

CITY OF BRANDON



Consolidated Financial Statements

For the Year Ended December 31, 2023

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the City of Brandon 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.

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

MNP LLP, as the City'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 City in accordance with Canadian Public Sector Accounting Standards.

Terry Parlow
Acting City Manager / CAO

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of Council of the
CITY OF BRANDON

Opinion

We have audited the consolidated financial statements of the City of Brandon (the "City"), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations, remeasurement gains (losses), change in net debt, 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, 2023, and the results of its consolidated operations, remeasurement gains (losses), 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 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.

INDEPENDENT AUDITOR'S REPORT

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.
- 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 City 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.

Report date
Brandon, Manitoba


Chartered Professional Accountants

CITY OF BRANDON
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For the Year Ended December 31, 2023

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CITY OF BRANDON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2023

	2023	2022 <i>Restated</i>
FINANCIAL ASSETS		
Cash and temporary investments (Note 4)	\$ 16,076,768	\$ 14,890,431
Amounts receivable (Note 5)	19,212,029	12,645,252
Portfolio investments (Note 6)	23,198,358	22,569,268
Loans and advances	-	100,000
Real estate properties held for sale	1,524,448	1,524,449
	<u>\$ 60,011,603</u>	<u>\$ 51,729,400</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 8)	\$ 15,680,100	\$ 12,889,540
Severance and sick leave payable	6,229,439	5,654,086
Unearned revenue	18,608,111	14,288,013
Asset retirement obligations (Note 9)	14,228,681	13,488,594
Long-term debt (Note 11)	38,798,377	43,180,719
Other liabilities	1,572,443	1,589,990
	<u>95,117,151</u>	<u>91,090,942</u>
NET DEBT	<u>\$ (35,105,548)</u>	<u>\$ (39,361,542)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$429,215,241	\$420,580,024
Inventories (Note 7)	1,152,916	952,032
Prepaid expenses	643,510	712,702
	<u>431,011,667</u>	<u>422,244,758</u>
ACCUMULATED SURPLUS (Note 16)	<u>\$395,906,119</u>	<u>\$382,883,216</u>

COMMITMENTS AND CONTINGENCIES (Notes 12 and 13)

Approved on behalf of council:

_____	_____
Mayor	Councillor

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

CITY OF BRANDON
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2023

	2023 Budget (Note 15)	2023 Actual	2022 Actual <i>Restated</i>
REVENUE			
Property taxes	\$ 45,992,798	\$ 45,919,367	\$ 44,942,795
Grants in lieu of taxation	2,453,745	2,453,745	2,392,855
User fees	19,746,288	20,413,504	19,217,101
Permits, licences and fines	3,089,974	3,485,199	3,458,553
Investment income	47,300	1,768,199	793,339
Other revenue	710,674	1,870,722	1,965,908
Water and sewer	28,140,381	28,789,972	24,739,494
Grants - Province of Manitoba	26,122,529	29,598,271	22,463,957
Grants - other	5,336,251	7,412,942	4,908,287
Total revenue (Schedules 2, 4 and 5)	131,639,940	141,711,921	124,882,289
EXPENSES			
General government services	9,086,854	11,146,932	10,371,190
Protective services	38,963,245	38,896,762	37,168,280
Transportation services	23,222,701	21,202,222	20,836,682
Environmental health services	6,076,398	5,782,574	5,007,138
Public health and welfare services	714,414	712,000	667,486
Regional planning and development	4,420,564	2,659,808	4,334,093
Resource conservation and industrial development	934,817	640,123	678,284
Recreation and cultural services	18,215,335	18,082,309	16,301,970
Water and sewer services	30,771,919	29,566,288	27,714,849
Total expenses (Schedules 3, 4 and 5)	132,406,247	128,689,018	123,079,972
ANNUAL SURPLUS (DEFICIT)	\$ (766,307)	13,022,903	1,802,317
ACCUMULATED SURPLUS, BEGINNING OF YEAR		382,883,216	389,029,189
ADJUSTMENT DUE TO ADOPTION OF PS 3280 (Note 2)		-	(7,948,290)
ACCUMULATED SURPLUS, END OF YEAR		\$ 395,906,119	\$ 382,883,216

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

CITY OF BRANDON

CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)

For the Year Ended December 31, 2023

	2023 Actual	2022 Actual
ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	-	-
Foreign exchange	-	-
Derivatives	-	-
	-	-
Amounts reclassified to the statement of operations:		
Portfolio investments	-	-
Foreign exchange	-	-
Derivatives	-	-
	-	-
NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR	-	-
ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$ -	\$ -

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

CITY OF BRANDON
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
For the Year Ended December 31, 2023

	2023 Budget (Note 15)	2023 Actual	2022 Actual <i>Restated</i>
ANNUAL SURPLUS (DEFICIT)	\$ (766,307)	\$ 13,022,903	\$ 1,802,317
Acquisition of tangible capital assets	(105,752,525)	(27,988,088)	(22,376,523)
Amortization of tangible capital assets	19,313,943	19,313,943	18,769,347
Loss (Gain) on sale of tangible capital assets	-	(75,690)	209,162
Proceeds on sale of tangible capital assets	-	114,618	29,358
Decrease (increase) in inventories	-	(200,884)	42,751
Decrease (increase) in prepaid expenses	-	69,192	(67,667)
	(86,438,582)	(8,766,909)	(3,393,572)
CHANGE IN NET DEBT	<u>\$ (87,204,889)</u>	4,255,994	(1,591,255)
NET DEBT, BEGINNING OF YEAR		(39,361,542)	(25,864,646)
ADJUSTMENT DUE TO ADOPTION OF PS 3280 (Note 2)		-	(11,905,641)
NET DEBT, END OF YEAR		<u>\$ (35,105,548)</u>	<u>\$ (39,361,542)</u>

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

CITY OF BRANDON
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2023

	2023	2022
		<i>Restated</i>
OPERATING TRANSACTIONS		
Annual surplus	\$ 13,022,903	\$ 1,802,317
Changes in non-cash items:		
Amounts receivable	(6,566,777)	158,145
Inventories	(200,884)	42,751
Prepays	69,192	(67,664)
Real estate properties	1	(61,000)
Accounts payable and accrued liabilities	2,790,560	(2,531,828)
Severance and sick leave payable	575,353	385,840
Unearned revenue	4,320,098	(2,255,137)
Other liabilities	(17,547)	186,650
Loss (Gain) on sale of tangible capital asset	(75,690)	209,162
Accretion	740,087	632,988
Amortization	19,313,943	18,769,347
Cash provided by operating transactions	33,971,239	17,271,571
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	114,618	29,358
Cash used to acquire tangible capital assets	(27,988,088)	(22,376,523)
Cash provided by (applied to) capital transactions	(27,873,470)	(22,347,165)
INVESTING TRANSACTIONS		
Proceeds on sale of portfolio investments	-	3,502,244
Loans and advances repaid	100,000	200,000
Purchase of portfolio investments	(629,090)	(3,834,000)
Cash provided by (applied to) investing transactions	(529,090)	(131,756)
FINANCING TRANSACTIONS		
Proceeds of long-term debt	-	11,000,000
Debt repayment	(4,382,342)	(4,054,305)
Cash provided by (applied to) financing transactions	(4,382,342)	6,945,695
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	1,186,337	1,738,345
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	14,890,431	13,152,086
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	\$ 16,076,768	\$ 14,890,431
SUPPLEMENTARY INFORMATION:		
Interest received	\$ 1,764,930	\$ 788,542
Interest paid	\$ 1,574,333	\$ 1,499,488

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

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

1. Status of the City of Brandon

The incorporated City of Brandon is a City that was formed in 1882 pursuant to The Municipal Act or was established as of January 1, 2015 pursuant to The Municipal Amalgamations Act. The City provides or funds municipal services such as police, fire, public works, planning, airport, parks and recreation, library and other general government operations. The City 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. Change in Accounting Policy

a) Adoption of PS 3280 Asset Retirement Obligations

Effective January 1, 2023, the City adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS 3280 Asset Retirement Obligations. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation and provides the related consolidated financial statement presentation and disclosure requirements.

The change was applied using a modified retroactive approach. Prior periods have been restated.

- A liability for any existing asset retirement obligations adjusted for accumulated accretion to date
- An asset retirement cost capitalized as an increase to the carrying amount of the related tangible capital assets
- Accumulated amortization on the capitalized asset retirement cost; and
- An adjustment to opening accumulated surplus/deficit.

Under the new standard, the City is accounting and reporting the legal obligations associated with the retirement of tangible capital assets, as described in Note 3 – Significant accounting policies.

	Balance as previously reported December 31, 2022	Change on Transition	Balance as restated December 31, 2022
Consolidated Statement of Financial Position			
Tangible capital assets	\$ 416,695,136	\$ 3,884,888	\$ 420,580,024
Asset retirement obligations	1,015,106	12,473,488	13,488,594
Accumulated surplus, beginning of year	389,029,189	(7,948,290)	381,080,899

	Balance as previously reported December 31, 2022	Change on Transition	Balance as restated December 31, 2022
Consolidated Statement of Operations			
General government services	\$ 10,349,486	\$ 21,704	\$ 10,371,190
Protective services	37,145,664	22,616	37,168,280
Transportation services	20,813,981	22,701	20,836,682
Environmental health services	4,939,250	67,888	5,007,138
Public health and welfare services	661,619	5,867	667,486
Regional planning and development	4,334,093	-	4,334,093
Resource conservation and industrial dev	678,284	-	678,284
Recreation and cultural services	16,120,688	181,282	16,301,970
Water and sewer services	27,396,597	318,252	27,714,849
Net annual surplus (deficit)	122,439,662	640,310	123,079,972

	Balance as previously reported December 31, 2022	Change on Transition	Balance as restated December 31, 2022
Consolidated Statement of Operations			
Accumulated surplus, beginning of year	\$ 389,029,189	\$ (7,948,290)	\$ 381,080,899
Annual surplus	2,442,627	(640,310)	1,802,317
Accumulated surplus, end of year	391,471,816	(8,588,600)	382,883,216

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

2. Change in Accounting Policy (continued)

b) Adoption of PS 3450 *Financial Instruments*

Effective January 1, 2023, the City adopted the Public Sector Accounting Board's (PSAB) new recommendations for the recognition, measurement, presentation and disclosure of financial assets, financial liabilities and derivatives under Section PS 3450 Financial Instruments. The new Section is applied prospectively, and prior periods have not been restated. There was no material impact on the consolidated financial statements from the prospective application of the new accounting recommendations.

3. 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:

a) Reporting entity

The consolidated financial statements include the assets, liabilities, revenue 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 City. 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 City. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the City. Inter-fund and inter-company balances and transactions have been eliminated. The controlled organizations include:

Brandon Downtown Development Corporation

The City has several partnership agreements in place, and as such, consistent with Canadian Public Sector Accounting Standards 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, revenue and expenses are combined on a line by line basis in the consolidated financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

Western Manitoba Centennial Auditorium (50%) (2022 - 50%)
Keystone Agricultural & Recreational Centre (50%) (2022 - 50%)
Western Manitoba Regional Library (81%) (2022 - 81%)

The Keystone Agricultural & Recreational Centre has a July 31st year end.

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

Trust funds and their related operations administered by the City are not consolidated in these consolidated financial statements.

b) Basis of accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

3. Significant accounting policies (continued)

c) Cash and temporary investments

Cash and temporary investments include short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

d) Portfolio investments

Portfolio investments are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method.

Portfolio investments denominated in a foreign currency are translated to the Canadian dollar equivalent at the exchange rate in effect at December 31. Changes in the value of portfolio investments due to foreign currency changes are recorded in the Consolidated Statement of Remeasurement Gains (Losses) until the investments are sold.

Investment income on portfolio investments, denominated in a foreign currency, are translated to Canadian dollar equivalents at the exchange rate in effect at the date of the transaction.

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.

f) Asset retirement obligations

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

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

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

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

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

g) Liability for contaminated sites

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

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. The City:
 - is directly responsible; or
 - accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

3. Significant accounting policies (continued)

h) 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 revenue over expenses, provides the change in net debt 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.

i) 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 City does not capitalize internal finance charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

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

Infrastructure Assets

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

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

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.

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

3. Significant accounting policies (continued)

k) Revenue recognition

Fees and other revenues:

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

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

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

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

Government transfers:

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

Property taxes:

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

Externally restricted inflows:

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

l) Financial instruments

The City as part of its operations carries a number of financial instruments. It is management's opinion that the City 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.

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

Fair value:

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

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the Consolidated Statement of Remeasurement Gains (Losses) until they are realized. When realized they are transferred to the Consolidated Statement of Operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the Consolidated Statement of Operations.

Cost or amortized cost:

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

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

3. Significant accounting policies (continued)

m) Foreign currency translation

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

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

In the period of settlement, the cumulative amount of foreign exchange gains and losses is removed from the Consolidated Statement of Remeasurement Gains (Losses) and is recognized in the Consolidated Statement of Operations.

n) Measurement uncertainty

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

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

o) Recent accounting pronouncements

PS 3400 Revenue

In November 2018, Section PS 3400 Revenue was included in the CPA Canada Public Sector Accounting Handbook. Section PS 3400 establishes standards on how to account for and report on revenue by distinguishing between revenue arising from transactions that include performance obligations and transactions that do not have performance obligations. The main features of this Section are as follows:

- Performance obligations are enforceable promises to provide specific goods or services to a specific payor.
- Performance obligations can be satisfied at a point in time or over a period of time.
- The new standard outlines five indicators to determine if the revenue would be recognized over a period of time.
- Revenue from a transaction with a performance obligation is recognized when, or as, the entity has satisfied the performance obligation.
- Revenue from transactions with no performance obligation is recognized when a public sector entity has the authority to claim or retain an inflow of economic resources and a past event that gives rise to a claim of economic resources has occurred.

Further editorial changes have also been made to other standards as a result of the issuance of PS 3400.

Section PS 3400 is effective for annual financial statements relating to fiscal years beginning on or after April 1, 2023. Early application continues to be permitted.

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

3. Significant accounting policies (continued)

o) Recent accounting pronouncements (continued)

PS 3160 Public Private Partnerships

In April 2021, the Public Sector Accounting Board (PSAB) issued Section PS 3160 Public Private Partnerships, which contains requirements for recognizing, measuring, and classifying infrastructure procured through a public private partnership. The main features of the new Section include:

- Section PS 3160 applies when public private partnership infrastructure is procured by the public sector entity using a private sector partner that is obligated to:
 - Design, build, acquire or better new or existing infrastructure;
 - Finance the transaction past the point where the infrastructure is ready for use; and
 - Operate and/or maintain the infrastructure.
- Public private partnership infrastructure should be recognized as an asset when the public sector entity acquires control of the infrastructure.
 - An infrastructure asset acquired in an exchange transaction should be initially measured at cost, which should be equal to the infrastructure asset's fair value on the initial measurement date.
 - The cost of the infrastructure asset would be amortized over the useful life of the asset in a rational and systematic manner.
- A liability, which could be in the form of a financial liability, a performance obligation, or a combination of both, should be recognized when the public private partnership recognizes an asset.
 - When a liability exists, it would be measured at the same value as the asset, reduced for any consideration previously transferred.
 - Subsequent measurement of a financial liability should be at amortized cost using the effective interest method.
 - For the subsequent measurement of the performance obligations, the revenues would be recognized, and the liability reduced in accordance with the substance of the public private partnership agreement.

Section PS 3160 is effective for fiscal years beginning on or after April 1, 2023. Earlier application is permitted.

PSG-8 Purchased Intangibles

In November 2020, the Public Sector Accounting Board (PSAB) issued amendments to Section PS 1000 Financial Statement Concepts and Section PS 1201 Financial Statement Presentation. As a consequence, Public Sector Guideline 8 Purchased Intangibles (PSG-8) was issued at the same time.

PSG-8 explains the scope of the intangibles allowed to be recognized in financial statements given the removal of the recognition prohibition relating to purchased intangibles in Section PS 1000. The main features of the new Guideline are:

- A definition of purchased intangibles;
- Examples of items that are not purchased intangibles;
- References to other guidance in the PSA Handbook on intangibles; and
- Reference to the asset definition, general recognition criteria and the Generally Accepted Accounting Principles (GAAP) hierarchy for accounting for purchased intangibles.

The amendments to Section PS 1000 allow for recognition of purchased intangibles in financial statements. The main features of the amendments include:

- Removal of the prohibition on recognition of purchased intangibles as assets; and
- Reference to the new PSG-8.

The amendments to Section PS 1201 remove disclosure requirements for unrecognized purchased intangibles as they are irrelevant given the amendments made to Section PS 1000 allowing recognition of purchased intangibles in financial statements.

The amendments to Section PS 1000 and Section PS 1201 and PSG-8 are effective for fiscal years beginning on or after April 1, 2023. Early adoption is permitted. Retroactive or prospective application is permitted.

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

4. Cash and temporary investments

Cash and temporary investments are comprised of the following:

	2023	2022
Cash	\$ 15,488,817	\$ 14,465,572
Temporary investments	587,951	424,859
	<u>\$ 16,076,768</u>	<u>\$ 14,890,431</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The City has designated **\$66,743,154** (2022 - \$63,616,626) 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 **\$0** (2022 - \$0).

The City of Brandon has established an operating line of credit with the Bank of Montreal, authorized by Council resolution, of \$10,000,000 (2022 - \$10,000,000).

5. Amounts receivable

Amounts receivable are valued at their net realizable value.

	2023	2022
Taxes on roll (Schedule 11)	\$ 4,158,006	\$ 3,535,090
Government grants	4,293,451	30,000
Utility customers	6,405,759	4,176,422
Accrued interest	11,679	8,410
Organizations and individuals	5,440,491	6,110,692
Other governments	644,229	452,057
	<u>20,953,615</u>	<u>14,312,671</u>
Less allowances for doubtful amounts	<u>(1,741,586)</u>	<u>(1,667,419)</u>
	<u>\$ 19,212,029</u>	<u>\$ 12,645,252</u>

6. Portfolio investments

	2023	2022
Marketable securities:		
Bonds and certificates	<u>\$ 23,198,358</u>	<u>\$ 22,569,268</u>

The aggregate market value of the marketable securities at December 31, 2023 is **\$23,044,730** (2022 - \$25,467,128). Portfolio investments earned **\$623,613** in investment income during the year (2022 - \$331,117).

7. Inventories

Inventories for use:

	2023	2022
Chemicals, herbicides, insecticides	\$ 346,497	\$ 243,773
Fuel	90,525	98,099
Culverts	-	-
Aggregate	-	-
Other supplies	715,894	610,160
	<u>\$ 1,152,916</u>	<u>\$ 952,032</u>

8. Accounts payable and accrued liabilities

	2023	2022
Accounts payable	\$ 7,829,464	\$ 6,623,550
Accrued expenses	2,243,105	2,261,871
Accrued interest payable	712,979	772,485
School levies	2,822,513	2,426,985
Other governments	2,072,039	804,649
	<u>\$ 15,680,100</u>	<u>\$ 12,889,540</u>

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

9. Asset retirement obligations

	2023	2022
		<i>Restated</i>
Balance, beginning of year	\$ 13,488,594	\$ 12,855,606
Liabilities settled during the year	-	-
Accretion expense	740,087	632,988
Change in assumptions	-	-
Estimated total liability	\$ 14,228,681	\$ 13,488,594

a) Landfill site

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

The City operates a Class 1 landfill, with an estimated remaining capacity of 1,933,036 cbm of the landfill's total estimated capacity of 2,048,326 cbm. The estimated remaining life of the landfill is 29 years. The period for post-closure care is estimated to be 25 years.

The estimated total liability of \$9,386,050 (2022 - \$1,917,840) is based on the sum of discounted future cash flows using a discount rate of 5.73%.

b) Lagoon

The City is required to appropriately close wastewater lagoon sites at the end of their operating life. The City operates a wastewater lagoon, with an estimated remaining life of 54 years.

The estimated total liability of \$3,127,992 (2022 - \$2,958,471) is based on the sum of discounted future cash flows using a discount rate of 5.73%.

c) Asbestos and lead paint

Legislation requires the City to appropriately handle and dispose of any material containing asbestos and lead paint when renovating or demolishing a municipal structure. The City owns various buildings, which contain asbestos.

The estimated total liability of \$8,219,675 (2022 - \$7,775,158) is based on the sum of discounted future cash flows of \$16,295,306 using a discount rate of 5.73%.

d) Fuel storage

Legislation requires the City to remove fuel storange tank systems in a manner approved by the Director of Environment and Climate Change. The City owns various fuel storage tanks, which are subject to this requirement.

The estimated total liability of \$19,798 (2022 - \$18,725) is based on the sum of discounted future cash flows using a discount rate of 5.73%.

e) Other liabilities

Legislation requires the City to appropriately handle and dispose of any material containing lead when renovating or demolishing a municipal structure. The City currently maintains 55,298 meters of service lines, which contain lead.

The estimated total liability of \$3,092,753 (2022 - \$2,956,084) is based on the sum of discounted future cash flows using a discount rate of 5.73%.

10. Liability for remediation of contaminated sites

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

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. The City:
 - is directly responsible; or
 - accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

The City of Brandon has property located at 156 9th Street and 20 27th Street North that meet this criteria (Note 13). The City of Brandon has determined that there are no material liabilities, therefore no accrual has been made.

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

11. Long-term debt

	2023	2022
General authority:		
Constructing and extending 34th Street, interest at 3.00% payable at \$351,692 annually including interest, maturing December 2031.	\$ 2,468,766	\$ 2,738,308
Materials Recycling Facility Purchase, interest at 4.65% - 5.00% payable at \$187,655 - \$187,770 annually including interest, maturing December 2023.	-	178,829
Keystone Renovations, interest at 4.65% - 5.00% payable at \$372,815 - \$373,042 annually including interest, maturing December 2023.	-	355,279
Fire Hall, interest at 4.92% payable at \$811,788 annually including interest, maturing January 2030.	4,710,959	5,263,770
Police Station, interest at 4.50% payable at \$1,068,586 annually including interest, maturing December 2030.	6,296,859	7,048,273
Keystone Roof Project, interest at 3.00% payable at \$278,111 annually including interest, maturing October 2026.	786,667	1,033,764
Development Services Building, interest at 3.00% payable at \$210,517 annually including interest, maturing October 2026.	595,471	782,513
Airport Terminal Development, interest at 4.25% payable at \$417,425 annually including interest, maturing October 2034.	3,608,032	3,861,350
	<u>\$ 18,466,754</u>	<u>\$ 21,262,086</u>
Utility funds:		
Water Reclamation Facility, interest at 3.30% payable at \$796,200 annually including interest, maturing January 2031.	5,512,800	6,105,845
Central Wastewater Treatment Facility Expansion, interest at 4.65% - 5.00%, payable at \$409,137 - \$409,387 annually including interest, maturing December 2023.	-	389,893
Chemical Building Project, interest at 3.90% payable at \$583,453 annually including interest, maturing February 2042.	7,728,547	8,000,000
Chemical Building Project, interest at 3.125% payable at \$543,959 annually including interest, maturing December 2040.	7,090,276	7,402,895
	<u>\$ 20,331,623</u>	<u>\$ 21,898,633</u>
Controlled Entities and Government Partnerships:		
Canada Emergency Business Loan, non-interest bearing and no scheduled repayments until December 2023.	\$ -	\$ 20,000
	<u>\$ 38,798,377</u>	<u>\$ 43,180,719</u>

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

11. Long-term debt (continued)

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

2024	\$	3,571,318
2025	\$	3,709,619
2026	\$	3,853,467
2027	\$	3,514,461
2028	\$	3,655,440

Schedule of debentures pending

Authority	Purpose	Amount Authorized
By-law #7312 / E-21-125	RCMP OCC Project	\$ 3,766,855
By-law #7295 / E-21-141	Sports Field Complex	\$ 6,000,000
By-law #7331 / E-22-083	Southeast Drainage	\$ 30,140,000
By-law #7328 / E-22-077	Water Treatment Facility	\$ 40,670,500

12. Commitments

The City of Brandon has a contractual obligation to fund 50% of any deficit of the Western Manitoba Centennial Auditorium. Deficit for the 2023 year was **\$112,699** (2022 - \$74,609).

City Council, at its meeting held November 19, 2001, adopted a resolution to pay to the Keystone Centre, for the duration of the ninety-nine year land lease between the Keystone Centre and Canad Inns, an annual grant equal to the municipal portion of taxes collected on the Canad Inns hotel development on the Keystone grounds. Payment made for the 2023 year was **\$115,259** (2022 - \$123,968).

City Council, at its meeting held June 21, 2004, adopted a resolution to provide a total municipal tax off-setting grant to Canadian Mental Health Association each year for a 20 year period starting in 2004 for its premises at 1202 Rosser Ave. Payment made for the 2023 year was **\$25,408** (2022 - \$22,220).

City Council, at its meeting held February 20, 2006, passed By-law 6814 to implement a tax abatement program for eligible properties in the downtown district to encourage and assist in the renovation and redevelopment of buildings in downtown Brandon. The City of Brandon has several properties receiving this tax credit, with expiry dates ranging from 2021 to 2030. Payments made for the 2023 year were **\$126,952** (2022 - \$97,641).

City Council, at its meeting held September 8, 2008, passed By-law 6893 which provides for financial assistance to Assiniboine Community College equal to the municipal portion of taxes collected on the culinary arts facility for a period of 25 years beginning in 2007 or a maximum of \$20,290,000. The 2023 payment was **\$260,599** (2022 - \$253,283).

City Council, at its meeting held August 20, 2007, passed By-law 6870 which provides for financial assistance for newly constructed affordable multi-family rental units whereby eligible property owners receive a tax credit equal to 50% of the municipal portion of the property taxes for a period of twenty (20) years. The City of Brandon has several properties receiving this credit, with the 20 year expiry ranging from 2023 to 2041. Payments made for the 2023 year were **\$79,781** (2022 - \$81,725).

City Council, at its meeting held March 7, 2016, adopted a resolution to provide an annual operating grant to Brandon Museum Inc. The agreement was renewed in 2021 for a five year term with an annual amount payable of \$35,000.

City Council, at its meeting held November 20, 2017, passed By-law 7192 to implement a tax credit program for eligible properties to promote the rehabilitation and restoration of Municipal Heritage Sites. Under this program, municipal taxes would be eligible for a tax credit for a period of ten (10) years, to a maximum not exceeding 50% of eligible project costs. Payments made for the 2023 year were **\$11,161** (2022 - \$8,440).

City Council, at its meeting held April 20, 2020, adopted a resolution to provide a ten year Municipal Tax Incremental Financing for redevelopment of a vacant property. The Community Revitalization Levy will be paid to the property owner beginning in 2023.

City Council, at its meeting held July 18, 2022, adopted a resolution that the City owned lands to the North of Stickney Avenue and 13th Street be sold to Habitat for Humanity Ltd. for \$1, to construct affordable housing on the site within three years from the possession date.

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

13. Contingencies

The City of Brandon owns property located at 156 9th Street. A Phase II Environmental Site Assessment was undertaken in 2014 and the property was designated impacted pursuant to The Contaminated Sites Remediation Act. In January 2015, Manitoba Conservation and Water Stewardship accepted the City of Brandon's remediation plan including routine annual groundwater monitoring and sampling until it can be demonstrated the site is no longer impacted. Should redevelopment of the site occur, an amended remediation plan would be required for approval.

The City of Brandon owns property located at 20 27th Street North. A Phase II Environmental Site Assessment was undertaken in 2022 and the property was designated impacted pursuant to The Contaminated Sites Remediation Act.

In accordance with PSAB's recommendations for environmental liabilities the City of Brandon has performed a risk assessment on other potential city owned sites and has determined that there are no material liabilities and that no environmental remediation is required.

There are a number of legal claims pending against the City of Brandon. The estimated liability for these claims could not be determined as at the end of the year.

14. Retirement benefits

The majority of the employees of the City 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 municipalities on behalf of their employees are expected to be **\$3,945,816** (2022 - \$3,868,722) 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, 2022, indicated the plan was 111.6% funded on a going concern basis and had an unfunded solvency liability of \$19.3 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, 2022.

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.

15. Budget

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

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

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

16. Accumulated surplus

	2023	2022 <i>Restated</i>
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus (deficit)	\$ 3,451,013	\$ 6,267,002
Utility operating fund - Nominal deficit	(49,066,839)	(49,445,000)
TCA net of related borrowings and asset retirement obligation	365,494,219	352,854,333
Reserve funds	66,743,154	63,616,626
Accumulated surplus of City unconsolidated	386,621,547	373,292,961
Accumulated surpluses of consolidated entities	9,284,572	9,590,252
Accumulated surplus per Consolidated Statement of Financial Position	<u>\$ 395,906,119</u>	<u>\$ 382,883,213</u>

17. Public Sector Compensation Disclosure

It is a requirement of The Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of Council, and of individual compensation in an amount exceeding \$85,000 annually to any member of Council, officer or employee of the City. The City of Brandon issues a separate statement for The Public Sector Compensation Disclosure Report and receives a separate audit opinion.

It is a requirement of The Municipal Act that the annual consolidated financial statement disclose the amount of compensation, expenses and any other payment made to council or committee members by the type of each payment and the total amount of payment to each member of Council of the City. For the year ended December 31, 2023:

a) Compensation paid to members of Council amounted to \$338,738 in aggregate.

Council Members:	Compensation	Expenses	Total
Mayor - Fawcett, Jeffrey	\$ 100,000	\$ 11,954	111,954
Councillor - Berry, Shawn	23,298	3,557	26,855
Councillor - Cameron, Shaun	23,298	2,077	25,375
Councillor - Luebke, Bruce	23,298	1,907	25,205
Councillor - Cullen, Barry	23,298	2,076	25,374
Councillor - Desjarlais, Kris	23,298	3,267	26,565
Councillor - Hildebrand, Gregory	23,298	2,588	25,886
Councillor - Karrouze, Heather	23,298	1,907	25,205
Deputy Mayor - Parker, Glen	29,060	2,784	31,844
Councillor - Splett, Jason	23,298	2,077	25,375
Councillor - Tame, Tyson	23,298	1,907	25,205
	<u>\$ 338,742</u>	<u>\$ 36,101</u>	<u>\$ 374,843</u>

18. Trust funds

The City of Brandon administers the following trust that is not consolidated in these consolidated financial statements:

	Balance, beg. of the year	Deficiency of Receipts over Disbursements	Balance, end of the year
Community Centre Assistance	\$ 443,697	\$ (32,346)	\$ 411,351

19. Segmented information

The City of Brandon 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.

CITY OF BRANDON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

20. Government partnerships

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

	2023	2022
Financial Position		
Financial assets	\$ 2,376,998	\$ 2,271,652
Financial liabilities	1,923,796	1,579,359
Net financial assets	\$ 453,202	\$ 692,293
Non-financial assets	8,229,537	8,581,566
Accumulated surplus	\$ 8,682,739	\$ 9,273,859
Result of Operations		
Revenue	\$ 5,622,538	\$ 4,780,385
Expenses	6,213,659	5,166,870
Annual deficit	\$ (591,121)	\$ (386,485)

21. 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 and not subject to audit under PSAB standards, the City 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 assets.

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

The following table provides unaudited, non-PSAB 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 (Unaudited)	Additions During Year (Unaudited)	Amortization During Year (Unaudited)	Unamortized Balance Ending (Unaudited)
9th St. Reservoir	\$ 390,000	\$ -	\$ 20,000	\$ 370,000
Supply Line				
Chemical Building	2,202,984	-	27,886	2,175,098
	<u>\$ 2,592,984</u>	<u>\$ -</u>	<u>\$ 47,886</u>	<u>\$ 2,545,098</u>
Sewer services:				
Description of Utility	Unamortized Opening Balance (Unaudited)	Additions During Year (Unaudited)	Amortization During Year (Unaudited)	Unamortized Balance Ending (Unaudited)
Combined WWTF Phase II	\$ 8,527,798	\$ -	\$ 516,836	\$ 8,010,962
Lagoon Cell 3A	145,837	-	8,333	137,504
Combined WWTF Phase III	28,168,161	-	894,227	27,273,934
Forcemain Kirkcaldy Lift	4,457,908	-	77,529	4,380,379
Station to Pacific Ave				
Kirkcaldy Lift Station	5,808,737	-	154,900	5,653,837
	<u>\$ 47,108,441</u>	<u>\$ -</u>	<u>\$ 1,651,825</u>	<u>\$ 45,456,616</u>

22. Comparative figures

Certain comparative figures have been reclassified to conform with the current year presentation.

CITY OF BRANDON
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
Year Ended December 31, 2023

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	2023	2022 <i>Restated</i>
Cost										
Opening costs	59,031,832	99,734,016	62,568,336	9,344,294	2,924,101	199,449,859	364,285,695	9,042,942	806,381,075	786,999,234
Additions during the year	1,831,053	657,266	2,417,714	297,755	11,381,237	2,575,466	6,013,792	2,813,805	27,988,088	22,376,523
Disposals and write downs	(3,858)	-	(355,527)	(144,139)	-	-	(64,943)	-	(568,467)	(2,994,682)
Closing costs	60,859,027	100,391,282	64,630,523	9,497,910	14,305,338	202,025,325	370,234,544	11,856,747	833,800,696	806,381,075
Accumulated Amortization										
Opening accum'd amortization	12,631,958	46,061,881	39,581,551	6,410,726	-	132,861,445	148,253,490	-	385,801,051	369,787,866
Amortization	1,006,069	2,616,019	3,549,042	724,241	-	3,424,173	7,994,399	-	19,313,943	18,769,347
Disposals and write downs	-	-	(373,160)	(139,972)	-	-	(16,407)	-	(529,539)	(2,756,162)
Closing accum'd amortization	13,638,027	48,677,900	42,757,433	6,994,995	-	136,285,618	156,231,482	-	404,585,455	385,801,051
Net Book Value of Tangible Capital Assets	47,221,000	51,713,382	21,873,090	2,502,915	14,305,338	65,739,707	214,003,062	11,856,747	429,215,241	420,580,024

Water and sewer underground networks contributed to the City totals \$2,226,013 (2022 - \$848,994) and were capitalized at their fair value at the time of their receipt.
Streets, roads and general infrastructure contributed to the City totals \$692,303 (2022 - \$1,044,051) and were capitalized at their fair value at the time of their receipt.

CITY OF BRANDON
CONSOLIDATED SCHEDULE OF REVENUES
For the Year Ended December 31, 2023

SCHEDULE 2

	2023 Actual	2022 Actual
Property taxes		
Municipal taxes levied (Schedule 12)	\$ 44,792,798	\$ 43,584,099
Taxes added	1,126,569	1,358,696
	<u>45,919,367</u>	<u>44,942,795</u>
Grants in lieu of taxation		
Federal government	361,247	356,458
Federal government enterprises	-	-
Provincial government	2,092,498	2,036,397
Provincial government enterprises	-	-
Other municipal governments	-	-
Non-government organizations	-	-
	<u>2,453,745</u>	<u>2,392,855</u>
User fees		
Parking meters	236,441	208,050
Sales of service	12,268,145	11,655,607
Sales of goods	692,615	762,555
Rentals	2,860,065	2,784,876
Development charges	187,664	257,317
Facility use fees	4,168,574	3,548,696
	<u>20,413,504</u>	<u>19,217,101</u>
Permits, licences and fines		
Permits	1,773,770	1,816,324
Licences	1,301,837	1,263,927
Fees	-	-
Fines	409,592	378,302
	<u>3,485,199</u>	<u>3,458,553</u>
Investment income		
Cash and temporary investments	1,684,687	737,436
Marketable securities	-	-
Municipal debentures	-	-
Other	83,512	55,903
	<u>1,768,199</u>	<u>793,339</u>
Other revenue		
Gain (loss) on sale of tangible capital assets	75,690	(209,162)
Gain on sale of real estate held for sale	202,811	44,923
Contributed assets	767,078	1,168,870
Penalties and interest	609,123	547,166
Miscellaneous	216,020	414,111
	<u>1,870,722</u>	<u>1,965,908</u>
Water and sewer		
Municipal utility (Schedule 9)	28,789,972	24,739,494
Consolidated water co-operatives	-	-
	<u>28,789,972</u>	<u>24,739,494</u>
Grants - Province of Manitoba		
Municipal operating grants	13,162,411	8,929,274
Other unconditional grants	-	-
Conditional grants	16,435,860	13,534,683
	<u>29,598,271</u>	<u>22,463,957</u>
Grants - other		
Federal government - Canada Community-Building Fund (gas tax)	3,405,353	3,215,546
Federal government - other	2,471,021	1,040,079
Other municipal governments	1,536,568	652,662
	<u>7,412,942</u>	<u>4,908,287</u>
Total revenue	<u>\$ 141,711,921</u>	<u>\$ 124,882,289</u>

CITY OF BRANDON
CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2023

SCHEDULE 3

	2023 Actual	2022 Actual <i>Restated</i>
General government services		
Legislative	\$ 576,082	\$ 493,092
General administrative	7,947,694	7,835,159
Other	2,623,156	2,042,939
	<u>11,146,932</u>	<u>10,371,190</u>
Protective services		
Police	21,317,609	20,494,817
Fire	11,328,732	10,719,537
Emergency measures	4,589,245	4,260,746
Other	1,661,176	1,693,180
	<u>38,896,762</u>	<u>37,168,280</u>
Transportation services		
Road transport		
Administration and engineering	5,209,894	5,628,754
Road and street maintenance	3,315,134	3,270,681
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	306,843	139,981
Street lighting	1,070,229	1,065,664
Other	2,815,906	2,630,961
Air transport	2,043,644	2,017,670
Public transit	6,440,572	6,082,971
Other	-	-
	<u>21,202,222</u>	<u>20,836,682</u>
Environmental health services		
Waste collection and disposal	3,357,485	3,065,763
Recycling	2,425,089	1,941,375
Other	-	-
	<u>5,782,574</u>	<u>5,007,138</u>
Public health and welfare services		
Public health	444,968	400,454
Medical care	-	-
Social assistance	267,032	267,032
Other	-	-
	<u>712,000</u>	<u>667,486</u>
Regional planning and development		
Planning and zoning	644,971	766,175
Urban renewal	1,343,648	2,712,418
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	671,189	855,500
	<u>2,659,808</u>	<u>4,334,093</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	451,496	514,466
Industrial development	-	-
Tourism	188,627	163,818
Other	-	-
	<u>640,123</u>	<u>678,284</u>
Sub-totals forward	<u>81,040,421</u>	<u>79,063,153</u>

CITY OF BRANDON

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2023

SCHEDULE 3

	2023 Actual	2022 Actual <i>Restated</i>
Sub-totals forward	81,040,421	79,063,153
Recreation and cultural services		
Administration	1,413,224	1,386,925
Community centers and halls	60,000	60,000
Swimming pools and beaches	305,073	307,720
Golf courses	119,813	136,923
Skating and curling rinks	-	-
Parks and playgrounds	3,779,677	3,374,039
Other recreational facilities	8,515,270	7,478,805
Museums	375,142	361,487
Libraries	2,076,783	1,924,720
Other cultural facilities	1,437,327	1,271,351
	18,082,309	16,301,970
Water and sewer services		
Municipal utility (Schedule 9)	29,566,288	27,714,849
Consolidated water co-operatives	-	-
	29,566,288	27,714,849
Total expenses	\$ 128,689,018	\$ 123,079,972

CITY OF BRANDON

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>
REVENUE										
Property taxes	\$ 45,919,367	\$ 44,942,795	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	2,453,745	2,392,855	-	-	-	-	-	-	-	-
User fees	106,801	101,499	7,786,227	7,365,357	2,535,032	2,400,209	2,972,473	3,077,849	417,641	359,169
Grants - other	111,054	99,662	442,844	417,110	3,474,042	3,671,296	-	-	-	-
Permits, licences and fines	1,288,123	1,253,230	423,306	388,999	281,933	423,896	-	-	-	-
Investment income	1,747,399	788,340	-	-	-	-	-	-	-	-
Other revenue	802,115	974,349	12,633	23,188	726,552	751,772	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	13,162,411	8,929,274	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	26,947	43,821	8,126,007	5,089,182	3,324,119	3,859,680	1,366,663	1,226,336	-	-
Total revenue	\$ 65,617,962	\$ 59,525,825	\$ 16,791,017	\$ 13,283,836	\$ 10,341,678	\$ 11,106,853	\$ 4,339,136	\$ 4,304,185	\$ 417,641	\$ 359,169
EXPENSES										
Personnel services	\$ 5,600,431	\$ 5,416,112	\$ 32,393,764	\$ 31,222,007	\$ 9,702,454	\$ 9,846,328	\$ 1,900,943	\$ 1,795,329	\$ 301,353	\$ 268,821
Contract services	2,655,691	2,106,905	1,464,311	1,487,271	3,085,102	2,012,053	1,074,648	827,351	281,534	288,875
Utilities	129,524	133,803	568,697	527,709	1,226,989	1,206,893	80,888	77,480	10,449	9,369
Maintenance materials and supplies	148,164	107,356	682,774	736,509	4,086,530	3,630,350	446,822	493,504	48,795	47,069
Grants and contributions	852,438	606,433	33,293	24,505	-	-	-	-	-	-
Accretion	22,594	21,369	19,570	18,509	21,803	20,621	114,659	108,450	6,122	5,790
Amortization	764,634	783,076	1,279,473	1,354,891	6,746,035	6,595,639	277,229	267,369	990	1,616
Interest on long term debt	-	-	548,400	607,971	244,462	226,467	11,351	19,696	-	-
Other	973,456	1,196,136	1,906,480	1,188,908	(3,911,153)	(2,701,669)	1,876,034	1,417,959	62,757	45,946
Total expenses	\$ 11,146,932	\$ 10,371,190	\$ 38,896,762	\$ 37,168,280	\$ 21,202,222	\$ 20,836,682	\$ 5,782,574	\$ 5,007,138	\$ 712,000	\$ 667,486
Surplus (Deficit)	\$ 54,471,030	\$ 49,154,635	\$ (22,105,745)	\$ (23,884,444)	\$ (10,860,544)	\$ (9,729,829)	\$ (1,443,438)	\$ (702,953)	\$ (294,359)	\$ (308,317)

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

CITY OF BRANDON

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2023

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>	2023	2022 <i>Restated</i>
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,919,367	\$ 44,942,795
Grants in lieu of taxation	-	-	-	-	-	-	-	-	2,453,745	2,392,855
User fees	714,667	709,166	-	-	5,880,663	5,203,852	-	-	20,413,504	19,217,101
Grants - other	346,828	-	-	-	3,038,174	720,219	-	-	7,412,942	4,908,287
Permits, licences and fines	1,491,837	1,392,428	-	-	-	-	-	-	3,485,199	3,458,553
Investment income	-	110	-	-	20,800	4,889	-	-	1,768,199	793,339
Other revenue	223,329	43,626	24,081	-	82,012	172,973	-	-	1,870,722	1,965,908
Water and sewer	-	-	-	-	-	-	28,789,972	24,739,494	28,789,972	24,739,494
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	13,162,411	8,929,274
Prov of MB - Conditional Grants	396,100	1,866,637	-	-	3,196,024	1,449,027	-	-	16,435,860	13,534,683
Total revenue	\$ 3,172,761	\$ 4,011,967	\$ 24,081	\$ -	\$ 12,217,673	\$ 7,550,960	\$ 28,789,972	\$ 24,739,494	\$ 141,711,921	\$ 124,882,289
EXPENSES										
Personnel services	\$ 950,630	\$ 902,543	\$ 401,264	\$ 343,798	\$ 6,826,691	\$ 6,312,192	\$ 7,602,310	\$ 7,527,763	\$ 65,679,840	\$ 63,634,893
Contract services	1,021,351	1,171,392	10,246	9,745	2,518,311	2,060,243	3,533,143	2,931,801	15,644,337	12,895,636
Utilities	84,137	82,328	3,442	832	1,063,692	1,076,433	1,728,636	1,799,836	4,896,454	4,914,683
Maintenance materials and supplies	16,561	33,964	2,369	2,233	1,943,978	1,620,741	6,338,904	5,502,085	13,714,897	12,173,811
Grants and contributions	(290)	1,556,092	188,627	163,818	2,169,263	1,981,342	-	-	3,243,331	4,332,190
Accretion	-	-	-	-	184,035	174,061	371,304	284,188	740,087	632,988
Amortization	-	-	-	-	2,251,185	2,029,442	7,994,398	7,737,315	19,313,944	18,769,348
Interest on long term debt	22,540	28,015	-	-	52,327	79,243	635,747	774,503	1,514,827	1,735,895
Other	564,879	559,759	34,175	157,858	1,072,827	968,273	1,361,846	1,157,358	3,941,301	3,990,528
Total expenses	\$ 2,659,808	\$ 4,334,093	\$ 640,123	\$ 678,284	\$ 18,082,309	\$ 16,301,970	\$ 29,566,288	\$ 27,714,849	\$ 128,689,018	\$ 123,079,972
Surplus (Deficit)	\$ 512,953	\$ (322,126)	\$ (616,042)	\$ (678,284)	\$ (5,864,636)	\$ (8,751,010)	\$ (776,316)	\$ (2,975,355)	\$ 13,022,903	\$ 1,802,317

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2023

	Core Government		Controlled Entities		Government Partnerships		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
		<i>Restated</i>						<i>Restated</i>
REVENUE								
Property taxes	\$ 45,919,367	\$ 44,942,795	\$ -	\$ -	\$ -	\$ -	\$ 45,919,367	\$ 44,942,795
Grants in lieu of taxation	2,453,745	2,392,855	-	-	-	-	2,453,745	2,392,855
User fees	16,739,571	15,972,252	6,782	6,591	3,667,151	3,238,258	20,413,504	19,217,101
Grants - other	6,036,389	4,413,123	346,828	-	1,029,725	495,164	7,412,942	4,908,287
Permits, licences and fines	3,485,199	3,458,553	-	-	-	-	3,485,199	3,458,553
Investment income	1,747,399	788,340	-	110	20,800	4,889	1,768,199	793,339
Other revenue	1,829,063	1,964,399	1,500	(1,298)	40,159	2,807	1,870,722	1,965,908
Water and sewer	28,789,972	24,739,494	-	-	-	-	28,789,972	24,739,494
Prov of MB - Unconditional Grants	13,162,411	8,929,274	-	-	-	-	13,162,411	8,929,274
Prov of MB - Conditional Grants	15,571,157	12,390,459	-	104,957	864,703	1,039,267	16,435,860	13,534,683
Total revenue	\$ 135,734,273	\$ 119,991,544	\$ 355,110	\$ 110,360	\$ 5,622,538	\$ 4,780,385	\$ 141,711,921	\$ 124,882,289
EXPENSES								
Personnel services	\$ 63,270,287	\$ 61,599,298	\$ -	\$ -	\$ 2,409,553	\$ 2,035,595	\$ 65,679,840	\$ 63,634,893
Contract services	13,831,849	11,382,331	14,764	21,893	1,797,724	1,491,412	15,644,337	12,895,636
Utilities	4,436,511	4,494,290	-	-	459,943	420,393	4,896,454	4,914,683
Maintenance materials and supplies	12,395,526	11,220,666	-	-	1,319,371	953,145	13,714,897	12,173,811
Grants and contributions	4,836,924	5,628,113	(391,478)	(203,853)	(1,202,115)	(1,092,070)	3,243,331	4,332,190
Accretion	740,087	632,988	-	-	-	-	740,087	632,988
Amortization	18,108,674	17,735,874	-	-	1,205,270	1,033,474	19,313,944	18,769,348
Interest on long term debt	1,514,827	1,735,895	-	-	-	-	1,514,827	1,735,895
Other	3,271,006	3,192,999	446,382	472,608	223,913	324,921	3,941,301	3,990,528
Total expenses	\$122,405,691	\$117,622,454	\$ 69,668	\$ 290,648	\$ 6,213,659	\$ 5,166,870	\$128,689,018	\$123,079,972
Surplus (Deficit)	<u>\$ 13,328,582</u>	<u>\$ 2,369,090</u>	<u>\$ 285,442</u>	<u>\$ (180,288)</u>	<u>\$ (591,121)</u>	<u>\$ (386,485)</u>	<u>\$ 13,022,903</u>	<u>\$ 1,802,317</u>

CITY OF BRANDON

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

SCHEDULE 6

	2023							
	Accommodation Tax	Active Transportation	Affordable Housing	Airport Improvement	Ambulance	Andrews Field	A.R. McDiarmid Building	Brandon Municipal Airport
REVENUE								
Investment income	\$ 8,664	\$ 7,295	\$ 13,098	\$ 23,266	\$ -	\$ 3,245	\$ 200	\$ 6,792
Other income	-	-	-	-	-	-	-	-
Total revenue	8,664	7,295	13,098	23,266	-	3,245	200	6,792
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	8,664	7,295	13,098	23,266	-	3,245	200	6,792
TRANSFERS								
Transfers from general operating fund	1,196,777	570,445	17,900	316,260	-	65,000	-	-
Transfers to general operating fund	(760,865)	-	(19,440)	(83,172)	-	(2,889)	(30,284)	(221,000)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	444,576	577,740	11,558	256,354	-	65,356	(30,084)	(214,208)
FUND SURPLUS, BEGINNING OF YEAR	404,576	-	562,290	929,754	-	103,764	30,084	484,600
FUND SURPLUS, END OF YEAR	\$ 849,152	\$ 577,740	\$ 573,848	\$ 1,186,108	\$ -	\$ 169,120	\$ -	\$ 270,392

CITY OF BRANDON

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

SCHEDULE 6

	2023							
	Capital Development	Centennial Auditorium	Civic Services Complex	Clare Ave	COVID Restart General	COVID Restart Transit	Cumulative Benefits	DC Drainage Network
REVENUE								
Investment income	\$ 70,718	\$ 11,917	\$ -	\$ 7,173	\$ -	\$ -	\$ 5,312	\$ 1,652
Other income	-	-	-	-	-	-	-	-
Total revenue	70,718	11,917	-	7,173	-	-	5,312	1,652
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	70,718	11,917	-	7,173	-	-	5,312	1,652
TRANSFERS								
Transfers from general operating fund	593,752	25,000	-	-	-	-	-	18,559
Transfers to general operating fund	(1,215,588)	(17,894)	(168,420)	-	(1,818,326)	-	-	-
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	(551,118)	19,023	(168,420)	7,173	(1,818,326)	-	5,312	20,211
FUND SURPLUS, BEGINNING OF YEAR	2,786,721	517,454	185,920	307,268	2,017,970	-	227,518	66,380
FUND SURPLUS, END OF YEAR	\$ 2,235,603	\$ 536,477	\$ 17,500	\$ 314,441	\$ 199,644	\$ -	\$ 232,830	\$ 86,591

CITY OF BRANDON

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

SCHEDULE 6

	2023							
	DC Transport Network	Diking & Flood Control	Disposal Site (Sanitation)	E-911 Equipment	Elections	Fire Fighting Equipment	Fire Vehicles	Fiscal Contingency
REVENUE								
Investment income	\$ 11,661	\$ 17,674	\$ 24,528	\$ 5,768	\$ 2,815	\$ 15,355	\$ 53,683	\$ -
Other income	-	-	-	-	-	-	-	-
Total revenue	11,661	17,674	24,528	5,768	2,815	15,355	53,683	-
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	11,661	17,674	24,528	5,768	2,815	15,355	53,683	-
TRANSFERS								
Transfers from general operating fund	130,313	146,096	503,444	35,000	15,000	-	176,930	1,375,758
Transfers to general operating fund	-	-	(596,192)	(138,517)	-	(132,204)	(66,173)	-
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	141,974	163,770	(68,220)	(97,749)	17,815	(116,849)	164,440	1,375,758
FUND SURPLUS, BEGINNING OF YEAR	468,504	745,605	1,054,212	371,332	112,364	719,700	2,218,796	-
FUND SURPLUS, END OF YEAR	\$ 610,478	\$ 909,375	\$ 985,992	\$ 273,583	\$ 130,179	\$ 602,851	\$ 2,383,236	\$ 1,375,758

CITY OF BRANDON

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

SCHEDULE 6

	2023							
	Gas Tax	General	Highway Signage	Land Acquisition	Landfill Closure	Large Events Acquisition	Library / Arts Building	Machinery & Equipment
REVENUE								
Investment income	\$ 136,677	\$ 19,181	\$ 1,666	\$ 11,681	\$ 23,201	\$ 9,399	\$ 11,656	\$ 173,816
Other income	-	-	-	-	-	-	-	-
Total revenue	136,677	19,181	1,666	11,681	23,201	9,399	11,656	173,816
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	136,677	19,181	1,666	11,681	23,201	9,399	11,656	173,816
TRANSFERS								
Transfers from general operating fund	2,918,465	-	10,000	530,416	153,167	175,902	15,000	1,624,619
Transfers to general operating fund	(2,604,311)	-	-	(90,831)	(100,000)	(200,000)	(10,000)	(508,732)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	450,831	19,181	11,666	451,266	76,368	(14,699)	16,656	1,289,703
FUND SURPLUS, BEGINNING OF YEAR	5,788,938	821,762	65,899	289,222	986,147	471,005	491,919	6,739,077
FUND SURPLUS, END OF YEAR	\$ 6,239,769	\$ 840,943	\$ 77,565	\$ 740,488	\$ 1,062,515	\$ 456,306	\$ 508,575	\$ 8,028,780

CITY OF BRANDON

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

SCHEDULE 6

	2023							
	Mitigation & Preparedness	Municipal Building	Municipal Building Maintenance	Office Equipment	Parks	Perpetual Care	Planning Projects	Police Equipment
REVENUE								
Investment income	\$ 5,623	\$ -	\$ 14,650	\$ 842	\$ 244,611	\$ 9,736	\$ 4,825	\$ 17,282
Other income	-	-	-	-	-	-	-	-
Total revenue	5,623	-	14,650	842	244,611	9,736	4,825	17,282
EXPENSES								
Investment charges	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-
NET REVENUES	5,623	-	14,650	842	244,611	9,736	4,825	17,282
TRANSFERS								
Transfers from general operating fund	-	-	508,321	3,000	205,923	83,509	-	2,282,312
Transfers to general operating fund	(103,066)	(151,299)	(139,006)	-	(328,156)	(116,570)	(84,577)	(238,913)
Transfer from nominal surplus	-	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	3,000	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	(97,443)	(151,299)	383,965	6,842	122,378	(23,325)	(79,752)	2,060,681
FUND SURPLUS, BEGINNING OF YEAR	249,429	160,761	187,769	32,798	2,021,541	448,400	247,391	599,452
FUND SURPLUS, END OF YEAR	\$ 151,986	\$ 9,462	\$ 571,734	\$ 39,640	\$ 2,143,919	\$ 425,075	\$ 167,639	\$ 2,660,133

CITY OF BRANDON
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2023

SCHEDULE 6

	2023						
	Police Vehicles	Professional Fees	Protective Services Building	Recreation Centre	Snow Clearing	Sportsplex	Storm Sewer
REVENUE							
Investment income	\$ 25,933	\$ -	\$ 13,911	\$ 10,933	\$ -	\$ 20,840	\$ 60,219
Other income	-	-	-	-	-	-	-
Total revenue	25,933	-	13,911	10,933	-	20,840	60,219
EXPENSES							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-
NET REVENUES	25,933	-	13,911	10,933	-	20,840	60,219
TRANSFERS							
Transfers from general operating fund	408,833	72,500	-	55,000	-	955,500	565,000
Transfers to general operating fund	(361,887)	-	(12,006)	(650,000)	-	(256,280)	(504,193)
Transfer from nominal surplus	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	72,879	72,500	1,905	(584,067)	-	720,060	121,026
FUND SURPLUS, BEGINNING OF YEAR	997,954	-	606,375	697,242	-	928,988	2,537,673
FUND SURPLUS, END OF YEAR	\$ 1,070,833	\$ 72,500	\$ 608,280	\$ 113,175	\$ -	\$ 1,649,048	\$ 2,658,699

CITY OF BRANDON

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2023

SCHEDULE 6

	2023						
	Technology	Traffic Control Devices	Transit Gas Tax Funding	Transit System Equipment	26th Street South of Maryland	8th Street Bridge	Water Distribution
REVENUE							
Investment income	\$ 16,551	\$ 4,599	\$ 43,987	\$ 38,182	\$ -	\$ 23,054	\$ 200,929
Other income	-	-	-	-	-	-	-
Total revenue	16,551	4,599	43,987	38,182	-	23,054	200,929
EXPENSES							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-
NET REVENUES	16,551	4,599	43,987	38,182	-	23,054	200,929
TRANSFERS							
Transfers from general operating fund	210,000	-	486,888	1,504,684	-	-	-
Transfers to general operating fund	(261,988)	(61,279)	(595,545)	(46,576)	(730)	(1,070,445)	-
Transfer from nominal surplus	-	-	-	-	-	-	-
Transfers from utility operating fund	-	-	-	-	-	-	2,000,000
Transfers to utility operating fund	-	-	-	-	-	-	(4,308,015)
Acquisition of tangible capital assets	-	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	(35,437)	(56,680)	(64,670)	1,496,290	(730)	(1,047,391)	(2,107,086)
FUND SURPLUS, BEGINNING OF YEAR	669,229	227,323	1,880,448	1,482,153	730	1,574,119	8,652,255
FUND SURPLUS, END OF YEAR	\$ 633,792	\$ 170,643	\$ 1,815,778	\$ 2,978,443	\$ -	\$ 526,728	\$ 6,545,169

CITY OF BRANDON
SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2023

SCHEDULE 6

	2023					2022
	Wastewater Distribution	DC Water Cost Charge	DC Wastewater Cost Charge	DC Water Network	DC Wastewater Network	Total
REVENUE						Total
Investment income	\$ 199,675	\$ 3,646	\$ 4,760	\$ 5,728	\$ 15,279	\$ 1,663,888
Other income	-	-	-	-	-	-
Total revenue	199,675	3,646	4,760	5,728	15,279	1,663,888
EXPENSES						
Investment charges	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-
NET REVENUES	199,675	3,646	4,760	5,728	15,279	1,663,888
TRANSFERS						
Transfers from general operating fund	-	-	-	-	-	17,955,273
Transfers to general operating fund	-	-	-	-	-	(13,767,354)
Transfer from nominal surplus	-	-	-	-	-	-
Transfers from utility operating fund	1,209,060	70,868	107,450	63,434	186,031	3,639,843
Transfers to utility operating fund	(2,044,177)	-	-	-	(12,930)	(6,365,122)
Acquisition of tangible capital assets	-	-	-	-	-	-
CHANGE IN RESERVE FUND BALANCES	(635,442)	74,514	112,210	69,162	188,380	3,126,528
FUND SURPLUS, BEGINNING OF YEAR	8,308,698	125,676	162,871	230,281	618,289	63,616,626
FUND SURPLUS, END OF YEAR	\$ 7,673,256	\$ 200,190	\$ 275,081	\$ 299,443	\$ 806,669	\$66,743,154

CITY OF BRANDON
SCHEDULE OF L.U.D. OPERATIONS
For the Year Ended December 31, 2023

SCHEDULE 7

	2023 Budget	2023 Actual	2022 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 revenue (expenses)	-	-	-
Transfers:			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other (specify):	-	-	-
Change in L.U.D. balances	<u>\$ -</u>	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		<u>\$ -</u>	<u>\$ -</u>

CITY OF BRANDON

SCHEDULE OF FINANCIAL POSITION FOR UTILITY

As at December 31, 2023

SCHEDULE 8

	2023	2022
	Total	Total <i>Restated</i>
FINANCIAL ASSETS		
Amounts receivable	\$ 6,471,139	\$ 4,176,422
Due from other funds	-	-
	<u>\$ 6,471,139</u>	<u>\$ 4,176,422</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 444,434	\$ 472,226
Unearned revenue	-	-
Asset retirement obligations (Note 9)	7,422,235	7,050,931
Long-term debt (Note 11)	20,331,623	21,898,633
Due to other funds	55,687,493	53,614,626
	<u>83,885,785</u>	<u>83,036,416</u>
NET DEBT	<u>\$ (77,414,646)</u>	<u>\$ (78,859,994)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	\$ 225,859,809	\$ 225,075,148
Inventories	593,949	460,183
Prepaid expenses	-	5,247
	<u>226,453,758</u>	<u>225,540,578</u>
FUND SURPLUS	<u><u>\$ 149,039,112</u></u>	<u><u>\$ 146,680,584</u></u>

CITY OF BRANDON

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2023

SCHEDULE 9

	Budget	2023	2022 <i>Restated</i>
REVENUE			
Water			
Water fees	\$ 10,824,023	\$ 11,153,975	\$ 10,610,239
Bulk water fees	88,002	61,230	46,133
sub-total - water	10,912,025	11,215,205	10,656,372
Sewer			
Sewer fees	9,554,804	8,400,850	7,910,488
Lagoon tipping fees	145,000	179,611	168,221
sub-total - sewer	9,699,804	8,580,461	8,078,709
Property taxes	-	-	-
Recovery			
Deficit recovery	1,659,304	565,566	-
Debenture recovery	1,117,674	1,125,233	667,442
sub-total - recovery	2,776,978	1,690,799	667,442
Government transfers			
Operating	-	-	-
Capital - government	-	871,770	340,998
sub-total - government transfers	-	871,770	340,998
Other			
Hydrant rentals	305,800	257,000	305,200
Connection charges	1,045,808	1,019,673	1,007,682
Installation service	-	-	-
Penalties	75,000	87,976	82,573
Contributed tangible capital assets	-	2,226,013	848,994
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Development charges	972,566	427,783	506,255
Other income	2,352,400	2,413,292	2,245,269
sub-total - other	4,751,574	6,431,737	4,995,973
Total revenue	28,140,381	28,789,972	24,739,494

CITY OF BRANDON
 SCHEDULE OF UTILITY OPERATIONS (cont'd)
 For the Year Ended December 31, 2023

SCHEDULE 9

EXPENSES	Budget	2023	2022 <i>Restated</i>
General			
Administration	4,250,579	4,628,594	3,730,795
Training costs	130,309	-	-
Billing and collection	776,379	801,815	895,008
Utilities (telephone, electricity, etc.)	-	-	-
Other	-	-	-
sub-total - general	5,157,267	5,430,409	4,625,803
Water general			
Purification and treatment	7,029,810	5,781,796	5,358,198
Water purchases	-	-	-
Transmission and distribution	916,059	1,273,551	1,007,505
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Training costs	-	99,356	93,531
Utilities (telephone, electricity, etc.)	-	565,056	518,242
Connection costs	608,165	249,985	207,642
Other water costs	16,193	-	-
sub-total - water general	8,570,227	7,969,744	7,185,118
Water amortization & interest			
Amortization	2,995,338	2,995,338	2,695,649
Accretion	180,661	180,661	103,877
Interest on long term debt	425,932	425,932	526,814
sub-total - water amortization & interest	3,601,931	3,601,931	3,326,340
Sewer general			
Collection system costs	348,105	497,452	413,123
Treatment and disposal cost	5,954,596	5,486,636	5,414,237
Lift Station costs	163,710	15,543	50,402
Transportation services	-	-	-
Connection costs	-	-	-
Training costs	-	8,459	13,639
Utilities (telephone, electricity, etc.)	1,173,460	1,156,595	1,216,521
Other sewage & disposal costs	-	-	-
sub-total - sewer general	7,639,871	7,164,685	7,107,922
Sewage amortization & interest			
Amortization	4,999,061	4,999,061	5,041,666
Accretion	190,643	190,643	180,311
Interest on long term debt	209,815	209,815	247,689
sub-total - sewer amortization & interest	5,399,519	5,399,519	5,469,666
Total expenses	30,368,815	29,566,288	27,714,849
NET OPERATING SURPLUS (DEFICIT)	(2,228,434)	(776,316)	(2,975,355)
TRANSFERS			
Transfers from reserve funds	311,500	6,774,687	7,579,499
Transfers to reserve funds	(4,343,159)	(3,639,843)	(3,563,171)
CHANGE IN UTILITY FUND BALANCE	\$ (6,260,093)	2,358,528	1,040,973
FUND SURPLUS, BEGINNING OF YEAR		146,680,584	149,484,075
ADJUSTMENT DUE TO ADOPTION OF PS 3280 (Note 2)		-	(3,844,464)
FUND SURPLUS, END OF YEAR		\$ 149,039,112	\$ 146,680,584

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the Year Ended December 31, 2023

	Financial Plan General	Financial Plan Utility	Amortization & Accretion	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	\$ 45,992,798	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,992,798
Grants in lieu of taxation	2,453,745	-	-	-	-	-	-	2,453,745
User fees	16,072,355	-	-	-	-	-	3,673,933	19,746,288
Permits, licences and fines	3,089,974	-	-	-	-	-	-	3,089,974
Investment income	25,000	-	-	-	-	-	22,300	47,300
Other revenue	670,515	-	-	-	-	-	40,159	710,674
Water and sewer	-	28,140,381	-	-	-	-	-	28,140,381
Grants - Province of Manitoba	25,257,826	-	-	-	-	-	864,703	26,122,529
Grants - other	3,959,698	-	-	-	-	-	1,376,553	5,336,251
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from reserves/general	8,019,408	311,500	-	-	(8,330,908)	-	-	-
Total revenue	<u>\$ 105,541,319</u>	<u>\$ 28,451,881</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (8,330,908)</u>	<u>\$ -</u>	<u>\$ 5,977,648</u>	<u>\$ 131,639,940</u>
EXPENSES								
General government services	\$ 8,199,970	\$ -	\$ 787,228	\$ -	\$ 99,656	\$ -	\$ -	\$ 9,086,854
Protective services	37,115,802	-	1,299,043	548,400	-	-	-	38,963,245
Transportation services	16,210,401	-	6,767,838	244,462	-	-	-	23,222,701
Environmental health services	5,673,159	-	391,888	11,351	-	-	-	6,076,398
Public health and welfare services	707,302	-	7,112	-	-	-	-	714,414
Regional planning and development	4,328,356	-	-	22,540	-	-	69,668	4,420,564
Resource cons and industrial dev	934,817	-	-	-	-	-	-	934,817
Recreation and cultural services	10,719,400	-	1,229,950	52,327	-	-	6,213,658	18,215,335
Water and sewer services	-	21,770,470	8,365,702	635,747	-	-	-	30,771,919
Fiscal services:								
Transfer to capital	7,180,555	-	-	-	(7,180,555)	-	-	-
Debt charges	3,706,127	2,338,252	-	(6,044,379)	-	-	-	-
Short-term interest	79,017	-	-	-	(79,017)	-	-	-
Transfer to reserves/utility	10,665,774	4,343,159	-	-	(15,008,933)	-	-	-
Allowance for tax assets	20,639	-	-	-	(20,639)	-	-	-
Total expenses	<u>\$105,541,319</u>	<u>\$ 28,451,881</u>	<u>\$ 18,848,761</u>	<u>\$ (4,529,552)</u>	<u>\$ (22,189,488)</u>	<u>\$ -</u>	<u>\$ 6,283,326</u>	<u>\$132,406,247</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,848,761)</u>	<u>\$ 4,529,552</u>	<u>\$ 13,858,580</u>	<u>\$ -</u>	<u>\$ (305,678)</u>	<u>\$ (766,307)</u>

CITY OF BRANDON
ANALYSIS OF TAXES ON ROLL
December 31, 2023

SCHEDULE 11

	<u>2023</u>	<u>2022</u>
Balance, beginning of year	\$ 3,535,090	\$ 3,369,440
Add:		
Tax levy (Schedule 12)	90,715,538	89,843,657
Taxes added	1,126,569	1,358,696
Penalties or interest	609,123	547,166
Other accounts added	<u>426,882</u>	<u>473,083</u>
Sub-total	<u>92,878,112</u>	<u>92,222,602</u>
Deduct:		
Cash collections - current	84,578,313	83,869,002
Cash collections - arrears	3,236,364	3,082,826
Writeoffs	390,121	158,373
Tax discounts	62,637	72,054
E.P.T.C. - cash advance	3,483,860	4,411,388
Other credits	<u>503,901</u>	<u>463,309</u>
Sub-total	<u>92,255,196</u>	<u>92,056,952</u>
Balance, end of year	<u><u>\$ 4,158,006</u></u>	<u><u>\$ 3,535,090</u></u>

CITY OF BRANDON
ANALYSIS OF TAX LEVY
For the Year Ended December 31, 2023

SCHEDULE 12

	2023			2022
	Assessment	Mill Rate	Levy	Levy
Debt charges:				
LID	3,197,535,660	0.563	1,801,625	1,798,094
Other (specify)	2,892,163,230	0.599	1,732,406	1,866,324
sub-total - Debt charges			3,534,031	3,664,418
Reserves:				
Various	2,892,163,230	0.868	2,510,398	4,353,223
General municipal	2,892,163,230	13.282	38,414,361	35,261,661
Special levies:				
Department of Rural Development	2,892,163,230	0.241	697,011	696,849
School Portion - Mobile home revenue			(462,734)	(492,233)
sub-total - Special levies			234,277	204,616
Business tax (1%)	9,973,100	0.010	99,731	100,181
Total municipal taxes (Schedule 2)			44,792,798	43,584,099
Education support levy	800,730,210	8.140	6,517,944	6,733,115
Special levies:				
Brandon School Division	2,828,482,650	13.747	38,883,151	39,034,210
Community Revitalization	2,691,590	21.887	58,911	-
Mobile home revenue			462,734	492,233
sub-total - Special levies			39,404,796	39,526,443
Total education taxes			45,922,740	46,259,558
Total tax levy (Schedule 11)			\$ 90,715,538	\$ 89,843,657

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2023

	2023 Actual	2022 Actual <i>Restated</i>
General government services		
Legislative	\$ 576,082	\$ 493,092
General administrative	7,947,694	7,835,159
Other	2,623,156	2,042,939
	<u>11,146,932</u>	<u>10,371,190</u>
Protective services		
Police	21,317,609	20,494,817
Fire	11,328,732	10,719,537
Emergency measures	4,589,245	4,260,746
Other	1,661,176	1,693,180
	<u>38,896,762</u>	<u>37,168,280</u>
Transportation services		
Road transport		
Administration and engineering	5,209,894	5,628,754
Road and street maintenance	3,315,134	3,270,681
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	306,843	139,981
Street lighting	1,070,229	1,065,664
Other	2,815,906	2,630,961
Air transport	2,043,644	2,017,670
Public transit	6,440,572	6,082,971
Other	-	-
	<u>21,202,222</u>	<u>20,836,682</u>
Environmental health services		
Waste collection and disposal	3,357,485	3,065,763
Recycling	2,425,089	1,941,375
Other	-	-
	<u>5,782,574</u>	<u>5,007,138</u>
Public health and welfare services		
Public health	444,968	400,454
Medical care	-	-
Social assistance	267,032	267,032
Other	-	-
	<u>712,000</u>	<u>667,486</u>
Regional planning and development		
Planning and zoning	644,971	766,175
Urban renewal	1,273,980	2,421,770
Beautification and land rehabilitation	-	-
Urban area weed control	-	-
Other	671,189	855,500
	<u>2,590,140</u>	<u>4,043,445</u>
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	451,496	514,466
Industrial development	-	-
Tourism	188,627	163,818
Other	-	-
	<u>640,123</u>	<u>678,284</u>
Sub-totals forward	<u>80,970,753</u>	<u>78,772,505</u>

CITY OF BRANDON
SCHEDULE OF GENERAL OPERATING FUND EXPENSES
For the Year Ended December 31, 2023

SCHEDULE 13

	2023 Actual	2022 Actual <i>Restated</i>
Sub-totals forward	80,970,753	78,772,505
Recreation and cultural services		
Administration	1,413,224	1,386,925
Community centers and halls	60,000	60,000
Swimming pools and beaches	305,073	307,720
Golf courses	119,813	136,923
Skating and curling rinks	-	-
Parks and playgrounds	3,779,677	3,374,039
Other recreational facilities	3,668,750	3,501,353
Museums	375,142	361,487
Libraries	1,083,179	1,046,587
Other cultural facilities	1,063,792	960,066
	11,868,650	11,135,100
Total expenses	\$ 92,839,403	\$ 89,907,605

CITY OF BRANDON

SCHEDULE 14

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)

December 31, 2023

	2023			2022
	General	Utility	Total	Total <i>Restated</i>
MUNICIPAL NET SURPLUS UNDER THE MUNICIPAL ACT	\$ 1,891,932	\$ 79,464	\$ 1,971,396	\$ -
Adjustments for reporting under public sector accounting standards				
Eliminate interfund transfers	-	-	-	-
Eliminate expense - transfers to reserves	17,955,273	3,639,843	21,595,116	16,071,214
Eliminate revenue - transfers from reserves	(13,767,354)	(6,365,122)	(20,132,476)	(22,005,792)
Increase revenue - reserve funds interest (and other income)	1,663,888	-	1,663,888	732,436
Increase (Decrease) revenue - net surplus (deficit) of consolidated entities	(305,679)	-	(305,679)	(566,773)
Increase (Decrease) revenue - developer contributed tangible capital assets	692,303	2,226,013	2,918,316	1,893,045
Increase expense - amortization of tangible capital assets	(10,114,276)	(7,994,398)	(18,108,674)	(17,735,874)
Increase (Decrease) revenue - disposed capital assets net book value	69,935	-	69,935	(239,016)
Eliminate expense - acquisitions of tangible capital assets	17,699,436	6,601,585	24,301,021	20,190,772
Increase (Decrease) revenue - funded acquisitions of tangible capital assets	2,544,979	(138,663)	2,406,316	830,940
Decrease expense - principal portion of debenture debt	2,795,332	1,567,010	4,362,342	4,051,805
Decrease (increase) expense - accrued interest portion of debenture debt	31,715	27,792	59,507	(236,407)
Increase expense - accretion of asset retirement obligations	(368,783)	(371,304)	(740,087)	(632,988)
Decrease (Increase) expense - decrease (increase) salary liabilities	(575,353)	-	(575,353)	(440,614)
Decrease (Increase) expense - bad debt (recoveries)	390,121	-	390,121	(205,137)
Eliminate - other (tax asset, miscellaneous, deferred revenue)	(6,804,250)	(48,536)	(6,852,786)	94,706
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	<u>\$ 13,799,219</u>	<u>\$ (776,316)</u>	<u>\$ 13,022,903</u>	<u>\$ 1,802,317</u>