

TOWN OF CORONATION
Financial Statements
Year Ended December 31, 2023

TOWN OF CORONATION
Contents
For the Year Ended December 31, 2023

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

Management of Town of Coronation (the "Town") is responsible for the preparation, accuracy, objectivity, and integrity of the accompanying financial statements and the notes thereto. Management believes that the financial statements present fairly the Town's financial position as at December 31, 2023 and the results of its operations for the year then ended.

The financial statements have been prepared in compliance with legislation, and in accordance with Canadian Public Sector Accounting Standards (PSAS).

The financial statements include certain amounts based on estimates and judgments. Such amounts have been determined on a reasonable basis in order to ensure the financial statements are presented fairly in all material respects.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, management has designed and maintains a system of internal controls to produce reliable information and to meet reporting requirements on a timely basis. The system is designed to provide management with reasonable assurance that transactions are properly authorized and assets are properly accounted for and safeguarded.

These systems are monitored and evaluated by management and reliable financial information is available for preparation of the financial statements.

The Town Council carries out its responsibilities for review of the financial statements primarily through the Finance and Administration departments. Council meets annually with management and external auditors to discuss the results of audit examinations and financial reporting matters.

The external auditors have full access to Council with and without the presence of management. The Town Council has approved the financial statements.

The financial statements have been audited by Ascend LLP, Chartered Professional Accountants, independent external auditors appointed by the Town. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination, and their opinion on the Town's financial statements.

Quinton Flint
Chief Administrative Officer

Delayne Golby
Finance and Administration Clerk

INDEPENDENT AUDITOR'S REPORT

To the Members of Council of Town of Coronation:

Opinion

We have audited the financial statements of Town of Coronation (the "Town"), which comprise the statement of financial position as at December 31, 2023, and the statements of operations, changes in net financial assets, and cash flows for the year then ended, and the notes and schedules to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards (PSAS).

Basis for Opinion

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

Emphasis of Matter

As disclosed in note 2, the Town adopted *Canadian Public Sector Accounting Standards PS 3280 - Asset Retirement Obligations*. This new standard establishes how to account for, and disclose, liabilities for asset retirement obligations which are legal obligations associated with the retirement of tangible capital assets. This standard was adopted using the modified retroactive application method.

We also draw your attention to note 3 of these financial statements, which describes prior period adjustments related to the impact of adopting the asset retirement obligation standard, and to adjust the cost related to the infrastructure management plan.

Our opinion is not modified with respect to these matters.

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

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

In preparing the 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 Town or 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.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 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 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 Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

(continues)

Independent Auditor's Report to the Members of Council of Town of Coronation: *(continued)*

Report on Other Legal and Regulatory Requirements

- Debt Limit Regulation: In accordance with Alberta Regulation 255/2000, we confirm that the Town is in compliance with the Debt Limit Regulation. A detailed account of the Town's debt limit can be found in Note 10.
- Supplementary Accounting Principles and Standards Regulation: In accordance with Alberta Regulation 313/2000, we confirm that the Town is in compliance with the Supplementary Accounting Principles and Standards Regulation and note the information required can be found in Note 1.

Ascend

Ascend LLP
Chartered Professional Accountant
Coronation, Alberta
July 29, 2024

TOWN OF CORONATION
Statement of Financial Position
As at December 31, 2023

	2023	2022 <i>(Restated)</i>
FINANCIAL ASSETS		
Cash <i>(Note 4)</i>	\$ 2,141,426	\$ 2,869,770
Receivables		
Taxes and grants in place of taxes receivables <i>(Note 5)</i>	265,319	353,284
Trade and other receivables	386,754	499,101
Receivables from other governments	659,070	285,837
Land inventories held for resale	625,031	603,330
	<u>4,077,600</u>	<u>4,611,322</u>
LIABILITIES		
Accounts payable and accrued liability <i>(Note 6)</i>	449,323	264,334
Deposit liabilities	8,220	6,290
Deferred revenue <i>(Note 7)</i>	322,791	644,219
Employee benefit obligations <i>(Note 8)</i>	48,279	46,034
Long-term debt <i>(Note 9)</i>	400,000	-
Asset retirement obligations <i>(Note 12)</i>	909,538	866,227
	<u>2,138,151</u>	<u>1,827,104</u>
NET FINANCIAL ASSETS	<u>1,939,449</u>	<u>2,784,218</u>
NON-FINANCIAL ASSETS		
Tangible capital assets <i>(Schedule 2)</i>	<u>10,503,096</u>	<u>9,103,268</u>
ACCUMULATED SURPLUS <i>(Schedule 1)</i>	<u>\$ 12,442,545</u>	<u>\$ 11,887,486</u>
COMMITMENT <i>(Note 20)</i>		
CONTINGENCY <i>(Note 21)</i>		

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Statement of Operations
For the Year Ended December 31, 2023

	Budget (Unaudited)	2023	2022 (Restated)
REVENUE			
Net municipal taxes (Schedule 3)	\$ 1,338,300	\$ 1,367,294	\$ 1,322,749
User fees and sale of goods	1,246,290	1,127,463	1,092,849
Government transfers for operating (Schedule 4)	321,295	291,339	429,021
Investment income	46,000	147,319	67,257
Penalties and costs on taxes	75,000	69,993	68,060
Licenses and permits	5,500	3,885	4,295
Franchise and concession contracts	102,000	85,687	90,792
Fines	4,500	4,051	1,787
Other	39,533	23,315	41,414
Total Revenue	3,178,418	3,120,346	3,118,224
EXPENSES			
General government			
Council and other legislative	83,202	65,141	81,842
General administration	656,536	742,754	785,364
Protective services			
Bylaw enforcement	12,550	15,313	14,332
Police	-	33,115	26,158
Fire	98,238	79,759	113,749
Disaster and emergency measures	1,000	388	388
Ambulance and first aid	62,621	109,187	75,312
Public health and welfare			
Family and community support	44,846	46,547	44,945
Cemeteries and crematoriums	2,356	821	30
Transportation			
Common and equipment pool	291,007	250,742	190,960
Roads, streets, walks, lighting	335,223	366,050	367,505
Airport	31,214	27,138	30,981
Storm sewers and drainage	2,000	1,869	1,911
Environmental use and protection			
Water supply and distribution	443,372	471,175	480,641
Wastewater treatment and disposal	72,903	110,708	76,735
Waste management	140,000	136,576	140,247
Recreation and culture			
Parks and recreation	603,716	679,804	638,801
Libraries, museums, halls	23,324	22,511	23,279
Planning and development			
Economic development	137,205	152,325	146,128
Subdivision land and development	17,105	99,645	17,034
Total Expenses	3,058,418	3,411,568	3,256,342
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES - BEFORE OTHER	120,000	(291,222)	(138,118)
Government transfers for capital (Schedule 4)	564,882	626,826	123,974
Other capital	100,718	160,518	19,229
Gain (loss) on disposal of tangible capital assets	-	58,937	(8,000)
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	785,600	555,059	(2,915)
ACCUMULATED SURPLUS, BEGINNING OF YEAR	11,887,486	11,887,486	11,890,401
ACCUMULATED SURPLUS, END OF YEAR	\$ 12,673,086	\$ 12,442,545	\$ 11,887,486

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Statement of Changes in Net Financial Assets
For the Year Ended December 31, 2023

	Budget <i>(Unaudited)</i>	2023	2022 <i>(Restated)</i>
EXCESS (SHORTFALL) OF REVENUE OVER EXPENSES	\$ 785,600	\$ 555,059	\$ (2,915)
Acquisition of tangible capital assets	(665,600)	(2,052,352)	(324,208)
Proceeds on disposal of tangible capital assets	-	220,458	85,222
Amortization of tangible capital assets	461,454	491,003	473,435
(Gain) loss on disposal of tangible capital assets	-	(58,937)	8,000
	<u>(204,146)</u>	<u>(1,399,828)</u>	<u>242,449</u>
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	581,454	(844,769)	239,534
NET FINANCIAL ASSETS, BEGINNING OF YEAR	<u>2,784,218</u>	<u>2,784,218</u>	<u>2,544,684</u>
NET FINANCIAL ASSETS, END OF YEAR	<u>\$ 3,365,672</u>	<u>\$ 1,939,449</u>	<u>\$ 2,784,218</u>

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Statement of Cash Flows
For the Year Ended December 31, 2023

	2023	2022 <i>(Restated)</i>
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
Excess (shortfall) of revenue over expenses	\$ 555,059	\$ (2,915)
Non-cash items included in excess of revenue over expenses:		
Amortization of tangible capital assets	491,003	473,435
(Gain) loss on disposal of tangible capital assets	(58,937)	8,000
Accretion of asset retirement obligations <i>(Note 12)</i>	43,311	41,249
	<u>1,030,436</u>	<u>519,769</u>
Non-cash charges to operations (net change):		
Taxes and grants in place of taxes receivables	87,965	48,930
Trade and other receivables	112,347	(143,241)
Receivables from other governments	(373,233)	(75,810)
Land inventories held for resale	(21,701)	(6,233)
Accounts payable and accrued liability	184,989	53,507
Deposit liabilities	1,930	2,260
Deferred revenue	(321,428)	151,803
Employee benefit obligations	2,245	18,657
	<u>(326,886)</u>	<u>49,873</u>
	<u>703,550</u>	<u>569,642</u>
CAPITAL		
Acquisition of tangible capital assets	(2,052,352)	(324,208)
Proceeds on disposal of tangible capital assets	220,458	85,222
	<u>(1,831,894)</u>	<u>(238,986)</u>
FINANCING		
Proceeds from long-term debt	400,000	-
CHANGE IN CASH DURING THE YEAR	<u>(728,344)</u>	<u>330,656</u>
CASH, BEGINNING OF YEAR	<u>2,869,770</u>	<u>2,539,114</u>
CASH, END OF YEAR	<u>\$ 2,141,426</u>	<u>\$ 2,869,770</u>

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Schedule of Changes in Accumulated Surplus
For the Year Ended December 31, 2023

(Schedule 1)

	Unrestricted Surplus	Restricted Surplus	Equity in Tangible Capital Assets	2023	2022 (Restated)
BALANCE, BEGINNING OF YEAR, AS PREVIOUSLY STATED	\$ 841,806	\$ 2,808,639	\$ 9,226,562	\$ 12,877,007	\$ 12,691,523
Prior period adjustments (Note 3)	-	-	(989,521)	(989,521)	(801,122)
BALANCE, BEGINNING OF YEAR, RESTATED	<u>841,806</u>	<u>2,808,639</u>	<u>8,237,041</u>	<u>11,887,486</u>	<u>11,890,401</u>
Excess (shortfall) of revenues over expenses	555,059	-	-	555,059	(2,915)
Unrestricted funds designated for future use	(114,135)	114,135	-	-	-
Restricted funds used for tangible capital assets	-	(506,142)	506,142	-	-
Current year funds used for tangible capital assets	(1,546,210)	-	1,546,210	-	-
Net book value of disposed tangible capital assets	161,521	-	(161,521)	-	-
Annual amortization expense	491,003	-	(491,003)	-	-
Asset retirement obligations accretion expense	43,311	-	(43,311)	-	-
Long-term debt issued	400,000	-	(400,000)	-	-
Change in accumulated surplus	<u>(9,451)</u>	<u>(392,007)</u>	<u>956,517</u>	<u>555,059</u>	<u>(2,915)</u>
BALANCE, END OF YEAR	<u>\$ 832,355</u>	<u>\$ 2,416,632</u>	<u>\$ 9,193,558</u>	<u>\$ 12,442,545</u>	<u>\$ 11,887,486</u>

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Schedule of Tangible Capital Assets
For the Year Ended December 31, 2023

(Schedule 2)

	Land	Land Improvements	Buildings	Engineered Structures	Machinery and Equipment	Vehicles	2023	2022 (Restated)
COST								
BALANCE, BEGINNING OF YEAR	\$ 423,103	\$ 288,932	\$ 3,149,056	\$ 18,298,120	\$ 1,760,618	\$ 491,352	\$ 24,411,181	\$ 24,221,257
Acquisition of tangible capital assets	14,720	-	380,747	1,433,237	185,648	38,000	2,052,352	255,487
Construction-in-progress	-	-	-	-	-	-	-	68,721
Disposals of tangible capital assets	(7,330)	-	(85,470)	-	(109,816)	(1)	(202,617)	(134,284)
BALANCE, END OF YEAR	430,493	288,932	3,444,333	19,731,357	1,836,450	529,351	26,260,916	24,411,181
ACCUMULATED AMORTIZATION								
BALANCE, BEGINNING OF YEAR	-	214,222	1,533,058	12,232,429	911,288	416,916	15,307,913	14,875,540
Annual amortization	-	2,882	72,723	276,307	116,594	22,497	491,003	473,435
Amortization on disposals	-	-	(18,296)	-	(22,799)	(1)	(41,096)	(41,062)
BALANCE, END OF YEAR	-	217,104	1,567,485	12,508,736	1,005,083	439,412	15,757,820	15,307,913
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 430,493	\$ 71,828	\$ 1,856,848	\$ 7,222,621	\$ 831,367	\$ 89,939	\$ 10,503,096	\$ 9,103,268
2022 NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 423,103	\$ 74,710	\$ 1,615,998	\$ 6,065,691	\$ 849,330	\$ 74,436	\$ 9,103,268	

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Schedule of Property and Other Taxes
For the Year Ended December 31, 2023

(Schedule 3)

	Budget (Unaudited)	2023	2022
TAXATION			
Real property taxes	\$ 1,611,202	\$ 1,590,481	\$ 1,552,478
Linear property taxes	-	43,738	41,080
	<u>1,611,202</u>	<u>1,634,219</u>	<u>1,593,558</u>
REQUISITIONS			
Alberta School Foundation Fund	230,465	224,488	230,508
Paintearth Foundation	42,437	42,437	40,301
	<u>272,902</u>	<u>266,925</u>	<u>270,809</u>
NET MUNICIPAL TAXES	\$ 1,338,300	\$ 1,367,294	\$ 1,322,749

Schedule of Government Transfers
For the Year Ended December 31, 2023

(Schedule 4)

	Budget (Unaudited)	2023	2022
TRANSFERS FOR OPERATING			
Provincial government	\$ 164,895	\$ 102,208	\$ 246,869
Federal government	19,900	16,020	15,140
Local governments	136,500	173,111	167,012
	<u>321,295</u>	<u>291,339</u>	<u>429,021</u>
TRANSFERS FOR CAPITAL			
Provincial government	458,713	608,303	97,728
Federal government	86,169	18,523	26,246
Local governments	20,000	-	-
	<u>564,882</u>	<u>626,826</u>	<u>123,974</u>
TOTAL GOVERNMENT TRANSFERS	\$ 886,177	\$ 918,165	\$ 552,995

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Schedule of Expenses by Object
For the Year Ended December 31, 2023

(Schedule 5)

	Budget <i>(Unaudited)</i>	2023	2022 <i>(Restated)</i>
EXPENSES BY OBJECT			
Salaries, wages and benefits	\$ 912,205	\$ 926,820	\$ 953,520
Contracted and general services	684,313	774,993	860,366
Purchases from other governments	34,987	33,115	26,158
Materials, goods, supplies and utilities	725,108	840,492	644,399
Provision for allowances	30,000	134,926	94,638
Transfers to local boards and agencies	65,846	83,960	80,846
Transfers to individuals and organizations	138,505	76,792	75,402
Bank charges and short-term interest	5,999	6,156	6,329
Amortization of tangible capital assets <i>(Schedule 2)</i>	461,454	491,003	473,435
Accretion of asset retirement obligations <i>(Note 12)</i>	-	43,311	41,249
	\$ 3,058,417	\$ 3,411,568	\$ 3,256,342

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Schedule of Segmented Disclosure
For the Year Ended December 31, 2023

(Schedule 6)

	General Government	Protective Services	Public Health and Welfare	Transportation	Environmental Use and Protection	Recreation and Culture	Planning and Development	Total
REVENUE								
Net municipal taxes	\$ 1,367,294	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,367,294
User fees and sale of goods	3,231	114,154	3,700	14,360	798,656	158,677	34,685	1,127,463
Government transfers for operating	205	52,203	37,088	1,790	-	157,543	42,510	291,339
Investment income	147,319	-	-	-	-	-	-	147,319
Penalties and costs on taxes	57,570	-	-	-	12,423	-	-	69,993
Licenses and permits	1,780	1,665	-	-	-	-	440	3,885
Franchise and concession contracts	85,687	-	-	-	-	-	-	85,687
Fines	3,351	700	-	-	-	-	-	4,051
Other revenues	16,442	-	6,833	-	-	40	-	23,315
	<u>1,582,879</u>	<u>198,722</u>	<u>47,621</u>	<u>16,150</u>	<u>811,079</u>	<u>316,260</u>	<u>77,635</u>	<u>3,120,346</u>
EXPENSES								
Salaries, wages and benefits	362,661	2,938	-	134,990	79,450	272,565	74,216	926,820
Contracted and general services	231,642	53,098	171	53,601	210,874	179,388	46,219	774,993
Purchases from other governments	-	33,115	-	-	-	-	-	33,115
Materials, goods, supplies and utilities	47,041	98,127	237	234,959	280,783	89,365	89,980	840,492
Provision for allowances	134,926	-	-	-	-	-	-	134,926
Transfers to local boards and agencies	2,000	5,000	46,960	-	-	30,000	-	83,960
Transfers to individuals and organizations	-	-	-	-	28,446	7,796	40,550	76,792
Bank charges and short-term interest	6,156	-	-	-	-	-	-	6,156
	<u>784,426</u>	<u>192,278</u>	<u>47,368</u>	<u>423,550</u>	<u>599,553</u>	<u>579,114</u>	<u>250,965</u>	<u>2,877,254</u>
NET REVENUE, BEFORE AMORTIZATION AND OTHER	<u>898,453</u>	<u>(23,556)</u>	<u>253</u>	<u>(407,400)</u>	<u>211,526</u>	<u>(262,854)</u>	<u>(173,330)</u>	<u>243,092</u>
Government transfers for capital	33,285	-	-	87,377	447,722	58,442	-	626,826
Other capital	59,800	-	-	100,718	-	-	-	160,518
Amortization expense	(23,469)	(45,484)	-	(222,249)	(112,244)	(86,552)	(1,005)	(491,003)
Gain on disposal of tangible capital assets	-	-	30,497	28,440	-	-	-	58,937
Accretion of asset retirement obligations	-	-	-	-	(6,662)	(36,649)	-	(43,311)
	<u>69,616</u>	<u>(45,484)</u>	<u>30,497</u>	<u>(5,714)</u>	<u>328,816</u>	<u>(64,759)</u>	<u>(1,005)</u>	<u>311,967</u>
NET REVENUE	<u>\$ 828,837</u>	<u>\$ 45,484</u>	<u>\$ 30,750</u>	<u>\$ (413,114)</u>	<u>\$ 540,342</u>	<u>\$ (327,613)</u>	<u>\$ (174,335)</u>	<u>\$ 555,059</u>

The accompanying notes are an integral part of these financial statements

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Coronation (the "Town") are the representations of management prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting Entity

The financial statements reflect the assets, liabilities, revenues and expenditures, changes in fund balances and change in financial position of the reporting entity. This entity is comprised of the municipal operations plus all of the organizations that are owned or controlled by the Town and are, therefore, accountable to the Town Council for the administration of their financial affairs and resources.

The schedule of taxes levied also includes requisitions for education, health, social and other external organizations that are not part of the municipal reporting entity.

The statements exclude trust assets that are administered for the benefit of external parties. Interdepartmental and organizational transactions and balances are eliminated.

(b) Basis of Accounting

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

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be provided.

Revenue is recognized in the period when the related expenses are incurred, services performed, or the tangible capital assets are acquired.

(c) Use of Estimates

The preparation of financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from these estimates.

Significant financial statement areas requiring the use of management estimates include:

- Allowance for doubtful accounts;
- Useful life of tangible capital assets;
- Fair value of contributed tangible capital assets;
- Employee benefit obligations; and
- Asset retirement obligations.

(continues)

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Valuation of Financial Assets and Liabilities

The Town's financial assets and liabilities are measured as follows:

<u>Financial statement component</u>	<u>Measurement</u>
Cash	Cost and amortized cost
Trade and other receivables	Lower of cost or net recoverable value
Land inventories held for resale	Lower of cost or net realizable value
Accounts payable and accrued liability	Cost
Deposit liabilities	Cost
Employee benefit obligations	Cost
Long-term debt	Amortized cost
Asset retirement obligations	Amortized cost

(e) Cash and Cash Equivalents

Cash and cash equivalents are comprised of cash on deposits with financial institutions and highly liquid investments.

(f) Long-term debt

Long-term debt is initially recognized net of any premiums, discounts, fees and transactions costs, with interest expense recognized using the effective interest method. Long-term debt is subsequently measured at amortized cost.

(g) Requisition Over-levy and Under-levy

Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

(h) Land Inventories Held for Resale

Land held for resale is recorded at the lower of cost or net realizable value. Cost includes costs for land acquisition and improvements required to prepare the land for servicing such as clearing, stripping and levelling charges. Related development costs incurred to provide infrastructure such as water and wastewater services, roads, sidewalks and street lighting are recorded as tangible capital assets under the respective function.

(i) Tax Revenue

Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

In the event that the prepaid amounts are applied against the related borrowings, the deferred revenue is amortized to revenue by an amount equal to the debt repayment.

(continues)

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(j) Asset Retirement

Asset retirement obligations are legal obligations associated with the retirement of a tangible capital asset (TCA). Asset retirement activities include all activities relating to an asset retirement obligation. These may include, but are not limited to:

- decommissioning or dismantling a tangible capital asset that was acquired, constructed or developed;
- remediation of contamination of a tangible capital asset created by its normal use;
- post-retirement activities such as monitoring; and
- constructing other tangible capital assets to perform post-retirement activities.

A liability for an asset retirement obligation is recognized when, as at the financial reporting date:

- a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- b) the past transaction or event giving rise to the liability has occurred;
- c) it is expected that future economic benefits will be given up; and
- d) a reasonable estimate of the amount can be made.

The Town recognizes liabilities in the period in which an obligation arises for statutory, contractual, or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development, or normal operation of the tangible capital assets. The obligations are initially measured at management's best estimate of the requirements to settle the retirement obligation. Costs are only discounted where the amount and timing are known with certainty such that discounting would result in a more accurate measurement of the liability.

When a liability for asset retirement obligation is recognized, asset retirement costs related to recognized tangible capital assets in productive use are capitalized by increasing the carrying amount of the related asset and are amortized over the estimated useful life of the underlying tangible capital asset. Asset retirement costs related to unrecognized tangible capital assets and those not in productive use are expensed.

(k) Contaminated Sites Liability

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of a contaminated site is recognized when the Town is either directly responsible or accepts responsibility and is management's estimate of the cost of post-remediation including operation, maintenance and monitoring.

(continues)

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

(l) Revenue Recognition

Revenue from transactions with no performance obligation is recognized at realizable value when the Town has the authority to claim or retain an inflow of economic resources and identifies a past transaction or event giving rise to an asset.

Revenue from transactions with performance obligations are recognized as the performance obligations are satisfied by providing the promised goods or services to the payor. User fees are recognized over the period of use, sales of goods are recognized when goods are delivered. Licenses and permits with a single performance obligation at a point in time are recognized as revenue on issuance, those which result in a continued performance obligation over time are recognized over the period of the license or permit as the performance obligation is satisfied.

(m) Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

(n) Contributions

Contributions received from third parties are recognized as revenue when the related expenditures have been incurred.

(o) Deferred Revenues

Deferred revenues represent government transfers, donations, and other amounts which have been collected, but for which the related services have yet to be performed or agreement stipulations have not been met. These amounts will be recognized as revenues when revenue recognition criteria have been met. Interest earned on deferred revenues, reserves, and offsite levies are calculated using an average investment earnings monthly.

(continues)

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(p) 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 normal 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.

i. Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development, or betterment of the asset, and asset retirement costs. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	<u>YEARS</u>
Land improvements	15 to 30
Buildings	10 to 50
Engineered structures	
Water system	25 to 45
Wastewater system	25 to 45
Other engineered structures	15 to 40
Machinery and equipment	3 to 30
Vehicles	5 to 10

In the year of acquisition of a tangible capital asset, annual amortization is charged based on the number of months owned. In the year of disposition of a tangible capital asset, annual amortization is based on the number of months owned. Assets under construction are not amortized until the asset is available for productive use.

ii. Contributions of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and are also recorded as revenue.

iii. Cultural and Historical Tangible Capital Assets

Historical buildings and works of art for display are not recorded as tangible capital assets but are disclosed.

2. CHANGE IN ACCOUNTING POLICY

Effective January 1, 2023, the Town adopted *Canadian Public Sector Accounting Standards PS 3280 - Asset Retirement Obligations*. Under this new standard, a liability for a legal obligation associated with the retirement of a tangible capital asset is now recognized when the asset is acquired. The cost base of the asset is increased by an amount equal to the liability and amortized along with the acquisition costs. The Town has adopted this standard using modified retroactive application where prior periods have been restated using assumptions and information current at the effective date. These financial statements disclose the impact of this adoption of accounting policy in note 12.

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

3. PRIOR PERIOD ADJUSTMENTS

The Town adopted *Canadian Public Sector Accounting Standards PS 3280 - Asset Retirement Obligations* as described in note 2 of these financial statements. The December 31, 2022, Statement of Financial Position is adjusted in providing corresponding figures in the December 31, 2023 financial statements. Previously reported December 31, 2022, excess of revenue over expenses is impacted by a net decrease of \$42,282 due to the new standard for the increase in ARO Accretion expense of \$41,249 and amortization of ARO Assets of \$1,033. The opening balance of accumulated surplus as at January 1, 2022 is decreased by \$801,122 due to adoption of the new standard and an increase in net book value of ARO Assets of \$23,856.

The Town has also restated the financial statements as at December 31, 2022 to expense costs related to the infrastructure management plan that were previously capitalized. As a result, excess of revenue over expenses and equity in tangible capital assets decreased by \$146,118.

4. CASH

Cash includes various business savings accounts that earns interest between prime less 1.9% and prime less 1.55%.

The Town received certain Alberta Government grants, and other donations and contributions, that are restricted in their use and are to be utilized as funding for certain projects. Since certain projects have not been completed for which this restricted funding has been received, \$177,992 (2022 - \$409,601) of the cash on hand is not available for general use by the Town.

5. TAXES AND GRANTS IN PLACE OF TAXES RECEIVABLES

	<u>2023</u>	<u>2022</u>
Current taxes and grants in place	\$ 174,682	\$ 223,212
Arrears taxes	102,939	310,571
	<u>277,621</u>	<u>533,783</u>
Less: allowance for doubtful accounts	(12,302)	(180,499)
	<u>\$ 265,319</u>	<u>\$ 353,284</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITY

	<u>2023</u>	<u>2022</u>
Trade payables	\$ 399,907	\$ 197,616
Due to other governments	28,416	23,108
Accrued liability	21,000	13,500
Wages payable	-	30,110
	<u>\$ 449,323</u>	<u>\$ 264,334</u>

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

7. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
County of Paintearth No. 18 - fire capital revenue	\$ 113,118	\$ 93,118
Canada Coal Transition Initiative - Infrastructure Fund	82,740	-
Alberta Municipal Sustainability Initiative - Operating	64,874	-
Alberta Municipal Sustainability Initiative - Capital	62,059	361,553
Alberta Community Partnership - Intermunicipal Collaboration	-	126,225
Municipal Stimulus Program	-	36,000
Canada Community - Building Fund	-	27,323
	<u>\$ 322,791</u>	<u>\$ 644,219</u>

County of Paintearth No. 18 - fire capital revenue

Funding was received from the County of Paintearth No. 18 in the current and prior years to undertake certain eligible capital expenses within the Town which have not yet been expended.

Canada Coal Transition Initiative - Infrastructure Fund

Federal government funding receivable in the current year to construct business incubator and accelerator centres within the Town that have not yet been expended.

Alberta Municipal Sustainability Initiative Operating Grant

The Municipal Sustainability Initiative operating grant is the Province of Alberta's commitment to assist municipalities in meeting growth-related challenges and enhancing long-term sustainability. It includes incentives to encourage collaboration and cooperation between municipalities. The balance as at year end represents the unspent portion of the operating funding received.

Alberta Municipal Sustainability Initiative Capital Grant

The Municipal Sustainability Initiative capital grant is the Province of Alberta's commitment to assist municipalities in meeting growth-related challenges and enhancing long-term sustainability. It includes incentives to encourage collaboration and cooperation between municipalities. The balance as at year end represents the unspent portion of the capital funding received or receivable.

8. EMPLOYEE BENEFIT OBLIGATIONS

	<u>2023</u>	<u>2022</u>
Vacation and banked overtime payable	\$ 48,279	\$ 46,034

Vacation and banked overtime

The vacation and overtime liability is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits (and are vested) or are entitled to these benefits within the next budgetary year.

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

9. LONG TERM DEBT

	<u>2023</u>	<u>2022</u>
Tax supported debentures - capital	<u>\$ 400,000</u>	<u>\$ -</u>

The current portion of the long-term debt amounts to \$80,000.

Principal and interest repayment are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 80,000	\$ 19,494	\$ 99,494
2025	80,000	15,390	95,390
2026	80,000	11,286	91,286
2027	80,000	7,182	87,182
2028	80,000	3,078	83,078
	<u>\$ 400,000</u>	<u>\$ 56,430</u>	<u>\$ 456,430</u>

Debenture debt is repayable to the Province of Alberta and bears interest at 5.13% per annum, and matures in September 2028.

10. DEBT LIMITS AND DEBT SERVICING LIMIT

Section 276(2) of the *Municipal Government Act* requires that debt and debt limits as defined by Alberta Regulation 255/2000 for the Town be disclosed as follows:

	<u>2023</u>	<u>2022</u> <i>(Restated)</i>
Total debt limit	<u>\$ 4,680,519</u>	<u>\$ 4,677,336</u>
Total debt	<u>400,000</u>	<u>-</u>
Amount of debt limit unused	<u>\$ 4,280,519</u>	<u>\$ 4,677,336</u>
Debt servicing limit	<u>\$ 780,087</u>	<u>\$ 779,556</u>
Debt servicing	<u>99,494</u>	<u>-</u>
Amount of debt servicing limit unused	<u>\$ 680,593</u>	<u>\$ 779,556</u>

The debt limit is calculated at 1.5 times revenue of the municipality excluding transfers from the governments of Alberta and Canada for the purpose of capital property (as defined in Alberta Regulation 255/2000) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities that could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

Total debt includes long-term debt less debt charges recoverable. Debt servicing includes principal and interest payments due on long-term debt in the twelve months subsequent to year-end less amounts that are recoverable.

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

11. CONTAMINATED SITES LIABILITY

During the year, the Town did not identify any financial liabilities as a result of contaminated sites.

12. ASSET RETIREMENT OBLIGATIONS

Asbestos abatement

The Town owns buildings which contain asbestos and, therefore, the Town is legally required to perform abatement activities upon renovation or demolition of these buildings. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is distributed.

The liability is based on management's best estimate. Undiscounted future cash flows expected include abatement costs of \$1,600,000 in year 2038. The estimated total liability of \$769,627 (2022 - \$732,979) is based on the discounted future cash flows for abatement activities using a discount rate of 5%. The Town has not designated assets for settling the abatement activities.

Lagoon reclamation

The Town operates a lagoon site and is legally required to perform reclamation of the land surface upon retirement of this site. Reclamation activities include disposal of waste, removal of overflow culvert and other structures, lagoon deconstruction, surface restoration, and landscaping. A liability for the total obligation has been accrued. The Town estimates that no obligation is incurred incrementally due to volume of wastewater accepted; therefore, no further obligation is being accrued based on volume of wastewater.

The liability is based on management's best estimate. Undiscounted future cash flows expected include closure costs of \$700,000 in year 2056. The estimated total liability of \$139,911 (2022 - \$133,248) is based on the discounted future cash flows for reclamation activities using a discount rate of 5%. The Town has not designated assets for settling the reclamation activities.

	<u>2023</u>	<u>2022</u>
Balance, beginning of year	\$ 866,227	\$ 824,978
Accretion expense	43,311	41,249
Estimated total liability	<u>\$ 909,538</u>	<u>\$ 866,227</u>

13. EQUITY IN TANGIBLE CAPITAL ASSETS

	<u>2023</u>	<u>2022</u> <i>(Restated)</i>
Tangible capital assets <i>(Schedule 2)</i>	\$ 26,260,916	\$ 24,411,181
Accumulated amortization <i>(Schedule 2)</i>	(15,757,820)	(15,307,913)
Long-term debt <i>(Note 9)</i>	(400,000)	-
Asset retirement obligations <i>(Note 12)</i>	(909,538)	(866,227)
	<u>\$ 9,193,558</u>	<u>\$ 8,237,041</u>

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

14. ACCUMULATED SURPLUS

	<u>2023</u>	<u>2022</u> <i>(Restated)</i>
Unrestricted Surplus	\$ 832,355	\$ 841,806
Internally Restricted Surplus:		
Operating		
Physician recruitment	20,501	20,501
Capital		
Fire equipment	84,069	84,069
Common services	181,651	181,651
Water	1,027,046	951,894
Roads	148,576	242,725
Airport	212,288	212,288
Wastewater	65,312	438,322
Recreation	49,882	49,882
Recreation Wellness Centre	125,000	125,000
General contingency	502,307	502,307
Equity in tangible capital assets <i>(Note 13)</i>	<u>9,193,558</u>	<u>8,237,041</u>
	<u>\$ 12,442,545</u>	<u>\$ 11,887,486</u>

15. TRUST FUNDS

The Town of Coronation administers the following trust:

	<u>2023</u>	<u>2022</u>
Tax sale trust	\$ 4,874	\$ 4,670

16. SEGMENTED DISCLOSURE

The Town provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.

Refer to Schedule of Segmented Disclosure *(Schedule 6)*.

General government includes council and other legislative, and general administration. Protective services includes bylaw enforcement, police, fire, disaster and emergency measures, and ambulance and first aid. Public health and welfare includes family and community support, and cemeteries and crematoriums. Transportation includes common and equipment pool, roads, streets, walks, lighting, airport, and storm sewers and drainage. Environmental use and protection includes water supply and distribution, wastewater treatment and disposal, and waste management. Recreation and culture includes parks and recreation, and libraries, museums, and halls. Planning and development includes economic development, and subdivision land and development.

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

17. SALARY AND BENEFITS

Disclosure of salaries and benefits for municipal officials, the Chief Administrative Officer and designated officers as required by Alberta Regulation 313/2000 is as follows:

	Salary	Benefits and allowances	2023	2022
Councillors				
Mayor Alderdice	\$ 9,800	\$ 181	\$ 9,981	\$ 8,366
Deputy Mayor Checkel	7,800	101	7,901	10,143
Councillor Peacock	8,200	117	8,317	7,950
Councillor Hillmer	7,800	101	7,901	5,265
Councillor Stannard	7,800	101	7,901	7,950
Councillor Bullick	-	-	-	1,370
Chief Administrative Officer	\$ 120,000	\$ 21,970	\$ 141,970	\$ 106,161
Town Assessor	\$ -	\$ -	\$ 26,121	\$ 25,595

1. Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria and any other direct cash remuneration.
2. Employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long and short-term disability plans, professional memberships and tuition.
3. The Town Assessor position is vacant and the Town has entered into an agreement for assessor services with an independent contractor. The cost was \$26,121 (2022 - \$25,595).

18. LOCAL AUTHORITIES PENSION PLAN

Employees of the Town participate in the Local Authorities Pension Plan ("LAPP"), which is one of the plans covered by the *Public Sector Pension Plans Act*. The LAPP is financed by employer and employee contributions and by investment earnings of the LAPP Fund. Contributions for current service are recorded as expenditures in the year in which they become due.

	2023	2022
Current service contributions by the Town	\$ 54,148	\$ 52,230
Current service contributions by the employees	52,868	46,272
	\$ 107,016	\$ 98,502

The Town is required to make current service contributions to the LAPP of 8.45% of pensionable earnings up to the year's maximum pensionable earnings under the Canada Pension Plan and 12.23% on pensionable earnings above this amount.

At December 31, 2023, the LAPP disclosed an actuarial surplus of \$15.06 billion.

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

19. BUDGET DATA

The unaudited budget data presented in these financial statements is based upon the 2023 operating and capital budgets approved by Council.

The chart below reconciles the approved budget to the budget figures reported in these financial statements.

	<u>Budget Amount</u>
Revenue	
Operating budget	\$ 3,178,418
Capital budget	665,600
Transfer from other funds	-
	<u>3,844,018</u>
Total revenues	<u>3,844,018</u>
Expenses	
Operating budget	3,178,418
Capital budget	665,600
Transfer to other funds	(120,000)
Capital expenses	<u>(665,600)</u>
Total expenses	<u>3,058,418</u>
Excess of revenue over expenses	<u>\$ 785,600</u>

20. COMMITMENT

The Town has entered into a lease agreement with Meridian OneCap to rent certain equipment in use by the Town. The minimum lease payments are as follows:

	<u>2023</u>	<u>2022</u>
Gross payments required in the first year subsequent	\$ 2,180	\$ 4,360
Gross payments required in the second year subsequent	-	2,180
	<u>\$ 2,180</u>	<u>\$ 6,540</u>

21. CONTINGENCY

The Town is a member of the Alberta Urban Municipalities Association. Under the terms of membership, the Town could become liable for its proportionate share of any claim losses in excess of the funds held by the Association. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

TOWN OF CORONATION
Notes to Financial Statements
Year Ended December 31, 2023

22. FINANCIAL INSTRUMENTS

The Town's financial instruments consist of cash, receivables, land inventories held for resale, accounts payable and accrued liability, deposit liabilities, employee benefit obligations, long-term debt, and asset retirement obligations. Tax receivables and requisition over/under-levy are compulsory in nature, rather than contractual; however, the Town manages risk exposure on these items similar to other receivables and payables. The Town is exposed to the following risks with respect to its financial instruments:

Credit risk

The Town is subject to credit risk with respect to taxes and grants in place of taxes receivables and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk.

Liquidity risk

Liquidity risk is the risk that the Town may not have cash available to satisfy financial liabilities as they become due. Management oversees liquidity risk to ensure the Town has access to enough readily available funds to cover its financial obligations as they become due. The Town manages liquidity risk by continuously monitoring actual daily cash flows and longer term forecasted cash flows and monitoring the maturity profiles of financial assets and liabilities. The Town is exposed to liquidity risk mainly in respect of its receipt of funds from its suppliers and other related sources, accounts payable and accrued liability, deposit liabilities, employee benefit obligations, long-term debt, and asset retirement obligations.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk. The Town is exposed to interest rate risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in interest rates. In seeking to minimize the risks from interest rate fluctuations, the Town manages exposure through its normal operating and financing activities. The Town is exposed to interest rate risk primarily through its long-term debt.

It is management's opinion that the Town is not exposed to significant currency and other price risks arising from these financial instruments.

23. BUDGET AMOUNTS

The 2023 budget for the Town was approved on April 24, 2023 by Council and has been reported in the financial statements for information purposes only. These budget amounts have not been audited, reviewed, or otherwise verified.

24. CORRESPONDING FIGURES

Certain corresponding figures have been reclassified to conform with the financial statement presentation adopted for the current year.

25. APPROVAL OF FINANCIAL STATEMENTS

Council and Management have approved these financial statements