TOWN OF NEEPAWA

Consolidated Financial Statements
For the Year Ended December 31, 2024

STATEMENT OF RESPONSIBILITY

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

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

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

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

Colleen Synchyshyn
Chief Administrative Officer

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of Council of the
TOWN OF NEEPAWA

Opinion

We have audited the consolidated financial statements of the Town of Neepawa (the "Town"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations, remeasurement gains (losses), change in net financial assets, cash flows and supporting schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Town as at December 31, 2024, 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 Qualified Opinion

Canadian Public Sector Accounting Standards ("PSAS") Section PS 3280 Asset Retirement Obligations ("ARO") which was adopted by the Town as of January 1, 2023 requires the recognition of an ARO liability when there is a legal obligation that establishes a clear responsibility to incur retirement costs in relation to a tangible capital asset. The Town has not identified all ARO liabilities as of December 31, 2024 and we were unable to satisfy ourselves concerning those liabilities by alternative means. Consequently, we were not able to determine whether any adjustments would be necessary to liabilities, net financial assets, tangible capital assets, accumulated surplus, expenses, annual surplus, or change in net financial assets for the year ended December 31, 2024.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Town 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.

Other Matter

The financial statements of the Town for the year ended December 31, 2023 were audited by another auditor who expressed an unqualified opinion on those statements on May 20, 2025. Our opinion is not qualified with respect to this matter.

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 Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality to cease operations, or has no realistic alternative but to do so.

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

INDEPENDENT AUDITOR'S REPORT

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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Town'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 Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Municipality 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 Town 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.

MNP LLP

August 11, 2026
Brandon, Manitoba

Chartered Professional Accountants

TOWN OF NEEPAWA

Consolidated Financial Statements
For the Year Ended December 31, 2024

TOWN OF NEEPAWA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash and temporary investments (Note 4)	**$ 13,732,393**	$ 10,119,012
Amounts receivable (Note 5)	**2,372,509**	8,683,999
Loans and advances (Note 6)	**108,381**	108,381
Real estate properties held for sale	**173,819**	174,021
Other assets	**-**	843
	$ 16,387,102	$ 19,086,256
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	**$ 3,203,798**	$ 3,619,237
Unearned revenue (Note 8)	**2,179,312**	2,752,646
Landfill closure and post closure liabilities (Note 9)	**239,303**	235,084
Long-term debt (Note 10)	**1,918,024**	2,208,395
Deposits	**76,051**	66,440
	7,616,488	8,881,802
NET FINANCIAL ASSETS	**$ 8,770,614**	$ 10,204,454
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	**$ 69,686,448**	$ 72,353,790
Prepaid expenses	**64,455**	71,721
	69,750,903	72,425,511
ACCUMULATED SURPLUS (Note 13)	**$ 78,521,517**	$ 82,629,965

Approved on behalf of council:

Mayor

Councillor

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

TOWN OF NEEPAWA
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2024

	2024 Budget (Note 12)	2024 Actual	2023 Actual
REVENUE			
Property taxes	$ 5,597,800	$ 5,569,321	$ 5,441,043
Grants in lieu of taxation	193,113	193,113	188,944
User fees	1,115,200	1,114,814	1,132,346
Permits, licences and fines	683,632	679,570	16,886
Investment income	87,905	455,979	557,117
Other revenue	126,208	317,297	633,217
Water and sewer	6,057,642	4,036,134	2,826,298
Grants - Province of Manitoba	1,896,869	1,917,048	15,852,678
Grants - other	353,143	396,318	3,286,706
Total revenue (Schedules 2, 4 and 5)	16,111,512	14,679,594	29,935,235
EXPENSES			
General government services	1,140,179	983,553	1,027,229
Protective services	1,526,238	1,066,681	1,648,522
Transportation services	2,426,751	2,149,895	1,596,736
Environmental health services	1,234,374	1,251,863	754,454
Public health and welfare services	1,250,184	210,334	479,260
Regional planning and development	297,032	299,571	192,937
Resource conservation and industrial development	264,040	282,049	474,715
Recreation and cultural services	949,222	941,576	748,378
Water and sewer services (Note 19)	2,755,365	11,602,520	2,649,710
Total expenses (Schedules 3, 4 and 5)	11,843,385	18,788,042	9,571,941
ANNUAL SURPLUS (DEFICIT)	$ 4,268,127	(4,108,448)	20,363,294
ACCUMULATED SURPLUS, BEGINNING OF YEAR		82,629,965	62,266,671
ACCUMULATED SURPLUS, END OF YEAR		$ 78,521,517	$ 82,629,965

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

TOWN OF NEEPAWA
CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the Year Ended December 31, 2024

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

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

TOWN OF NEEPAWA
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2024

	2024 Budget (Note 12)	2024 Actual	2023 Actual
ANNUAL SURPLUS (DEFICIT)	$ 4,268,127	$ (4,108,448)	$ 20,363,294
Acquisition of tangible capital assets	(8,330,220)	(9,370,645)	(20,048,699)
Amortization of tangible capital assets	2,930,750	2,930,750	2,522,616
Loss (Gain) on sale of tangible capital assets	-	9,087,135	-
Proceeds on sale of tangible capital assets	-	20,102	36,114
Decrease (increase) in prepaid expenses	-	7,266	171,663
	(5,399,470)	2,674,608	(17,318,306)
CHANGE IN NET FINANCIAL ASSETS	$ (1,131,343)	(1,433,840)	3,044,988
NET FINANCIAL ASSETS, BEGINNING OF YEAR		10,204,454	7,159,466
NET FINANCIAL ASSETS, END OF YEAR		$ 8,770,614	$ 10,204,454

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

TOWN OF NEEPAWA

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2024

	2024	2023
OPERATING TRANSACTIONS		
Annual surplus (deficit)	**$ (4,108,448)**	$ 20,363,294
Changes in non-cash items:		
Amounts receivable	**6,311,490**	(7,028,602)
Inventories	**-**	4,027
Prepaids	**7,266**	171,663
Other assets	**843**	(26)
Accounts payable and accrued liabilities	**(415,439)**	(123,547)
Unearned revenue	**(573,334)**	(2,250,083)
Asset retirement obligations	**-**	4,018
Liability for contaminated sites	**4,219**	-
Other liabilities	**9,611**	3,828
Loss (Gain) on real estate properties held for sale (Note 19)	**(35,248)**	-
Loss (Gain) on sale of tangible capital asset	**9,087,135**	-
Amortization	**2,930,750**	2,522,616
Cash provided by operating transactions	**13,218,845**	13,667,188
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	**20,102**	36,114
Cash used to acquire tangible capital assets	**(9,370,645)**	(20,048,699)
Cash applied to capital transactions	**(9,350,543)**	(20,012,585)
INVESTING TRANSACTIONS		
Proceeds on sale of real estate properties	**35,450**	-
Cash applied to investing transactions	**35,450**	-
FINANCING TRANSACTIONS		
Debt repayment	**(290,371)**	(277,567)
Cash provided by (applied to) financing transactions	**(290,371)**	(277,567)
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	**3,613,381**	(6,622,964)
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	**10,119,012**	16,741,976
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	**$ 13,732,393**	$ 10,119,012
SUPPLEMENTARY INFORMATION:		
Interest received	**455,979**	557,117
Interest paid	**109,870**	110,736

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

1. Status of the Town of Neepawa

The incorporated Town of Neepawa is a Town that was formed in 1883 pursuant to The Municipal Act. The Town provides or funds municipal services such as police, fire, public works, planning, airport, parks and recreation, library and other general government operations. The Town 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 3400 *Revenue*

Effective January 1, 2024, the Municipality adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement and disclosure of revenue under PS 3400 *Revenue*. The new standard establishes when to recognize and how to measure revenue, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated.

Under the new standard, revenue is differentiated between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

There was no material impact on the consolidated financial statements from the prospective application of the new accounting recommendations.

b) Adoption of PS 3160 *Public Private Partnerships*

Effective January 1, 2024, the Municipality adopted the Public Sector Accounting Board's (PSAB) new standard for the recognition, measurement, and disclosure of public private partnership arrangements under PS 3160 *Public Private Partnerships*. The new standard establishes when an agreement between the Municipality and a private sector partner to procure infrastructure (or better infrastructure) meets the requirements to be recognized as a public private partnership. The standard establishes guidance on when to recognize and how to measure infrastructure assets and the related liabilities within public private partnership arrangements and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was 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.

c) Adoption of Public Sector Guideline 8 *Purchased Intangibles PSG-8*

Effective January 1, 2024, the Municipality adopted the Public Sector Guideline 8 *Purchased Intangibles PSG-8*. 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.

Pursuant to these recommendations, the change was 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.

d) Adoption of PS 3280 *Asset Retirement Obligations*

Effective January 1, 2023, the Municipality was to adopt 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.

Pursuant to these recommendations, the change was applied prospectively, and prior periods have not been restated. Previously, the Municipality did not account for liabilities associated with asset retirement obligations. Under the new standard, a liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset when certain criteria are met, as described in Note 3.

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 Town. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Town. The controlled organizations are consolidated after adjusting their accounting policies to a basis consistent with the accounting policies of the Town. Inter-fund and inter-company balances and transactions have been eliminated. There are no controlled organizations.

The Town 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 Town'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:

Beautiful Plains County Court (33.33%) (2023 - 33.33%)
Neepawa Area Development Corporation Ltd. (25%) (2023 - 25%)
Evergreen Environmental Technologies Ltd. (26.80%) (2023 - 26.80%)
Neepawa and Area Planning District Board (67%) (2023 - 67%)
Neepawa & District Disabled Persons Association Inc. (68%) (2023 - 68%)
Western Manitoba Regional Library (5.40%) (2023 - 5.40%)

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

Trust funds and their related operations administered by the Town 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.

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.

3. Significant accounting policies (continued)

f) Asset retirement obligations

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

- there is a legal obligation for the Town 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 Town 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) 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 financial assets (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.

h) Tangible capital assets

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

General Tangible Capital Assets

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

3. Significant accounting policies (continued)

h) Tangible capital assets (continued)

<u>Infrastructure Assets</u>

Transportation	
Land	Indefinite
Road surface	20 years
Road grade	40 years
Bridges	25 to 50 years
Traffic lights and equipment	10 years
Water and Sewer	
Land	Indefinite
Land improvements	30 years
Buildings	25 to 40 years
Underground networks	15 to 50 years
Machinery and equipment	5 to 10 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 Town, 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.

i) 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.

j) 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 Town 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 Town 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 Town 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.

3. Significant accounting policies (continued)

k) Financial instruments

The Town as part of its operations carries a number of financial instruments. It is management's opinion that the Town is not exposed to significant interest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

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

Fair value:
This category includes derivatives and equity instruments quoted in an active market. The Town 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.

l) Foreign currency translation

The Town'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 expenses 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.

m) 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.

3. Significant accounting policies (continued)

n) Recent accounting pronouncements

Concepts Underlying Financial Performance (New Conceptual Framework for Financial Reporting in the Public Sector)

In December 2022, the Public Sector Accounting Board (PSAB) issued The Conceptual Framework for Financial Reporting in the Public Sector (the Conceptual Framework) which replaces conceptual aspects of Section PS 1000 Financial Statement Concepts and Section PS 1100 Financial Statement Objectives.

The Conceptual Framework outlines:
- Characteristics of public sector entities;
- The objective of financial reporting;
- Primary users of financial reporting and their expectations;
- The role, foundations and objectives of financial statements;
- Qualitative characteristics of information in financial statements and related considerations;
- Definitions of elements;
- Criteria of general recognition and derecognition; and
- Concepts of general measurement and presentation.

The Conceptual Framework applies for fiscal years beginning on or after April 1, 2026, with earlier adoption permitted.

PS 1202 *Concepts Underlying Financial Performance*

In October 2023, the Public Sector Accounting Board (PSAB) issued Section PS 1202 Financial Statement Presentation which replaces PS 1201 Financial Statement Presentation. The new Section PS 1202:
- Discusses going concern that builds on the discussion in The Conceptual Framework for Financial Reporting in the Public Sector;
- Changes the statement of financial position by:
  - Relocating the calculation of the net financial liabilities (formerly known as “net debt”) or net financial assets indicator, to its own statement;
  - Introducing two categories of liabilities: financial and non-financial;
  - Adding a third component of net assets or net liabilities: “accumulated other”;
  - Updating the definition of “non-financial assets”;
  - Restructuring the statement to present assets, followed by liabilities, followed by net assets or net liabilities; and
  - Providing an option to show the net financial assets or net financial liabilities indicator below the indicator of financial position, with reference to the statement of net financial assets or net financial liabilities;
- Adds a statement of net financial assets or net financial liabilities that presents the revised net financial assets or net financial liabilities calculation;
- Provides the option to present the change in net financial assets or net financial liabilities on the statement of net financial assets or net financial liabilities;
- Includes a statement of operations similar to the one in superseded Section PS 1201;
- Permits presenting an amended budget only when there is an election or when the majority of the governing body of a government organization has been newly elected or appointed;
- Adds the statement of changes in net assets or net liabilities that includes a reconciliation of each component of net assets or net liabilities and incorporates what is required in superseded Section PS 1201 to be included in the statement of remeasurement of gains and losses;
- Isolates financing activities in the statement of cash flow; and
- Includes guidance in various appendices in the form of application guidance, decision trees, illustrative examples and illustrative financial statements.

Section PS 1202 applies to fiscal years beginning on or after April 1, 2026. Earlier adoption is permitted only if the Conceptual Framework is also adopted at the same time. Prior period amounts would need to be restated to conform to the presentation requirements for comparative financial information in Section PS 1202.
Various consequential amendments resulting from the issuance of Section PS 1202 have also been issued. These include various Sections and Guidelines of the PSA Handbook that have been withdrawn or amended.

4. Cash and temporary investments

Cash and temporary investments are comprised of the following:

	2024	2023
Cash	**$ 11,796,442**	$ 10,119,012
Temporary investments	**1,935,951**	-
	$ 13,732,393	$ 10,119,012

The Town has designated **$8,914,104** (2023 - $11,367,296) to reserves for commitments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances. The reserved amounts exceed the cash held by the Municipality.

5. Amounts receivable

Amounts receivable are valued at their net realizable value.

	2024	2023
Taxes on roll (Schedule 11)	**$ 513,788**	$ 536,991
Government grants	**888,491**	7,116,106
Utility customers	**660,218**	622,863
Organizations and individuals	**393,094**	142,126
Other governments	**56,357**	396,770
	2,511,948	8,814,856
Less allowances for doubtful amounts	**(139,439)**	(130,857)
	$ 2,372,509	$ 8,683,999

6. Loans and advances

The loan receivable is from the Neepawa Area Development Corporation (NADCO) LTD. for the purchase of the building and equipment for a community owned Medical Clinic. The loan bears no interest and there are no specific terms of repayment.

7. Accounts payable and accrued liabilities

	2024	2023
Accounts payable	**$ 2,933,430**	$ 1,352,160
Accrued expenses	**203,242**	261,875
School levies	**61,302**	130,975
Other governments	**5,824**	1,874,227
	$ 3,203,798	$ 3,619,237

8. Unearned revenue

	2024	2023
Federal Gas Tax funding	**1,188,287**	1,412,668
Cemetery maintenance fees	**765,819**	735,279
Province of Manitoba wastewater project	**-**	582,284
Handi transit funding	**11,333**	15,110
Other	**213,873**	7,305
	$ 2,179,312	$ 2,752,646

9. Landfill closure and Post closure liabilities

a) Operating landfill site

Evergreen Environmental Technologies Ltd. is currently operating a Class 1 landfill site in the Rural Municipality of Minto-Odanah (Note 3). The Town, along with three neighbouring municipalities, is a shareholder in the corporation. Legislation requires closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

	2024	2023
Estimated closure and post closure costs	$ 854,675	$ 854,675
Discount rate	6.00%	6.00%
Discounted costs	$ 51,394	$ 51,394
Expected year capacity will be reached	2094	2094
Capacity (tonnes):		
Used to date	130,000	130,000
Remaining	455,000	455,000
Total	585,000	585,000
Percent utilized	22.22%	22.22%
Liability based on percentage	$ 11,421	$ 11,421
Estimated post closure costs	227,882	223,663
	$ 239,303	$ 235,084

10. Long-term debt

	2024	2023
Utility funds:		
Debenture for waste water treatment facility, at 5.625%, $126,824 annually including interest, maturing 2029	$ 539,723	$ 631,050
Debenture for waste water treatment plant and raw water line, at 4.6250%, $268,301 annually including interest, maturing 2030	1,378,301	1,573,814
	$ 1,918,024	$ 2,204,864
Other long-term debt - Government partnership		
Loan with Beautiful Plains Credit Union Ltd., at 4.7%, $553 monthly including interest.		$ 3,531
	$ 1,918,024	$ 2,208,395

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

2025	$ 301,394
2026	$ 316,281
2027	$ 331,910
2028	$ 347,525
2029	$ 336,821

11. Retirement benefits

The majority of the employees of the Town are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the Municipality on behalf of its employees are expected to be **$117,038** (2023 - $112,175) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2023, indicated the plan was 111.6% 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, 2023.

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

12. Budget

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

13. Accumulated surplus

	2024	2023
Accumulated surplus consists of the following:		
General operating fund - Nominal surplus	**$ 2,241,234**	$ 2,166,328
Utility operating fund - Nominal surplus	**310,526**	310,526
General capital fund - Capital surplus	**37,728,519**	33,510,944
Utility capital fund - Capital surplus	**28,641,805**	35,399,435
TCA net of related borrowings and asset retirement obligations	**-**	-
Reserve funds	**8,914,104**	11,367,296
Deferred revenue - Reserves	**(1,954,106)**	(2,147,949)
Accumulated surplus of Town unconsolidated	**75,882,082**	80,606,580
Accumulated surpluses of consolidated entities	**2,639,435**	2,023,385
Accumulated surplus per Consolidated Statement of Financial Position	**$ 78,521,517**	$ 82,629,965

14. Public sector compensation disclosure

It is a requirement of The Public Sector Compensation Disclosure Act that annual public disclosure be made of aggregate compensation paid to members of Council, and of individual compensation in an amount exceeding $85,000 annually to any member of Council, officer or employee of the Town. For the year ended December 31, 2024:

a) There were no members of Council receiving compensation in excess of $85,000 individually.

b) The following officers and employees received compensation in excess of $85,000:

Name	Position	Amount
Colleen Synchyshyn	*Chief Administrative Officer*	$ 144,562
Denis Saquet	*Manager of Operations*	$ 101,755

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 Town. For the year ended December 31, 2024:

c) Compensation paid to members of Council amounted to $76,731 in aggregate.

Council Members:

	Compensation	Expenses	Total
Murray Parrott	$ 11,264	$ 43	$ 11,307
Darryl Gerrard	9,379	43	9,422
Brian Hedley	14,305	725	15,030
Marijka Kostenchuk	9,379	13	9,392
Jason Nadeau	10,936	85	11,021
Elizabeth Pottinger	10,291	574	10,865
Yvonne Sisley	11,177	759	11,936
	$ 76,731	$ 2,242	$ 78,973

15. Trust funds

The Town of Neepawa administers the following trusts that are not consolidated in these consolidated financial statements:

	Balance, beg. of the year	Excess of Receipts over Disbursements	Balance, end of the year
Veterans Walk	$ 4,522	$ 188	$ 4,710

16. Segmented information

The Town of Neepawa 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.

17. Government partnerships

The Town has several partnership agreements for municipal services. The consolidated financial statements include the Town's proportionate interest, as disclosed in Note 3(a). The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	2024	2023
Financial Position		
Financial assets	**$ 1,374,380**	$ 887,580
Financial liabilities	**137,429**	107,794
Net financial assets	**$ 1,236,951**	$ 779,786
Non-financial assets	**1,402,484**	1,243,599
Accumulated surplus	**$ 2,639,435**	$ 2,023,385
Result of Operations		
Revenue	**$ 1,108,657**	$ 525,204
Expenses	**488,357**	750,106
Annual surplus (deficit)	**$ 620,300**	$ (224,902)

18. 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 Town 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.

Description of Utility	Unamortized Opening Balance *(Unaudited)*	Additions During Year *(Unaudited)*	Amortization During Year *(Unaudited)*	Unamortized Balance Ending *(Unaudited)*
Water treatment plant	$ 593,662	$ -	$ 88,362	$ 505,300
Waste water facility	8,260,000	1,145,891	295,000	9,110,891
Water mains	5,385,520	-	167,772	5,217,748
Lagoon upgrade	7,197,347	-	124,881	7,072,466
	$ 21,436,529	$ 1,145,891	$ 676,015	$ 21,906,405

19. IWWTF transfer

Pursuant to the terms of a Joint Venture Agreement entered into in 2009 between the Town of Neepawa and Springhill Farms (now HyLife Foods), the parties shared the legal and beneficial ownership of the Industrial Wastewater Treatment Facility (IWWTF), known as R3 Innovations. Under the terms of the agreement, HyLife Foods held an option to acquire the Town's legal and beneficial interest in the IWWTF. Following HyLife Foods' exercise of this option, and in accordance with the agreement, the Town transferred its legal and beneficial interest in the IWWTF, which had a net book value of $9,088,331 to HyLife Foods for nominal consideration. The Town's involvement in the IWWTF was limited to shared legal and beneficial ownership and did not include responsibility for the operation, maintenance, or replacement of the facility. As a result of the transfer, the net book value of the Town's interest in the IWWTF at the date of transfer has been recognized as an expense within the statement of operations.

TOWN OF NEEPAWA

SCHEDULE 1

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Year Ended December 31, 2024

	General Capital Assets					Infrastructure			Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets Under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2024	2023
Cost										
Opening costs	18,826,537	13,016,060	3,891,512	237,766	165,453	10,622,625	58,567,356	2,775,804	108,103,113	88,144,840
Asset retirement obligations	-	-	-	-	-	-	-	-	-	-
Additions during the year	2,939,171	-	951,046	44,613	1,669,354	705,807	-	3,060,654	9,370,645	20,048,699
Disposals and write downs	-	-	(21,005)	(27,998)	-	-	(16,742,271)	-	(16,791,274)	(90,426)
Closing costs	**21,765,708**	**13,016,060**	**4,821,553**	**254,381**	**1,834,807**	**11,328,432**	**41,825,085**	**5,836,458**	**100,682,484**	108,103,113
Accumulated Amortization										
Opening accum'd amortization	1,322,072	3,127,210	2,517,094	214,353	-	4,828,663	23,739,931	-	35,749,323	33,265,599
Asset retirement obligations	-	-	-	-	-	-	-	-	-	-
Amortization	600,621	429,049	189,465	12,234	-	683,660	1,015,721	-	2,930,750	2,522,616
Disposals and write downs	-	-	(2,101)	(27,998)	-	-	(7,653,938)	-	(7,684,037)	(38,892)
Closing accum'd amortization	**1,922,693**	**3,556,259**	**2,704,458**	**198,589**	**-**	**5,512,323**	**17,101,714**	**-**	**30,996,036**	35,749,323
Net Book Value of Tangible Capital Assets	**19,843,015**	**9,459,801**	**2,117,095**	**55,792**	**1,834,807**	**5,816,109**	**24,723,371**	**5,836,458**	**69,686,448**	72,353,790

TOWN OF NEEPAWA **SCHEDULE 2**

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2024

	2024 Actual	2023 Actual
Property taxes		
Municipal taxes levied (Schedule 12)	**$ 5,524,909**	$ 5,297,987
Taxes added	**44,412**	143,056
	5,569,321	5,441,043
Grants in lieu of taxation		
Federal government	**-**	-
Federal government enterprises	**5,768**	5,641
Provincial government	**80,718**	78,977
Provincial government enterprises	**106,627**	104,326
Other municipal governments	**-**	-
Non-government organizations	**-**	-
	193,113	188,944
User fees		
Parking meters	**-**	-
Sales of service	**238,647**	509,398
Sales of goods	**4,401**	-
Rentals	**518,346**	414,593
Development charges	**-**	-
Facility use fees	**353,420**	208,355
	1,114,814	1,132,346
Permits, licences and fines		
Permits	**661,382**	-
Licences	**4,345**	2,820
Fees	**-**	-
Fines	**13,843**	14,066
	679,570	16,886
Investment income		
Cash and temporary investments	**455,979**	557,117
Marketable securities	**-**	-
Municipal debentures	**-**	-
	455,979	557,117
Other revenue		
Gain on sale of tangible capital assets	**3,796**	-
Gain on sale of real estate held for sale	**54,298**	135,988
Cemetery maintenance fees	**-**	285,817
Donations	**-**	37,863
Recoveries	**-**	17,405
Contributed assets	**-**	-
Penalties and interest	**67,410**	57,094
Miscellaneous	**191,793**	99,050
	317,297	633,217
Water and sewer		
Municipal utility (Schedule 9)	**4,036,134**	2,826,298
Consolidated water co-operatives	**-**	-
	4,036,134	2,826,298
Grants - Province of Manitoba		
Municipal operating grants	**1,454,495**	1,060,613
Other unconditional grants	**-**	-
Conditional grants	**462,553**	14,792,065
	1,917,048	15,852,678
Grants - other		
Federal government - Canada Community-Building Fund (gas tax)	**316,133**	-
Federal government - other	**-**	3,198,963
Other municipal governments	**80,185**	87,743
	396,318	3,286,706
Total revenue	**$ 14,679,594**	$ 29,935,235

CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2024

	2024 Actual	2023 Actual
General government services		
Legislative	$ 69,539	$ 67,560
General administrative	534,306	596,188
Other	379,708	363,481
	983,553	1,027,229
Protective services		
Police	444,819	935,530
Fire	187,329	183,319
Emergency measures	62,788	135,385
Other	371,745	394,288
	1,066,681	1,648,522
Transportation services		
Road transport		
Administration and engineering	212,810	169,988
Road and street maintenance	1,768,453	1,266,440
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	-	-
Street lighting	111,717	113,774
Other	11,178	14,987
Air transport	45,737	31,547
Public transit	-	-
Other	-	-
	2,149,895	1,596,736
Environmental health services		
Waste collection and disposal	1,219,727	754,454
Recycling	32,136	-
Other	-	-
	1,251,863	754,454
Public health and welfare services		
Public health	197,167	466,093
Medical care	-	-
Social assistance	13,167	13,167
Other	-	-
	210,334	479,260
Regional planning and development		
Planning and zoning	252,390	184,117
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	6,087	1,253
Other	41,094	7,567
	299,571	192,937
Resource conservation and industrial development		
Rural area weed control	-	-
Drainage of land	12,884	10,116
Veterinary services	11,790	11,790
Water resources and conservation	-	-
Regional development	257,375	443,261
Industrial development	-	-
Tourism	-	-
Other	-	9,548
	282,049	474,715
Sub-totals forward	6,243,946	6,173,853

SCHEDULE 3

CONSOLIDATED SCHEDULE OF EXPENSES
For the Year Ended December 31, 2024

	2024 Actual	2023 Actual
Sub-totals forward	**6,243,946**	6,173,853
Recreation and cultural services		
Administration	**-**	-
Community centers and halls	**140,327**	113,028
Swimming pools and beaches	**209,867**	177,926
Golf courses	**-**	-
Skating and curling rinks	**98,200**	100,000
Parks and playgrounds	**111,129**	115,255
Other recreational facilities	**209,936**	103,909
Museums	**-**	-
Libraries	**171,310**	137,410
Other cultural facilities	**807**	850
	941,576	748,378
Water and sewer services		
Municipal utility (Schedule 9)	**11,602,520**	2,649,710
Consolidated water co-operatives	**-**	-
	11,602,520	2,649,710
Total expenses	**$ 18,788,042**	$ 9,571,941

TOWN OF NEEPAWA **SCHEDULE 4**

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2024

	General Government*		**Protective Services**		**Transportation Services**		**Environmental Health Services**		**Public Health and Welfare Services**	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023	**2024**	2023
REVENUE										
Property taxes	**$5,174,196**	$5,045,918	**$ -**	$ -	**$ -**	$ -	**$ -**	$ -	**$ -**	$ -
Grants in lieu of taxation	**193,113**	188,944	**-**	-	**-**	-	**-**	-	**-**	-
User fees	**205,124**	385,081	**267,478**	55,710	**20,069**	-	**189,699**	28,983	**92,794**	-
Grants - other	**-**	7,625	**74,685**	68,533	**316,133**	-	**-**	-	**5,500**	-
Permits, licences and fines	**3,565**	970	**14,623**	14,516	**-**	-	**-**	-	**-**	-
Investment income	**234,710**	317,987	**13,141**	11,993	**-**	33,997	**35,775**	-	**16,822**	27,870
Other revenue	**152,723**	605,507	**24,744**	12,016	**8,179**	-	**34,830**	(25)	**31,243**	-
Water and sewer	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Prov of MB - Unconditional Grants	**1,454,495**	1,061,143	**-**	-	**-**	-	**-**	-	**-**	-
Prov of MB - Conditional Grants	**-**	1,513,097	**122,177**	50,400	**80,669**	12,285	**113,226**	13,108,386	**-**	-
Total revenue	**$7,417,926**	$9,126,272	**$ 516,848**	$ 213,168	**$ 425,050**	$ 46,282	**$ 373,530**	$13,137,344	**$ 146,359**	$ 27,870
EXPENSES										
Personnel services	**$ 382,804**	$ 434,145	**$ 479,511**	$ 165,562	**$ 626,582**	$ 592,791	**$ 97,249**	$ 101,042	**$ 118,992**	$ 99,824
Contract services	**453,717**	284,437	**72,854**	893,914	**129,155**	164,140	**549,014**	276,316	**30,027**	310,937
Utilities	**20,107**	106,364	**32,171**	89,349	**121,948**	138,713	**7,827**	7,532	**9,740**	13,716
Maintenance materials and supplies	**28,515**	18,780	**110,205**	80,118	**449,559**	273,870	**50,775**	14,828	**28,563**	40,791
Grants and contributions	**55,279**	85,194	**-**	56,947	**-**	-	**-**	35,303	**-**	-
Accretion	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Amortization	**25,453**	25,112	**357,888**	362,632	**822,651**	427,222	**540,013**	291,220	**16,574**	13,992
Interest on long term debt	**1,050**	-	**-**	-	**-**	-	**-**	-	**-**	-
Other	**16,628**	73,197	**14,052**	-	**-**	-	**6,985**	28,213	**6,438**	-
Total expenses	**$ 983,553**	$1,027,229	**$ 1,066,681**	$ 1,648,522	**$ 2,149,895**	$ 1,596,736	**$ 1,251,863**	$ 754,454	**$ 210,334**	$ 479,260
Surplus (Deficit)	**$6,434,373**	$8,099,043	**$ (549,833)**	$ (1,435,354)	**$ (1,724,845)**	$ (1,550,454)	**$ (878,333)**	$12,382,890	**$ (63,975)**	$ (451,390)

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

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM
For the Year Ended December 31, 2024

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023	**2024**	2023
REVENUE										
Property taxes	**$ -**	$ -	**$ -**	$ -	**$ -**	$ -	**$ 395,125**	$ 395,125	**$ 5,569,321**	$ 5,441,043
Grants in lieu of taxation	**-**	-	**-**	-	**-**	-	**-**	-	**193,113**	188,944
User fees	**35,863**	448,731	**-**	-	**303,787**	213,841	**-**	-	**1,114,814**	1,132,346
Grants - other	**-**	11,390	**-**	-	**-**	195	**-**	3,198,963	**396,318**	3,286,706
Permits, licences and fines	**661,382**	-	**-**	1,400	**-**	-	**-**	-	**679,570**	16,886
Investment income	**31,579**	134,604	**-**	-	**28,435**	30,666	**95,517**	-	**455,979**	557,117
Other revenue	**33,594**	1,668	**-**	-	**31,984**	14,000	**-**	51	**317,297**	633,217
Water and sewer	**-**	-	**-**	-	**-**	-	**4,036,134**	2,826,298	**4,036,134**	2,826,298
Prov of MB - Unconditional Grants	**-**	-	**-**	-	**-**	-	**-**	-	**1,454,495**	1,061,143
Prov of MB - Conditional Grants	**12,498**	17,136	**-**	50,000	**133,983**	40,231	**-**	-	**462,553**	14,791,535
Total revenue	**$ 774,916**	$ 613,529	**$ -**	$ 51,400	**$ 498,189**	$ 298,933	**$ 4,526,776**	$ 6,420,437	**$ 14,679,594**	$ 29,935,235
EXPENSES										
Personnel services	**$ 156,629**	$ 145,558	**$ 90,086**	$ 84,446	**$ 421,682**	$ 362,699	**$ 379,783**	$ 290,262	**$ 2,753,318**	$ 2,276,329
Contract services	**62,713**	14,573	**152,828**	302,392	**196,219**	131,053	**340,680**	127,469	**1,987,207**	2,505,231
Utilities	**7,134**	3,261	**9,812**	9,234	**46,209**	81,047	**435,853**	239,722	**690,801**	688,938
Maintenance materials and supplies	**37,331**	17,383	**15,784**	14,079	**102,250**	63,606	**341,694**	490,725	**1,164,676**	1,014,180
Grants and contributions	**(19,412)**	10,361	**12,884**	21,901	**72,162**	32,710	**-**	-	**120,913**	242,416
Accretion	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Amortization	**55,144**	1,801	**-**	29,730	**97,309**	76,392	**1,015,721**	1,294,515	**2,930,753**	2,522,616
Interest on long term debt	**-**	-	**-**	433	**1,401**	21	**108,285**	121,792	**110,736**	122,246
Other	**32**	-	**655**	12,500	**4,344**	850	**8,980,504**	85,225	**9,029,638**	199,985
Total expenses	**$ 299,571**	$ 192,937	**$ 282,049**	$ 474,715	**$ 941,576**	$ 748,378	**$ 11,602,520**	$ 2,649,710	**$ 18,788,042**	$ 9,571,941
Surplus (Deficit)	**$ 475,345**	$ 420,592	**$ (282,049)**	$ (423,315)	**$ (443,387)**	$ (449,445)	**$ (7,075,744)**	$ 3,770,727	**$ (4,108,448)**	$ 20,363,294

TOWN OF NEEPAWA **SCHEDULE 5**

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2024

	Core Government		Controlled Entities		Government Partnerships		Total	
	2024	2023	**2024**	2023	**2024**	2023	**2024**	2023
REVENUE								
Property taxes	**$ 5,569,321**	$ 5,441,043	**$ -**	$ -	**$ -**	$ -	**$ 5,569,321**	$ 5,441,043
Grants in lieu of taxation	**193,113**	188,944	**-**	-	**-**	-	**193,113**	188,944
User fees	**872,511**	728,192	**-**	-	**242,303**	404,154	**1,114,814**	1,132,346
Grants - other	**396,318**	3,275,121	**-**	-	**-**	11,585	**396,318**	3,286,706
Permits, licences and fines	**18,188**	16,886	**-**	-	**661,382**	-	**679,570**	16,886
Investment income	**420,074**	539,960	**-**	-	**35,905**	17,157	**455,979**	557,117
Other revenue	**267,089**	601,540	**-**	-	**50,208**	31,677	**317,297**	633,217
Water and sewer	**4,036,134**	2,826,298	**-**	-	**-**	-	**4,036,134**	2,826,298
Prov of MB - Unconditional Grants	**1,454,495**	1,061,143	**-**	-	**-**	-	**1,454,495**	1,061,143
Prov of MB - Conditional Grants	**343,694**	14,730,904	**-**	-	**118,859**	60,631	**462,553**	14,791,535
Total revenue	**$ 13,570,937**	$ 29,410,031	**$ -**	$ -	**$ 1,108,657**	$ 525,204	**$ 14,679,594**	$ 29,935,235
EXPENSES								
Personnel services	**$ 2,434,858**	$ 1,978,448	**$ -**	$ -	**$ 318,460**	$ 297,881	**$ 2,753,318**	$ 2,276,329
Contract services	**2,024,514**	2,347,598	**-**	-	**(37,307)**	157,633	**1,987,207**	2,505,231
Utilities	**672,371**	652,897	**-**	-	**18,430**	36,041	**690,801**	688,938
Maintenance materials and supplies	**1,034,817**	927,488	**-**	-	**129,859**	86,692	**1,164,676**	1,014,180
Grants and contributions	**144,362**	165,607	**-**	-	**(23,449)**	76,809	**120,913**	242,416
Accretion	**-**	-	**-**	-	**-**	-	**-**	-
Amortization	**2,855,309**	2,456,033	**-**	-	**75,444**	66,583	**2,930,753**	2,522,616
Asset retirement obligation (Note 7)	**-**	-	**-**	-	**-**	-	**-**	-
Interest on long term debt	**109,335**	121,792	**-**	-	**1,401**	454	**110,736**	122,246
Other	**9,024,119**	171,972	**-**	-	**5,519**	28,013	**9,029,638**	199,985
Total expenses	**$ 18,299,685**	$ 8,821,835	**$ -**	$ -	**$ 488,357**	$ 750,106	**$ 18,788,042**	$ 9,571,941
Surplus (Deficit)	**$ (4,728,748)**	$ 20,588,196	**$ -**	$ -	**$ 620,300**	$ (224,902)	**$ (4,108,448)**	$ 20,363,294

TOWN OF NEEPAWA **SCHEDULE 6**

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2024

	2024						
	General Reserve	**Gas Tax Reserve**	**Cemetery Reserve**	**Building and Land Reserve**	**Fire Reserve**	**Pub Works and Environment Reserve**	**Sub-total**
REVENUE							
Investment income	$ 52,510	$ 59,486	$ 30,540	$ 84,847	$ 13,141	$ 34,034	**$ 274,558**
Other income	-	-	-	-	24,744	-	**24,744**
Total revenue	52,510	59,486	30,540	84,847	37,885	34,034	**299,302**
EXPENSES							
Investment charges	-	-	-	-	-	-	**-**
Other expenses	-	-	-	-	-	-	**-**
Total expenses	-	-	-	-	-	-	**-**
NET REVENUES	52,510	59,486	30,540	84,847	37,885	34,034	**299,302**
TRANSFERS							
Transfers from general operating fund	15,000	316,133	-	677,658	65,000	150,000	**1,223,791**
Transfers to general operating fund	-	-	-	-	-	-	**-**
Transfer from (to) reserves	-	-	-	(212,410)	-	212,410	**-**
Transfers from utility operating fund	-	-	-	-	-	-	**-**
Transfers to utility operating fund	-	-	-	-	-	-	**-**
Acquisition of tangible capital assets	-	(600,000)	-	(2,766,445)	-	(200,000)	**(3,566,445)**
CHANGE IN RESERVE FUND BALANCES	67,510	(224,381)	30,540	(2,216,350)	102,885	196,444	**(2,043,352)**
FUND SURPLUS, BEGINNING OF YEAR	1,257,132	1,412,668	735,279	3,723,930	276,707	732,974	**8,138,690**
FUND SURPLUS, END OF YEAR	$ 1,324,642	$ 1,188,287	$ 765,819	$ 1,507,580	$ 379,592	$ 929,418	**$ 6,095,338**

TOWN OF NEEPAWA **SCHEDULE 6**

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES
For the Year Ended December 31, 2024

	2024					2023
	Recreation and Culture Reserve	**Health Care Reserve**	**Water Reserve**	**Sewer Reserve**	**Total**	Total
REVENUE						
Investment income	$ 26,988	$ 16,822	$ 90,037	$ 5,480	**$ 413,885**	$ 489,341
Other income	-	28,850	-	-	**53,594**	51,455
Total revenue	26,988	45,672	90,037	5,480	**467,479**	540,796
EXPENSES						
Investment charges	-	-	-	-	**-**	-
Other expenses	-	-	-	-	**-**	-
Total expenses	-	-	-	-	**-**	-
NET REVENUES	26,988	45,672	90,037	5,480	**467,479**	540,796
TRANSFERS						
Transfers from general operating fund	75,000	100,000	-	-	**1,398,791**	1,832,444
Transfers to general operating fund	-	-	-	-	**-**	(285,818)
Transfer from (to) reserves	-	-	-	-	**-**	-
Transfers from utility operating fund	-	-	100,000	12,000	**112,000**	238,203
Transfers to utility operating fund	-	-	-	-	**-**	-
Acquisition of tangible capital assets	-	-	(865,017)	-	**(4,431,462)**	(300,000)
CHANGE IN RESERVE FUND BALANCES	101,988	145,672	(674,980)	17,480	**(2,453,192)**	2,025,625
FUND SURPLUS, BEGINNING OF YEAR	614,219	357,591	2,130,560	126,236	**11,367,296**	9,341,671
FUND SURPLUS, END OF YEAR	$ 716,207	$ 503,263	$ 1,455,580	$ 143,716	**$ 8,914,104**	$ 11,367,296

TOWN OF NEEPAWA

SCHEDULE 7

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2024

	2024 Budget	2024 Actual	2023 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	$ -	-	-
Unexpended balance, beginning of year		-	-
Unexpended balance, end of year		$ -	$ -

TOWN OF NEEPAWA **SCHEDULE 8**

SCHEDULE OF FINANCIAL POSITION FOR UTILITY
As at December 31, 2024

	2024	2023
	Total	Total
FINANCIAL ASSETS		
Amounts receivable	**$ 660,218**	$ 622,863
Government grant receivable	**263,311**	1,124,932
Due from other funds	**-**	-
	$ 923,529	$ 1,747,795
LIABILITIES		
Accounts payable and accrued liabilities	**$ -**	$ 2,000
Water meter deposits	**68,503**	66,440
Unearned revenue	**-**	582,284
Long-term debt (Note 10)	**1,918,024**	2,204,864
Due to other funds	**544,500**	802,702
	2,531,027	3,658,290
NET FINANCIAL ASSETS (NET DEBT)	**$ (1,607,498)**	$ (1,910,495)
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	**$ 30,559,829**	$ 37,603,228
Inventories	**-**	-
Prepaid expenses	**-**	17,227
	30,559,829	37,620,455
FUND SURPLUS	**$ 28,952,331**	$ 35,709,960

COMMITMENTS AND CONTINGENCIES (Notes 14 and 15)

TOWN OF NEEPAWA **SCHEDULE 9**

SCHEDULE OF UTILITY OPERATIONS
For the Year Ended December 31, 2024

	2024 Budget	2024 Actual	2023 Actual
REVENUE			
Water			
Water fees	$ 1,749,177	$ 1,786,564	$ 1,731,031
Bulk water fees	7,750	10,718	10,246
sub-total - water	1,756,927	1,797,282	1,741,277
Sewer			
Sewer fees	588,552	627,722	672,805
Lagoon tipping fees	10,783	13,449	7,976
sub-total - sewer	599,335	641,171	680,781
Property taxes	395,125	395,125	395,125
Recovery			
Deficit recovery	-	-	-
Debenture recovery	-	-	-
sub-total - recovery	-	-	-
Government transfers			
Operating	-	-	-
Capital	3,311,360	1,145,891	3,198,963
sub-total - government transfers	3,311,360	1,145,891	3,198,963
Other			
Hydrant rentals	53,250	53,250	52,750
Connection charges	239,270	268,553	226,852
Penalties	7,500	6,836	5,400
Administration fees	90,000	122,964	119,187
Other income	-	187	51
sub-total - other	390,020	451,790	404,240
Total revenue	6,452,767	4,431,259	6,420,386

TOWN OF NEEPAWA **SCHEDULE 9**
SCHEDULE OF UTILITY OPERATIONS (cont'd)
For the Year Ended December 31, 2024

	2024 Budget	2024 Actual	2023 Actual
EXPENSES			
General			
Administration	657,994	600,929	208,037
Training costs	-	-	-
Billing and collection	4,774	4,000	294,587
Utilities (telephone, electricity, etc.)	-	-	-
Other	-	-	-
sub-total - general	662,768	604,929	502,624
Water general			
Purification and treatment	498,500	395,806	337,715
Water purchases	-	-	-
Transmission and distribution	118,750	177,589	96,933
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	77,250	212,466	39,647
Other water costs	-	-	-
sub-total - water general	694,500	785,861	474,295
Water amortization, accretion & interest			
Amortization	780,489	780,489	1,061,351
Accretion	-	-	-
Interest on long term debt	108,285	108,285	121,792
sub-total - water amortization & interest	888,774	888,774	1,183,143
Sewer general			
Collection system costs	47,350	80,019	18,581
Treatment and disposal cost	179,000	186,939	173,407
Lift Station costs	47,741	16,300	17,652
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs (Note 19)	-	8,804,466	-
sub-total - sewer general	274,091	9,087,724	209,640
Sewage amortization, accretion & interest			
Amortization	235,232	235,232	233,164
Accretion	-	-	-
Contribution to capital not transferred to TCA	-	-	46,844
Interest on long term debt	-	-	-
sub-total - sewer amortization & interest	235,232	235,232	280,008
Total expenses	2,755,365	11,602,520	2,649,710
NET OPERATING SURPLUS (DEFICIT)	3,697,402	(7,171,261)	3,770,676
TRANSFERS			
Transfers from (to) operating fund	395,125	-	-
Transfers from (to) reserve funds	2,562,875	413,631	(238,202)
CHANGE IN UTILITY FUND BALANCE	$ 6,655,402	(6,757,630)	3,532,474
FUND SURPLUS, BEGINNING OF YEAR		35,709,960	32,177,486
FUND SURPLUS, END OF YEAR		$ 28,952,330	$ 35,709,960

TOWN OF NEEPAWA **SCHEDULE 10**

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET
For the Year Ended December 31, 2024

	Financial Plan General	Financial Plan Utility	Amortization & Accretion	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE								
Property taxes	$ 5,597,800	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,597,800
Grants in lieu of taxation	193,113	-	-	-	-	-	-	193,113
User fees	872,897	-	-	-	-	-	242,303	1,115,200
Permits, licences and fines	22,250	-	-	-	-	-	661,382	683,632
Investment income	52,000	-	-	-	-	-	35,905	87,905
Other revenue	76,000	-	-	-	-	-	50,208	126,208
Water and sewer		6,057,642	-	-	-	-	-	6,057,642
Grants - Province of Manitoba	1,778,010	-	-	-	-	-	118,859	1,896,869
Grants - other	353,143	-	-	-	-	-	-	353,143
Transfers from accumulated surplus	-	-	-	-	-	-	-	-
Transfers from reserves/general	550,000	2,958,000	-	-	(3,508,000)	-	-	-
Total revenue	**$ 9,495,213**	**$ 9,015,642**	**$ -**	**$ -**	**$ (3,508,000)**	**$ -**	**$ 1,108,657**	**$ 16,111,512**
EXPENSES								
General government services	$ 1,075,949	$ -	$ 25,453	$ 1,050	$ 16,027	$ -	$ 21,700	$ 1,140,179
Protective services	1,168,350	-	357,888	-	-	-	-	1,526,238
Transportation services	1,604,100	-	822,651	-	-	-	-	2,426,751
Environmental health services	667,100	-	497,888	-	-	-	69,386	1,234,374
Public health and welfare services	1,233,610	-	16,574	-	-	-	-	1,250,184
Regional planning and development	45,041	-	27,643	-	-	-	224,348	297,032
Resource cons and industrial dev	264,040	-	-	-	-	-	-	264,040
Recreation and cultural services	684,808	-	91,491	-	-	-	172,923	949,222
Water and sewer services	-	1,631,359	1,015,721	108,285	-	-	-	2,755,365
Fiscal services:								
Transfer to capital	1,453,063	6,877,158	-	-	(8,330,221)	-	-	-
Debt charges	-	395,125	-	(395,125)	-	-	-	-
Short-term interest and deficit recovery	6,000	-	-	-	(6,000)	-	-	-
Transfer to reserves/utility	1,283,125	112,000	-	-	(1,395,125)	-	-	-
Allowance for tax assets	10,027	-	-	-	(10,027)	-	-	-
Total expenses	**$ 9,495,213**	**$ 9,015,642**	**$ 2,855,309**	**$ (285,790)**	**$ (9,725,346)**	**$ -**	**$ 488,357**	**$ 11,843,385**
Surplus (Deficit)	**$ -**	**$ -**	**$ (2,855,309)**	**$ 285,790**	**$ 6,217,346**	**$ -**	**$ 620,300**	**$ 4,268,127**

TOWN OF NEEPAWA
ANALYSIS OF TAXES ON ROLL
December 31, 2024

SCHEDULE 11

	2024	2023
Balance, beginning of year	**$ 536,991**	$ 375,143
Add:		
Tax levy (Schedule 12)	8,214,796	7,806,211
Taxes added	44,412	143,056
Penalties or interest	67,410	57,094
Other accounts added	19,654	65,090
Refunds	9,328	6,944
Tax Adjustments - tax sale costs	15,574	7,910
Sub-total	**8,371,174**	8,086,305
Deduct:		
Cash collections - current	6,654,069	7,486,920
Cash collections - arrears	425,977	-
Writeoffs	4,741	-
Tax discounts	41,024	74,729
M.P.T.C. - cash advance	366,176	362,808
MB School Tax Rebate	902,390	-
Sub-total	**8,394,377**	7,924,457
Balance, end of year	**$ 513,788**	$ 536,991

TOWN OF NEEPAWA **SCHEDULE 12**

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2024

	2024			2023
	Assessment	**Mill Rate**	**Levy**	Levy
Debt charges:				
LI.D. General & Utility	224,072,080	1.580	354,034	386,566
Reserves:				
Various	224,072,080	1.320	394,367	395,472
General municipal	224,072,080	19.520	4,373,887	4,117,694
Special levies:				
Whitemud watershed	33,164,880		12,603	10,920
Garbage Levy		Per parcel	382,065	379,114
Cable Fees - unbudgeted			7,953	8,221
Total municipal taxes (Schedule 2)			**5,524,909**	5,297,987
Education support levy	59,237,810	8.128	481,485	472,090
Special levies:				
Beautiful Plains SD #31	207,888,750	10.623	2,208,402	2,036,134
Total education taxes			**2,689,887**	2,508,224
Total tax levy (Schedule 11)			**$ 8,214,796**	$ 7,806,211

TOWN OF NEEPAWA **SCHEDULE 13**

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2024

	2024 Actual	2023 Actual
General government services		
Legislative	**$ 69,539**	$ 67,560
General administrative	**534,306**	585,149
Other	**358,008**	363,480
	961,853	1,016,189
Protective services		
Police	**444,819**	935,530
Fire	**187,329**	183,319
Emergency measures	**62,788**	61,751
Other	**371,745**	394,288
	1,066,681	1,574,888
Transportation services		
Road transport		
Administration and engineering	**212,810**	169,987
Road and street maintenance	**1,768,453**	1,266,440
Bridge maintenance	**-**	-
Sidewalk and boulevard maintenance	**-**	-
Street lighting	**111,717**	113,774
Other	**11,178**	14,987
Air transport	**45,737**	31,547
Public transit	**-**	-
Other	**-**	-
	2,149,895	1,596,735
Environmental health services		
Waste collection and disposal	**1,150,341**	894,737
Recycling	**32,136**	-
Other	**-**	-
	1,182,477	894,737
Public health and welfare services		
Public health	**197,167**	466,093
Medical care	**-**	-
Social assistance	**13,167**	13,167
Other	**-**	-
	210,334	479,260
Regional planning and development		
Planning and zoning	**28,042**	28,219
Urban renewal	**-**	-
Beautification and land rehabilitation	**-**	-
Urban area weed control	**6,087**	1,253
Other	**41,094**	7,567
	75,223	37,039
Resource conservation and industrial development		
Rural area weed control	**-**	-
Drainage of land	**12,884**	10,116
Veterinary services	**11,790**	11,790
Water resources and conservation	**-**	-
Regional development	**257,375**	393,986
Industrial development	**-**	-
Tourism	**-**	-
Other	**-**	9,548
	282,049	425,440
Sub-totals forward	**5,928,512**	6,024,288

TOWN OF NEEPAWA **SCHEDULE 13**

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2024

	2024 Actual	2023 Actual
Sub-totals forward	**5,928,512**	6,024,288
Recreation and cultural services		
Administration	**-**	-
Community centers and halls	**140,327**	113,028
Swimming pools and beaches	**209,867**	177,926
Golf courses	**-**	-
Skating and curling rinks	**98,200**	100,000
Parks and playgrounds	**111,129**	115,255
Other recreational facilities	**124,681**	103,909
Museums	**-**	-
Libraries	**83,642**	80,645
Other cultural facilities	**807**	850
	768,653	691,613
Total expenses	**$ 6,697,165**	$ 6,715,901

TOWN OF NEEPAWA **SCHEDULE 14**

RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)
December 31, 2024

	2024 General	2024 Utility	2024 Total	2023 Total
MUNICIPAL NET SURPLUS (DEFICIT) UNDER THE MUNICIPAL ACT	$ 468,460	$ 256,982	**$ 725,442**	$ 356,647
Adjustments for reporting under public sector accounting standards				
Eliminate interfund transfers	395,125	(395,125)	**-**	-
Eliminate expense - transfers to reserves	1,398,791	112,000	**1,510,791**	2,070,647
Eliminate revenue - transfers from reserves	(2,966,445)	(1,465,017)	**(4,431,462)**	(585,818)
Increase revenue - reserve funds interest (and other income)	371,962	95,517	**467,479**	540,796
Increase revenue - Net surplus of consolidated entities	(620,300)	-	**(620,300)**	318,876
Increase (decrease) revenue - decrease in deferred revenue - Cemetery Maintenance Fees	(30,540)	-	**(30,540)**	242,414
Increase expense - loss on sale of tangible capital assets (Note 19)	-	(9,088,331)	**(9,088,331)**	-
Eliminate revenue - proceeds on sale of tangible capital assets	-	-	**-**	-
Increase (decrease) revenue - (increase) decrease in deferred revenue - Gas Tax	224,381	582,284	**806,665**	(333,107)
Increase expense - amortization of tangible capital assets and accretion	(1,839,588)	(1,015,721)	**(2,855,309)**	(2,456,032)
Eliminate expense - principal portion of long term debt	-	290,371	**290,371**	273,333
Eliminate expense - acquisitions of tangible capital assets	6,056,092	3,060,654	**9,116,746**	19,935,539
NET SURPLUS (DEFICIT) PER CONSOLIDATED STATEMENT OF OPERATIONS	$ 3,457,938	$ (7,566,386)	**$ (4,108,448)**	$ 20,363,295