131,975
Inventories for use (Note 6)	259,951	259,715
Prepaid expenses	<u>193,258</u>	<u>165,568</u>
	<u>50,279,670</u>	<u>47,557,258</u>
ACCUMULATED SURPLUS (Note 13)	<u>\$ 60,879,625</u>	<u>\$ 58,631,505</u>

COMMITMENTS AND CONTINGENCIES (NOTE 10)

Approved on behalf of Council:

Christian Laughland - Mayor

Devin Shtykalo - Deputy Mayor

The accompanying notes are an integral part of these consolidated financial statements

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF OPERATIONS
Year Ended December 31, 2021

	<u>2021</u> <u>Budget</u> <u>(Note 12)</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
REVENUE			
Property taxes	\$ 6,077,954	\$ 6,119,524	\$ 6,150,335
Grants in lieu of taxation	382,396	381,530	400,086
User fees	1,497,417	1,698,995	1,481,563
Grants - Province of Manitoba	2,098,450	2,227,222	2,069,299
Grants - other	849,693	1,282,762	1,335,045
Permits, licences and fines	217,513	218,448	192,836
Investment income	67,830	375,775	324,959
Other revenue	421,130	497,535	453,454
Water and sewer	5,134,494	4,784,784	2,983,790
Total revenue (Schedules 2, 4 and 5)	<u>16,746,877</u>	<u>17,586,575</u>	<u>15,391,367</u>
EXPENSES			
General government services	1,390,017	1,319,191	1,306,854
Protective services	3,285,973	3,269,036	2,779,547
Transportation services	2,933,571	2,788,167	2,896,145
Environmental health services	977,681	916,420	1,013,715
Public health and welfare services	108,900	97,065	99,118
Regional planning and development	221,685	161,992	160,627
Resource conservation and industrial development	540,199	370,633	371,420
Recreation and cultural services	3,373,080	3,344,862	3,218,026
Water and sewer services	3,089,970	3,071,089	2,889,777
Total expenses (Schedules 3, 4 and 5)	<u>15,921,076</u>	<u>15,338,455</u>	<u>14,735,229</u>
ANNUAL SURPLUS	<u>\$ 825,801</u>	<u>2,248,120</u>	<u>656,138</u>
ADJUSTMENT FOR CHANGE IN PARTNERSHIP INTEREST		-	577
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>58,631,505</u>	<u>57,974,790</u>
ACCUMULATED SURPLUS, END OF YEAR		<u>\$ 60,879,625</u>	<u>\$ 58,631,505</u>

The accompanying notes are an integral part of these consolidated financial statements

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
Year Ended December 31, 2021

	2021 Budget (Note 12)	2021 Actual	2020 Actual
ANNUAL SURPLUS	\$ 825,801	\$ 2,248,120	\$ 656,138
Acquisition of tangible capital assets	(7,362,071)	(5,494,062)	(2,091,119)
Amortization of tangible capital assets	2,792,697	2,792,697	2,704,691
Adjustment for change in percentage of partnership	-	-	250
Loss (Gain) on sale of tangible capital assets	-	6,879	18,989
Proceeds on sale of tangible capital assets	-	-	47,959
Decrease (increase) in inventories for use	-	(236)	(24,981)
Decrease (increase) in prepaid expense	-	(27,690)	6,490
	<u>(4,569,374)</u>	<u>(2,722,412)</u>	<u>662,279</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ (3,743,573)</u>	(474,292)	1,318,417
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>11,074,247</u>	<u>9,755,830</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 10,599,955</u>	<u>\$ 11,074,247</u>

The accompanying notes are an integral part of these consolidated financial statements

**CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF CASH FLOWS
Year Ended December 31, 2021**

	<u>2021</u>	<u>2020</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 2,248,120	\$ 656,138
Changes in non-cash items:		
Amounts receivable	22,480	290,924
Inventories	(9,195)	(12,158)
Prepays	(27,690)	6,490
Accounts payable and accrued liabilities	1,856,666	(244,751)
Severance and sick leave payable	(33,701)	3,919
Unearned revenue	144,102	(95,332)
Landfill closure and post closure liabilities	17,029	16,223
Loss (Gain) on sale of tangible capital asset	6,879	18,989
Amortization	2,792,697	2,704,691
Cash provided by operating transactions	<u>7,017,387</u>	<u>3,345,133</u>
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	-	47,959
Cash used to acquire tangible capital assets	<u>(5,494,062)</u>	<u>(2,091,119)</u>
Cash applied to capital transactions	<u>(5,494,062)</u>	<u>(2,043,160)</u>
INVESTING TRANSACTIONS		
Adjustment for change in percentage of partnerships	-	250
Loans and advances repaid (advanced)	-	3,245
Redemption (Purchase) of portfolio investments	<u>(40,824)</u>	<u>(4,040)</u>
Cash provided by (applied to) investing transactions	<u>(40,824)</u>	<u>(545)</u>
FINANCING TRANSACTIONS		
Debt repayment to 3rd party	<u>(49,647)</u>	<u>(47,548)</u>
Cash provided by (applied to) financing transactions	<u>(49,647)</u>	<u>(47,548)</u>
INCREASE IN CASH AND TEMPORARY INVESTMENTS	1,432,854	1,253,880
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>13,329,405</u>	<u>12,075,525</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 14,762,259</u>	<u>\$ 13,329,405</u>

The accompanying notes are an integral part of these consolidated financial statements

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

1. Status of the City of Dauphin

The incorporated City of Dauphin ("the City") is a municipal government that was created in 1998 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 one 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 Chartered Professional Accountants Canada and reflect the following significant accounting policies:

a) Reporting Entity

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality. The City of Dauphin does not have any controlled organizations.

The City has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted for on a proportionate consolidation basis whereby the City'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:

Riverside Cemetery Board (2021 - 50%)(2020 - 50%)
Parkland Regional Library Service (2021 - 21.16%)(2020 - 21.16%)
Dauphin Public Library (2021 - 78.46%)(2020 - 78.46%)
Dauphin Regional Airport Authority Inc. (2021 - 78.46%)(2020 - 78.46%)
Dauphin Recreation Services (2021 - 78.46%)(2020 - 78.46%)

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 Municipality are not consolidated in these financial statements. The Municipality held no funds in trust on December 31, 2021.

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 statement of financial position date.

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

2. Significant Accounting Policies (continued)

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 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 100 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 to 10 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	20 to 30 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	50 years
Buildings	25 to 40 years
Underground networks	40 to 75 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.

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

2. Significant Accounting Policies (continued)

i) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership of 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.

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

Unearned 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 amounts 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.

m) Recent Accounting Pronouncements

Portfolio Investments (PS 3041)

In March 2012, as a result of the issuance of PS 3450 Financial Instruments, the Public Sector Accounting Board (PSAB) issued new PS 3041 Portfolio Investments, which revises and replaces PS 3030 Temporary Investments and PS 3040 Portfolio Investments. The main features of the new standard are:

- PS 3041 does not make a distinction between temporary and portfolio investments, and is cross referenced and conformed to the requirements of PS 3450.
- Investments previously within the scope of PS 3030, which are not cash equivalents, are now accounted for within the scope of PS 3041.

This Section is effective in the same period PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation and PS 3450 are adopted. PS 1201, PS 2601 and PS 3450 are to be adopted together and were to be effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section is now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. Early application continues to be permitted.

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

2. Significant Accounting Policies (continued)

m) Recent Accounting Pronouncements (continued)

Financial Instruments (PS 3450)

In June 2011, the Public Sector Accounting Board (PSAB) issued new PS 3450 Financial Instruments. The new standard establishes requirements for recognition, measurement, derecognition, presentation and disclosure of financial assets and financial liabilities, including derivatives. The main features of the new standard are:

- Financial instruments are classified into two measurement categories: fair value, or cost or amortized cost.
- Almost all derivatives, including embedded derivatives not closely related to the host contract, are measured at fair value.
- Portfolio investments in equity instruments quoted in an active market are measured at fair value.
- Other financial assets and financial liabilities are generally measured at cost or amortized cost.
- An entity may elect to measure any group of financial assets or financial liabilities (or both) at fair value when the entity has a risk management or investment strategy to manage those items on a fair value basis.
- Remeasurement gains and losses on financial instruments measured at fair value are reported in the statement of remeasurement gains and losses until the financial instrument is derecognized.
- Budget to actual comparisons are not required within the statement of remeasurement gains and losses.
- Financial liabilities are derecognized when, and only when, they are extinguished.
- Financial assets and financial liabilities are only offset and reported on a net basis if a legally enforceable right to set off the recognized amounts exists, and the entity intends to settle on a net basis or realize/settle the amounts simultaneously.

In May 2012, the transitional provisions for this Section were amended, effective at the time the standard is initially applied, to clarify that the measurement provisions are applied prospectively. Adjustments to previous carrying amounts are recognized in opening accumulated remeasurement gains or losses. Additionally, a new transitional provision has been added that applies to government organizations transitioning from the standards in Part V of the CPA Canada Handbook – Accounting with items classified as available for sale. Accumulated other comprehensive income (OCI) from items classified as available for sale is recognized in accumulated remeasurement gains or losses on transition.

PS 3450 was to be effective for fiscal years beginning on or after April 1, 2019. In March 2018, the Public Sector Accounting Board (PSAB) approved an extension of the effective date to fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section and amendments are now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. Early application continues to be permitted. In the period that a public sector entity applies PS 3450, it also applies PS 1201 and PS 2601.

Asset Retirement Obligations, Proposed Section (PS 3280)

The Public Sector Accounting Board (PSAB) issued this Exposure Draft (ED) in March 2017 to propose a new Section on asset retirement obligations (ARO liabilities) and withdraw PS 3270 Solid Waste Landfill Closure and Post-Closure Liability. The main features of this ED include the following:

- ARO liabilities represent a legal obligation associated with the retirement of a tangible capital asset.
- Asset retirement costs increase the carrying amount of the related tangible capital asset and are expensed in a rational and systematic manner.
- Asset retirement costs are expensed when they are associated with an asset that is no longer in productive use.
- Subsequent measurement of the ARO liability results in either a change in the carrying amount of the related tangible capital asset or an expense. The accounting treatment depends on the nature of the remeasurement and whether the asset remains in productive use.
- ARO liabilities include costs directly attributable to retirement activities, such as post-retirement operation, maintenance and monitoring.
- The best method to estimate the liability is often a present value technique.

This standard was to be effective for fiscal years beginning on or after April 1, 2021. On June 25, 2020, the PSAB made the decision to defer the effective date by one year due to the impact of the COVID-19 pandemic. The new Section is now effective for annual financial statements relating to fiscal years beginning on or after April 1, 2022. Early application continues to be permitted.

**CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021**

3. Cash and Temporary Investments

Cash and temporary investments are comprised of the following:

	<u>2021</u>	<u>2020</u>
Cash	\$ 5,774,572	\$ 4,563,492
Temporary Investments	<u>8,987,687</u>	<u>8,765,913</u>
	<u>\$ 14,762,259</u>	<u>\$ 13,329,405</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The City has designated \$11,361,739 (2020 - \$11,387,109) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances. Included in the reserve is cash of \$11,730,591 (2020 - \$10,324,480).

4. Amounts Receivable

Amounts receivable are valued at their net realizable value.

	<u>2021</u>	<u>2020</u>
Taxes on roll (Schedule 11)	\$ 794,139	\$ 862,860
Government grants	141,726	148,871
Utility customers	367,485	331,768
Accrued interest	77,958	75,646
Organizations and individuals	374,379	340,006
Other governments	<u>112,369</u>	<u>122,991</u>
	1,868,056	1,882,142
Less allowances for doubtful amounts	<u>(97,416)</u>	<u>(89,022)</u>
	<u>\$ 1,770,640</u>	<u>\$ 1,793,120</u>

The City of Dauphin encourages property owners to prepay property taxes by using an electronic funds transfer program. As at December 31, 2021, the net taxes on roll balance outstanding is \$356,201 (\$430,536 - 2020).

5. Portfolio Investments

	<u>2021</u>	<u>2020</u>
Marketable securities:		
- Toronto Dominion Mutual Funds	\$ 281,395	\$ 257,678
Term Deposit	16,928	-
Other investments	<u>1,719</u>	<u>1,540</u>
	<u>\$ 300,042</u>	<u>\$ 259,218</u>

The aggregate market value of the marketable securities at December 31, 2021 is \$281,395 (2020 - \$257,678). Portfolio investments earned investment income of \$27,457 during the year (2020 - \$6,876).

6. Inventories

Inventories for sale:

	<u>2021</u>	<u>2020</u>
Food and beverages	\$ 7,159	\$ 8,529
Fuel (Airport)	<u>44,892</u>	<u>34,563</u>
	<u>\$ 52,051</u>	<u>\$ 43,092</u>

Inventories for use:

Chemicals	22,196	33,175
Pipes and water supplies	189,843	170,953
Aggregate and other	<u>47,912</u>	<u>55,587</u>
	<u>\$ 259,951</u>	<u>\$ 259,715</u>

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

7. Accounts Payable and Accrued Liabilities

	<u>2021</u>	<u>2020</u>
Accounts payable and accrued expenses	\$ 1,176,127	\$ 1,011,456
Prepaid taxes	437,938	432,324
Accrued interest payable	2,997	3,184
School levies	188,172	221,648
Other governments	<u>2,652,879</u>	<u>932,835</u>
	<u>\$ 4,458,113</u>	<u>\$ 2,601,447</u>

8. Landfill Closure and Post Closure Liabilities

a) Operating Landfill Site

The Municipality is currently operating a Class 1 landfill site in the RM of Dauphin. 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.

In 2014, a new landfill study was conducted as part of the Provincial Licensing requirements. This study also estimated the remaining capacity of the landfill and revised the annual estimates of waste entering the landfill. It was determined that the remaining capacity available was less than previously estimated; however, due to new landfill practices and a reduction in waste, the estimated useful life of the landfill has actually increased by 10 years. As a result of these revised estimates, the landfill is not expected to reach capacity until 2039.

	<u>2021</u>	<u>2020</u>
Estimated closure and post closure costs over the next 31 years	\$ 910,275	\$ 910,275
Discount rate	3.75%	3.75%
Discounted costs	\$ 438,465	\$ 422,617
Expected year capacity will be reached	2039	2039
Capacity (tonnes):		
Used to date	988,091	975,381
Remaining	<u>246,942</u>	<u>259,652</u>
Total	<u>1,235,033</u>	<u>1,235,033</u>
Percent utilized	<u>80.01%</u>	78.98%
Liability based on percentage	\$ 350,795	\$ 333,766

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

9. Long-Term Debt

	<u>2021</u>	<u>2020</u>
General Authority:		
Debenture, interest at 4.75%, payable at \$3,614 annually including interest, maturing December, 2031	<u>28,249</u>	<u>30,418</u>
Utility Funds:		
Debenture, interest at 4.75%, payable at \$29,447 annually including interest, maturing December, 2031	230,166	247,841
Debenture, interest at 4.75%, payable at \$5,780 annually including interest, maturing December, 2031	45,181	48,650
Debenture, interest at 4.125%, payable at \$27,365 annually including interest, maturing December, 2035	286,692	301,615
Debenture, interest at 4.125%, payable at \$20,925 annually including interest, maturing December, 2035	<u>219,216</u>	<u>230,627</u>
	<u>\$ 781,255</u>	<u>\$ 828,733</u>
	<u>\$ 809,504</u>	<u>\$ 859,151</u>

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

2022	51,841
2023	54,133
2024	56,525
2025	59,025
2026	61,635
Subsequent years	<u>526,345</u>
	<u>\$ 809,504</u>

Schedule of Debenture Pending

<u>Authority</u>	<u>Purpose</u>	<u>Amount</u> <u>Authorized</u>
Bylaw 02/21	Water Treatment Plant Upgrades	\$ 1,000,000

**CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021**

10. Commitments and Contingencies

Royal Canadian Mounted Police and the Government of Canada

On April 1, 2012, the City of Dauphin entered into an agreement with the Government of Canada for the purpose of obtaining municipal policing services. The contract expires in March 2032 and can be terminated on any March 31 anniversary date with two years notice. Under the terms of the contract, the annual costs incurred by the RCMP for the policing services they provide will be cost shared between the City of Dauphin and the Province of Manitoba on a 70/30 basis. The City's cost of policing related services that were provided by the RCMP in 2021 totalled \$2,110,291 (2020 - \$1,729,448).

Ottenbreit Sanitation Services (2002) Ltd.

In September 2016, the City of Dauphin has negotiated a non-exclusive 10 year contract with Ottenbreit Sanitation Services (2002) Ltd. for the collection, processing and sale of residential recyclables. Annual charges under the contract are determined by recycling weights collected and the number of containers in service. Recycling charges under the contract in 2021 were \$210,253 (2020 - \$214,782).

Gold Business Solutions

Beginning November 1, 2017, the City of Dauphin entered into a five (5) year photocopier contract with Gold Business Solutions. The contract with Gold Business Solutions is for the lease, service and maintenance of four (4) Kyocera photocopiers at various City of Dauphin locations. Annual lease charges under this contract are fixed at \$5,478 while service and maintenance charges are determined by the prints produced. Copier charges under the contract in 2021 were \$10,555 (2020 - \$9,602).

11. Retirement Benefits

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the 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 are expected to be \$577,101 (2020 - \$607,855) 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, 2020 indicated the plan was 96.7% funded on a going concern basis and had an unfunded solvency liability of \$333.3 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2020.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP.

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

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

	<u>2021</u>	<u>2020</u>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	540,463	540,463
Utility operating fund - Nominal surplus	39,511	39,511
Debenture pending included in nominal surplus	(691,817)	-
TCA tax sale properties included in nominal surplus	(27,031)	(27,031)
TCA net of related borrowings	37,575,705	34,643,040
Landfill closure & post closure liability	(350,795)	(333,766)
Reserve fund surplus	11,361,738	11,387,109
Reserve Fund borrowed to General Fund	-	-
Accumulated surplus of municipality unconsolidated	<u>48,447,774</u>	46,249,326
Accumulated surpluses of consolidated entities	<u>12,431,851</u>	12,382,179
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 60,879,625</u>	<u>\$ 58,631,505</u>

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 \$75,000 annually to any member of council, officer or employee of the Municipality. For the year ended December 31, 2021:

- a) Compensation paid to members of council amounted to \$118,682 in aggregate.
- b) There were no members of council receiving compensation in excess of \$75,000 individually.

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Mayor Christian Laughland	\$ 27,113	\$ 735	\$ 27,848
The late Mayor Allen Dowhan	15,608	10	15,618
Deputy Mayor Devin Shtykalo	16,016	1,133	17,149
Councillor Katherine Bellemare	16,082	634	16,716
Councillor Patti Eilers	16,375	1,619	17,994
Councillor Rodney Juba	15,046	815	15,861
Councillor Kerri Riehl	12,442	40	12,482
	<u>\$ 118,682</u>	<u>\$ 4,986</u>	<u>\$ 123,668</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
<i>Cameron Abrey</i>	<i>Fire Chief</i>	\$ 91,237
<i>Darrell Aitken</i>	<i>Engineering Technologist</i>	\$ 78,212
<i>Gavin Bernat</i>	<i>Mechanic 2</i>	\$ 76,995
<i>Scott Carr</i>	<i>Director of Finance</i>	\$ 102,909
<i>David Derkach</i>	<i>Building Inspector</i>	\$ 85,923
<i>Terry Genik</i>	<i>Public Works Foreman</i>	\$ 107,910
<i>Sharla Griffiths</i>	<i>City Manager</i>	\$ 134,422
<i>Jeff Hume</i>	<i>Utility Foreman</i>	\$ 86,526
<i>Oblin Negrette Sofan</i>	<i>Utility Operator Level 4</i>	\$ 79,915
<i>Jeff Weselowski</i>	<i>Utility Foreman - Const. & Maint.</i>	\$ 85,039

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

15. Subsequent Events

The City of Dauphin has been notified that due to new regulations for wastewater treatment, an upgrade is required to their wastewater treatment facility. Current costs are estimated to be approximately \$13,000,000. The City is currently working with Federal and Provincial partners to assist in funding these upgrades. Although funding cannot be confirmed as of the date of these statements, it appears as though support will be received to cover a portion of the costs. It is expected that this regulation change will have a significant impact on the City of Dauphin Utility rates.

16. Trust Funds

The City of Dauphin does not currently administer any trusts.

17. Segmented Information

The City of Dauphin provides a wide range of services to its residents.

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

- General Government
- Protective Services
- Transportation Services
- Environmental Health
- Public Health and Welfare Services
- Regional Planning and Development
- Resource Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

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

18. Government Partnerships

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

	<u>2021</u>	<u>2020</u>
Financial Position		
Financial Assets	\$ 1,612,579	\$ 1,534,376
Liabilities	\$ 622,828	\$ 783,003
Net financial assets	\$ 989,751	\$ 751,373
Non-financial assets	\$ 11,442,100	\$ 11,630,806
Accumulated surplus	<u>\$ 12,431,851</u>	<u>\$ 12,382,179</u>
Result of Operations		
Revenue	\$ 1,502,993	\$ 1,146,630
Expenses	<u>\$ 1,453,321</u>	<u>\$ 1,568,697</u>
Annual surplus (deficit)	<u>\$ 49,672</u>	<u>\$ (422,067)</u>

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

19. Public Utilities Board

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

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

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

The following table provides historical information on capital grants for tangible or contributed capital assets with a remaining Net Book Value.

Water services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Water Treatment Plant	\$ 2,706,390	\$ -	\$ 150,355	\$ 2,556,035
Industrial Park Water	163,967	-	5,496	158,471
Hydrant upgrades	520,377	-	17,492	502,885
Water meter upgrades	210,781	-	65,986	144,795
Aqueduct upgrades	266,633	-	7,861	258,772
Aqueduct upgrades	45,313	-	1,345	43,968
Brown Reservoir	168,478	-	34,266	134,212
UV Disinfection Install	-	691,817	-	691,817
	<u>\$ 4,081,939</u>	<u>\$ 691,817</u>	<u>\$ 282,801</u>	<u>\$ 4,490,955</u>

Sewer services:

Description of Utility	Unamortized Opening Balance	Additions During Year	Amortization During Year	Unamortized Balance Ending
Lagoon Cell 1 Upgrades	\$ 113,750	\$ -	\$ 3,250	\$ 110,500
Lagoon Cell 2 Upgrades	131,308	-	3,648	127,660
Lagoon Cell 6 Upgrades	234,338	-	6,333	228,005
Low Pressure Sewer	89,325	-	1,861	87,464
South End Sewer Upgrades	48,037	-	859	47,178
South End Sewer Upgrades	681,489	-	11,973	669,516
Lift Station upgrades	64,357	1,067,587	-	1,131,944
	<u>\$ 1,362,604</u>	<u>\$ 1,067,587</u>	<u>\$ 27,924</u>	<u>\$ 2,402,267</u>

20. 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 values of these financial instruments approximate their carrying values.

CITY OF DAUPHIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2021

21. COVID-19 impact on operations

During the year, there was a global outbreak of COVID-19 (coronavirus), which has had a significant impact on businesses through the restrictions put in place by the federal, provincial and municipal governments regarding travel, business operations and isolation/quarantine orders. The Municipality's operations were impacted by COVID-19 due to closure of facilities to the public for normal operations. At this time, it is unknown the extent of the impact the COVID-19 outbreak may have on the Municipality as this will depend on future developments that are highly uncertain and that cannot be predicted with confidence. These uncertainties arise from the inability to predict the ultimate geographic spread of the disease, and the duration of the outbreak, including the duration of travel restrictions, business closures or disruptions, and quarantine/isolation measures that are currently, or may be put, in place by Canada and other countries to fight the virus.

CITY OF DAUPHIN
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2021

SCHEDULE 1

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Asset Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2021	2020
Cost										
Opening costs	\$ 7,772,171	\$ 20,958,021	\$ 10,517,441	\$ 292,993	\$ 121,228	\$ 36,798,592	\$ 32,240,998	\$ 85,952	\$ 108,787,396	\$ 106,883,892
Additions during the year	167,775	430,624	237,408	50,625	94,913	557,522	557,369	3,519,054	\$ 5,615,290	2,612,146
Change in ownership percentage	-	-	-	-	-	-	-	-	\$ -	828
Disposals and write downs	-	-	(80,787)	(357)	(121,228)	(73,230)	(3,591)	-	\$ (279,193)	(709,470)
Closing costs	<u>\$ 7,939,946</u>	<u>\$ 21,388,645</u>	<u>\$ 10,674,062</u>	<u>\$ 343,261</u>	<u>\$ 94,913</u>	<u>\$ 37,282,884</u>	<u>\$ 32,794,776</u>	<u>\$ 3,605,006</u>	<u>\$ 114,123,493</u>	<u>\$ 108,787,396</u>
Accumulated Amortization										
Opening accum'd amortization	1,927,473	10,937,901	6,381,063	276,623	-	24,123,248	18,009,113	-	\$ 61,655,421	59,071,724
Amortization	120,445	436,596	662,631	11,156	-	792,581	769,288	-	\$ 2,792,697	2,704,691
Change in ownership percentage	-	-	-	-	-	-	-	-	\$ -	502
Disposals and write downs	-	-	(75,787)	(357)	-	(71,413)	(3,529)	-	\$ (151,086)	(121,496)
Closing accum'd amortization	<u>\$ 2,047,918</u>	<u>\$ 11,374,497</u>	<u>\$ 6,967,907</u>	<u>\$ 287,422</u>	<u>\$ -</u>	<u>\$ 24,844,416</u>	<u>\$ 18,774,872</u>	<u>\$ -</u>	<u>\$ 64,297,032</u>	<u>\$ 61,655,421</u>
Net Book Value of Tangible Capital Assets	<u>\$ 5,892,028</u>	<u>\$ 10,014,148</u>	<u>\$ 3,706,155</u>	<u>\$ 55,839</u>	<u>\$ 94,913</u>	<u>\$ 12,438,468</u>	<u>\$ 14,019,904</u>	<u>\$ 3,605,006</u>	<u>\$ 49,826,461</u>	<u>\$ 47,131,975</u>

CITY OF DAUPHIN
CONSOLIDATED SCHEDULE OF REVENUES
Year Ended December 31, 2021

SCHEDULE 2

	2021 Actual	2020 Actual
Property taxes:		
Municipal taxes levied (Schedule 12)	\$ 5,832,955	\$ 6,090,788
Taxes added	286,569	59,547
	<u>6,119,524</u>	<u>6,150,335</u>
Grants in lieu of taxation:		
Federal government	38,161	41,883
Provincial government	323,236	338,084
Other municipal governments	20,133	20,119
	<u>381,530</u>	<u>400,086</u>
User fees		
Parking meters	-	-
Sales of service	1,177,270	1,027,687
Sales of goods	237,262	169,259
Rentals	274,542	273,231
Development charges	9,921	11,386
	<u>1,698,995</u>	<u>1,481,563</u>
Grants - Province of Manitoba		
Municipal operating grants	1,584,935	1,584,935
Other unconditional grants	-	-
Conditional grants	642,287	484,364
	<u>2,227,222</u>	<u>2,069,299</u>
Grants - other		
Federal government - gas tax funding	921,255	450,391
Federal government - other	39,663	548,224
Other municipal governments	321,844	336,430
	<u>1,282,762</u>	<u>1,335,045</u>
Permits, licences and fines		
Permits	79,399	53,452
Licences	92,025	92,685
Fines	47,024	46,699
	<u>218,448</u>	<u>192,836</u>
Investment income:		
Cash and temporary investments	343,472	314,595
Marketable securities	27,457	6,876
Customer charges	4,846	3,488
	<u>375,775</u>	<u>324,959</u>
Other revenue:		
Gain on sale of tangible capital assets	-	-
Insurance and other rebates	121,989	109,676
Donations	165,255	170,783
Expenses recovered	76,873	43,618
Penalties and interest	122,018	122,070
Other	11,400	7,307
	<u>497,535</u>	<u>453,454</u>
Water and sewer (Schedule 9)	<u>4,784,784</u>	<u>2,983,790</u>
Total revenue	<u>\$ 17,586,575</u>	<u>\$ 15,391,367</u>

CITY OF DAUPHIN
CONSOLIDATED SCHEDULE OF EXPENSES
Year Ended December 31, 2021

SCHEDULE 3

	2021 Actual	2020 Actual
General government services:		
Legislative	\$ 118,682	\$ 116,554
General administrative	820,096	819,173
Other	380,413	371,127
	<u>1,319,191</u>	<u>1,306,854</u>
Protective services:		
Police	2,303,854	1,918,774
Fire	728,883	670,475
Emergency measures	10,286	10,003
Other protection	226,013	180,295
	<u>3,269,036</u>	<u>2,779,547</u>
Transportation services:		
Road transport		
Administration and engineering	494,194	527,126
Road and street maintenance	631,706	728,972
Bridge maintenance	18,687	2,232
Sidewalk and boulevard maintenance	156,492	191,959
Street lighting	173,412	169,205
Other	852,255	880,439
Air transport	461,421	396,212
	<u>2,788,167</u>	<u>2,896,145</u>
Environmental health services:		
Waste collection and disposal	697,430	790,412
Recycling	218,990	223,303
	<u>916,420</u>	<u>1,013,715</u>
Public health and welfare services:		
Public health	63,316	65,369
Social assistance	33,749	33,749
	<u>97,065</u>	<u>99,118</u>
Regional planning and development		
Planning and zoning	2,953	1,827
Urban renewal	-	-
Beautification and land rehabilitation	141,752	144,692
Urban area weed control	6,534	7,563
Other	10,753	6,545
	<u>161,992</u>	<u>160,627</u>
Resource conservation and industrial development		
Veterinary services	7,678	7,678
Tourism	82,272	90,499
Other	280,683	273,243
	<u>370,633</u>	<u>371,420</u>
Recreation and cultural services:		
Community centers and halls	50,460	48,862
Other recreational facilities	2,803,460	2,771,086
Museums	50,532	50,352
Libraries	440,410	347,726
	<u>3,344,862</u>	<u>3,218,026</u>
Water and sewer services (Schedule 9)	<u>3,071,089</u>	<u>2,889,777</u>
Total expenses	<u>\$ 15,338,455</u>	<u>\$ 14,735,229</u>

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
Year Ended December 31, 2021

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes	\$ 6,119,524	\$ 6,150,335	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	381,530	400,086	-	-	-	-	-	-	-	-
User fees	237,373	236,845	159,028	194,114	306,561	198,078	459,630	373,261	51,084	61,627
Prov of MB - Unconditional Grants	645,145	645,145	939,790	939,790	-	-	-	-	-	-
Prov of MB - Conditional Grants	10,136	29,164	70,910	4,178	6,651	4,978	252,679	240,784	-	-
Grants - other	954,367	989,811	-	-	44,243	44,823	-	-	-	-
Permits, licences and fines	112,575	103,529	104,485	87,963	-	-	-	-	-	-
Investment income	340,552	309,304	-	-	7,621	7,802	-	-	27,457	6,876
Other revenue	245,933	235,022	38,138	37,288	85,663	55,547	500	56,226	304	969
Water and sewer	-	-	-	-	-	-	-	-	-	-
Total revenue	\$ 9,047,135	\$ 9,099,241	\$ 1,312,351	\$ 1,263,333	\$ 450,739	\$ 311,228	\$ 712,809	\$ 670,271	\$ 78,845	\$ 69,472
EXPENSES										
Personnel services	\$ 669,585	\$ 667,681	\$ 620,972	\$ 571,330	\$ 1,022,384	\$ 976,754	\$ 238,541	\$ 255,012	\$ 35,926	\$ 36,670
Contract services	97,269	86,370	2,103,875	1,658,293	242,433	430,319	239,048	266,468	39,925	39,991
Utilities	48,208	49,753	37,439	40,382	212,299	204,060	8,850	7,436	2,141	2,099
Maintenance materials & supplies	100,091	84,434	128,730	145,649	557,911	539,897	15,217	26,112	6,522	8,099
Grants and contributions	55,450	52,946	-	-	12,530	17,914	70,230	62,282	-	-
Amortization	127,123	106,707	168,514	151,899	1,131,029	1,153,844	71,575	74,706	11,835	11,405
Interest on long term debt	-	-	-	-	-	-	-	-	-	-
Other	221,465	258,963	209,506	211,994	(390,419)	(426,643)	272,959	321,699	716	854
Total expenses	\$ 1,319,191	\$ 1,306,854	\$ 3,269,036	\$ 2,779,547	\$ 2,788,167	\$ 2,896,145	\$ 916,420	\$ 1,013,715	\$ 97,065	\$ 99,118
Surplus (Deficit)	\$ 7,727,944	\$ 7,792,387	\$ (1,956,685)	\$ (1,516,214)	\$ (2,337,428)	\$ (2,584,917)	\$ (203,611)	\$ (343,444)	\$ (18,220)	\$ (29,646)

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

CITY OF DAUPHIN
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
Year Ended December 31, 2020

SCHEDULE 4

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,119,524	\$ 6,150,335
Grants in lieu of taxation	-	-	-	-	-	-	-	-	381,530	400,086
User fees	-	-	10,000	10,000	475,319	407,638	-	-	1,698,995	1,481,563
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	1,584,935	1,584,935
Prov of MB - Conditional Grants	34,846	47,425	-	-	267,065	157,835	-	-	642,287	484,364
Grants - other	-	-	2,501	4,404	281,651	296,007	-	-	1,282,762	1,335,045
Permits, licences and fines	-	-	-	-	1,388	1,344	-	-	218,448	192,836
Investment income	-	-	-	-	145	977	-	-	375,775	324,959
Other revenue	3,050	3,200	-	-	123,947	65,202	-	-	497,535	453,454
Water and sewer	-	-	-	-	-	-	4,784,784	2,983,790	4,784,784	2,983,790
Total revenue	\$ 37,896	\$ 50,625	\$ 12,501	\$ 14,404	\$ 1,149,515	\$ 929,003	\$ 4,784,784	\$ 2,983,790	\$ 17,586,575	\$ 15,391,367
EXPENSES										
Personnel services	\$ 11,240	\$ 12,575	\$ 127,110	\$ 209,937	\$ 1,376,166	\$ 1,467,638	\$ 1,041,277	\$ 956,460	\$ 5,143,201	\$ 5,154,057
Contract services	120,481	119,019	1,148	3,833	279,691	253,196	226,002	206,744	3,349,872	3,064,233
Utilities	-	-	3,211	3,722	272,863	252,058	114,595	107,858	699,606	667,368
Maintenance materials & supplies	2,337	4,213	2,964	3,805	361,661	369,344	642,072	619,011	1,817,505	1,800,564
Grants and contributions	23,622	21,211	7,678	7,678	485,054	436,792	-	-	654,564	598,823
Amortization	-	-	28,201	27,720	485,131	396,382	769,289	782,028	2,792,697	2,704,691
Interest on long term debt	-	-	1,436	1,535	-	-	35,861	37,870	37,297	39,405
Other	4,312	3,609	198,885	113,190	84,296	42,616	241,993	179,806	843,713	706,088
Total expenses	\$ 161,992	\$ 160,627	\$ 370,633	\$ 371,420	\$ 3,344,862	\$ 3,218,026	\$ 3,071,089	\$ 2,889,777	\$ 15,338,455	\$ 14,735,229
Surplus (Deficit)	\$ (124,096)	\$ (110,002)	\$ (358,132)	\$ (357,016)	\$ (2,195,347)	\$ (2,289,023)	\$ 1,713,695	\$ 94,013	\$ 2,248,120	\$ 656,138

CITY OF DAUPHIN

SCHEDULE 5

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

Year Ended December 31, 2021

	Core Government		Controlled Entities		Government Partnerships		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
REVENUE								
Property taxes	\$ 6,119,524	\$ 6,150,335	\$ -	\$ -	\$ -	\$ -	\$ 6,119,524	\$ 6,150,335
Grants in lieu of taxation	381,530	400,086	-	-	-	-	381,530	400,086
User fees	952,291	885,991	-	-	746,704	595,572	1,698,995	1,481,563
Prov of MB - Unconditional Grants	1,584,935	1,584,935	-	-	-	-	1,584,935	1,584,935
Prov of MB - Conditional Grants	373,339	342,146	-	-	268,948	142,218	642,287	484,364
Grants - other	960,918	994,215	-	-	321,844	340,830	1,282,762	1,335,045
Permits, licences and fines	217,060	191,492	-	-	1,388	1,344	218,448	192,836
Investment income	340,552	309,304	-	-	35,223	15,655	375,775	324,959
Other revenue	368,649	402,443	-	-	128,886	51,011	497,535	453,454
Water and sewer	4,784,784	2,983,790	-	-	-	-	4,784,784	2,983,790
Total revenue	\$ 16,083,582	\$ 14,244,737	\$ -	\$ -	\$ 1,502,993	\$ 1,146,630	\$ 17,586,575	\$ 15,391,367
EXPENSES								
Personnel services	\$ 3,620,653	\$ 3,551,941	\$ -	\$ -	\$ 1,522,548	\$ 1,602,116	\$ 5,143,201	\$ 5,154,057
Contract services	3,054,729	2,790,255	-	-	295,143	273,978	3,349,872	3,064,233
Utilities	411,181	400,927	-	-	288,425	266,441	699,606	667,368
Maintenance materials and supplies	1,293,806	1,331,246	-	-	523,699	469,318	1,817,505	1,800,564
Grants and contributions	2,534,434	2,220,036	-	-	(1,879,870)	(1,621,213)	654,564	598,823
Amortization	2,200,655	2,194,235	-	-	592,042	510,456	2,792,697	2,704,691
Interest on long term debt	37,297	39,405	-	-	-	-	37,297	39,405
Other	732,379	638,487	-	-	111,334	67,601	843,713	706,088
Total expenses	\$ 13,885,134	\$ 13,166,532	\$ -	\$ -	\$ 1,453,321	\$ 1,568,697	\$ 15,338,455	\$ 14,735,229
Surplus (Deficit)	\$ 2,198,448	\$ 1,078,205	\$ -	\$ -	\$ 49,672	\$ (422,067)	\$ 2,248,120	\$ 656,138

CITY OF DAUPHIN
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
Year Ended December 31, 2021

SCHEDULE 6

	2021						
	General Reserve	Machinery Reserve	Fire Reserve	Public Land Reserve	Civic Bldgs Reserve	Gas Tax Reserve	Watson Arts Reserve
REVENUE							
Investment income	\$ 126,867	\$ 19,062	\$ 15,343	\$ 19	\$ 11,759	\$ 43,201	\$ 1,034
TRANSFERS							
Transfers from general operating fund	663,975	250,000	75,000	-	100,000	921,255	2,334
Transfers to general operating fund	(301,000)	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(164,913)	(20,484)	-	-	(135,445)	(518,221)	-
CHANGE IN RESERVE FUND BALANCES	324,929	248,578	90,343	19	(23,686)	446,235	3,368
FUND SURPLUS, BEGINNING OF YEAR	5,163,432	701,990	565,042	724	417,080	1,590,961	38,092
FUND SURPLUS, END OF YEAR	<u>\$ 5,488,361</u>	<u>\$ 950,568</u>	<u>\$ 655,385</u>	<u>\$ 743</u>	<u>\$ 393,394</u>	<u>\$ 2,037,196</u>	<u>\$ 41,460</u>
	Recreation Reserve	Special Events Reserve	Snow & Ice Reserve	Enviro. Stewardship Reserve	Water & Sewer Reserve	2021 Total	2020 Total
REVENUE							
Investment income	\$ 19,444	\$ -	\$ 3,310	\$ 10,276	\$ 43,096	\$ 293,411	\$ 279,392
TRANSFERS							
Transfers from general operating fund	50,000	-	-	68,423	-	2,130,987	1,824,693
Transfers to general operating fund	-	-	-	-	-	(301,000)	-
Transfers from utility operating fund	-	-	-	-	193,237	193,237	324,411
Transfers to utility operating fund	-	-	-	-	-	-	-
Transfers from reserve fund	-	-	-	-	-	-	-
Transfers to reserve fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	(395,895)	-	-	-	(1,107,047)	(2,342,005)	(1,099,109)
CHANGE IN RESERVE FUND BALANCES	(326,451)	-	3,310	78,699	(870,714)	(25,370)	1,329,387
FUND SURPLUS, BEGINNING OF YEAR	710,538	-	121,883	339,503	1,737,864	11,387,109	10,057,722
FUND SURPLUS, END OF YEAR	<u>\$ 384,087</u>	<u>\$ -</u>	<u>\$ 125,193</u>	<u>\$ 418,202</u>	<u>\$ 867,150</u>	<u>\$ 11,361,739</u>	<u>\$ 11,387,109</u>

CITY OF DAUPHIN
 SCHEDULE OF L.U.D. OPERATIONS
 For the Year Ended December 31, 2021

SCHEDULE 7

	2021 Budget	2021 Actual	2020 Actual
Revenue			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
Expenses			
General Government:			
Indemnities	-	-	-
Transportation Services			
Road and street maintenance	-	-	-
Bridge maintenance	-	-	-
Sidewalk and boulevard maintenance	-	-	-
Street lighting	-	-	-
Other	-	-	-
Environmental health			
Waste collection and disposal	-	-	-
Recycling	-	-	-
Other	-	-	-
Regional planning and development			
Planning and zoning	-	-	-
Urban renewal	-	-	-
Beautification and land rehabilitation	-	-	-
Urban area weed control	-	-	-
Other	-	-	-
Recreation and cultural services			
Community centers and halls	-	-	-
Swimming pools and beaches	-	-	-
Golf courses	-	-	-
Skating and curling rinks	-	-	-
Parks and playgrounds	-	-	-
Other recreational facilities	-	-	-
Museums	-	-	-
Libraries	-	-	-
Other cultural facilities	-	-	-
Total expenses	-	-	-
Net revenues (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
Change in L.U.D. balances	-	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		-	-

CITY OF DAUPHIN
 SCHEDULE OF FINANCIAL POSITION FOR UTILITY
 Year Ended December 31, 2021

SCHEDULE 8

	<u>2021</u>	<u>2020</u>
FINANCIAL ASSETS		
Amounts receivable	\$ 367,485	\$ 331,768
LIABILITIES		
Accounts payable and accrued liabilities	\$ 248,261	\$ 235,111
Long-term debt (Note 9)	781,255	828,733
Other	996,750	276,419
	<u>\$ 2,026,266</u>	<u>\$ 1,340,263</u>
NET DEBT	<u>\$ (1,658,781)</u>	<u>\$ (1,008,495)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 17,624,910	\$ 14,317,837
Inventories for use	212,039	204,127
Prepaid expenses	13,179	15,146
	<u>17,850,128</u>	<u>14,537,110</u>
FUND SURPLUS	<u>\$ 16,191,347</u>	<u>\$ 13,528,615</u>

COMMITMENTS AND CONTINGENCIES (Note 10)

CITY OF DAUPHIN
SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2021

SCHEDULE 9

	Budget	2021	2020
REVENUE			
Water			
Water fees	\$ 1,730,000	\$ 1,738,772	\$ 1,711,533
Bulk Water fees	70,000	67,953	63,386
sub-total- water	<u>1,800,000</u>	<u>1,806,725</u>	<u>1,774,919</u>
Sewer			
Sewer fees	497,000	497,960	448,812
Lagoon tipping fees	12,000	8,400	10,900
sub-total- sewer	<u>509,000</u>	<u>506,360</u>	<u>459,712</u>
Property taxes	-	-	-
Government transfers			
Province of Manitoba	<u>2,091,561</u>	<u>1,759,404</u>	61,300
Other			
Hydrant rentals	55,360	55,360	2,000
Connection charges	22,000	19,741	20,525
Installation service	160,000	138,913	174,663
Penalties	6,250	6,474	5,900
Administration fees	485,000	487,313	476,916
Other income	5,323	4,494	7,855
sub-total- other	<u>733,933</u>	<u>712,295</u>	<u>687,859</u>
Total revenue	<u>\$ 5,134,494</u>	<u>\$ 4,784,784</u>	<u>\$ 2,983,790</u>

CITY OF DAUPHIN
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2020

SCHEDULE 9

	<u>Budget</u>	<u>2021</u>	<u>2020</u>
EXPENSES			
General			
Administration	\$ 438,197	\$ 452,430	\$ 419,202
Training costs	21,950	22,026	20,252
Billing and collection	19,900	19,233	19,095
Utilities (telephone, electricity, etc.)	3,600	3,922	4,239
Loss on disposal of assets		62	1,149
sub-total- general	<u>483,647</u>	<u>497,673</u>	<u>463,937</u>
Water General			
Purification and treatment	751,343	786,630	744,680
Transmission and distribution	332,210	319,089	270,658
Transportation services	59,200	62,322	55,263
Water supply	72,100	64,104	67,363
Connection costs	24,430	17,645	25,113
Other expenses	151,659	119,360	99,469
sub-total- water general	<u>1,390,942</u>	<u>1,369,150</u>	<u>1,262,546</u>
Water Amortization & Interest			
Amortization	546,111	546,111	553,053
Capital Expenditure	-	-	-
Interest on long term debt	36,038	35,861	37,870
sub-total- water amortization & interest	<u>582,149</u>	<u>581,972</u>	<u>590,923</u>
Sewer General			
Collection system costs	182,625	171,571	129,158
Treatment and disposal cost	170,410	160,191	161,756
Lift Station costs	57,020	67,355	52,482
sub-total- sewer general	<u>410,055</u>	<u>399,117</u>	<u>343,396</u>
Sewage Amortization & Interest			
Amortization	223,177	223,177	228,975
Capital Expenditure	-	-	-
Interest on long term debt	-	-	-
sub-total- sewer amortization & interest	<u>223,177</u>	<u>223,177</u>	<u>228,975</u>
Total expenses	<u>3,089,970</u>	<u>3,071,089</u>	<u>2,889,777</u>
NET OPERATING SURPLUS	2,044,524	1,713,695	94,013
TRANSFERS			
Eliminating PSAB entries	-	-	9,278
Transfers from general operating	35,227	35,227	35,227
Transfers from (to) reserve funds	(50,000)	913,810	(305,873)
CHANGE IN UTILITY FUND BALANCE	<u>\$ 2,029,751</u>	<u>2,662,732</u>	<u>(167,355)</u>
FUND SURPLUS, BEGINNING OF YEAR		<u>13,528,615</u>	<u>13,695,970</u>
FUND SURPLUS, END OF YEAR		<u>\$ 16,191,347</u>	<u>\$ 13,528,615</u>

CITY OF DAUPHIN

SCHEDULE 10

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

Year Ended December 31, 2021

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 6,077,954	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,077,954
Grants in lieu of taxation	382,396	-	-	-	-	-	-	382,396
User fees	1,292,136	-	-	-	(382,000)	-	587,281	1,497,417
Grants - Province of Manitoba	1,986,842	-	-	-	-	-	111,608	2,098,450
Grants - other	528,388	-	-	-	-	-	321,305	849,693
Permits, licences and fines	214,100	-	-	-	-	-	3,413	217,513
Investment income	38,000	-	-	-	-	-	29,830	67,830
Other revenue	409,037	-	-	-	(1,000)	-	13,093	421,130
Water and sewer	-	5,134,494	-	-	-	-	-	5,134,494
Transfers from General Fund	-	35,227	-	-	(35,227)	-	-	-
Transfers from reserves	419,196	-	-	-	(419,196)	-	-	-
Total revenue	<u>\$ 11,348,049</u>	<u>\$ 5,169,721</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (837,423)</u>	<u>\$ -</u>	<u>\$ 1,066,530</u>	<u>\$ 16,746,877</u>
EXPENSES								
General government services	\$ 1,326,552	\$ -	\$ 127,123	-	\$ (63,658)	\$ -	\$ -	\$ 1,390,017
Protective services	3,117,459	-	168,514	-	-	-	-	3,285,973
Transportation services	1,767,626	-	1,131,029	-	(171,342)	-	206,258	2,933,571
Environmental health services	1,011,077	-	71,575	-	(122,000)	17,029	-	977,681
Public health and welfare services	33,749	-	11,835	-	-	-	63,316	108,900
Regional planning and development	221,685	-	-	-	-	-	-	221,685
Resource cons and industrial dev	510,553	-	28,201	1,445	-	-	-	540,199
Recreation and cultural services	1,983,956	-	485,131	-	409,794	-	494,199	3,373,080
Water and sewer services	-	2,284,644	769,288	36,038	-	-	-	3,089,970
Fiscal services:								
Transfer to Utility	35,227	-	-	-	(35,227)	-	-	-
Transfer to capital	294,930	2,751,560	-	-	(3,046,490)	-	-	-
Debt charges	3,614	83,517	-	(87,131)	-	-	-	-
Transfer to reserves	1,016,621	50,000	-	-	(1,066,621)	-	-	-
Allowance for tax assets	25,000	-	-	-	(25,000)	-	-	-
Total expenses	<u>\$ 11,348,049</u>	<u>\$ 5,169,721</u>	<u>\$ 2,792,696</u>	<u>\$ (49,648)</u>	<u>\$ (4,120,544)</u>	<u>\$ 17,029</u>	<u>\$ 763,773</u>	<u>\$ 15,921,076</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,792,696)</u>	<u>\$ 49,648</u>	<u>\$ 3,283,121</u>	<u>\$ (17,029)</u>	<u>\$ 302,757</u>	<u>\$ 825,801</u>

CITY OF DAUPHIN
ANALYSIS OF TAXES ON ROLL
Year Ended December 31, 2021

SCHEDULE 11

	<u>2021</u>	<u>2020</u>
Balance, beginning of year	\$ 862,860	\$ 677,843
Add:		
Tax levy (Schedule 12)	11,138,129	11,398,691
Taxes added	286,569	59,547
Penalties or interest	122,018	122,070
Transfers and adjustments	42,505	28,508
Sub-total	11,589,221	11,608,816
Deduct:		
Cash collections - arrears	1,052,639	705,863
Cash collections - current	9,560,313	9,292,033
Tax sale property acquired	-	-
Taxes cancelled	14,385	30,367
Tax discounts	-	-
E.P.T.C. - cash advance	1,030,605	1,395,536
Other credits (Soldier Tax Credit)	-	-
Sub-total	11,657,942	11,423,799
Balance, end of year	\$ 794,139	\$ 862,860

CITY OF DAUPHIN
ANALYSIS OF TAX LEVY
Year Ended December 31, 2021

SCHEDULE 12

	2021			2020	
	Assessment	Mill Rate	Levy	Levy	
Debt charges:					
L.I.D.	391,760,660	0.095	\$ 37,217	\$	37,485
Other (At Large)	323,852,070	-	\$ -		-
Reserves:					
Equipment Replacement	323,852,070	0.727	\$ 235,440		235,618
Fire Equipment Replacement	323,852,070	0.219	\$ 70,924		70,911
Recreation	323,852,070	0.146	\$ 47,282		47,382
Civic Building	323,852,070	0.291	\$ 94,241		94,441
General Municipal					
At Large	323,852,070	16.561	\$ 5,363,314		5,615,194
Special Levy	-	-	\$ -		-
School Division not rateable property			\$ (35,328)		(31,078)
Business tax			19,865		20,835
Total municipal taxes (Schedule 2)			5,832,955		6,090,788
Education support levy					
	94,972,940	8.809	\$ 836,617		832,793
Special levy:					
Mountain View School Division	303,230,430	14.620	\$ 4,433,229		4,444,032
MVSD - not rateable property			35,328		31,078
Total education taxes			5,305,174		5,307,903
Total tax levy (Schedule 11)			\$ 11,138,129		\$ 11,398,691

CITY OF DAUPHIN
 SCHEDULE OF GENERAL OPERATING FUND EXPENSES
 For the Year Ended December 31, 2021

SCHEDULE 13

	2021 Actual	2020 Actual
General government services:		
Legislative	\$ 118,682	\$ 116,554
General administrative	820,096	819,173
Other	228,290	239,420
Allowance for Tax Assets	25,000	25,000
Amortization	127,123	106,707
	<u>1,319,191</u>	<u>1,306,854</u>
Protective services:		
Police	2,303,854	1,918,774
Fire	560,369	518,576
Emergency measures	10,286	10,003
Other	226,013	180,295
Amortization	168,514	151,899
	<u>3,269,036</u>	<u>2,779,547</u>
Transportation services:		
Road transport		
Administration and engineering	494,194	527,126
Road and street maintenance	631,706	728,972
Bridge maintenance	18,687	2,232
Sidewalk and boulevard maintenance	156,492	191,959
Street lighting	173,412	169,205
Other	(162,234)	(150,075)
Amortization	1,014,489	1,030,514
Air transport	58,172	83,168
	<u>2,384,918</u>	<u>2,583,101</u>
Environmental health services:		
Waste collection and disposal	625,855	715,706
Recycling	218,990	223,303
Amortization	71,575	74,706
	<u>916,420</u>	<u>1,013,715</u>
Public health and welfare services:		
Public Health	-	-
Social assistance	33,749	33,749
	<u>33,749</u>	<u>33,749</u>
Regional planning and development		
Planning and zoning	2,953	1,827
Urban renewal	-	-
Beautification and land rehabilitation	141,752	144,692
Urban area weed control	6,534	7,563
Other	10,753	6,545
	<u>161,992</u>	<u>160,627</u>
Resource conservation and industrial development		
Veterinary services	7,678	7,678
Regional development	-	-
Tourism	82,272	90,499
Other	252,482	245,523
Amortization	28,201	27,720
	<u>370,633</u>	<u>371,420</u>
Recreation and cultural services:		
Community centers and halls	44,226	43,432
Other recreational facilities	2,061,034	1,765,980
Museums	50,532	50,352
Libraries	180,849	147,317
Amortization	21,465	20,661
	<u>2,358,106</u>	<u>2,027,742</u>
Total expenses	<u><u>\$ 10,814,045</u></u>	<u><u>\$ 10,276,755</u></u>

CITY OF DAUPHIN
RECONCILIATION OF ANNUAL SURPLUS
December 31, 2021

SCHEDULE 14

	2021			2020
	General	Utility	Total	Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	\$ -	\$ -	\$ -	\$ -
Adjustments for reporting under public sector accounting standards				
Adjustments resulting in increase to surplus				
Eliminate expense - transfers to reserves	2,130,987	193,237	2,324,224	2,149,104
Eliminate expense - acquisitions of tangible capital assets	1,014,130	4,076,423	5,090,553	1,934,377
Eliminating entries between funds	35,227	(35,227)	-	-
Eliminate expense - principal portion of debenture debt	2,169	47,478	49,647	47,548
Increase revenue - accounting gain (loss) on sale of assets	(6,817)	(62)	(6,879)	(18,988)
Increase revenue - reserve funds interest	293,411	-	293,411	279,392
Adjustments resulting in decrease to surplus				
Increase expense - landfill liability expense	(17,029)	-	(17,029)	(16,223)
Increase expense - amortization of tangible capital assets	(1,431,366)	(769,289)	(2,200,655)	(2,194,235)
Eliminate revenue - transfers from reserves	(1,535,959)	(1,107,048)	(2,643,007)	(1,099,109)
Eliminate revenue - debenture proceeds	-	(691,817)	(691,817)	-
Eliminate revenue - proceeds on sale of assets (net of tax title cost)	-	-	-	(3,661)
Net Surplus Unconsolidated	\$ 484,753	\$ 1,713,695	\$ 2,198,448	\$ 1,078,205
Surplus (Deficit) of Consolidated entities	49,672	-	49,672	(422,067)
NET SURPLUS PER CONSOLIDATED STATEMENT OF OPERATIONS	<u>\$ 534,425</u>	<u>\$ 1,713,695</u>	<u>\$ 2,248,120</u>	<u>\$ 656,138</u>