

# **CITY OF PORTAGE LA PRAIRIE**

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

## INDEPENDENT AUDITORS' REPORT

To the Mayor and members of Council of the  
**CITY OF PORTAGE LA PRAIRIE**

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

### *Management's Responsibility for the Financial Statements*

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

### *Auditors' Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the consolidated financial position of the *City of Portage la Prairie* as at December 31, 2010, and the consolidated results of its operations, change in net financial assets, and cash flows for the year ended December 31, 2010 in accordance with Canadian public sector accounting standards.



August 8, 2011  
Portage la Prairie, Manitoba

Chartered Accountants



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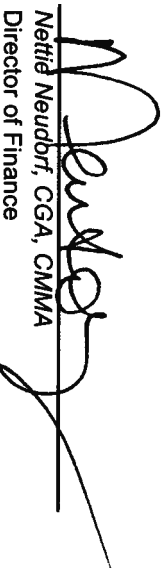
## STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the *City of Portage la Prairie* 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 Canadian Institute of Chartered Accountants.

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 Auditors' 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.



Nettie Neudorf, CGA, CMMA  
Director of Finance

**CITY OF PORTAGE LA PRAIRIE**  
**Consolidated Financial Statements**  
**For the Year Ended December 31, 2010**

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**CITY OF PORTAGE LA PRAIRIE  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
As at December 31, 2010**

	2010	2009
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (Note 3)	\$ 8,819,855	\$ 13,118,577
Amounts receivable (Note 4)	6,532,923	4,317,241
Portfolio investments (Note 5)	2,776,161	2,681,043
Real estate properties held for sale	149,393	149,393
	<u>\$ 18,278,332</u>	<u>\$ 20,266,254</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 7)	\$ 4,193,771	\$ 5,282,583
Severance and vested sick leave payable	443,556	430,637
Deferred revenue	56,882	114,334
Long-term debt (Note 8)	24,017,363	20,731,017
	<u>28,711,572</u>	<u>26,558,571</u>
<b>NET DEBT</b>	<u>\$ (10,433,240)</u>	<u>\$ (6,292,317)</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 1)	\$ 75,802,449	\$ 63,247,351
Inventories (Note 6)	311,863	307,947
Prepaid expenses	114,432	74,690
	<u>76,228,744</u>	<u>63,629,988</u>
<b>ACCUMULATED SURPLUS</b>	<u>\$ 65,795,504</u>	<u>\$ 57,337,671</u>

**CONTINGENCIES (NOTE 9)**

Approved on behalf of Council:

  
\_\_\_\_\_

Mayor

  
\_\_\_\_\_

Councillor

**CITY OF PORTAGE LA PRAIRIE  
CONSOLIDATED STATEMENT OF OPERATIONS  
For the Year Ended December 31, 2010**

	2010 Budget (Note 12)	2010 Actual	2009 Actual
<b>REVENUE</b>			
Property taxes	\$ 8,956,832	\$ 8,926,292	\$ 8,190,375
Grants in lieu of taxation	757,313	757,313	787,696
User fees	2,947,532	2,484,574	2,924,166
Permits, licences and fines	348,900	348,350	347,451
Investment income	56,425	188,630	121,992
Other revenue	96,967	3,549,464	157,186
Water and sewer	10,188,936	8,571,093	8,353,272
Grants - Province of Manitoba	3,065,456	3,346,294	3,114,726
Grants - other	8,692,931	5,245,615	7,014,398
Total revenue (Schedules 2, 4 and 5)	<u>35,111,292</u>	<u>33,417,625</u>	<u>31,011,262</u>
<b>EXPENSES</b>			
General government services	1,964,651	1,960,806	1,894,934
Protective services	4,852,266	4,410,790	4,600,977
Transportation services	2,344,784	2,294,100	2,588,737
Environmental health services	1,045,175	998,342	919,697
Public health and welfare services	288,300	296,325	284,172
Regional planning and development	603,135	572,540	723,446
Resource conservation and industrial development	189,848	241,782	326,287
Recreation and cultural services	4,552,766	4,484,895	2,855,593
Water and sewer services	11,566,466	9,700,212	8,865,136
Total expenses (Schedules 3, 4 and 5)	<u>27,407,391</u>	<u>24,959,792</u>	<u>23,058,979</u>
<b>ANNUAL SURPLUS</b>	<u>7,703,901</u>	8,457,833	7,952,283
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR (Note 14)</b>		57,337,671	49,385,388
<b>ACCUMULATED SURPLUS, END OF YEAR</b>		<u>\$ 65,795,504</u>	<u>\$ 57,337,671</u>

**CITY OF PORTAGE LA PRAIRIE**  
**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
**For the Year Ended December 31, 2010**

	2010 Budget (Note 12)	2010 Actual	2009 Actual
<b>ANNUAL SURPLUS</b>	<b>\$ 7,703,901</b>	<b>\$ 8,457,833</b>	<b>\$ 7,952,283</b>
Acquisition of tangible capital assets	(2,531,946)	(16,560,855)	(18,781,695)
Amortization of tangible capital assets	3,679,092	3,747,157	3,288,323
Loss (Gain) on sale of tangible capital assets	-	(193,335)	7,785
Proceeds on sale of tangible capital assets	-	451,935	-
Increase in inventories	-	(3,916)	(28,512)
Decrease (increase) in prepaid expense	-	(39,742)	35,606
	<u>1,147,146</u>	<u>(12,598,756)</u>	<u>(15,478,493)</u>
<b>CHANGE IN NET FINANCIAL ASSETS (DEBT)</b>	<b><u>8,851,047</u></b>	<b><u>(4,140,923)</u></b>	<b><u>(7,526,210)</u></b>
<b>NET FINANCIAL ASSETS (DEBT), BEGINNING OF YEAR</b>	<b><u>(6,292,317)</u></b>		<b><u>1,233,893</u></b>
<b>NET DEBT, END OF YEAR</b>	<b><u>\$ (10,433,240)</u></b>		<b><u>\$ (6,292,317)</u></b>

**CITY OF PORTAGE LA PRAIRIE**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2010**

	2010	2009
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	<b>\$ 8,457,833</b>	<b>\$ 7,952,283</b>
Changes in non-cash items:		
Amounts receivable	(2,215,682)	(477,602)
Inventories	(3,916)	(28,513)
Prepays	(39,742)	35,606
Accounts payable and accrued liabilities	(1,088,812)	799,034
Severance and vested sick leave payable	12,919	12,543
Increase (decrease) in deferred revenue	(57,452)	96,500
Loss (Gain) on sale of tangible capital asset	(193,335)	7,785
Amortization	<u>3,747,157</u>	<u>3,288,323</u>
Cash provided by operating transactions	<u>8,618,970</u>	<u>11,685,959</u>
<b>CAPITAL TRANSACTIONS</b>		
Proceeds on sale of tangible capital assets	451,935	-
Cash used to acquire tangible capital assets	<u>(16,560,855)</u>	<u>(18,781,695)</u>
Cash applied to capital transactions	<u>(16,108,920)</u>	<u>(18,781,695)</u>
<b>INVESTING TRANSACTIONS</b>		
Proceeds on sale of real estate properties	-	9,339
Purchase of portfolio investments	<u>(95,118)</u>	<u>(27,848)</u>
Cash applied to investing transactions	<u>(95,118)</u>	<u>(18,509)</u>
<b>FINANCING TRANSACTIONS</b>		
Proceeds of long-term debt	5,265,000	11,878,000
Debt repayment	<u>(1,978,654)</u>	<u>(1,453,001)</u>
Cash applied to financing transactions	<u>3,286,346</u>	<u>10,424,999</u>
<b>INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS</b>	<b>(4,298,722)</b>	<b>3,310,754</b>
<b>CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR</b>	<u>13,118,577</u>	<u>9,807,823</u>
<b>CASH AND TEMPORARY INVESTMENTS, END OF YEAR</b>	<u><b>\$ 8,819,855</b></u>	<u><b>\$ 13,118,577</b></u>

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

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**1. Status of the City of Portage la Prairie**

The incorporated City of Portage la Prairie ("the City") is a municipal government that was created in 1907 pursuant to the Manitoba Municipal Act. The City provides or funds municipal services such as police, fire, public works, urban 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. 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 Canadian Institute of Chartered Accountants and reflect the following significant accounting policies:

**a) Reporting Entity**

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the 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 organization includes:

*Portage Handivan Inc.*

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

*Portage la Prairie Planning District (66.67%) (2009 - 66.67%)*

*Portage la Prairie Regional Landfill Authority (66.67%) (2009 - 66.67%)*

*Portage la Prairie Regional Library (77.00%) (2009 - 77.00%)*

*Portage Regional Recreation Authority Inc. (75.00%) (2009 - nil)*

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

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

**b) Basis of Accounting**

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

**c) Cash and Temporary Investments**

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition.

**d) Investments**

Temporary investments are accounted for at the lower of cost and market.

Portfolio investments are accounted for at cost.

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

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**2. Significant Accounting Policies (continued)**

**e) Real Estate Properties Held for Sale**

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

**ŋ) Non-Financial Assets**

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

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

**g) 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 interest charges as part of the cost of its tangible capital assets.

**General Tangible Capital Assets**

Land	Indefinite
Land Improvements	10 to 30 years
Buildings and leasehold improvements	
Buildings	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.

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

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**2. Significant Accounting Policies (continued)**

**h) Inventories**

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

**i) Revenue Recognition**

Revenues are recognized as they are earned and measurable.

Government transfers are recognized in the financial statements in the period which the events giving rise to the transfer occur, eligibility criteria are met, and reasonable estimates of the amount can be made.

Deferred revenue represents user charges and other fees which have been collected, for which the related services have yet to be provided. These amounts will be recognized as revenue in the fiscal year the services are provided.

**j) Measurement Uncertainty**

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

**3. Cash and Temporary Investments**

Cash and temporary investments are comprised of the following:

	2010	2009
Cash	\$ 8,804,455	\$ 13,110,877
Temporary Investments	15,400	7,700
	\$ 8,819,855	\$ 13,118,577

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost. The City has designated \$11,786,915 (2009 - \$12,130,410) to reserves for debt principal repayments and tangible capital asset acquisitions. See Schedule 6 – Schedule of Change in Reserve Fund Balances.

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

**4. Amounts Receivable**

Amounts receivable are valued at their net realizable value.

	<u>2010</u>	<u>2009</u>
Taxes on roll (Schedule 11)	\$ 441,614	\$ 379,719
Government grants	36,768	554,424
Utility customers	824,749	734,970
Organizations and individuals	1,460,363	1,165,945
Other governments	3,826,597	1,580,722
Less allowances for doubtful amounts	6,590,091	4,415,780
	(57,168)	(98,539)
	<u>\$ 6,532,923</u>	<u>\$ 4,317,241</u>

**5. Portfolio Investments**

	<u>2010</u>	<u>2009</u>
Marketable securities: Province of Manitoba	\$ 1,749,000	\$ 2,060,276
Other investments	<u>1,027,161</u>	<u>620,767</u>
	<u>\$ 2,776,161</u>	<u>\$ 2,681,043</u>

The aggregate market value of the marketable securities at December 31, 2010 is \$2,781,278 (2009 - \$2,659,591). Portfolio investments earned \$102,337 (2009 - \$98,411) in investment income during the year.

**6. Inventories**

	<u>2010</u>	<u>2009</u>
Chemicals, herbicides, insecticides	\$ 250,840	\$ 264,388
Fuel	8,360	6,947
Other supplies	<u>52,663</u>	<u>36,612</u>
	<u>\$ 311,863</u>	<u>\$ 307,947</u>

**7. Accounts Payable and Accrued Liabilities**

	<u>2010</u>	<u>2009</u>
Accounts payable	\$ 1,719,196	\$ 2,623,419
Accrued expenses	25,832	17,256
Accrued interest payable	751,163	655,108
School levies (Schedule 13)	822,709	1,053,915
Other governments	<u>874,871</u>	<u>932,885</u>
	<u>\$ 4,193,771</u>	<u>\$ 5,282,583</u>

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

**8. Long Term Debt**

**General Authority:**

	2010	2009
Debtenture, interest at 6.25%, payable at \$38,721 annually including interest, maturing 2019	\$ 260,526	\$ 281,644
Debtenture, interest at 5.38%, payable at \$19,760 annually including interest, maturing 2021	160,949	171,491
Debtenture, interest at 5.38%, payable at \$7,410 annually including interest, maturing 2021	60,356	64,309
Debtenture, interest at 5.38%, payable at \$4,342 annually including interest, maturing 2016	21,775	24,785
Debtenture, interest at 5.38%, payable at \$12,515 annually including interest, maturing 2016	62,766	71,441
Debtenture, interest at 5.38%, payable at \$4,965 annually including interest, maturing 2016	24,903	28,345
Debtenture, interest at 5.50%, payable at \$35,126 annually including interest, maturing 2012	64,855	94,769
Debtenture, interest at 4.75%, payable at \$69,961 annually including interest, maturing 2013	191,418	249,526
Debtenture, interest at 5.13%, payable at \$46,355 annually including interest, maturing 2013	125,940	163,896
Debtenture, interest at 5.13%, payable at \$301,306 annually including interest, maturing 2013	818,611	1,065,319
Debtenture, interest at 4.25%, payable at \$22,621 annually including interest, maturing 2014	81,629	100,000
Debtenture, interest at 4.13%, payable at \$88,589 annually including interest, maturing 2014	320,623	393,000
Debtenture, interest at 5.50%, payable at \$697,379 annually including interest, maturing 2024	6,687,621	7,000,000
Debtenture, interest at 5.50%, payable at \$298,877 annually including interest, maturing 2024	2,866,123	3,000,000
Debtenture, interest at 5.50%, payable at \$8,468 annually including interest, maturing 2024	81,207	85,000
Debtenture, interest at 5.5%, payable at \$145,952 annually including interest, maturing 2024	1,399,624	-
Debtenture, interest at 5.5%, payable at \$159,401 annually including interest, maturing 2025	1,600,000	-
Debtenture, interest at 5.5%, payable at \$9,963 annually including interest, maturing 2025	100,000	-
Debtenture, interest at 5.5%, payable at \$9,963 annually including interest, maturing 2025	100,000	-
Debtenture, interest at 5.5%, payable at \$149,438 annually including interest, maturing 2025	1,500,000	-
Debtenture, interest at 5.5%, payable at \$9,963 annually including interest, maturing 2025	100,000	-
Debtenture, interest at 5.5%, payable at \$19,925 annually including interest, maturing 2025	200,000	-
Debtenture, interest at 5.5%, payable at \$19,925 annually including interest, maturing 2025	200,000	-
	<b>\$ 17,028,926</b>	<b>\$ 12,793,525</b>

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

**8. Long Term Debt (continued)**

**Utility Funds:**

Debtenture for Sewage Facility, interest at 8.40%, payable at \$137,446 annually including interest, maturing 2011	<b>126,824</b>	243,848
Debtenture for Sewage Facility, interest at 7.80%, payable at \$72,483 annually including interest, maturing 2012	<b>129,701</b>	187,641
Debtenture for Sewage Facility, interest at 6.90%, payable at \$115,682 annually including interest, maturing 2012	<b>215,616</b>	304,283
Debtenture for Sewage Facility, interest at 7.00%, payable at \$54,897 annually including interest, maturing 2017	<b>295,858</b>	327,808
Debtenture for Sewage Facility, interest at 7.10%, payable at \$33,199 annually including interest, maturing 2017	<b>178,142</b>	197,284
Debtenture for Sewage Facility, interest at 7.00%, payable at \$219,589 annually including interest, maturing 2017	<b>1,183,430</b>	1,311,233
Debtenture for Sewage Facility, interest at 7.10%, payable at \$33,199 annually including interest, maturing 2017	<b>178,141</b>	197,284
Debtenture for Sewage Facility, interest at 7.00%, payable at \$548,973 annually including interest, maturing 2017	<b>2,958,575</b>	3,278,082
Debtenture for Sewage Facility, interest at 7.00%, payable at \$75,647 annually including interest, maturing 2017	<b>411,262</b>	456,121
Debtenture for Sewage Facility, interest at 6.50%, payable at \$21,271 annually including interest, maturing 2018	<b>129,511</b>	141,579
Debtenture for Sewage Facility, interest at 6.60%, payable at \$75,046 annually including interest, maturing 2018	<b>454,707</b>	496,838
Debtenture for Massey Crescent, interest at 6.00%, payable at \$3,501 annually including interest, maturing 2014	<b>12,130</b>	14,746
Debtenture for Sewage Facility, interest at 6.60%, payable at \$117,929 annually including interest, maturing 2018	<b>714,540</b>	780,745
	<b>\$ 6,988,437</b>	<b>\$ 7,937,492</b>
	<b>\$ 24,017,363</b>	<b>\$ 20,731,017</b>

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

2011	\$ 2,265,000
2012	\$ 2,266,000
2013	\$ 2,149,000
2014	\$ 1,896,000
2015	\$ 1,986,000

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

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**9. Contingencies**

The City owns properties that may contain environmental contamination and require site reclamation. The amount of any such obligation has not been determined.

**10. 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 Canadian Institute of Chartered Accountants Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP requires that employees contribute 6.3% of basic annual earnings up to the CPP ceiling plus 7.5% of basic annual earnings in excess of the CPP ceiling, plus an additional 0.1% of earnings below and in excess of the CPP ceiling from employees that are not members of the Municipal Disability Income Plan. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the City on behalf of its employees amounted to \$325,228 (2009 - \$280,568) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2008 indicated the plan is fully funded on a going concern basis but had an unfunded solvency liability of \$1.1 million. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2008. The current contribution rates are sufficient to fund the solvency unfunded liability by December 2013.

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.

**11. Financial Instruments**

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

**12. 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 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 PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

**13. Public Sector Compensation Disclosure**

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

a) Compensation paid to members of council amounted to \$130,232 in aggregate.

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

Council Members:

	<u>Compensation</u>	<u>Expenses</u>	<u>Total</u>
Mayor - Earl Porter	\$ 6,506	\$ 1,916	\$ 8,422
Deputy Mayor - Diane Stasiuk	2,775	882	3,657
Councillor - Brent Froese	2,254	751	3,005
Councillor - Liz Driedger	2,754	751	3,505
Councillor - Irvine Ferris	14,463	4,509	18,972
Councillor - Brent Budz	2,699	751	3,450
Councillor - Ryan Espey	2,504	751	3,255
Mayor - Ken Brennan	31,556	9,581	41,137
Deputy Mayor - Dave Quinn	15,712	4,409	20,121
Councillor - Walter Keryluk	12,016	3,757	15,773
Councillor - Orville Wagner	11,516	3,757	15,273
Councillor - Janet Shindle	13,331	3,757	17,088
Councillor - Jeff Bereza	12,146	3,757	15,903
	<u>\$ 130,232</u>	<u>\$ 39,329</u>	<u>\$ 169,561</u>

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

<u>Name</u>	<u>Position</u>	<u>Amount</u>
D. Lyle	City Manager	\$ 128,198
N. Neudorf	Director of Finance	\$ 91,818
T. Kirchner	Manager of Finance	\$ 56,752
K. Braden	Director of Operations	\$ 105,127
P. Carpenter	Fire Chief	\$ 88,122
G. Kerr	Fire Fighter	\$ 70,317
D. Campbell	Manager of Water Treatment Plant	\$ 80,607
W. Wall	Manager of Water Pollution Control Facility	\$ 80,607
I. Milne	Manager of Engineering	\$ 76,286
K. Barron	Waterworks Foreman	\$ 80,347
T. McKinnon	Fire Fighter	\$ 73,145
B. Taylor	Manager of Public Works	\$ 75,870
T. Thompson	Mechanic	\$ 64,976
M. Sandrey	Water Treatment Plant Foreman	\$ 80,257
R. Yanchycki	Operations Foreman	\$ 74,385
C. Jewett	Fire Fighter	\$ 68,782
D. Holmes	Deputy Fire Chief	\$ 80,898
D. Van Den Bussche	Fire Fighter	\$ 61,207
W. Williams	Fire Fighter	\$ 66,319
J. Neulpolder	Fire Fighter	\$ 60,406
S. Pierson	Assistant Mechanic	\$ 54,324
L. White	Water Pollution Control Facility Operator	\$ 62,951
R. Ingram	Maintenance Foreman	\$ 72,469
D. Sprout	Fire Fighter	\$ 74,442
J. Altenburg	Water Pollution Control Facility Operator	\$ 64,203
S. Moffit	Fire Fighter	\$ 63,525
R. Annable	Water Treatment Plant Operator	\$ 67,716
J. Sing	Water Treatment Plant Operator	\$ 70,767
B. Bailey	Fire Fighter	\$ 61,902
J. Bergen	Fire Fighter	\$ 63,215
K. Henderson	Public Works Foreman	\$ 54,451
V. Williams	Facility Maintenance	\$ 62,615
J. Mekkes	Water Pollution Control Facility Operator	\$ 65,701
S. Williams	Manager of Administration	\$ 55,306
N. Vuignier	Fire Fighter	\$ 63,474
C. Rance	Fire Fighter	\$ 62,856
D. Robertson	Fire Fighter	\$ 73,759

**CITY OF PORTAGE LA PRAIRIE**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2010**

**13. Public Sector Compensation Disclosure (continued)**

L. Aymont	Fire Fighter	\$ 58,682
C. Perry	Fire Fighter	\$ 59,606
R. Gama	Engineer	\$ 56,378
C. Choboter	Engineer	\$ 55,521
W. Andruchuk	Operator B	\$ 52,921
K. Saunders	Transportation Operator A	\$ 55,689
L. Vivier	Cemetery Foreman	\$ 51,114
C. Ward	Pumping Station Maintenance	\$ 51,359
R. Forbes	Water Treatment Plant Operator	\$ 63,608
A. O'Neil	Facility Maintenance	\$ 58,299
K. Friesen	Lab Technician	\$ 51,718
D. Jones	Information Technology	\$ 52,695
G. Pawloski	Fire Fighter	\$ 63,019
C. Sanderson	Transportation Operator A	\$ 52,482
J. Taylor	Water Treatment Plant Operator	\$ 57,405
K. Rae	Water Treatment Plant Operator	\$ 52,406
R. Fidler	Facility Maintenance	\$ 53,883
W. McEachnie	Water Pollution Control Facility Operator	\$ 57,241

**14. Surplus Reconciliation**

During the year it was discovered some tangible capital assets (TCA's) purchased in previous years were missed on the original TCA listing prepared. These TCA's have been added to the Schedule 1 as opening cost in the year 2009. Adding these assets has resulted in an increase in accumulated surplus as disclosed below.

Opening 2009 accumulated surplus	\$ 48,474,333
Addition of TCA's from previous years	911,055
Adjusted opening 2009 accumulated surplus	<u>\$ 49,385,388</u>

**15. Comparative Figures**

Certain comparative figures have been reclassified to correspond with the current year

**CITY OF PORTAGE LA PRAIRIE  
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS  
Year Ended December 31, 2010**

**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	2010	2009
<b>Cost</b>										
Opening costs	9,106,395	7,373,471	2,765,704	136,904	20,535,612	18,691,263	87,309,192	-	145,918,541	127,146,112
Additions during the year	165,379	35,613,020	265,636	40,600	15,811,484	-	277,756	-	52,173,875	18,781,695
Disposals and write downs	(258,600)	-	-	-	(35,613,020)	-	-	-	(35,871,620)	(9,266)
Closing costs	<u>9,013,174</u>	<u>42,986,491</u>	<u>3,031,340</u>	<u>177,504</u>	<u>734,076</u>	<u>18,691,263</u>	<u>87,586,948</u>	<u>-</u>	<u>162,220,796</u>	<u>145,918,541</u>
<b>Accumulated Amortization</b>										
Opening accum'd amortization	1,231,411	5,200,094	1,324,184	88,315	-	2,293,289	72,533,897	-	82,671,190	79,384,347
Amortization	265,552	418,198	239,829	38,210	-	101,832	2,683,536	-	3,747,157	3,288,323
Disposals and write downs	-	-	-	-	-	-	-	-	-	(1,480)
Closing accum'd amortization	<u>1,496,963</u>	<u>5,618,292</u>	<u>1,564,013</u>	<u>126,525</u>	<u>-</u>	<u>2,395,121</u>	<u>75,217,433</u>	<u>-</u>	<u>86,418,347</u>	<u>82,671,190</u>
Net Book Value of Tangible Capital Assets	<u><u>7,516,211</u></u>	<u><u>37,368,199</u></u>	<u><u>1,467,327</u></u>	<u><u>50,979</u></u>	<u><u>734,076</u></u>	<u><u>16,296,142</u></u>	<u><u>12,369,515</u></u>	<u><u>-</u></u>	<u><u>75,802,449</u></u>	<u><u>63,247,351</u></u>

The Municipality has 107 km of roads that are capitalized at a nominal value of \$1,920,487.

CITY OF PORTAGE LA PRAIRIE

SCHEDULE 2

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2010

	2010 Actual	2009 Actual
<b>Property taxes:</b>		
Municipal taxes levied (Schedule 12)	\$ 8,609,170	\$ 7,803,270
Taxes added	241,576	290,893
Penalties and interest	<u>75,546</u>	<u>96,212</u>
	8,926,292	8,190,375
<b>Grants in lieu of taxation:</b>		
Federal government	13,653	12,084
Federal government enterprises	2,771	2,325
Provincial government	413,075	412,704
Provincial government enterprises	327,814	360,583
Other local governments	-	-
Non-government organizations	-	-
	<u>757,313</u>	<u>787,696</u>
<b>User fees</b>		
Parking meters	-	-
Sales of service	1,580,627	1,905,095
Sales of goods	79,446	472,777
Rentals	249,247	214,231
Development charges	-	-
Facility use fees	<u>575,254</u>	<u>332,063</u>
	2,484,574	2,924,166
<b>Permits, licences and fines</b>		
Permits	-	-
Licences	37,323	35,849
Fees	22,740	20,458
Fines	288,287	291,144
	<u>348,350</u>	<u>347,451</u>
<b>Investment income:</b>		
Cash and temporary investments	188,630	121,992
Marketable securities	-	-
Municipal debentures	-	-
Other (specify):	-	-
	<u>188,630</u>	<u>121,992</u>
<b>Other revenue:</b>		
Gain on sale of tangible capital assets	451,935	-
Gain on sale of real estate held for sale	-	-
Contributed assets	-	-
Public donations	2,857,382	-
Miscellaneous (specify):	<u>240,147</u>	<u>157,186</u>
	3,549,464	157,186
<b>Water and sewer</b>		
Municipal utility (Schedule 9)	8,571,093	8,353,272
Consolidated water co-operatives	-	-
	<u>8,571,093</u>	<u>8,353,272</u>
<b>Grants - Province of Manitoba</b>		
General assistance payment	2,035,476	1,907,887
General support grant	129,385	119,885
VL T revenues	181,963	262,745
Other unconditional grants	-	-
Conditional grants	<u>999,470</u>	<u>824,209</u>
	3,346,294	3,114,726
<b>Grants - other</b>		
Federal government - gas tax funding	694,682	732,177
Federal government - other	4,139,699	6,174,695
Other local governments	<u>411,234</u>	<u>107,526</u>
	5,245,615	7,014,398
<b>Total revenue</b>	<u>33,417,625</u>	<u>31,011,262</u>

**CITY OF PORTAGE LA PRAIRIE**  
**CONSOLIDATED SCHEDULE OF EXPENSES**  
**For the Year Ended December 31, 2010**

**SCHEDULE 3**

	2010 Actual	2009 Actual
<b>General government services:</b>		
Legislative	\$ 162,171	\$ 160,516
General administrative	1,187,628	1,235,406
Other	611,007	499,012
	<u>1,960,806</u>	<u>1,894,934</u>
<b>Protective services:</b>		
Police	2,673,871	2,897,323
Fire	1,608,664	1,576,176
Emergency measures	41,439	41,445
Other	86,816	86,033
	<u>4,410,790</u>	<u>4,600,977</u>
<b>Transportation services:</b>		
Road transport		
Administration and engineering	93,482	190,857
Road and street maintenance	1,701,840	1,934,192
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	101,810	70,644
Street lighting	216,654	217,387
Other	82,940	78,270
Air transport	-	-
Public transit	97,374	97,387
Other	-	-
	<u>2,294,100</u>	<u>2,588,737</u>
<b>Environmental health services:</b>		
Waste collection and disposal	998,342	919,697
Recycling	-	-
Other	-	-
	<u>998,342</u>	<u>919,697</u>
<b>Public health and welfare services:</b>		
Public health	210,604	198,451
Medical care	-	-
Social assistance	85,721	85,721
Other	-	-
	<u>296,325</u>	<u>284,172</u>
<b>Regional planning and development</b>		
Planning and zoning	296,488	403,900
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	198,229	214,652
Other	77,823	104,894
	<u>572,540</u>	<u>723,446</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	210,611	246,627
Industrial development	6,692	11,331
Tourism	5,539	9,707
Other	18,940	58,622
	<u>241,782</u>	<u>326,287</u>
<b>Sub-totals forward</b>	<b>10,774,685</b>	<b>11,338,250</b>

**CITY OF PORTAGE LA PRAIRIE  
CONSOLIDATED SCHEDULE OF EXPENSES  
For the Year Ended December 31, 2010**

**SCHEDULE 3**

<b>Sub-totals forward</b>	<u>10,774,685</u>	<u>11,338,250</u>
<b>Recreation and cultural services:</b>		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	-	226,120
Golf courses	-	-
Skating and curling rinks	3,362	453,802
Parks and playgrounds	289,783	469,641
Other recreational facilities	3,596,889	1,148,428
Museums	-	-
Libraries	532,944	522,742
Other cultural facilities	61,917	34,860
	<u>4,484,895</u>	<u>2,855,593</u>
<b>Water and sewer services (Schedule 9)</b>		
Municipal utility (Schedule 9)	9,700,212	8,865,136
Consolidated water co-operatives	-	-
	<u>9,700,212</u>	<u>8,865,136</u>
<b>Total expenses</b>	<u>24,959,792</u>	<u>23,058,979</u>

CITY OF PORTAGE LA PRAIRIE  
CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM  
For the Year Ended December 31, 2010

SCHEDULE 4

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
<b>REVENUE</b>										
Property taxes	\$ 8,615,179	\$ 7,740,313	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants in lieu of taxation	757,313	787,696	-	-	-	-	-	-	-	-
User fees	114,528	71,469	325,037	314,146	52,251	39,963	923,288	896,816	26,521	51,611
Grants - other	4,834,381	6,904,054	-	-	-	-	-	-	-	-
Permits, licences and fines	62,999	58,183	166,280	159,696	119,071	129,572	-	-	-	-
Investment income	87,151	33,845	1,089	-	1,496	589	194	-	78	-
Other revenue	537,378	99,365	-	-	1,609	2,560	-	-	-	-
Water and sewer	-	-	-	-	-	-	-	-	-	-
Prov of MB - Unconditional Grants	2,346,824	2,290,517	-	-	-	-	-	-	-	-
Prov of MB - Conditional Grants	-	31,292	380,089	249,432	99,106	145,685	317,769	205,325	-	-
<b>Total revenue</b>	<b>\$ 17,355,753</b>	<b>\$ 18,016,734</b>	<b>\$ 872,495</b>	<b>\$ 723,274</b>	<b>\$ 273,533</b>	<b>\$ 318,369</b>	<b>\$ 1,241,251</b>	<b>\$ 1,102,141</b>	<b>\$ 26,599</b>	<b>\$ 51,611</b>
<b>EXPENSES</b>										
Personnel services	\$ 1,095,170	\$ 1,048,537	\$ 1,652,194	\$ 1,581,340	\$ 695,868	\$ 743,085	\$ 105,444	\$ 81,750	\$ 191,137	\$ 205,107
Contract services	196,523	189,299	2,413,853	2,635,948	506,758	402,462	849,099	804,138	-	-
Utilities	86,155	99,611	132,119	147,243	292,625	299,628	4,670	3,426	6,565	6,260
Maintenance materials and supplies	97,239	32,969	134,262	165,618	337,422	530,062	18,529	7,813	83,623	57,805
Grants and contributions	193,450	176,151	2,542	2,754	(26,400)	(26,400)	-	-	15,000	15,000
Amortization	11,373	9,191	61,097	56,835	328,593	194,361	14,873	17,192	-	-
Interest on long term debt	127,478	120,578	-	-	137,496	417,376	-	-	-	-
Other	153,418	218,598	14,723	11,239	21,738	28,163	5,727	5,378	-	-
<b>Total expenses</b>	<b>\$ 1,960,806</b>	<b>\$ 1,894,934</b>	<b>\$ 4,410,790</b>	<b>\$ 4,600,977</b>	<b>\$ 2,294,100</b>	<b>\$ 2,588,737</b>	<b>\$ 998,342</b>	<b>\$ 919,697</b>	<b>\$ 296,325</b>	<b>\$ 284,172</b>
<b>Surplus (Deficit)</b>	<b>\$ 15,394,947</b>	<b>\$ 16,121,800</b>	<b>\$ (3,538,295)</b>	<b>\$ (3,877,703)</b>	<b>\$ (2,020,567)</b>	<b>\$ (2,270,368)</b>	<b>\$ 242,909</b>	<b>\$ 182,444</b>	<b>\$ (269,726)</b>	<b>\$ (232,561)</b>

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

**CITY OF PORTAGE LA PRAIRIE**  
**CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM**  
**Year Ended December 31, 2010**

**SCHEDULE 4**

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
<b>REVENUE</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 311,113	\$ 450,062	\$ 8,926,292	\$ 8,190,375
Grants in lieu of taxation	-	-	-	-	-	-	-	-	757,313	787,696
User fees	280,410	502,392	-	-	762,539	1,047,769	-	-	2,484,574	2,924,166
Grants - other	40,915	50,055	-	-	370,319	60,289	-	-	5,245,615	7,014,398
Permits, licences and fines	-	-	-	-	-	-	-	-	348,350	347,451
Investment income	3,268	-	-	-	3,543	394	91,811	87,164	188,630	121,992
Other revenue	103,429	1,533	-	-	2,907,048	53,728	-	-	3,549,464	157,186
Water and sewer	-	-	-	-	-	-	8,571,093	8,353,272	8,571,093	8,353,272
Prov of MB - Unconditional Grants	-	-	-	-	-	-	-	-	2,346,824	2,290,517
Prov of MB - Conditional Grants	17,794	-	27,720	-	156,992	192,475	-	-	999,470	824,209
<b>Total revenue</b>	<b>\$ 445,816</b>	<b>\$ 553,980</b>	<b>\$ 27,720</b>	<b>\$ -</b>	<b>\$ 4,200,441</b>	<b>\$ 1,354,655</b>	<b>\$ 8,974,017</b>	<b>\$ 8,890,498</b>	<b>\$ 33,417,625</b>	<b>\$ 31,011,262</b>
<b>EXPENSES</b>										
Personnel services	\$ 249,870	\$ 291,471	\$ 144,209	\$ 212,745	\$ 1,385,739	\$ 966,404	\$ 2,717,718	\$ 2,525,237	\$ 8,237,349	\$ 7,655,676
Contract services	169,392	140,092	62,700	20,031	413,159	533,995	1,604,340	836,154	6,215,824	5,562,119
Utilities	9,755	24,985	2,029	3,701	320,938	346,746	971,918	974,665	1,826,774	1,906,265
Maintenance materials and supplies	60,677	75,167	683	7,666	433,840	382,862	2,091,618	2,330,923	3,257,893	3,590,885
Grants and contributions	40,908	150,156	-	-	498,637	198,017	-	-	724,137	515,678
Amortization	29,222	15,737	-	8,791	618,464	326,298	2,683,535	2,659,918	3,747,157	3,288,323
Interest on long term debt	-	3,602	-	-	635,250	-	534,852	603,057	1,435,076	1,144,613
Other	12,716	22,236	32,161	73,353	178,868	101,271	(903,769)	(1,064,818)	(484,418)	(604,580)
<b>Total expenses</b>	<b>\$ 572,540</b>	<b>\$ 723,446</b>	<b>\$ 241,782</b>	<b>\$ 326,287</b>	<b>\$ 4,484,895</b>	<b>\$ 2,855,593</b>	<b>\$ 9,700,212</b>	<b>\$ 8,865,136</b>	<b>\$ 24,959,792</b>	<b>\$ 23,058,979</b>
<b>Surplus (Deficit)</b>	<b>\$ (126,724)</b>	<b>\$ (169,466)</b>	<b>\$ (214,062)</b>	<b>\$ (326,287)</b>	<b>\$ (284,454)</b>	<b>\$ (1,500,938)</b>	<b>\$ (726,195)</b>	<b>\$ 25,362</b>	<b>\$ 8,457,833</b>	<b>\$ 7,952,283</b>

## CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2010

	Core Government		Controlled Entities		Government Partnerships		Total	
	2010	2009	2010	2009	2010	2009	2010	2009
<b>REVENUE</b>								
Property taxes	\$ 8,926,292	\$ 8,190,375	\$ -	\$ -	\$ -	\$ -	\$ 8,926,292	\$ 8,190,375
Grants in lieu of taxation	757,313	787,696	-	-	-	-	757,313	787,696
User fees	1,197,736	2,252,442	38,393	33,637	1,248,445	638,087	2,484,574	2,924,166
Grants - other	4,834,381	6,904,055	-	-	411,234	110,343	5,245,615	7,014,398
Permits, licences and fines	348,350	347,451	-	-	-	-	348,350	347,451
Investment income	182,205	121,009	511	589	5,914	394	188,630	121,992
Other revenue	3,499,199	99,366	1,609	2,560	48,656	55,260	3,549,464	157,186
Water and sewer	8,571,093	8,353,272	-	-	-	-	8,571,093	8,353,272
Prov of MB - Unconditional Grants	2,346,824	2,290,517	-	-	-	-	2,346,824	2,290,517
Prov of MB - Conditional Grants	819,684	640,397	30,000	46,785	149,786	137,027	999,470	824,209
<b>Total revenue</b>	<b>\$ 31,483,077</b>	<b>\$ 29,986,580</b>	<b>\$ 70,513</b>	<b>\$ 83,571</b>	<b>\$ 1,864,035</b>	<b>\$ 941,111</b>	<b>\$ 33,417,625</b>	<b>\$ 31,011,262</b>
<b>EXPENSES</b>								
Personnel services	\$ 6,740,623	\$ 7,105,720	\$ 71,213	\$ 71,230	\$ 1,425,513	\$ 478,726	\$ 8,237,349	\$ 7,655,676
Contract services	5,628,499	5,392,675	4,960	704	582,365	168,740	6,215,824	5,562,119
Utilities	1,547,172	1,877,853	1,541	4,338	278,061	24,074	1,826,774	1,906,265
Maintenance materials and supplies	2,939,729	3,462,783	26,387	22,798	291,777	105,304	3,257,893	3,590,885
Grants and contributions	1,897,875	690,683	(26,400)	(26,400)	(1,147,338)	(148,605)	724,137	515,678
Amortization	3,679,093	3,221,232	17,679	17,679	50,385	49,412	3,747,157	3,288,323
Interest on long term debt	1,435,076	1,142,004	-	-	-	2,609	1,435,076	1,144,613
Other	(663,161)	(646,818)	1,994	7,038	176,749	35,200	(484,418)	(604,580)
<b>Total expenses</b>	<b>\$ 23,204,906</b>	<b>\$ 22,246,132</b>	<b>\$ 97,374</b>	<b>\$ 97,387</b>	<b>\$ 1,657,512</b>	<b>\$ 715,460</b>	<b>\$ 24,959,792</b>	<b>\$ 23,058,979</b>
<b>Surplus (Deficit)</b>	<b>\$ 8,278,171</b>	<b>\$ 7,740,448</b>	<b>\$ (26,861)</b>	<b>\$ (13,816)</b>	<b>\$ 206,523</b>	<b>\$ 225,651</b>	<b>\$ 8,457,833</b>	<b>\$ 7,952,283</b>

## SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2010

	2010						Sub - Total
	General	Equipment Replacement	Cemetery	Recreation	Fire Truck	Handicap Access	
<b>REVENUE</b>							
Investment income	\$ 16,677	\$ 602	\$ 78	\$ -	\$ 1,089	\$ 228	\$ 18,674
Other income	-	-	-	-	-	-	-
Total revenue	16,677	602	78	-	1,089	228	18,674
<b>EXPENSES</b>							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-
<b>NET REVENUES</b>	16,677	602	78	-	1,089	228	18,674
<b>TRANSFERS</b>							
Transfers from general operating fund	369,467	145,000	-	213,143	85,000	-	812,610
Transfers to general operating fund	(2,571,792)	(624)	-	-	-	-	(2,572,416)
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	(119,393)	-	(260,105)	(48,237)	-	(427,735)
<b>CHANGE IN RESERVE FUND BALANCES</b>	(2,185,648)	25,585	78	(46,962)	37,852	228	(2,168,867)
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	3,510,772	40,123	17,281	46,962	213,732	50,804	3,879,674
<b>FUND SURPLUS, END OF YEAR</b>	\$ 1,325,124	\$ 65,708	\$ 17,359	\$ -	\$ 251,584	\$ 51,032	\$ 1,710,807

CITY OF PORTAGE LA PRAIRIE  
**SCHEDULE OF CHANGE IN RESERVE FUND BALANCES**  
For the Year Ended December 31, 2010

**SCHEDULE 6**

	2010						Sub - Total
	Land Development	Environmental Filter Media	Computer	Crescent Lake	Handivan	Special Administration	
<b>REVENUE</b>							
Investment income	\$ 779	\$ 194	\$ 639	\$ 56	\$ 33	\$ 4,080	\$ 5,781
Other income	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>779</b>	<b>194</b>	<b>639</b>	<b>56</b>	<b>33</b>	<b>4,080</b>	<b>5,781</b>
<b>EXPENSES</b>							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET REVENUES</b>	<b>779</b>	<b>194</b>	<b>639</b>	<b>56</b>	<b>33</b>	<b>4,080</b>	<b>5,781</b>
<b>TRANSFERS</b>							
Transfers from general operating fund	732,380	129,379	48,000	564	-	222,081	1,132,404
Transfers to general operating fund	-	-	(43,840)	-	(745)	(17,666)	(62,251)
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	(406,479)	(406,479)
<b>CHANGE IN RESERVE FUND BALANCES</b>	<b>733,159</b>	<b>129,573</b>	<b>4,799</b>	<b>620</b>	<b>(712)</b>	<b>(197,984)</b>	<b>669,455</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>162,247</b>	<b>43,090</b>	<b>116,633</b>	<b>12,347</b>	<b>8,112</b>	<b>920,199</b>	<b>1,262,628</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>\$ 895,406</b>	<b>\$ 172,663</b>	<b>\$ 121,432</b>	<b>\$ 12,967</b>	<b>\$ 7,400</b>	<b>\$ 722,215</b>	<b>\$ 1,932,083</b>

CITY OF PORTAGE LA PRAIRIE  
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES  
 For the Year Ended December 31, 2010

SCHEDULE 6

	2010						Sub - Total
	Capital Levy	Dedication Fees	Economic Development	Sidewalk	Softball	Gas Tax	
<b>REVENUE</b>							
Investment income	\$ 68	\$ 3	\$ 40	\$ 99	\$ 79	\$ 25	\$ 314
Other income	-	-	-	-	-	-	-
<b>Total revenue</b>	<b>68</b>	<b>3</b>	<b>40</b>	<b>99</b>	<b>79</b>	<b>25</b>	<b>314</b>
<b>EXPENSES</b>							
Investment charges	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET REVENUES</b>	<b>68</b>	<b>3</b>	<b>40</b>	<b>99</b>	<b>79</b>	<b>25</b>	<b>314</b>
<b>TRANSFERS</b>							
Transfers from general operating fund	-	-	-	10,000	1,010	694,682	705,692
Transfers to general operating fund	-	-	-	(13,000)	-	(563,957)	(576,957)
Transfers from utility operating fund	-	-	-	-	-	-	-
Transfers to utility operating fund	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	-	-	-	-	-	-
<b>CHANGE IN RESERVE FUND BALANCES</b>	<b>68</b>	<b>3</b>	<b>40</b>	<b>(2,901)</b>	<b>1,089</b>	<b>130,750</b>	<b>129,049</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>15,339</b>	<b>920</b>	<b>8,888</b>	<b>14,482</b>	<b>8,509</b>	<b>118,381</b>	<b>166,519</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>\$ 15,407</b>	<b>\$ 923</b>	<b>\$ 8,928</b>	<b>\$ 11,581</b>	<b>\$ 9,598</b>	<b>\$ 249,131</b>	<b>\$ 295,568</b>

CITY OF PORTAGE LA PRAIRIE  
 SCHEDULE OF CHANGE IN RESERVE FUND BALANCES  
 For the Year Ended December 31, 2010

SCHEDULE 6

	2010			2009
	Glesby Centre	Utility Replacement	Utility Nutrient Removal	Total
<b>REVENUE</b>				
Investment income	\$ -	\$ 79,144	\$ 12,668	\$ 116,581
Other income	-	-	-	-
<b>Total revenue</b>	<b>-</b>	<b>79,144</b>	<b>12,668</b>	<b>116,581</b>
<b>EXPENSES</b>				
Investment charges	-	-	-	-
Other expenses	-	-	-	-
<b>Total expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET REVENUES</b>	<b>-</b>	<b>79,144</b>	<b>12,668</b>	<b>116,581</b>
<b>TRANSFERS</b>				
Transfers from general operating fund	10,000	-	-	2,660,706
Transfers to general operating fund	-	-	-	(3,211,624)
Transfer from (to) operating nominal surplus	-	-	-	-
Transfers from (to) utility operating fund	-	(236,458)	837,194	600,736
Transfers from (to) utility nominal surplus	-	324,320	-	324,320
Acquisition of tangible capital assets	-	-	-	(834,214)
<b>CHANGE IN RESERVE FUND BALANCES</b>	<b>10,000</b>	<b>167,006</b>	<b>849,862</b>	<b>(343,495)</b>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>	<b>10,000</b>	<b>6,395,383</b>	<b>416,206</b>	<b>12,130,410</b>
<b>FUND SURPLUS, END OF YEAR</b>	<b>\$ 20,000</b>	<b>\$ 6,562,389</b>	<b>\$ 1,266,068</b>	<b>\$ 11,786,915</b>

CITY OF PORTAGE LA PRAIRIE  
 SCHEDULE OF TRUST FUNDS  
 For the Year Ended December 31, 2010

SCHEDULE 7

	Northeast Community Family Care	Willow Bay Paving in Trust	Cemetery Perpetual Care	West-end Development Trust	Manitoba Hydro	Fire Equipment	Sub - Total 2010
<b>ASSETS</b>							
Cash and temporary investments	\$ 1,491	\$ 3,839	\$ 171,706	\$ 19	\$ 48,573	\$ -	\$ 225,628
Portfolio investments	-	-	51,511	-	-	-	51,511
Due from City	-	-	10,828	-	-	7,140	17,968
	<u>\$ 1,491</u>	<u>\$ 3,839</u>	<u>\$ 234,045</u>	<u>\$ 19</u>	<u>\$ 48,573</u>	<u>\$ 7,140</u>	<u>\$ 295,107</u>
<b>LIABILITIES AND FUND BALANCES</b>							
Due to City	\$ 59	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 59
Fund balance	1,432	3,839	234,045	19	48,573	7,140	295,048
	<u>\$ 1,491</u>	<u>\$ 3,839</u>	<u>\$ 234,045</u>	<u>\$ 19</u>	<u>\$ 48,573</u>	<u>\$ 7,140</u>	<u>\$ 295,107</u>
<b>REVENUES</b>							
Contributions and donations	\$ -	\$ -	\$ 1,346	\$ -	\$ -	\$ 6,000	\$ 7,346
Investment income	12	32	2,885	-	404	-	3,333
	<u>12</u>	<u>32</u>	<u>4,231</u>	<u>-</u>	<u>404</u>	<u>6,000</u>	<u>10,679</u>
<b>EXPENDITURES</b>							
Cemetery maintenance	-	-	-	-	-	-	-
Distribution to beneficiaries	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	12	32	4,231	-	404	6,000	10,679
<b>FUND BALANCE, BEGINNING OF YEAR</b>	1,420	3,807	229,814	19	48,169	1,140	284,369
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 1,432</u>	<u>\$ 3,839</u>	<u>\$ 234,045</u>	<u>\$ 19</u>	<u>\$ 48,573</u>	<u>\$ 7,140</u>	<u>\$ 295,048</u>

CITY OF PORTAGE LA PRAIRIE  
SCHEDULE OF TRUST FUNDS  
For the Year Ended December 31, 2010

SCHEDULE 7

	Landfill Authority	Contract Holdbacks	Multiplex Public Contributions	DARE Program	2010 Games Contributions	Centennial Community Club Inc. Contributions	Total	
							2010	2009
<b>ASSETS</b>								
Cash and temporary investments	\$ -	\$ -	\$ 332,975	\$ 6,483	\$ -	\$ -	\$ 565,086	\$ 459,249
Portfolio investments	-	-	-	-	-	-	51,511	47,600
Due from City	-	-	-	-	-	18,740	36,708	1,014,125
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 332,975</u>	<u>\$ 6,483</u>	<u>\$ -</u>	<u>\$ 18,740</u>	<u>\$ 653,305</u>	<u>\$ 1,520,974</u>
<b>LIABILITIES AND FUND BALANCES</b>								
Due to City	\$ -	\$ -	\$ 289,398	\$ 4,298	\$ -	\$ -	\$ 293,755	\$ 4,356
Fund balance	-	-	43,577	2,185	-	18,740	359,550	1,516,618
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 332,975</u>	<u>\$ 6,483</u>	<u>\$ -</u>	<u>\$ 18,740</u>	<u>\$ 653,305</u>	<u>\$ 1,520,974</u>
<b>REVENUES</b>								
Contributions and donations	\$ -	\$ -	\$ 1,467,608	\$ -	\$ 25,250	\$ 146,007	\$ 1,646,211	\$ 1,115,880
Investment income	-	-	2,494	54	-	-	5,881	4,028
	<u>-</u>	<u>-</u>	<u>1,470,102</u>	<u>54</u>	<u>25,250</u>	<u>146,007</u>	<u>1,652,092</u>	<u>1,119,908</u>
<b>EXPENDITURES</b>								
Cemetery maintenance	-	-	-	-	-	-	-	-
Distribution to beneficiaries	-	51,000	2,600,000	-	27,100	127,267	2,805,367	38,150
Other	-	-	3,793	-	-	-	3,793	458,546
	<u>-</u>	<u>51,000</u>	<u>2,603,793</u>	<u>-</u>	<u>27,100</u>	<u>127,267</u>	<u>2,809,160</u>	<u>496,696</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	-	(51,000)	(1,133,691)	54	(1,850)	18,740	(1,157,068)	623,212
<b>FUND BALANCE, BEGINNING OF YEAR</b>	-	51,000	1,177,268	2,131	1,850	-	1,516,618	893,406
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,577</u>	<u>\$ 2,185</u>	<u>\$ -</u>	<u>\$ 18,740</u>	<u>\$ 359,550</u>	<u>\$ 1,516,618</u>

**CITY OF PORTAGE LA PRAIRIE**  
**SCHEDULE OF FINANCIAL POSITION FOR UTILITIES**  
**December 31, 2010**

**SCHEDULE 8**

	2010	2009
Total	Total	Total
<b>FINANCIAL ASSETS</b>		
Amounts receivable	<u>\$ 824,749</u>	<u>\$ 734,970</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	<u>\$ 403,442</u>	<u>\$ 412,948</u>
Long-term debt (Note 8)	<u>6,988,437</u>	<u>7,937,492</u>
Due to other funds	<u>555,119</u>	<u>183,045</u>
	<u>7,946,998</u>	<u>8,533,485</u>
<b>NET FINANCIAL ASSETS (NET DEBT)</b>	<u><b>\$ (7,122,249)</b></u>	<u><b>\$ (7,798,515)</b></u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 1)	<u>\$ 12,369,515</u>	<u>\$ 14,775,295</u>
Inventories	<u>250,840</u>	<u>264,388</u>
Prepaid expenses	<u>300</u>	<u>300</u>
	<u>12,620,655</u>	<u>15,039,983</u>
<b>FUND SURPLUS</b>	<u><b>\$ 5,498,406</b></u>	<u><b>\$ 7,241,468</b></u>
<b>CONTINGENCIES (Note 9)</b>		

CITY OF PORTAGE LA PRAIRIE

SCHEDULE 9

SCHEDULE OF UTILITY OPERATIONS  
For the Year Ended December 31, 2010

	2010 Budget	2010 Actual	2009 Actual
<b>REVENUE</b>			
<b>Water</b>			
Water fees	\$ 8,295,804	\$ 7,639,253	\$ 7,300,577
Bulk Water fees	-	-	-
sub-total- water	<u>8,295,804</u>	<u>7,639,253</u>	<u>7,300,577</u>
<b>Sewer</b>			
Sewer fees	16,700	11,136	11,244
Lagoon tipping fees	-	-	-
sub-total- sewer	<u>16,700</u>	<u>11,136</u>	<u>11,244</u>
<b>Property taxes</b>		<b>311,113</b>	<b>450,062</b>
<b>Government transfers</b>			
Operating	-	-	-
Capital	-	-	-
sub-total- government transfers	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other</b>			
Hydrant rentals	58,600	57,600	57,600
Connection charges	88,200	77,157	90,597
Installation service	-	-	-
Penalties	6,000	7,665	7,056
Contributed tangible capital assets	-	-	-
Investment income	-	-	-
Administration fees	-	-	-
Gain on sale of tangible capital assets	-	-	-
Other income	<u>1,723,632</u>	<u>778,282</u>	<u>886,198</u>
sub-total- other	<u>1,876,432</u>	<u>920,704</u>	<u>1,041,451</u>
<b>Total revenue</b>	<u><b>10,188,936</b></u>	<u><b>8,882,206</b></u>	<u><b>8,803,334</b></u>

CITY OF PORTAGE LA PRAIRIE  
 SCHEDULE OF UTILITY OPERATIONS  
 For the Year Ended December 31, 2010

SCHEDULE 9

	Budget	2010	2009
<b>EXPENSES</b>			
<b>General</b>			
Administration	1,216,000	964,265	830,369
Training costs	-	-	-
Billing and collection	-	-	-
Utilities (telephone, electricity, etc.)	-	-	-
sub-total- general	<u>1,216,000</u>	<u>964,265</u>	<u>830,369</u>
<b>Water General</b>			
Purification and treatment	2,862,303	2,604,415	1,678,588
Water purchases	-	-	-
Transmission and distribution	2,061,400	1,295,539	1,140,512
Hydrant maintenance	-	-	-
Transportation services	-	-	-
Connection costs	-	-	-
sub-total- water general	<u>4,923,703</u>	<u>3,899,954</u>	<u>2,819,100</u>
<b>Water Amortization &amp; Interest</b>			
Amortization	-	-	-
Interest on long term debt	-	-	-
sub-total- water amortization & interest	<u>-</u>	<u>-</u>	<u>-</u>
<b>Sewer General</b>			
Collection system costs	1,641,675	1,112,503	1,631,807
Treatment and disposal cost	328,000	267,733	101,487
Lift Station costs	238,700	237,369	219,398
Transportation services	-	-	-
Connection costs	-	-	-
Other sewage & disposal costs	-	-	-
sub-total- sewer general	<u>2,208,375</u>	<u>1,617,605</u>	<u>1,952,692</u>
<b>Sewage Amortization &amp; Interest</b>			
Amortization	2,683,536	2,683,536	2,659,918
Interest on long term debt	534,852	534,852	603,057
sub-total- sewer amortization & interest	<u>3,218,388</u>	<u>3,218,388</u>	<u>3,262,975</u>
<b>Total expenses</b>	<u>11,566,466</u>	<u>9,700,212</u>	<u>8,865,136</u>
<b>NET OPERATING SURPLUS (DEFICIT)</b>	(1,377,530)	(818,006)	(61,802)
<b>TRANSFERS</b>			
Transfers from (to) operating fund	329,113		
Transfers from (to) reserve funds	<u>293,592</u>	<u>(925,056)</u>	<u>(859,712)</u>
<b>CHANGE IN UTILITY FUND BALANCE</b>	<u>\$ (754,825)</u>	<u>(1,743,062)</u>	<u>(921,514)</u>
<b>FUND SURPLUS, BEGINNING OF YEAR</b>		<u>7,241,468</u>	<u>8,162,982</u>
<b>FUND SURPLUS, END OF YEAR</b>		<u>\$ 5,498,406</u>	<u>\$ 7,241,468</u>

## RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2010

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
<b>REVENUE</b>								
Property taxes	\$ 8,956,832	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,956,832
Grants in lieu of taxation	757,313	-	-	-	-	-	-	757,313
User fees	1,660,694	-	-	-	-	-	1,286,838	2,947,532
Permits, licences and fines	348,900	-	-	-	-	-	-	348,900
Investment income	50,000	-	-	-	-	-	6,425	56,425
Other revenue	46,702	-	-	-	-	-	50,265	96,967
Water and sewer	-	10,188,936	-	-	-	-	-	10,188,936
Grants - Province of Manitoba	2,885,670	-	-	-	-	-	179,786	3,065,456
Grants - other	8,281,697	-	-	-	-	-	411,234	8,692,931
Transfers from general fund	-	329,113	-	-	(329,113)	-	-	-
Transfers from reserves	3,011,938	2,128,300	-	-	(5,140,238)	-	-	-
<b>Total revenue</b>	<b>\$ 25,999,746</b>	<b>\$ 12,646,349</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (5,469,351)</b>	<b>\$ -</b>	<b>\$ 1,934,548</b>	<b>\$ 35,111,292</b>
<b>EXPENSES</b>								
General government services	\$ 1,817,700	\$ -	\$ 11,373	\$ 127,478	\$ 8,100	\$ -	\$ -	\$ 1,964,651
Protective services	4,791,169	-	61,097	-	-	-	-	4,852,266
Transportation services	1,799,000	-	310,914	137,496	-	-	97,374	2,344,784
Environmental health services	813,200	-	-	-	-	-	231,975	1,045,175
Public health and welfare services	288,300	-	-	-	-	-	-	288,300
Regional planning and development	437,178	-	8,791	-	-	-	157,166	603,135
Resource cons and industrial dev	189,848	-	-	-	-	-	-	189,848
Recreation and cultural services	2,045,764	-	603,381	635,250	-	-	1,268,371	4,552,766
Water and sewer services	-	8,348,078	2,683,536	534,852	-	-	-	11,566,466
Fiscal services:								
Transfer to capital	9,873,301	954,700	-	-	(10,828,001)	-	-	-
Transfer to utility	329,113	-	-	-	(329,113)	-	-	-
Debt charges and short term interest	1,812,346	1,508,863	-	(3,321,209)	-	-	-	-
Transfer to reserves	1,794,727	1,834,708	-	-	(3,629,435)	-	-	-
Allowance for tax assets	8,100	-	-	-	(8,100)	-	-	-
<b>Total expenses</b>	<b>\$ 25,999,746</b>	<b>\$ 12,646,349</b>	<b>\$ 3,679,092</b>	<b>\$ (1,886,133)</b>	<b>\$ (14,786,549)</b>	<b>\$ -</b>	<b>\$ 1,754,886</b>	<b>\$ 27,407,391</b>
<b>Surplus (Deficit)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (3,679,092)</b>	<b>\$ 1,886,133</b>	<b>\$ 9,317,198</b>	<b>\$ -</b>	<b>\$ 179,662</b>	<b>\$ 7,703,901</b>

**CITY OF PORTAGE LA PRAIRIE  
ANALYSIS OF TAXES ON ROLL  
December 31, 2010**

**SCHEDULE 11**

	2010	2009
<b>Balance, beginning of year</b>	<b>\$ 379,719</b>	<b>\$ 480,907</b>
<b>Add:</b>		
Tax levy (Schedule 12)	14,739,786	13,870,812
Taxes added	241,576	290,893
Penalties or interest	75,546	96,212
Other accounts added	244,374	263,056
<b>Sub-total</b>	<b>15,301,282</b>	<b>14,520,973</b>
<b>Deduct:</b>		
Cash collections - current	12,704,810	11,973,682
Cash collections - arrears	353,466	482,798
Cancellations	36,340	17,227
Tax discounts	6,476	20,511
M.P.T.C. - cash advance	2,138,295	2,127,943
<b>Sub-total</b>	<b>15,239,387</b>	<b>14,622,161</b>
<b>Balance, end of year</b>	<b>\$ 441,614</b>	<b>\$ 379,719</b>

**SCHEDULE 12**

**CITY OF PORTAGE LA PRAIRIE  
ANALYSIS OF TAX LEVY  
For the Year Ended December 31, 2010**

	2010		2009	
Assessment	Mill Rate	Levy	Levy	
Other governments (L.U.D.):				
Name of LUD	-	\$ -	\$ -	-
sub-total- L.U.D.				
Debt charges:				
L.I.D.	3.475	1,117,445	59,847	
At Large	0.829	304,617	430,814	
sub-total- Debt charges		<u>1,422,061</u>	<u>490,661</u>	
Reserves:				
Glesby Centre	0.029	9,325	-	
Environment	-	-	48,875	
Fire	0.143	45,984	36,407	
Recreation	-	-	562,813	
Sidewalk	0.029	9,325	8,977	
Computer	0.086	27,655	27,181	
General	0.243	78,141	327,663	
Land Development	-	-	453,592	
Equipment Replacement	0.414	133,129	122,437	
sub-total- Reserves		<u>303,559</u>	<u>1,587,945</u>	
General municipal				
Special levies:	19.368	6,227,875	5,177,810	
Assessment Levy	0.428	137,631	136,152	
Debenture debt PR240	0.300	96,470	95,257	
Debenture debt Wilkinson Cres	1.311	421,574	315,445	
sub-total- Special levies		<u>655,675</u>	<u>546,854</u>	
<b>Total municipal taxes (Schedule 2)</b>				
		<b>8,609,170</b>	<b>7,803,270</b>	
Education support levy				
	12.330	1,136,637	1,205,694	
Special levies:				
Portage la Prairie School Division	16.071	4,993,978	4,861,848	
<b>Total education taxes</b>				
		<b>6,130,616</b>	<b>6,067,542</b>	
<b>Total tax levy (Schedule 11)</b>				
		<b>\$ 14,739,786</b>	<b>\$ 13,870,812</b>	

**CITY OF PORTAGE LA PRAIRIE  
ANALYSIS OF SCHOOL ACCOUNTS  
December 31, 2010**

**SCHEDULE 13**

	2010				2009
	Opening Balance	Current Requirement	Current Payment	Ending Balance	Ending Balance
<b>Education support levy</b>	\$ 317,264	\$ 1,376,773	\$ (1,462,706)	\$ 231,331	\$ 317,264
<b>Special levies</b>					
Portage School Division #24	736,651	5,465,332	(5,610,605)	591,378	736,651
<b>Total</b>	<u>\$ 1,053,915</u>	<u>\$ 6,842,105</u>	<u>\$ (7,073,311)</u>	<u>\$ 822,709</u>	<u>\$ 1,053,915</u>

CITY OF PORTAGE LA PRAIRIE

SCHEDULE 14

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2010

	2010 Actual	2009 Actual
<b>General government services:</b>		
Legislative	\$ 162,171	\$ 160,516
General administrative	1,187,628	1,235,406
Other	611,007	499,012
	<u>1,960,806</u>	<u>1,894,934</u>
<b>Protective services:</b>		
Police	2,673,871	2,897,323
Fire	1,608,664	1,576,176
Emergency measures	41,439	41,445
Other	86,816	86,033
	<u>4,410,790</u>	<u>4,600,977</u>
<b>Transportation services:</b>		
Road transport		
Administration and engineering	93,482	190,857
Road and street maintenance	1,701,840	1,934,192
Bridge maintenance	-	-
Sidewalk and boulevard maintenance	101,810	70,644
Street lighting	216,654	217,387
Other	82,940	78,270
Air transport	-	-
Public transit	-	-
Other	-	-
	<u>2,196,726</u>	<u>2,491,350</u>
<b>Environmental health services:</b>		
Waste collection and disposal	766,367	705,456
Recycling	-	-
Other	-	-
	<u>766,367</u>	<u>705,456</u>
<b>Public health and welfare services:</b>		
Public health	210,604	198,451
Medical care	-	-
Social assistance	85,721	85,721
Other	-	-
	<u>296,325</u>	<u>284,172</u>
<b>Regional planning and development</b>		
Planning and zoning	139,322	150,155
Urban renewal	-	-
Beautification and land rehabilitation	-	-
Urban area weed control	198,229	214,652
Other	77,823	104,894
	<u>415,374</u>	<u>469,701</u>
<b>Resource conservation and industrial development</b>		
Rural area weed control	-	-
Drainage of land	-	-
Veterinary services	-	-
Water resources and conservation	-	-
Regional development	210,611	246,627
Industrial development	6,692	11,331
Tourism	5,539	9,707
Other	18,940	58,622
	<u>241,782</u>	<u>326,287</u>
<b>Sub-totals forward</b>	<u>10,288,170</u>	<u>10,772,877</u>

CITY OF PORTAGE LA PRAIRIE

SCHEDULE 14

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2010

	<b>10,288,170</b>	<b>10,772,877</b>
<b>Sub-totals forward</b>		
<b>Recreation and cultural services:</b>		
Administration	-	-
Community centers and halls	-	-
Swimming pools and beaches	-	226,120
Golf courses	-	-
Skating and curling rinks	3,362	453,802
Parks and playgrounds	289,783	469,641
Other recreational facilities	2,574,928	1,148,428
Museums	-	-
Libraries	286,534	278,269
Other cultural facilities	61,917	34,860
	<b>3,216,524</b>	<b>2,611,120</b>
<b>Total expenses</b>	<b>13,504,694</b>	<b>13,383,997</b>

**SCHEDULE 15**

**CITY OF PORTAGE LA PRAIRIE**  
**SCHEDULE OF L.U.D. OPERATIONS - Name of L.U.D.**  
**For the Year Ended December 31, 2010**

	2010 Budget	2010 Actual	2009 Actual
<b>Revenue</b>			
Taxation	\$ -	\$ -	\$ -
Other Revenue	-	-	-
Total revenue	-	-	-
<b>Expenses</b>			
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	-	-	-
<b>Net revenues (expenses)</b>	-	-	-
<b>Transfers:</b>			
Transfers from (to) L.U.D. reserves	-	-	-
Transfers from (to) operating fund	-	-	-
Other	-	-	-
<b>Change in L.U.D. balances</b>	-	-	-
<b>Unexpended balance, beginning of year</b>			
<b>Unexpended balance, end of year</b>			

