



AGENDA

Monday April 29 at 7:00 p.m.
Council Chambers at the Tom Hornecker
Recreation Centre, 2nd Floor, 2122 – 18 Street

SPECIAL MEETING

1. CALL TO ORDER & ADOPTION OF AGENDA:

- 1.1 Call to order
- 1.2 Adoption of Agenda

2. DELEGATIONS:

- 2.1 BDO Canada LLP presentation to Council of the 2023 Financial Statements

3. CLOSED SESSION - PRESENTATIONS BY DEPARTMENTS:

- 3.1 Corporate Services, Clayton Gillespie – BDO Canada LLP Management Letter FOIP Section 23
Local public body confidences

4. PRESENTATION BY DEPARTMENT

- 4.1 Planning and Development, Georgina Sharpe – Request for Decision Bylaw No. 1392/27

5. MAYOR AND COUNCILLOR INQUIRIES:

6. ADJOURNMENT:

2023 ANNUAL REPORT



TOWN OF NANTON



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WELCOME TO THE TOWN OF NANTON

The small community of Nanton is located on Highway two on the eastern edge of the Alberta foothills. Its location of just an hour from two of Alberta's big cities - Calgary and Lethbridge - makes it a perfect day trip, stop off the highway, or a weekend destination. Within the town, there is so much history to explore, that you may need to plan for more than one day to see it all. From the towering grain elevators to antique shopping, to embracing the classic architecture of Main Street, to Nanton's two museums, you will be able to truly get a sense of southern Alberta's history.

The Town of Nanton's 2023 Annual report features our progress over the past year, highlighting important achievements and plans for the future.

Within this report you will find an overview of the municipality, information about elected officials, how each department's 2023 achievements align with the Town of Nanton Strategic Plan and the fiscal year audited financial statements.

Comments on this report may be direct to the Town of Nanton at communicationsa@nanton.ca or 403-646-2029.



MESSAGE FROM THE CHIEF ADMINISTRATIVE OFFICER

I am pleased to provide you with this year's annual report. This is a fine opportunity to reflect on the past year and highlight the Town's successes. It goes without saying that we have a professional team of employees, contractors and volunteers who make sure that your services are delivered on time, within budget and align with the vision and priorities of the Mayor and Council. This report would be nothing without their hard work and dedication, so my thanks to them is richly deserved.



We are still operating in a time of many unknowns with factors such as inflation and affordability impacting not only the general public, but a municipality's ability to deliver services at the same or better levels than in years previous. The ambition to do more, innovate and expand into areas in which larger jurisdictions inhabit is always there, but that inclination toward mission creep must always be tempered by the fiscal reality of a small town with a modest commercial and industrial base.

While it is not that exciting for some, our work on water and sewer remains an unassailable top priority in Nanton. Our Operations Department has been working very hard on this. In 2023, with Provincial assistance, we executed the reservoir aeration project, an initiative that should significantly improve the appearance, taste, and odour of Nanton's treated water. Leak detection and water main repair are critical to reducing water waste and infiltration pressure on our Wastewater Treatment Plant. We also received word that funding had been made available for the de-watering capability at our Wastewater Treatment Plant - an essential future project to reduce our very high sludge hauling costs. We have initiated a program of sewer main re-lining as well, with significant work completed on 18th and 19th Streets in 2023.

We also spent a great deal of time on a proposed new Land Use Bylaw in 2023. Again, while it may seem dry and drawn out to the casual observer, it is arguably the single most important bylaw for future development that Council has at its disposal to change and shape. When we say that we're open for business, we need a bylaw that reasonably reflects the cliché.

A small side project executed in 2023 was a new promotional video for Nanton; the first since 2015. The community really stepped up to help make the production a success. The best way to make use of it and best leverage Council's investment is to share and like it with friends, business contacts and others in social media. <https://youtu.be/-rEttOau6YA?si=m-vkY0o-xctdlQYg>

Please take a moment to review this report to get a full update on projects, plans, progress and future goals.

Warmest Regards,

Neil Smith

MAYOR'S MESSAGE

Looking back on 2023, it stands out as one of the most challenging years for me on Council. We encountered a multitude of obstacles that required careful navigation. From unprecedented inflationary pressures to significant water leaks and breaks across town, and even escalating levels of harassment towards Council and staff, the year demanded resilience and determination from us all. Nevertheless, Council and our remarkable staff persevered, accomplishing a great deal.

Improving our infrastructure emerged as a primary focus throughout the year. This involved an intensive effort to detect and address leaks while replacing valves in our underground water lines. While these tasks may not always be immediately noticeable or appreciated, their overall maintenance is crucial for our town. Our proactive approach to infrastructure has been a long-standing goal, and we continued to pursue it diligently in 2023.

In the face of soaring inflation, we remained steadfast in managing costs and upholding fiscal responsibility. Through prudent budgeting and prioritizing we navigated the impact of inflation on our residents while safeguarding essential services and programs.

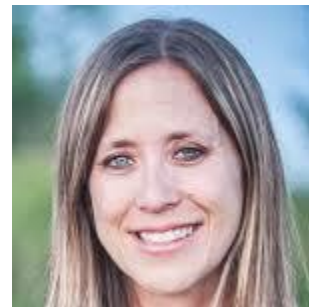
Another significant priority for Council in 2023 was to expand housing options within our community and streamline the development process. To achieve this, we embarked on a comprehensive land use bylaw update process, with a focus on permitting secondary suite zoning throughout town. This initiative offers homeowners the opportunity to create additional suites, potentially offsetting their expenses and addressing our businesses' staff housing needs.

Council also played a crucial role in advocating for our community's needs, including advocating for funding for new schools through collaboration with the school division and partnering with AHS, The M.D. Of Willow Creek, and The M.D. of Ranchlands to design a new Medical Clinic.

As always, we are here to represent your interests and welcome your questions, ideas, and concerns. Your engagement is vital and always appreciated.

Sincerely,

Jen Handley Mayor



COUNCIL

Council is the governing body of the municipal corporation of the Town of Nanton. Nanton's Council consists of six Councillors and one Mayor, as elected. These positions are elected for a four-year term as set out in the Municipal Government Act.

The principal role Council is to create policy for the governance of the town and its residents. The forum for local government policy making is the Regular Council Meeting. The Council relies on input from many sources, including the public, various community organizations, citizen's groups, advisory committees and staff. It is the Council's responsibility to consider the merits of each idea before proceeding with its decision. In doing so, Council members analyze community needs, program alternatives, and available resources.



The Town of Nanton Council meets at 7:00 p.m. the first and third Monday of each month (one per month in July and August). Council Chambers is located at the Tom Hornecker Recreation Centre Meeting Room, 2218 18 Street, second floor (access by Southwest door up the stairs).

TOWN OF NANTON COUNCIL AND COMMITTEE REPRESENTATIVES

Mayor Jennnifer Handly



- Emergency Management Committee
- Nanton and Area Physician Attraction and Retention
- Mosquito Creek Foundation
- Intermunicipal Collaboration Framework (ICF)



Councillor John Dozeman

- Emergency Management Committee
- Foothills Regional Emergency Services Commission
- Services Committee
- Finance Committee

Councillor Victor Czop



- Emergency Management Committee
- Municipal Planning Commission
- Highwood Management Plan
- Oldman River Regional Services Commission
- Governance Committee

Councillor Roger Miller



- Municipal Planning Commission
- Regional Assessment Review Board
- Nanton Health Centre Management Committee
- Services Committee

Councillor Dave Mitchell



- Nanton and Area Physician Attraction and Retention
- Foothills Regional Services Commission
- Chinook Intermunicipal Subdivision and Development Committee
- Finance Committee

Councillor Ken Sorenson



- Municipal Planning Commission
- Governance Committee
- Services Committee

Councillor Kevin Todd



- Nanton Quality of Life Foundation
- Alberta Southwest Regional Alliance
- Intermunicipal Framework Committee
- Governance Committee
- Finance Committee

In October 2023 Council Chambers was equipped with this sign designed and made by Little Monkey Metal Works. Council would like to thank Little Monkey Metal Works for their wonderful art installation as it creates a warm, inviting and professional place for Council to have their meetings.



MISSION STATEMENT

The Town of Nanton will be innovative and pro-active in providing effective, efficient and affordable services to residents; developing strong and beneficial partnerships through awareness and communications.



VISION

Nanton, a diverse, caring and enjoyable community that works together for a thriving future that is inspired by and honours its past

GUIDING PRINCIPLES

Our Guiding Principles as we make decisions are:

- Quality Services
- Engaged and Caring
- Fiscally Responsible
- Authentic Destination
- Healthy Lifestyle
- Variety in Housing
- Thriving Businesses

CORE VALUES

Council members discussed how they can optimally work together in the Town's best interests. Core values were identified for the Council, which will filter to Administration and create a positive culture in the community.

United - We value healthy, respectful debate and while we may agree to disagree, we stand united in our joint decisions.

Transparent - We are open-minded and honest in our communication and relationships with each other, valuing transparency amongst each other, Administration and the community.

Respectful - We work together in a respectful manner, creating a safe environment to brainstorm and consider all perspectives; being prepared for our deliberations, valuing each other's time.

Collaborative - We will work as a team, in the best interest of the Town of Nanton.

STRATEGIC ASSESSMENT

On March 7 and 8, 2022 Council and the Chief Administrative Officer worked together to strategically assess the Town of Nanton. Based on the strategic assessment, the following five priority areas were identified:

- Governance and Corporate Services
- Operations
- Community and Economic Development
- Planning and Development
- Emergency Services

Within these five priority areas, Council and Administration identified action items that need to be accomplished within the next three years in order to work towards the vision. The accomplishments that were achieved in 2023 are noted below, aligned to strategic objectives.

FINANCIAL HIGHLIGHTS

Following the strategic assessment will be attached the Town's financial highlights and financial statements.



GOVERNANCE AND CORPORATE SERVICES

To ensure proper governance and administration of the town and to ensure optimal communications with residents and businesses within the community.

Strategic Objectives:

- To ensure effective Administration operations for the benefit of the Town and its residents.
- To enhance public engagement and participation in the Town.
- To ensure residents and business owners are adequately informed.
- To ensure advocacy at all levels of government in the best interests of the Town.

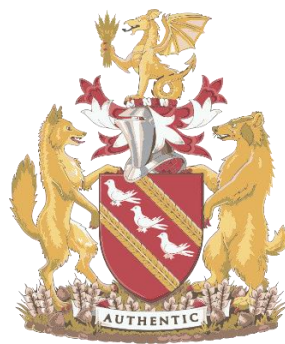
Accomplishments:

- Council meeting room audio upgrades were completed in 2023 which enhances the ability for Council meetings to be lived streamed. This also helps those in the meetings who might have trouble hearing as they can connect their hearing equipment to the devices.
- Significant Bylaws
 - 1368 Cemetery A comprehensive update of the Town's cemetery regulations
 - 1372 Fire protection A comprehensive update of the Town's Fire Protection regulations, including significantly increased penalties/ fines.
 - 1373 Excessive Protective Elements Amendment to the Community Bylaw for intrusive use of security cameras and lighting.
 - 1378 Animal Bylaw A comprehensive update of the Town's animal regulations, particularly for dogs.

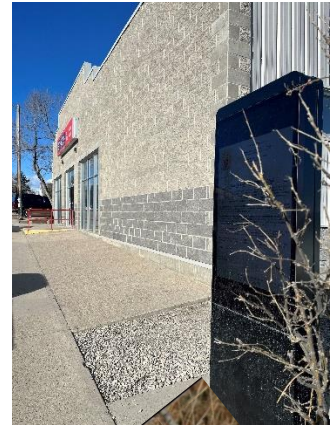
➤ Heraldic Symbol

- In 2021, Council authorized a coat of arms from the Canadian Heraldic Authority - this was not a rebrand or marketing exercise, but done to mark Nanton’s 120th anniversary of incorporation and make the coat of arms adopted in 1983 ‘official’.

Arms	Reworking of the Nanton family arms with three white martlets (birds) in a diagonal line in background colour reflecting branding colours developed in 2013. The wheat lines are emblematic of Nanton’s origins from CPR railway development.
Crest	A stylized Wyvern (the dragon) as depicted on the Nanton family crest.
Supporters	a fox and a badger, chosen for their presence among local wildlife. The wheat and acorns reflect Nanton’s agricultural economy and the burr oak of the prairies.
Motto: AUGUSTUS	Chosen for its double meaning, for Sir Augustus Nanton and the Latin word Augustus meaning something venerable because of its age or character.



- In 2023 a signage LED notice board was installed next to the post office in 2023 helping to keep the community informed of Town activities. This communication tool will help the Town of Nanton keep citizens informed of various things going on within the community. Since everyone in Town gets their mail from the post office the location is central to all of the residents in Town. Feedback on the electronic notice board has been positive and it continues to be a great resource for the Town.



- At the beginning of November 2023 Sara-Lynn Lyons was hired for Legislative Services and Communications. In a continued effort to ensure succession planning of positions is maintained Sara-Lynn will be trained to take over for Lisa Lockton when Lisa retires in 2024. Sara-Lynn comes of the Foothills County with over 15 years of Municipal experience.



OPERATIONS

To ensure the Town of Nanton has quality infrastructure to support and sustain its growth.

Strategic Objectives:

- To support the Town through the effective planning and implementation of Town infrastructure and assets, including wastewater and roads for long-term sustainability.
- Tow work toward broader satisfaction concerning Town's water quality.

Accomplishments

- Roadway Infrastructure
 - Road rehab - several locations around Town had patches completed and sealant work was also completed on 18th street. Due to timing only half of the funding was utilized but the unused funds will be carried over to 2024.
 - Sidewalk rehab - various locations were upgraded to improve sidewalk conditions. Budget of \$75,000, actual dollars spent was \$74,296.40.
- Roads
 - Removed and replaced Stop signs from concrete blocks at 18, 19, 23 and 22 streets with permanent Stop signs.
 - New this year was adding cold mix to patches done in the spring to help with better compaction and keep moisture from getting into area. Paving was completed at the end of August.
 - Experimented with a new road sealant on 18 street called CRF sand sealant. Will help to extend the life of the pavement for 5-10 years.
- Utility Infrastructure
 - WWTP Equipment updates - \$75,000 budgeted for updates to several pieces of critical equipment. Actual spending = \$70,531.14.
 - Sewer re-lining - 1,347 feet of sewer main was re-lined along 18th and 19th street helping to extend the life of these critical sewer mains. Budget of \$100,000 - Actual spending of \$111,954.50
 - Valve replacements - Seven (7) water (isolation) main valves were replaced in 2023 helping to support the Town's efforts to control water loss. Budget of \$100,000 - actual spending of \$76,279.88. Unused funds will be carried over to 2024.
- Water operations:

- Unmetered potable water loss has decreased by over 15% in 2023 through leak detection, water valve replacement and line break repairs.



- An aeration system for the raw water reservoir was completed and commissioned in December 2023. This should greatly reduce the likelihood of seasonal discoloration of treated potable water within the Town's distribution system.



- An algacide pilot study in the raw water reservoir was performed in the summer of 2023. Algae blooms containing Geosmin and 2-Methylisoborneol

(two non-toxic compounds that are often responsible for taste and odor issues within treated potable water) were identified in the raw water reservoir, and an NSF and Health Canada-approved algaecide was applied to control these algae blooms. The blooms were greatly reduced, and taste and odor complaints decreased significantly compared to summers past. The Town will be installing a permanent algaecide injection system in 2024.

➤ Wastewater operations

- The Town was awarded a grant from the Government of Alberta to assist in the funding of the design and construction of a waste sludge dewatering system at the wastewater treatment plant. Once the system is installed and commissioned, it will greatly reduce the expense of trucking waste sludge to the City of Calgary for disposal. The project completion date is expected to be summer of 2025.

➤ Vehicles and Equipment

- Backhoe replacement - a new backhoe was ordered and received in 2023 to help the Town crew maintain town streets and other infrastructure.
- Other equipment - a new parks mower, two additional pickup trucks and equipment accessories were purchased in 2023 to improve efficiency of providing services. Two new speed signs were also purchased to help with slowing highway 2 traffic through town. Total budget of \$392,000 with actual spending of \$358,024. Unused dollars will be carried over to 2024.

➤ Sidewalks/Pathways

- Replaced large sections of sidewalks in multiple areas of town.
- New sidewalk and pin curb on southbound highway at Circle K gas station
- New pin curb on 22 Avenue and widened the pathway.
- Installed new bump out and metal grate at Candy Store corner.
- In conjunction with Parks and Recreation we were able to help add two new culverts and overlay pavement to the pathway by the ball diamonds which will help with drainage.
- New bump out at library for permanent stop sign.



COMMUNITY AND ECONOMIC DEVELOPMENT

To ensure the Town of Nanton develops the community and the economy, ensuring sustainability and appropriate growth.

Strategic Objectives:

- To support business attraction, retention and expansion.
- To ensure sustainability of existing parks and recreation assets.

Accomplishments

- Parks & Trails
 - Pathways & Parks - 'x' feet of pathway was re-paved in 2023 to extend the life of critical pathways around parks. Additional playground equipment was added in 2023 as well and the gazebo in lions park was refreshed. Total budget of \$60,000 with actual spending of \$35,347.09. Unused funding carried over to 2024.
- Raising Awareness of the Nanton Advantage
 - Development of a new marketing video, the first new one since 2015.



- Promotional & Support grants 2023
 - A total of \$3,000 was provided to organizations in 2023 to help promote Nanton. Grants awarded were:
 - Canadian Grain Elevator - \$750 in total for their concert and movie series
 - Children's Society - \$500 for the annual children's festival taking place on the August long weekend.
 - Nanton Marlins Swim Club - \$500 to support the Nanton Swim Meet
 - Nanton Booters - \$500 to support the annual August long weekend parade.
 - Nanton Light's the Way - \$250 to support the annual Christmas event.
 - Chinook Singers & Players - \$500 to support their production.



PLANNING AND DEVELOPMENT

To ensure that the character of the Town of Nanton is preserved while facilitating appropriate growth resulting in the Town’s sustainability.

Strategic Objectives:

- To encourage the efficient planning of residential, commercial, industrial and industrial development that enhances the quality of life for Town residents.
- To maintain a balance of residential, commercial and industrial development to facilitate the fiscal sustainability of the Town of Nanton.
- To plan for diversity in housing in the Town.

Accomplishments

- The Town of Nanton has engaged ISL Engineering and Land Services to update the Town’s Land Use Bylaw (LUB). The current LUB was adopted in 2013, and an update was needed to improve the clarity and usability of the document, consider new land development trends, align with current policy documents and better reflect community needs to support the growth and development of the municipality.



Development Permit Construction Values	2023
Residential	\$1,350,000
Commercial/Industrial	\$3,206,600
Public	\$128,000
Other	0
TOTAL	\$4,684,600
Housing Starts	6
Building Permits Issued	29

EMERGENCY SERVICES

To ensure residents have appropriate access to

Strategic Objectives:

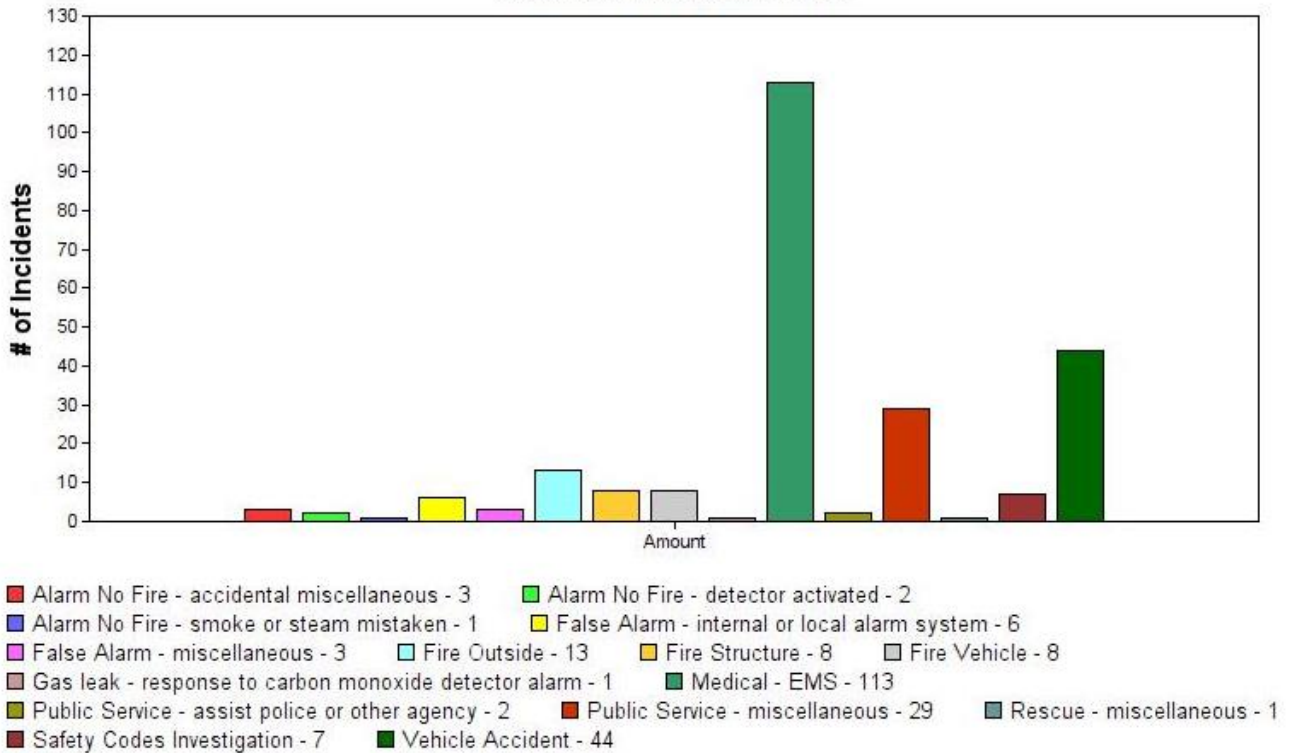
- To ensure that an appropriate level of public emergency services and other services are provided to meet the needs of residents.

Accomplishments

Fire

- Firehall Heating updates were completed in 2023 that replaced and upgraded original heating equipment from the early 1980's.
- In 2023 there were a total of 113 medical response calls and 8 structure fires. Medical EMS responses year-on-year continue to increase.

Totals by Type
From Jan 1 23 to Dec 31 23

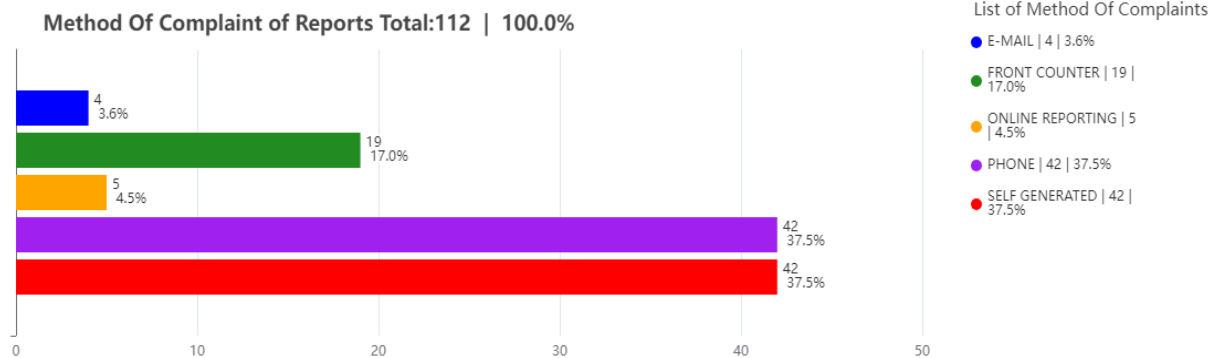


Emergency Management

- Completion of the Town of Nanton Emergency Management Plan.
- Town of Nanton Tabletop exercise
 - Ran as a regular exercise with drills. Assistance from Kelly Starling, MD of Willow Creek No.26 Fire Chief and Alberta Emergency Management field officers.

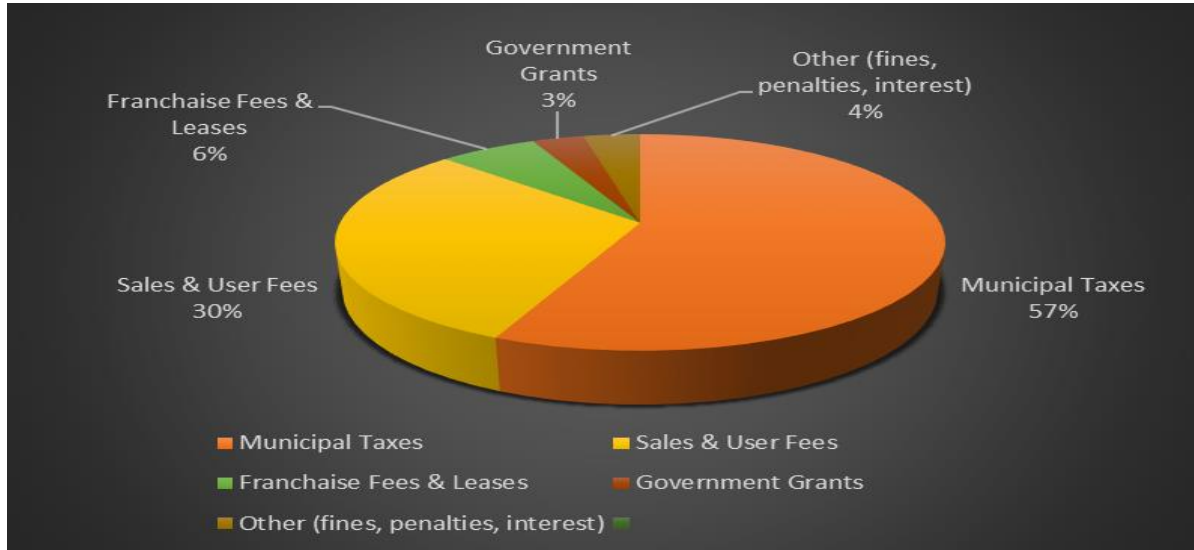
Municipal Enforcement

- In December 2023 Carlos Farias started with the Town of Nanton as our Municipal Enforcement Officer. Carlos is a new graduate of the Community Peace Officer Induction Program out of Lac La Biche.
- The Town of Nanton would like to thank Jesse Steele for his service and congratulations on his new position with the City of Calgary.
- In 2023 there were 233 tickets written and 232 warning notices
- In 2023 there were 112 complaints and only 6 resulted in a charge



FINANCIAL HIGHLIGHTS

Where the money came from in 2023:



Municipal taxes - the net municipal portion of all taxes collected. The number (57%) is unchanged from 2022.

Sales & user fees - these are the fees collected to cover utility services and in terms of a percentage of the overall revenues, are unchanged from 2022.

Franchise fees - the total collected in 2023 was a percentage point higher than 2022. These funds are like a rent the utility companies pay for being allowed to access Town lands to construct, maintain and operate distribution systems. The utility (Fortis & Atco) companies are given the exclusive right to provide their service with Town boundaries. A portion of these funds (\$60,000) are put into the Public Realm and the Community Sustainability reserves for the future.

Government grants & other revenues - this includes revenues which are not included in the other categories along with funding provided by the province of Alberta to help with operating expenses. The amount received/collected in 2023 was a percentage point lower.



**2023 Collection of Taxes:
Where do my Property Taxes go?**



The Town of Nanton retains 71% of the total property taxes collected. The balance is distributed to the Province and other local service providers.

Administration and department heads always strive to complete all budgeted projects and spend as wisely as possible, but the unexpected does come up and sometimes things do not get done and so there are variances in the actual numbers compared to budget.

In 2023, actuals compared to the Town budget ended as follows:

	Budget	Actual
Total Revenues	2,666,132	2,762,742
Total Expenses	5,678,295	5,659,207
Net Total	(-3,012,163)	(-2,896,465)

Actual revenues ended 3.6% higher than budget while actual expenses were lower by less than half a percent. The resulting difference (surplus) in 2023 was \$115,698 - council approved that \$110,000 be moved into reserves for future use.

Several factors led to the higher than budgeted revenues with investment income and bylaw/fine revenue being the biggest contributors. The lower than budgeted expenses were very much within tolerance levels.

In review of the operational budgets, twelve out of the fifteen categories finished with spending below budget and only three finished over budget.

Town Of Nanton 2023 Operational Budget For the Twelve Months Ending Sunday, December 31, 2023				
	2023 Budget	2023 Actual YTD	2023 Variation YTD	2023 %
REVENUE				
Net Municipal Taxes	\$3,012,163	\$3,270,166	\$258,003	108.57%
Sales & User Fees	1,528,741	1,695,516	166,775	110.91%
Licenses & Permits	58,790	61,245	2,455	104.18%
Fines	12,000	31,591	19,591	263.26%
Rentals	163,540	167,005	3,465	102.12%
Government transfers	182,205	150,686	(31,519)	82.70%
Investment income	62,000	234,105	172,105	377.59%
Penalties & cost	56,356	45,633	(10,723)	80.97%
Franchise & Concession	343,500	304,778	(38,722)	88.73%
Other revenues	9,000	3,632	(5,368)	40.36%
Total Revenue	5,428,295	5,964,358	536,063	109.88%
EXPENDITURES				
Legislative	147,175	137,257	(9,918)	93.26%
General Administrative	851,034	832,759	(18,276)	97.85%
Fire	211,450	182,651	(28,799)	86.38%
Municipal Enforcement and Disaster	117,547	101,339	(16,207)	86.21%
Common services	359,276	341,989	(17,287)	95.19%
Roads	420,436	401,280	(19,157)	95.44%
Water	608,254	658,883	50,629	108.32%
Waste Water	773,476	815,042	41,565	105.37%
Solid Waste	78,000	74,397	(3,603)	95.38%
Recycling	75,327	86,634	11,306	115.01%
Cemetery	21,424	11,500	(9,925)	53.68%
Land - Planning, Zoning and Subdivision	256,614	218,652	(37,962)	85.21%
Marketing and Communications	50,000	53,533	3,533	107.07%
Parks and Recreation	901,385	900,254	(1,131)	99.87%
Cultural, FCSS and Public Health	160,392	157,895	(2,497)	98.44%
Total Expenditures	5,031,791	4,974,064	(57,727)	98.85%

TOWN OF NANTON

**CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023**

DRAFT - SUBJECT TO CHANGE

TOWN OF NANTON
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

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DRAFT - SUBJECT TO CHANGE



Town of Nanton

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Management's Responsibility for Reporting

Town of Nanton's management is responsible for the preparation, accuracy, objectivity, and integrity of the accompanying consolidated financial statements and the notes thereto. Management believes that the consolidated 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 consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards. The consolidated financial statements include certain amounts based on estimates and judgments. Such amounts have been determined on a reasonable basis in order to ensure that the consolidated 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 to meet reporting requirements. The system is designed to provide management with reasonable assurance that transactions are properly authorized, reliable financial records are maintained, and assets are properly accounted for and safeguarded.

The Town Council is responsible for overseeing management in the performance of its reporting responsibilities, and for approving the consolidated financial statements. Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. Council is also responsible for recommending the appointment of the Town's external auditors.

The consolidated financial statements have been audited by the independent firm of BDO Canada LLP. Their report to the Members of Council of the Town of Nanton, stating the scope of their examination and opinion on the financial statements, follow.

Neil Smith, CAO
April 29, 2024



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BDO Canada LLP
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Independent Auditor's Report

To the Mayor and Members of Council of Town of Nanton

Qualified Opinion

We have audited the consolidated financial statements of Town of Nanton and its controlled entities (the Town), which comprise the consolidated the statement of financial position as at December 31, 2023, and the consolidated statements of operations, changes in net financial assets and cashflows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, 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, change in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Effective January 1, 2023, the Town was required to adopt *PS 3280 Asset Retirement Obligations* which requires the recognition of legal obligations associated with the retirement of tangible capital assets by public sector entities. Under the modified retroactive application method, the asset retirement obligation on transition is to be recorded using assumptions as of January 1, 2023. The corresponding asset retirement cost is added to the carrying value of the related tangible capital assets adjusted for amortization since the time the legal obligation was incurred. The net adjustment is charged to accumulated surplus. Comparative figures are to be restated to reflect this change in accounting policy. Management has not completed its assessment of the tangible capital assets for potential asset retirement obligations. As a result, it is not possible to quantify the impact of this departure from Canadian public sector accounting standards on expenses and annual surplus for the years ended December 31, 2023 and 2022, tangible capital assets and the asset retirement obligation as at December 31, 2023 and 2022, and accumulated surplus as at January 1 and December 31, 2023.

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

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Town's

ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Town to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We 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.

Chartered Professional Accountants

Lethbridge, Alberta
April 29, 2024

TOWN OF NANTON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

	2023	2022
	\$	\$
FINANCIAL ASSETS		
Cash and temporary investments (note 2)	5,252,877	5,565,418
Receivables		
Taxes and grants in place of taxes (note 3)	162,925	125,795
Trade and other receivables (note 3)	323,917	301,826
Due from other governments (note 3)	94,699	299,243
Land held for resale	240,401	278,674
Investments (note 4)	1,948,771	877,856
	<u>8,023,590</u>	<u>7,448,812</u>
LIABILITIES		
Accounts payable and accrued liabilities (note 5)	649,128	364,814
Deposit liabilities	143,841	132,494
Deferred revenue (note 6)	257,525	224,203
Long-term debt (note 8)	711,464	742,969
	<u>1,761,958</u>	<u>1,464,480</u>
NET FINANCIAL ASSETS	<u>6,261,632</u>	<u>5,984,332</u>
NON - FINANCIAL ASSETS		
Tangible capital assets (schedule 2)	37,846,599	37,290,650
Prepaid expenses	121,004	121,371
	<u>37,967,603</u>	<u>37,412,021</u>
ACCUMULATED SURPLUS (schedule 1, note 11)	<u>44,229,235</u>	<u>43,396,353</u>

Commitments & Contingencies - see notes 16 & 17

APPROVED BY:

The accompanying notes and supporting schedules to which the consolidated financial statements are cross-referenced are an integral part of these consolidated financial statements.

TOWN OF NANTON
CONSOLIDATED STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2023

	Budget \$ (note 12)	2023 \$	2022 \$
REVENUE			
Net municipal taxes (schedule 3)	3,012,163	3,027,093	2,965,068
User fees and sales of goods	1,528,741	1,689,293	1,854,844
Penalties and cost of taxes	56,356	45,633	48,327
Government transfers (schedule 4)	182,205	313,922	326,425
Fines	12,000	32,374	11,577
Franchise and concession contracts	343,500	332,835	339,899
Investment income	62,000	346,521	158,275
Rentals	163,540	167,005	161,992
Licenses and permits	58,790	68,566	56,939
Other	9,000	37,022	60,134
TOTAL REVENUE	5,428,295	6,060,264	5,983,480
EXPENSES			
Legislative	147,175	139,478	135,484
General administration	851,034	876,629	852,999
Fire	211,450	248,714	229,893
Municipal enforcement and disaster	117,547	105,659	114,323
Common services	359,276	435,103	442,431
Roads, streets, walks, lighting	420,436	728,427	657,370
Water supply and distribution	608,254	993,257	1,063,766
Waste water treatment and disposal	773,476	1,216,160	1,135,596
Waste management	78,000	74,397	69,629
Recycling	75,327	102,101	95,029
Marketing and communications	50,000	53,533	47,532
Cemetery	21,424	12,882	17,883
Land use, planning, zoning and development	256,614	287,846	184,565
Parks and recreation	901,385	1,196,278	1,135,898
Culture	80,196	108,360	106,629
FCSS and public health	80,197	79,301	78,971
TOTAL EXPENSES	5,031,791	6,658,125	6,367,998
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES - BEFORE OTHER	396,504	(597,861)	(384,518)
OTHER			
Government transfers for capital (schedule 4)	2,035,098	1,430,743	452,453
EXCESS OF REVENUE OVER EXPENSES	2,431,602	832,882	67,935
ACCUMULATED SURPLUS, BEGINNING OF YEAR	43,396,353	43,396,353	43,328,418
ACCUMULATED SURPLUS, END OF YEAR	45,827,955	44,229,235	43,396,353

The accompanying notes and supporting schedules to which the consolidated financial statements are cross-referenced are an integral part of these consolidated financial statements.

TOWN OF NANTON
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
YEAR ENDED DECEMBER 31, 2023

	Budget \$	2023 \$	2022 \$
ANNUAL SURPLUS	<u>2,431,602</u>	<u>832,882</u>	<u>67,935</u>
Acquisition of tangible capital assets	(1,167,500)	(1,998,350)	(901,676)
Proceeds on disposal of tangible capital assets	-	-	38,087
Amortization of tangible capital assets	-	1,442,401	1,413,930
Loss (gain) on disposal of tangible capital assets	-	-	(6,350)
	<u>(1,167,500)</u>	<u>(555,949)</u>	<u>543,991</u>
Acquisition of prepaid expenses	-	(121,004)	(121,371)
Use of prepaid assets	-	121,371	103,554
	<u>-</u>	<u>367</u>	<u>(17,817)</u>
INCREASE IN NET FINANCIAL ASSETS	1,264,102	277,300	594,109
NET FINANCIAL ASSETS, BEGINNING OF YEAR	<u>5,984,332</u>	<u>5,984,332</u>	<u>5,390,223</u>
NET FINANCIAL ASSETS, END OF YEAR	<u>7,248,434</u>	<u>6,261,632</u>	<u>5,984,332</u>

The accompanying notes and supporting schedules to which the consolidated financial statements are cross-referenced are an integral part of these consolidated financial statements.

TOWN OF NANTON
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2023

	2023 \$	2022 \$
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
Excess (Deficiency) of revenue over expenses	832,882	67,935
Non-cash items included in excess (shortfall) of revenue over expenses:		
Amortization	1,442,401	1,413,930
Loss (gain) on disposal of tangible capital assets	-	(6,350)
Non-cash charges to operations (net change):		
Decrease (increase) in taxes and grants in place receivable	(37,130)	13,826
Increase in trade and other receivables	(22,091)	(2,643)
Decrease in due from other governments	204,544	(241,140)
Decrease in land for resale	38,273	4,670
Decrease (increase) in investments	(1,070,915)	(373,023)
Increase in prepaid expenses	367	(17,817)
Decrease in accounts payable and accrued liabilities	284,314	74,118
Increase (decrease) in deposit liabilities	11,347	15,132
Increase in deferred revenue	33,322	(192,904)
Cash provided by operating transactions	<u>1,717,314</u>	<u>755,734</u>
CAPITAL		
Acquisition of capital assets	(1,998,350)	(901,676)
Proceeds on disposal of tangible capital assets	-	38,087
Cash applied to capital transactions	<u>(1,998,350)</u>	<u>(863,589)</u>
FINANCING		
Long-term debt repaid	(31,505)	(30,547)
Cash applied to financing transactions	<u>(31,505)</u>	<u>(30,547)</u>
INCREASE IN CASH AND CASH EQUIVALENTS DURING THE YEAR	(312,541)	(138,402)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	5,565,418	5,703,820
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>5,252,877</u>	<u>5,565,418</u>

The accompanying notes and supporting schedules to which the consolidated financial statements are cross-referenced are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
YEAR ENDED DECEMBER 31, 2023
SCHEDULE 1

	Unrestricted Surplus	Restricted Surplus (note 11)	Equity in Tangible Capital Assets (note 10)	2023 \$	2022 \$
BALANCE, BEGINNING OF YEAR	500,350	5,726,378	37,169,625	43,396,353	43,328,418
Excess (deficiency) of revenues over expenses	832,882	-	-	832,882	67,935
Unrestricted funds designated for future use	(1,051,173)	1,051,173	-	-	-
Restricted funds used for tangible capital assets	-	(753,338)	753,338	-	-
Current year funds used for tangible capital assets	(1,245,012)	-	1,245,012	-	-
Disposal of tangible capital assets	-	-	-	-	-
Annual amortization expense	1,442,401	-	(1,442,401)	-	-
New long-term debt	-	-	-	-	-
Long-term debt repaid	(9,940)	-	9,940	-	-
Change in accumulated surplus	(30,842)	297,835	565,889	832,882	67,935
BALANCE, END OF YEAR	469,508	6,024,213	37,735,514	44,229,235	43,396,353

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF TANGIBLE CAPITAL ASSETS
YEAR ENDED DECEMBER 31, 2023
SCHEDULE 2

	Land	Land Improvements	Buildings	Engineered Structures			Machinery & Equipment	Vehicles	2023	2022
				Road & Streets	Water System	Waste System		\$	\$	
COST										
BALANCE, BEGINNING OF YEAR	892,440	463,577	8,349,540	11,217,809	15,286,372	20,811,772	3,763,600	1,610,324	62,395,433	61,601,663
Transfers	-	-	-	-	-	-	-	-	-	-
Acquisition of tangible capital assets	-	7,620	17,456	144,409	89,886	125,561	497,400	68,324	950,656	566,547
Addition of construction-in-progress (a)	-	-	70,150	-	770,029	207,515	-	-	1,047,694	335,129
Disposition of tangible capital assets	-	-	-	-	-	-	(7,339)	(20,600)	(27,939)	(107,906)
BALANCE, END OF YEAR	892,440	471,197	8,437,146	11,362,218	16,146,287	21,144,848	4,253,661	1,658,048	64,365,844	62,395,433
ACCUMULATED AMORTIZATION										
BALANCE, BEGINNING OF YEAR	-	298,262	3,563,007	7,121,819	5,600,558	4,743,611	2,404,136	1,373,390	25,104,783	23,767,022
Transfer	-	-	-	-	-	-	-	-	-	-
Annual amortization	-	42,231	166,011	281,418	311,980	388,039	185,430	67,292	1,442,401	1,413,930
Accumulated amortization on disposal	-	-	-	-	-	-	(7,339)	(20,600)	(27,939)	(76,169)
BALANCE, END OF YEAR	-	340,493	3,729,018	7,403,237	5,912,538	5,131,650	2,582,227	1,420,082	26,519,245	25,104,783
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	892,440	130,704	4,708,128	3,958,981	10,233,749	16,013,198	1,671,434	237,966	37,846,599	37,290,650
2022 NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	892,440	165,315	4,786,533	4,095,990	9,685,814	16,068,161	1,359,464	236,934	37,290,650	

(a) Road & streets and machinery & equipment includes \$1,380,527 of construction in progress which is not amortized as the assets are not in productive use.

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF PROPERTY AND OTHER TAXES
YEAR ENDED DECEMBER 31, 2023
SCHEDULE 3

	Budget \$	2023 \$	2022 \$
TAXATION			
Real property taxes	3,012,163	4,054,023	3,945,233
Linear property taxes	-	64,703	57,798
Government grants in place of property taxes	-	444	13,461
Special assessments and local improvement taxes	-	6,666	6,392
	<u>3,012,163</u>	<u>4,125,836</u>	<u>4,022,884</u>
REQUISITIONS			
Police	-	124,585	90,162
Alberta School Foundation Fund	-	844,551	840,605
Seniors' Lodge	-	129,607	127,049
	<u>-</u>	<u>1,098,743</u>	<u>1,057,816</u>
NET MUNICIPAL TAXES	<u>3,012,163</u>	<u>3,027,093</u>	<u>2,965,068</u>

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF GOVERNMENT TRANSFERS
YEAR ENDED DECEMBER 31, 2023
SCHEDULE 4

	Budget \$	2023 \$	2022 \$
TRANSFERS FOR OPERATING			
Federal Government	-	42,784	40,400
Provincial Government	182,205	168,838	198,725
Other Local Governments	-	102,300	87,300
	<u>182,205</u>	<u>313,922</u>	<u>326,425</u>
TRANSFERS FOR CAPITAL			
Federal Government	-	304,754	38,831
Provincial Government	2,035,098	1,125,989	413,622
	<u>2,035,098</u>	<u>1,430,743</u>	<u>452,453</u>
TOTAL GOVERNMENT TRANSFERS	<u>2,217,303</u>	<u>1,744,665</u>	<u>778,878</u>

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF CONSOLIDATED EXPENSES BY OBJECT
YEAR ENDED DECEMBER 31, 2023
SCHEDULE 5

	Budget	2023	2022
	\$	\$	\$
EXPENSES			
Salaries, wages and benefits	2,107,293	2,077,404	2,030,703
Contracted and general services	1,768,552	1,940,809	1,763,323
Materials, goods and utilities	977,465	1,012,553	988,458
Transfers to local boards and agencies	150,080	155,786	144,880
Bank charges and short-term interest	1,599	5,570	4,016
Interest on long-term debt	25,802	20,136	22,689
Other expenses	1,000	3,466	-
Amortization of tangible capital assets	-	1,442,401	1,413,929
	<u>5,031,791</u>	<u>6,658,125</u>	<u>6,367,998</u>

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF CONSOLIDATED SEGMENT DISCLOSURE
YEAR ENDED DECEMBER 31, 2023
SCHEDULE 6

	General Government	Protective Services	Roads, streets, walks, lighting Services	Planning and Development	Recreation and Culture	Environmental Services	Other	Total \$
REVENUE								
Net municipal taxes	3,027,093	-	-	-	-	-	-	3,027,093
Government transfers	91,325	39,900	146,581	-	514,449	935,771	16,639	1,744,665
User fees and sales of goods	6,800	300	-	157,805	32,134	1,482,308	9,946	1,689,293
Investment income	346,521	-	-	-	-	-	-	346,521
Other revenues	407,221	81,542	2,254	64,839	122,422	5,040	117	683,435
	<u>3,878,960</u>	<u>121,742</u>	<u>148,835</u>	<u>222,644</u>	<u>669,005</u>	<u>2,423,119</u>	<u>26,702</u>	<u>7,491,007</u>
EXPENSES								
Salaries, wages and benefits	672,426	146,412	315,612	86,528	449,956	399,034	7,436	2,077,404
Contracted and general services	265,386	94,844	213,101	246,841	314,220	804,070	2,347	1,940,809
Materials, goods and utilities	30,721	44,662	282,731	4,910	206,379	441,433	1,717	1,012,553
Transfers to local boards and agencies	104,186	-	-	3,100	48,500	-	-	155,786
Interest on long-term debt	-	-	-	-	-	20,136	-	20,136
Other expenses	9,036	-	-	-	-	-	-	9,036
	<u>1,081,755</u>	<u>285,918</u>	<u>811,444</u>	<u>341,379</u>	<u>1,019,055</u>	<u>1,664,673</u>	<u>11,500</u>	<u>5,215,724</u>
NET REVENUE, BEFORE AMORTIZATION	<u>2,797,205</u>	<u>(164,176)</u>	<u>(662,609)</u>	<u>(118,735)</u>	<u>(350,050)</u>	<u>758,446</u>	<u>15,202</u>	<u>2,275,283</u>
Amortization expense	13,653	68,455	352,086	-	285,583	721,242	1,382	1,442,401
NET REVENUE	<u>2,783,552</u>	<u>(232,631)</u>	<u>(1,014,695)</u>	<u>(118,735)</u>	<u>(635,633)</u>	<u>37,204</u>	<u>13,820</u>	<u>832,882</u>

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
SCHEDULE OF CONSOLIDATED SEGMENT DISCLOSURE
YEAR ENDED DECEMBER 31, 2022
SCHEDULE 6

	General Government	Protective Services	Roads, streets, walks, lighting Services	Planning and Development	Recreation and Culture	Environmental Services	Other	Total \$
REVENUE								
Net municipal taxes	2,965,068	-	-	-	-	-	-	2,965,068
Government transfers	63,944	24,000	50,000	-	394,156	227,420	19,358	778,878
User fees and sales of goods	6,730	300	745	340,145	34,517	1,448,571	23,836	1,854,844
Investment income	158,275	-	-	-	-	-	-	158,275
Other revenues	425,925	59,958	8,351	53,604	125,800	5,230	-	678,868
	3,619,942	84,258	59,096	393,749	554,473	1,681,221	43,194	6,435,933
EXPENSES								
Salaries, wages and benefits	667,790	144,425	321,703	84,149	428,251	370,887	13,498	2,030,703
Contracted and general services	254,218	77,359	178,508	138,566	272,424	839,214	3,034	1,763,323
Materials, goods and utilities	32,124	56,275	266,178	6,102	213,065	414,369	345	988,458
Transfers to local boards and agencies	93,100	-	-	3,280	48,500	-	-	144,880
Interest on long-term debt	-	-	-	-	-	22,689	-	22,689
Other expenses	4,016	-	-	-	-	-	-	4,016
	1,051,248	278,059	766,389	232,097	962,240	1,647,159	16,877	4,954,069
NET REVENUE, BEFORE AMORTIZATION	2,568,694	(193,801)	(707,293)	161,652	(407,767)	34,062	26,317	1,481,864
Amortization expense	16,206	66,157	333,412	-	280,287	716,861	1,006	1,413,929
NET REVENUE	2,552,488	(259,958)	(1,040,705)	161,652	(688,054)	(682,799)	25,311	67,935

The accompanying summary of significant accounting policies and notes are an integral part of these consolidated financial statements.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of Town of Nanton (the "Town") are the representations of management prepared in accordance with generally accepted accounting principals 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 Town of Nanton are as follows:

a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues and expenses, changes in net financial assets and cash flows of the reporting entity. This entity is comprised of the Town operations plus all of the entities that are owned or controlled by the Town and are, therefore, accountable to Town Council for the administration of their financial affairs and resources. They include the following:

Nanton Fire Department
Nanton Family & Community Support Services
Thelma Fanning Memorial Library
Nanton Health Centre Management Committee (NHCMC) - 1/3 Joint Venture (note 18)

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 have been eliminated.

b) Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. User fee revenues are recognized as services are provided. Franchise, and concession revenues are recognized monthly based on the term of the agreement as earned. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or 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 performed. 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 assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates. The Town has estimates in respect of accounts receivable, deferred revenues, tangible capital assets, and asset retirement obligation.

d) Cash and temporary investments

Cash and cash equivalents include cash and investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These short-term investments generally have a maturity of three months or less at acquisition, or are redeemable, and are held for the purpose of meeting short-term cash commitments rather than for investing.

e) Land 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 physical assets under the respective function.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

f) 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.

g) Tax Revenue

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

Requisitions operate as a flow through and are excluded from municipal revenue.

h) Government Transfers

Government transfers are recognized as revenue in the financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

i) 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 (deficiency) of revenue over expenses, provides the consolidated 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 attributed to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	Years
Buildings	15-50
Engineered structures	
Roads	15-30
Water systems	45-75
Wastewater systems	40-75
Land improvements	10-20
Machinery and equipment	3-30
Vehicles	10

Assets under construction are not amortized until the asset is available for productive use.

ii. Contributions on 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. Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

iv. Inventories

Inventories held for consumption are recorded at the lower of cost and replacement cost, with cost determined by the average cost method, except for gravel and fuel which is determined by the first-in, first-out method.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

- j) Registered pension plan
The Town has a defined contribution pension plan for full-time employees. The Town's pension costs are
- 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.
- l) Asset Retirement Obligation
A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset at the financial statement date when there is a legal obligation for the Town to incur retirement costs, the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at year-end. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected to occur over extended future periods. When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset. The asset retirement cost is amortized over the useful life of the related asset. Asset retirement obligations which are incurred incrementally with use of the asset are recognized in the period incurred with a corresponding asset retirement cost expensed in the period. At each financial reporting date, the Town reviews the carrying amount of the liability. The Town recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset. The Town continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.
- m) Financial Instruments
Cash and equity instruments quoted in an active market are measured at fair value. Accounts receivable, accounts payable, and long-term debt are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

When investment income and realized and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as revenue in the period in which the resources are used for the purpose specified.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

m) Financial Instruments (continued)

Investments in derivatives and equity instruments quoted in an active market are carried at fair value with transactions costs expensed upon initial recognition. Unrealized changes in fair value are recognized in the statement of remeasurement gains and losses. When the investment is disposed of the accumulated gains or losses are reclassified to the statement of operations. Investments in interest bearing securities are recorded at amortized cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

n) New Account Policies Adopted During the year

i. Financial Instruments

Cash, accounts receivable, accounts payable are measured at cost. Short term investments and long-term debt is measured at cost or amortized costs. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest expense. All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost.

2. **CASH AND TEMPORARY INVESTMENTS**

	2023 \$	2022 \$
Cash	4,791,104	4,474,665
Investments savings cash	307,486	1,034,077.00
Temporary investments	154,287	56,676
	5,252,877	5,565,418

Included in cash are savings accounts which bear interest between 2.45% and 7.20%.

The Town has a line of credit for operation purposes with ATB for up to \$250,000 with interest payable at 8.20%. As at December 31, 2023 the balance owing on this facility is \$Nil (2022-\$Nil).

Included in cash is \$257,525 (2022 - \$224,203) restricted for capital projects as outlined in note 6. Included in cash is \$1,046,738 (2022 - \$977,334) in internally restricted funds related to reserves (note 11)

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

3. RECEIVABLES

	2023	2022
	\$	\$
Current taxes and grants in place of taxes	119,191	89,647
Arrears taxes	43,734	36,148
	<u>162,925</u>	<u>125,795</u>
Utilities receivable	244,643	238,120
Accrued receivables	46,724	36,318
Other receivables	32,550	27,388
	<u>323,917</u>	<u>301,826</u>
GST receivable	56,194	39,532
Due from provincial government	38,505	259,711
	<u>94,699</u>	<u>299,243</u>

Taxes and grants in lieu receivable includes \$64,234 (2022 - \$52,250) due from five (2022 - four) taxpayer(s). The Town follows the methods of recovering taxes in arrears as prescribed in section 411 of the Municipal Government Act, which includes the right of the Town to offer up for sale at a public auction those properties with taxes in arrears.

4. INVESTMENTS

	2023	2022
	Market Value	\$
Investment shares	96	82
Bonds - BMO Nesbitt Burns (amortized cost)	198,516	411,851
Bonds- Scotia Wealth Management (amortized cost)	1,514,037	465,923
Principle Protected Notes - Scotia Wealth Management (cost)	248,255	-
	<u>1,960,904</u>	<u>877,856</u>

The investments with BMO Nesbitt Burns includes strips and coupons with an effective interest rate between 2.58% and 3.05%, maturing in 2024. Additionally, the investments with Scotia Wealth includes bonds with an effective interest rate between 3.00% and 5.94%, maturing between 2023 and 2030.

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Included in accounts payable and accrued liabilities are employee benefit obligations (accrued wages and vacation) of \$109,173 (2022 - \$94,511). Employees have either earned the benefits or are entitled to these within the next budgetary year.

6. DEFERRED REVENUE

	Opening Balance	Received	Recognized	Ending Balance
Canada Community Building Fund	128,846	372,060	343,060	157,846
Municipal Sustainability Initiative - Capital	69,672	545,214	547,136	67,750
Municipal Sustainability Initiative - Operating	5,129	55,544	48,500	12,173
Nanton Physician Recruitment	20,356	-	895	19,461
Miscellaneous	200	95.00	-	295
	<u>224,203</u>	<u>972,913</u>	<u>939,591</u>	<u>257,525</u>

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

6. DEFERRED REVENUE (CONTINUED)

Municipal Sustainability Initiative - Capital

The Province provides conditional grant funding through this program to assist with various capital expenditures in the Town. The use of these funds is restricted to eligible expenditures as approved under the funding agreement.

Municipal Sustainability Initiative - Operating

The Province provides conditional grant funding through this program to assist with various operating expenditures in the Town. The use of these funds is restricted to eligible expenditures as approved under the funding agreement.

Canada Community Building Fund

This Government of Canada provides Alberta Transportation with a grant restricted to eligible expenditures as approved under the funding agreement.

7. CONTAMINATED SITES LIABILITY

The Town has adopted PS3260 Liability for Contaminated Sites. The Town did not identify any financial liabilities in 2023 (2022-\$nil) as a result of this standard.

8. LONG-TERM DEBT

	2023	2022
	\$	\$
Long term debt related to operational expenditures	600,379	621,944
Long term debt related to capital expenditures	111,085	121,025
Debentures	711,464	742,969

	Principal	Interest	Total
	\$	\$	\$
2024	32,495	20,062	52,557
2025	33,517	19,040	52,557
2026	34,573	17,984	52,557
2027	35,664	16,893	52,557
2028	36,791	15,766	52,557
Thereafter	538,424	122,147	660,571
	711,464	211,892	923,356

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

8. LONG-TERM DEBT (CONTINUED)

Long term debt is repayable to Alberta Capital Finance Authority. Long term debt for operational purposes bears interest at 2.72% and matures in 2044. Long-term debt for capital purposes bears interest at 4.25% per annum and matures in 2030.

Long-term debt is issued on the credit and security of the Town at large.

Interest on long-term debt amounted to \$20,136 (2022 - \$22,689).

The Town's total cash payments for interest in 2022 was \$21,052 (2022 - \$22,010).

9. DEBT LIMITS

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/00 for the Town of Nanton be disclosed as follows:

	2023	2022
	<u>\$</u>	<u>\$</u>
Total debt limit	9,090,396	8,975,220
Total debt	<u>(711,464)</u>	<u>(742,969)</u>
Amount total debt limit unused	<u>8,378,932</u>	<u>8,232,251</u>
Debt servicing limit	1,515,066	1,495,870
Debt servicing	<u>(52,557)</u>	<u>(52,557)</u>
Amount of debt servicing limit unused	<u>1,462,509</u>	<u>1,443,313</u>

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) 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.

10. EQUITY IN TANGIBLE CAPITAL ASSETS

	2023	2022
	<u>\$</u>	<u>\$</u>
Tangible capital assets (schedule 2)	64,365,844	62,395,432
Accumulated amortization (schedule 2)	<u>(26,519,245)</u>	<u>(25,104,783)</u>
Long-term debt (note 8)	<u>(111,085)</u>	<u>(121,025)</u>
	<u>37,735,514</u>	<u>37,169,624</u>

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

11. ACCUMULATED SURPLUS

Accumulated surplus consists of restricted and unrestricted amounts and equity in tangible capital assets as follows:

	<u>2023</u>	<u>2022</u>
	\$	\$
Unrestricted surplus	<u>469,508</u>	<u>500,350</u>
Restricted surplus		
General operating	775,447	798,447
Road infrastructure	1,259,361	1,051,354
Utility infrastructure - water	793,443	979,890
Municipal Land Developments	1,238,789	1,178,783
Building and land improvements	584,209	506,820
Arena/Multiplex	386,397	344,352
Machine and equipment - general	315,375	317,804
Vehicles - fire	382,081	325,830
Building and land improvements - public realm	131,193	90,625
NHCMC (note 18)	136,244	130,798
Developer Contribution Reserves	1,674	1,675
Community Sustainability Reserve	<u>20,000</u>	<u>-</u>
	<u>6,024,213</u>	<u>5,726,378</u>
Equity in tangible capital assets (note 10)	<u>37,735,514</u>	<u>37,169,625</u>
	<u>44,229,235</u>	<u>43,396,354</u>

12. BUDGETED INFORMATION

Budgeted information was prepared under the modified accrual method while Public Sector Accounting Standards require a full accrual basis. This note provides a reconciliation between the budget figures disclosed in the financial statements and the approved budget figures.

	<u>2023</u>
	\$
Budget surplus reported in financial statements	2,431,602
Less: Capital expenditures	(2,697,000)
Less: Debt principal repayment	(31,504)
Add: Transfer from reserves	911,902
Less: Transfer to reserves	<u>(615,000)</u>
Budget approved by Council	<u>-</u>

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

13. SALARY AND BENEFITS DISCLOSURE

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:

	2023			2022
	Salary ¹	Benefits ^{2,3}	Total	Total
COUNCILLORS				
Handley	17,058	1,882	18,940	18,906
Mitchell	12,004	581	12,585	12,564
Czop	12,004	235	12,239	12,079
Dozeman	12,004	1,061	13,065	10,398
Miller	12,004	550	12,554	12,554
Sorenson	12,004	1,061	13,065	13,044
Todd	6,925	367	7,292	12,564
Chief Administrative Officer	132,443	24,931	157,374	155,709
Designated Officers (3 positions)	217,053	51,186	268,239	266,416

1. Salary includes regular base pay, bonuses, overtime, lump sum payments, gross direct cash remuneration.
2. Employer's share of all employee benefits and contributions or payments made on behalf of employees include 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. Benefits and allowances figures also include the employer's share of the costs of additional taxable benefits including special leave with pay, financial and retirement planning services, concessionary loans, travel allowances, car allowances and club memberships.

14. REGISTERED PENSION PLAN

Employees of the Town of Nanton participate in a private pension plan through Great West Life. The plan covers 19 permanent employees of the Town.

The Town of Nanton is required to make current service contributions to the plan of 8.5% of pensionable payroll. Employees of the Town of Nanton may make voluntary contributions if desired.

Employees contributed \$24,640 to the plan for the year (2022 - \$43,865). The Town contributed \$58,205 to the plan for the year (2022 - \$110,786) for current service and this expense has been recognized on the statement of operations.

On December 31, 2023, there have been no changed rates of employer contributions to the plan.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

15. SEGMENTED DISCLOSURE

The Town of Nanton 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 the Schedule of Segmented Disclosure (schedule 6).

General Government

Included in this segment are revenues and expenses associated with legislative, general administration, family and community support services (FCSS) and public health.

Protective Services

Included in this segment are revenues and expenses associated with fire and municipal enforcement and disaster.

Roads, Streets, Walks, Lighting Services

Included in this segment are revenues and expenses associated with common services and roads, streets, walks and lighting.

Planning and Development

Included in this segment are revenues and expenses associated with marketing and communications, land use, planning, zoning and development.

Recreation and Culture

Included in this segment are revenues and expenses associated with parks and recreation and culture.

Environmental Services

Included in this segment are revenues and expenses associated with water supply and distribution, waste water treatment and disposal, waste management and recycling.

Other

Included in this segment are revenues and expenses associated with the Nanton cemetery.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

16. COMMITMENTS

The Town of Nanton has a five year agreement with Benchmark Assessment Consultants which is set to expire on June 30, 2025 for assessment services. The agreement contains the following agreed upon amounts:

2024:	\$25/parcel plus GST
2025:	\$25/parcel plus GST

The Town of Nanton has a one year agreement with the Access Gas Services for natural gas supply and management services set to expire December 2027 for \$1.99/GJ.

The Town of Nanton has a four year agreement with Campus Energy for electricity services set to expire December 2025.

The Town of Nanton has a 3 year contract with T&T disposal services for waste and recycling collection services set to expire August 2024. Monthly charges under the contract are \$2,513 and \$2,558 for residential waste collection and recycling collection respectively, plus a monthly variable fee of \$2.74 and \$2.79 per household.

17. CONTINGENCIES

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

18. NANTON HEALTH CENTRE MANAGEMENT COMMITTEE

The Town of Nanton participates in a Joint Venture with the MD of Willow Creek and the MD of Ranchland in operating the Nanton Health Centre Management Committee and the Nanton Medical Clinic. The three stakeholders share responsibilities for 1/3 of the operating revenues, operating costs and net operating revenues of the Clinic. The Town of Nanton provides management and administrative services as its commitment to the operation. The Joint Venture is proportionately consolidated with the Town of Nanton's financial statements at year-end on a line by line basis.

The following table presents condensed financial information for the Nanton Health Management Committee business partnerships:

	Nanton Health Centre	
	2023	2022
	\$	\$
Financial position		
Cash	174,541	169,600
Other assets	230,753	227,117
Trade and other receivables	3,438	3,060
Total assets	408,732	399,777
Accounts payable	-	7,382
Total liabilities	-	-
Accumulated surplus	408,732	392,395
Result of operations		
Revenues	95,761	90,807
Expenses	79,424	79,810
Net income	16,337	10,997

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

19. ASSET RETIREMENT OBLIGATIONS

As of April 1, 2022, all public entities were required to adopt section PS 3280, Asset Retirement Obligations, that was issued by the Public Sector Accounting Standards Board in August 2018. For the 2023 fiscal year, the Town of Nanton is unsure if they have any asset retirement obligations relating to their tangible capital assets, so they have not recorded any liabilities on their financial statements, and the assets listed in Note 10 may be understated by the amounts of any existing asset retirement obligations.

20. FINANCIAL INSTRUMENTS

a) Financial Instrument Risk

The Town is exposed to credit risk, liquidity risk, and interest rate risk and market rate risk from its financial instruments. This note describes the Town's objectives, policies, and processes for managing those risks and the methods used to measure them. Further qualitative and quantitative information in respect of these risks is presented below and throughout these financial statements.

There have not been any changes from the prior year in the Town's exposure to above risks or the policies, procedures, and methods it uses to manage and measure the risks.

b) Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Town is exposed to credit risk through its cash and accounts receivable, and portfolio investments.

The Town manages its credit risk by monitoring outdated accounts for collection. The Town measures its exposure to credit risk based on by how long amounts have been outstanding and on historical experience regarding collections. The maximum exposure to credit risk at the financial statement date is the carrying value of its cash and accounts receivable, included in Notes 2 & 3. The Town maintains the majority of its bank accounts and investment accounts at two financial institutions. Holding cash at bank institutions with cash accounts which are insured up to \$100,000 or 100%. Balances in these accounts may exceed federally insured amounts. Accounts receivable arise primarily as a result of interest receivables. Based on this knowledge, credit risk of cash and accounts receivable are assessed as low.

The Town manages exposure to credit risk for portfolio investments by ensuring adequate diversification and by maintaining its investments which meets the investment requirements of Alberta Municipal Affairs. As a result, the Town has reduced exposure to market or value risk.

c) Liquidity Risk

Liquidity risk is the risk that the Town will encounter difficulty in meeting obligations associated with financial liabilities. The Town is exposed to liquidity risk through its accounts payable and investments.

The Town manages this risk by monitoring cash activities and expected outflows through budgeting, and has the ability to increase tax rates per bylaw in order to increase cash. The Town staggers maturity dates of its investment portfolio for cash flow needs. Also to help manage the risk, the Town has in place a planning, budgeting and forecasting process to help determine the funds required to support the normal operating requirements. The Town measures its exposure to liquidity risk based on extensive budgeting.

d) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Town is exposed to interest rate risk on long-term debt and interest bearing instruments as disclosed in notes 4 and 8. For investments, the fair value will change as interest rates change.

e) Other Risks

Investments with embedded derivatives are subject to market risk relative to an underlying index, and depending on the terms of the note, may include terms that restrict their liquidity. The Town manages these risks through a diversified portfolio with varied terms to maturity, issuers and referenced indices.

TOWN OF NANTON
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

21. SUBSEQUENT EVENTS

a) Line of Credit

On March 18, 2024, the Town passed bylaw 1387/24. The bylaw sets out to authorize the Council to incur indebtedness through a line of credit for a maximum amount of \$250,000 for the purpose of interim cash flow.

b) Credit Card

On March 18, 2024, the Town passed bylaw 1388/24. The bylaw sets out to authorize the Council to incur indebtedness as a credit card holder for a maximum amount of \$35,000 for the purpose of daily operational purchasing.

DRAFT - SUBJECT TO CHANGE

FINANCIAL INFORMATION RETURN

Town of Nanton (0232)

For the Year Ending December 31, 2023

The information contained in this
Financial Information Return is presented
fairly to the best of my knowledge.

Name

Date



Independent Auditor's Report

To the Mayor and Council of Town of Nanton

Qualified Opinion

We have audited the Municipal Financial Information Return (the Return) for the Town of Nanton (the Entity) for the year ended December 31, 2023.

In our opinion, except for the effects of the matter described in the *Basis of Qualified Opinion* section, the accompanying Return is prepared, in all material respects, in accordance with the accounting principles prescribed by the Minister of Alberta Municipal Affairs under Alberta Regulation No. 158/2000 pursuant to section 277 of the Municipal Government Act (the Accounting Principles).

Basis for Opinion

Effective January 1, 2023, the Village was required to adopt PS 3280 Asset Retirement Obligations which requires the recognition of legal obligations associated with the retirement of tangible capital assets by public sector entities. Under the modified retroactive application method, the asset retirement obligation on transition is to be recorded using assumptions as of January 1, 2023. The corresponding asset retirement cost is added to the carrying value of the related tangible capital assets adjusted for amortization since the time the legal obligation was incurred. The net adjustment is charged to accumulated surplus. Management has not completed its assessment of the Town's tangible capital assets for potential asset retirement obligations. As a result, it is not possible to quantify the impact of this departure from the Canadian public sector accounting standards on expenses and annual surplus for the year ended December 31, 2023, tangible capital assets and the asset retirement obligation as at December 31, 2023, and accumulated surplus as at January 1 and December 31, 2023.

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 Return* section of our report. We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the Return 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 qualified opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the Return, which describes the basis of accounting. The Return is prepared to assist the Entity to meet the reporting requirements of the Accounting Principles referred to above. As a result, the Return may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Matter - Unaudited information

We have not audited, reviewed, or otherwise attempted to verify the accuracy or completeness of the unaudited schedule (Municipal Statistics) Schedule ST on pages 15 and 16 of the Return.

Responsibilities of Management and Those Charged with Governance for the Return

Management is responsible for the preparation of the Return in accordance with the Accounting Principles, and for such internal control as management determines is necessary to enable the preparation of the Return that is free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Return

Our objectives are to obtain reasonable assurance about whether the Return as a whole is 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 the Return.

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 Return, 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, 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 Entity'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 Return 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 Entity to cease to continue as a going concern.

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.

Chartered Professional Accountants

Lethbridge, Alberta

April 29, 2024

Audited Schedules

Schedule 9A

FINANCIAL POSITION

	Total
	1
Assets	0010
Cash and Temporary Investments	0020 5,252,877
Taxes and Grants in Place of Taxes Receivable.....	0030
. Current	0040 119,191
. Arrears	0050 43,734
. Allowance	0060
Receivable From Other Governments	0070 94,699
Loans Receivable	0080
Trade and Other Receivables	0090 323,917
Debt Charges Recoverable.....	0095
Inventories Held for Resale	0130
. Land	0140 240,401
. Other	0150
Long Term Investments	0170
. Federal Government	0180
. Provincial Government	0190
. Local Governments	0200
. Other	0210 1,948,771
Other Current Assets	0230
Other Long Term Assets	0240
	0250
Total Financial Assets	0260 8,023,590
	0270
Liabilities	0280
Temporary Loans Payable	0280
Payable To Other Governments	0290
Accounts Payable & Accrued Liabilities	0300 649,128
Deposit Liabilities	0310 143,841
Deferred Revenue	0340 257,525
Long Term Debt	0350 711,464
Other Current Liabilities	0360
Asset Retirement Obligations.....	0365
Other Long Term Liabilities	0370
	0380
Total Liabilities	0390 1,761,958
	0395
Net Financial Assets (Net Debt)	0395 6,261,632
	0400
Non Financial Assets	0400 37,846,599
Tangible Capital Assets.....	0400 37,846,599
Inventory for Consumption.....	0410
Prepaid Expenses	0420 121,004
Other.....	0430
	0440
Total Non-Financial Assets	0440 37,967,603
	0450
Accumulated Surplus	0450 44,229,235

DRAFT - SUBJECT TO CHANGE

CHANGE IN ACCUMULATED OPERATING SURPLUS

Schedule 9B

		Unrestricted 1	Restricted 2	Equity in TCA 3	Total 4
Accumulated Operating Surplus - Beginning of Year	0500	500,350	5,726,378	37,169,625	43,396,353
Net Revenue (Expense)	0505	832,882			832,882
Funds Designated For Future Use	0511	-1,051,173	1,051,173		
Restricted Funds - Used for Operations	0512				
Restricted Funds - Used for TCA	0513		-753,338	753,338	
Current Year Funds Used for TCA	0514	-1,245,012		1,245,012	
Donated and Contributed TCA	0516				
Disposals of TCA	0517				
Annual Amortization Expense	0518	1,442,401		-1,442,401	
Long Term Debt - Issued	0519				
Long Term Debt - Repaid	0521	-9,940		9,940	
Capital Debt - Used for TCA	0522				
	0523				
Other Adjustments	0524				
Accumulated Operating Surplus - End of Year	0525	469,508	6,024,213	37,735,514	44,229,235

DRAFT - SUBJECT TO CHANGE

FINANCIAL ACTIVITIES BY FUNCTION

Schedule 9C

	Revenue		Expense	
	1		2	
Total General	0700	3,499,512		
Function	0710		1150	
General Government	0720		1160	
Council and Other Legislative	0730	137	1170	139,478
General Administration	0740	286,704	1180	876,629
Other General Government.....	0750		1190	
Protective Services	0760		1200	
Police	0770		1210	
Fire	0780	71,900	1220	248,714
Disaster and Emergency Measures	0790		1230	
Ambulance and First Aid	0800		1240	
Bylaws Enforcement	0810	49,842	1250	105,659
Other Protective Services.....	0820		1260	
Transportation	0830		1270	
Common and Equipment Pool	0840	269,875	1280	435,103
Roads, Streets, Walks, Lighting	0850	146,835	1290	728,427
Airport	0860		1300	
Public Transit	0870		1310	
Storm Sewers and Drainage	0880		1320	
Other Transportation	0890		1330	
Environmental Use and Protection	0900		1340	
Water Supply and Distribution	0910	1,230,278	1350	993,257
Wastewater Treatment and Disposal	0920	996,090	1360	1,285,388
Waste Management	0930	97,236	1370	
Other Environmental Use and Protection	0940	99,514	1380	107,270
Public Health and Welfare	0950		1390	
Family and Community Support	0960	60,686	1400	79,301
Day Care	0970		1410	
Cemeteries and Crematoriums	0980	26,702	1420	12,882
Other Public Health and Welfare	0990	31,920	1430	29,112
Planning and Development	1000		1440	
Land Use Planning, Zoning and Development	1010	61,198	1450	181,636
Economic/Agricultural Development	1020		1460	
Subdivision Land and Development	1030	156,650	1470	159,743
Public Housing Operations	1040		1480	
Land, Housing and Building Rentals	1050	4,797	1490	
Other Planning and Development.....	1060		1500	
Recreation and Culture	1070		1510	
Recreation Boards	1080		1520	
Parks and Recreation	1090	401,131	1530	1,196,278
Culture: Libraries, Museums, Halls	1100		1540	79,248
Convention Centres	1110		1550	
Other Recreation and Culture.....	1120		1560	
Other Utilities	1125		1565	
Gas	1126		1566	
Electric	1127		1567	
Other Utilities.....	1128		1568	
Other	1130		1570	
Total Revenue/Expense	1140	7,491,007	1580	6,658,125
Net Revenue/Expense			1590	832,882

FINANCIAL ACTIVITIES BY TYPE / OBJECT

Schedule 9D

		Total 1
Revenues	1700	
Taxation and Grants in Place	1710	
. Property (net municipal, excluding requisitions).....	1720	3,027,093
. Business	1730	
. Business Revitalization Zone	1740	
. Special	1750	
. Well Drilling	1760	
. Local Improvement	1770	
Sales To Other Governments	1790	
Sales and User Charges	1800	1,689,293
Penalties and Costs on Taxes	1810	45,633
Licenses and Permits	1820	68,566
Fines	1830	32,374
Franchise and Concession Contracts	1840	332,835
Returns on Investments (incl. Portfolio Investments)	1850	346,521
Rentals	1860	167,005
Insurance Proceeds	1870	
Net Gain on Sale of Tangible Capital Assets	1880	
Contributed and Donated Assets.....	1885	
Federal Government Operating Transfers	1892	
Federal Government Capital Transfers	1902	313,922
Provincial Government Operating Transfers	1912	
Provincial Government Capital Transfers	1922	1,430,743
Local Government Operating Transfers	1931	
Local Government Capital Transfers	1932	
Transfers From Local Boards and Agencies	1940	
Developer Agreements	1960	
Offsite Levies	1962	
Other Revenues	1970	37,022
Total Revenue	1980	7,491,007
Expenses	1990	
Salaries, Wages, and Benefits	2000	2,077,404
Contracted and General Services	2010	1,940,809
Purchases from Other Governments	2020	
Materials, Goods, Supplies, and Utilities	2030	1,012,553
Provision For Allowances	2040	
Transfers to Other Governments	2050	
Transfers to Local Boards and Agencies	2060	155,786
Transfers to Individuals and Organizations	2070	
Bank Charges and Short Term Interest	2080	5,570
Interest on Operating Long Term Debt	2090	
Interest on Capital Long Term Debt	2100	20,136
Accretion of Asset Retirement Obligations.....	2105	
Amortization of Tangible Capital Assets	2110	1,442,401
Net Loss on Sale of Tangible Capital Assets.....	2125	
Write Down of Tangible Capital Assets.....	2127	
Other Expenditures	2130	3,466
Total Expenses	2140	6,658,125
Net Revenue (Expense)	2150	832,882

DRAFT - SUBJECT TO CHANGE

REMEASUREMENT GAINS AND LOSSES

Schedule 9Q

Accumulated remeasurement gains (losses) at beginning of year	2171	
Gains	2172	
Losses	2174	
Amounts reclassified to Statement of Operations	2176	
Net Remeasurement gains (losses) for the year	2178	
Accumulated remeasurement gains (losses) at end of year	2180	

DRAFT - SUBJECT TO CHANGE

REVENUE AND EXPENSE SUPPLEMENTARY DETAIL

Schedule 9E

		Revenue		Expenses	
		Sales and User Charges	Provincial Capital Transfers	Annual Amortization Expense	Capital Long Term Debt Interest Expense
		1	2	3	4
General Government	2200				
Council and Other Legislative	2210	6,800	20,639	13,655	
General Administration	2220				
Other General Government.....	2230				
Protective Services	2240				
Police	2250				
Fire	2260	300	22,655	66,543	
Disaster and Emergency Measures	2270				
Ambulance and First Aid	2280				
Bylaws Enforcement	2290		8,245	1,912	
Other Protective Services.....	2300				
Transportation	2310				
Common and Equipment Pool	2320			69,351	
Roads, Streets, Walks, Lighting	2330		371,671	282,734	
Airport	2340				
Public Transit	2350				
Storm Sewers and Drainage	2360				
Other Transportation	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution	2390	628,159	550,156	315,925	17,404
Wastewater Treatment and Disposal	2400	657,399	310,190	390,322	2,732
Waste Management	2410	97,236		14,994	
Other Environmental Use and Protection	2420	99,514			
Public Health and Welfare	2430				
Family and Community Support	2440				
Day Care	2450				
Cemeteries and Crematoriums	2460	9,946	13,640	1,383	
Other Public Health and Welfare	2470			3,062	
Planning and Development	2480				
Land Use Planning, Zoning and Development	2490				
Economic/Agricultural Development	2500	157,805			
Subdivision Land and Development	2510				
Public Housing Operations	2520				
Land, Housing and Building Rentals	2530				
Other Planning and Development.....	2540				
Recreation and Culture	2550				
Recreation Boards	2560				
Parks and Recreation	2570	32,134	133,547	282,066	
Culture: Libraries, Museums, Halls	2580			454	
Convention Centres	2590				
Other Recreation and Culture.....	2600				
Other Utilities	2605				
Gas	2606				
Electric	2607				
Other Utilities.....	2608				
Other	2610				
Total	2620	1,689,293.00	1,430,743.00	1,442,401.00	20,136.00

TANGIBLE CAPITAL ASSETS SUPPLEMENTARY DETAIL

Schedule 9F

		Tangible Capital Assets		Capital Long Term Debt	
		Purchased	Donated or Contributed	Principal Additions	Principal Reductions
		1	2	3	4
General Government	2700				
Council and Other Legislative	2710				
General Administration	2720	20,639			
Other General Government.....	2730				
Protective Services	2740				
Police	2750				
Fire	2760	34,076			
Disaster and Emergency Measures	2770				
Ambulance and First Aid	2780				
Bylaws Enforcement	2790				
Other Protective Services.....	2800				
Transportation	2810				
Common and Equipment Pool	2820	380,934			
Roads, Streets, Walks, Lighting	2830	158,049			
Airport	2840				
Public Transit	2850				
Storm Sewers and Drainage	2860				
Other Transportation	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution	2890	1,263,523			9,940
Wastewater Treatment and Disposal	2900				
Waste Management	2910				
Other Environmental Use and Protection	2920				
Public Health and Welfare	2930				
Family and Community Support	2940				
Day Care	2950				
Cemeteries and Crematoriums	2960				
Other Public Health and Welfare	2970				
Planning and Development	2980				
Land Use Planning, Zoning and Development	2990				
Economic/Agricultural Development	3000				
Subdivision Land and Development	3010				
Public Housing Operations	3020				
Land, Housing and Building Rentals	3030				
Other Planning and Development.....	3040				
Recreation and Culture	3050				
Recreation Boards	3060				
Parks and Recreation	3070	141,129			
Culture: Libraries, Museums, Halls	3080				
Convention Centres	3090				
Other Recreation and Culture.....	3100				
Other Utilities	3105				
Gas	3106				
Electric	3107				
Other Utilities.....	3108				
Other	3110				
Total	3120	1,998,350.00			9,940.00

DRAFT - SUBJECT TO CHANGE

CHANGE IN TANGIBLE CAPITAL ASSETS

Schedule 9G

		Balance at Beginning of Year 1	Additions 2	Reductions 3	Balance at End of Year 4
Tangible Capital Assets - Cost					
Engineered Structures	3200				
Roadway Systems.....	3201	11,217,809	144,409		11,362,218
Light Rail Transit Systems.....	3202				
Water Systems.....	3203	15,286,372	859,915		16,146,287
Wastewater Systems.....	3204	20,811,772	333,076		21,144,848
Storm Systems.....	3205				
Fibre Optics.....	3206				
Electricity Systems.....	3207				
Gas Distribution Systems.....	3208				
Total Engineered Structures	3210	47,315,953	1,337,400		48,653,353
Construction In Progress.....	3219				
Buildings	3220	8,349,540	87,606		8,437,146
Machinery and Equipment	3230	3,763,600	497,400	7,339	4,253,661
Land	3240	892,439			892,439
Land Improvements.....	3245	463,577	7,620		471,197
Vehicles	3250	1,610,324	68,324	20,600	1,658,048
Total Capital Property Cost	3260	62,395,433.00	1,998,350.00	27,939.00	64,365,844.00
Accumulated Amortization					
Engineered Structures	3270				
Roadway Systems	3271	7,121,819	281,418		7,403,237
Light Rail Transit Systems	3272				
Water Systems	3273	5,600,558	311,980		5,912,538
Wastewater Systems	3274	4,743,611	388,039		5,131,650
Storm Systems	3275				
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Total Engineered Structures	3280	17,465,988	981,437		18,447,425
Buildings	3290	3,563,007	166,011		3,729,018
Machinery and Equipment	3300	2,404,136	185,430	7,339	2,582,227
Land	3310				
Land Improvements.....	3315	298,262	42,231		340,493
Vehicles	3320	1,373,390	67,292	20,600	1,420,082
Total Accumulated Amortization	3330	25,104,783.00	1,442,401.00	27,939.00	26,519,245.00
Net Book Value of Capital Property	3340	37,290,650			37,846,599
Capital Long Term Debt (Net)	3350	121,025			111,085
Asset Retirement Obligation	3355				
Equity in Tangible Capital Assets	3400	37,169,625.00			37,735,514.00

LONG TERM DEBT SUPPORT

Schedule 9H

	Operating Purposes 1	Capital Purposes 2	Total 3
Long Term Debt Support 3405			
Supported by General Tax Levies 3410			
Supported by Special Levies 3420			
Supported by Utility Rates 3430			
Other 3440	600,379	111,085	711,464
Total Long Term Debt Principal Balance 3450	600,379.00	111,085.00	711,464.00

LONG TERM DEBT SOURCES

Schedule 9I

	Operating Purposes 1	Capital Purposes 2	Total 3
Loans to Local Authorities 3500	600,379	111,085	711,464
Canada Mortgage and Housing Corporation 3520			
Mortgage Borrowing 3600			
Other 3610			
Total Long Term Debt Principal Balance 3620	600,379.00	111,085.00	711,464.00

FUTURE LONG TERM DEBT REPAYMENTS

Schedule 9J

	Operating Purposes 1	Capital Purposes 2	Total 3
Principal Repayments by Year 3700			
Current + 1 3710	23,872	8,372	32,244
Current + 2 3720	24,522	8,728	33,250
Current + 3 3730	25,189	9,099	34,288
Current + 4 3740	25,875	9,486	35,361
Current + 5 3750	26,579	9,889	36,468
Thereafter 3760	474,342	65,511	539,853
Total Principal 3770	600,379.00	111,085.00	711,464.00
Interest by Year 3780			
Current + 1 3790	17,680	2,633	20,313
Current + 2 3800	17,031	2,277	19,308
Current + 3 3810	16,363	1,906	18,269
Current + 4 3820	15,677	1,519	17,196
Current + 5 3830	14,973	1,116	16,089
Thereafter 3840	69,497	51,220	120,717
Total Interest 3850	151,221.00	60,671.00	211,892.00

DRAFT - SUBJECT TO CHANGE

PROPERTY TAXES AND GRANTS IN PLACE

Schedule 9K

		Property Taxes 1	Grants - in Place 2	Total 3
Net Municipal Property Taxes				
Residential Land and Improvements	3910	2,444,686	444	2,445,130
Non-Residential				
Land and Improvements (Excluding M & E).....	3935	453,797		453,797
Machinery and Equipment	3950	63,463		63,463
Linear Property	3960	64,703		64,703
Small Business Tax	3965			
Farm Land	3980			
Adjustments to Property Taxes	3990			
Net Total Municipal Property Taxes	4000	3,026,649	444	3,027,093

Provincial and Seniors Foundation Requisitions

Education				
Residential/Farm Land			4031	636,475
Non-Residential			4035	208,076
Seniors Lodges			4090	129,607
Designated Industrial Property			4099	
Other			4100	124,585
Adjustments to Requisition Transfers			4110	
Total Requisition Transfers			4120	1,098,743

GRANTS IN PLACE OF TAXES

Schedule 9L

		Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government	4200				
Provincial Government	4210	444			444
Local Government	4220				
Other	4230				
Total	4240	444			444

SALARIES AND BENEFITS

Schedule 9M

		Salaries 1	Benefits Allowances 2	Severance 3	Total 4
Elected Officials	4300	84,003	5,735		89,738
Chief Administrative Officer	4310	132,443	24,931		157,374
Designated Officer(s)	4320	217,053	51,186		268,239
Total	4340	433,499	81,852		515,351

DEBT LIMIT

Schedule 9AA

Debt Limit	5700	9,090,396	8,619,513
Total Debt	5710	711,464	
Debt Service Limit	5720	1,515,066	1,436,586
Total Debt Service Costs	5730	52,557	

Enter prior year Line 3450 Column 2 balance here: 121,025.0

GRANT AND DEFERRED GRANT REVENUE SCHEDULE

Schedule 9P

Cash and Temporary Investments

8820 5,252,877

Restricted Cash by Grant

Municipal Sustainability Initiative Capital	8825	67,750
Municipal Sustainability Initiative Operating	8826	12,173
Canada Community-Building Fund	8827	157,846
Alberta Community Partnership- Intermunicipal Collaboration	8828	
Alberta Community Partnership- Municipal Restructuring	8829	
Alberta Community Partnership- Mediation and Cooperative Processes	8830	
Alberta Community Partnership- Municipal Internship	8831	
Alberta Community Partnership- Strategic Initiative	8833	
Local Government Fiscal Framework	8836	
Other Grants	8835	19,756

Total Restricted Cash

8865 257,525

Unrestricted Cash

8870 4,995,352

Accounts Receivable - Grants

8872

Deferred Revenue

8875 257,525

Deferred Revenue by Grant

Municipal Sustainability Initiative Capital	8880	67,750
Municipal Sustainability Initiative Operating	8881	12,173
Canada Community-Building Fund	8882	157,846
Alberta Community Partnership- Intermunicipal Collaboration	8883	
Alberta Community Partnership- Municipal Restructuring	8884	
Alberta Community Partnership- Mediation and Cooperative Processes	8885	
Alberta Community Partnership- Municipal Internship	8886	
Alberta Community Partnership- Strategic Initiative	8888	
Local Government Fiscal Framework	8891	
Other Grants	8890	19,756

Total Deferred Revenue by Grant

8898 257,525

Other Deferred Revenue

8899

DRAFT - SUBJECT TO CHANGE

2023 Municipal Statistics: Town of Nanton (0232)

Schedule ST

Total Full-time Positions	5500	19.0
Number of Hamlets (for Specialized Municipalities and Municipal Districts only)	5515	
Length of all Open Roads Maintained (km)	5520	20.0
Length of Water Mains (km)		
Municipality Owned Systems	5555	23.7
Service Providers	5556	
Co-ops	5557	
Regional Systems	5558	
Other	5559	
Total	5560	23.7
Length of Wastewater Mains (km)		
Municipality Owned Systems	5565	19.5
Service Providers	5566	
Co-ops	5567	
Regional Systems	5568	
Other	5569	
Total	5570	19.5
Length of Storm Drainage Mains (km)	5580	5.9
Number of Residences (for Summer Villages only)	5590	
Number of Dwelling Units	5595	1,061
Number of Bridges	5591	
2023 ASSESSMENT STATISTICS		
Total Assessment Services Costs (\$)	5596	32,125
Assessment Complaints to the Local Assessment Review Board (LARB)		
Number of LARB residential (three or fewer dwelling units) or farm land complaints filed	5602	
Number of LARB residential (three or fewer dwelling units) or farm land complaints withdrawn	5604	
Number of residential (three or fewer dwelling units) or farm land complaints heard by the LARB	5606	
Number of assessment adjustments made by the LARB	5608	
Assessment Complaints to the Composite Assessment Review Board (CARB)		
Number of CARB residential and non-residential complaints filed	5623	
Number of CARB residential and non-residential complaints withdrawn	5625	
Number of residential and non-residential complaints heard by the CARB	5627	
Number of residential and non-residential assessment adjustments made by the CARB	5629	
2023 PLANNING STATISTICS		
When was your Municipal Development Plan last approved (date)?	5658	September 4, 2018
Number of development permit applications received	5660	48
Number of development permits issued	5661	48
Average number of days from a development permit application to approval?	5669	15
Number of building permit applications received	5677	27
Number of building permits issued	5668	27
Average number of days from a building permit application to approval?	5676	8
Estimated value of construction from development/building permit (\$)		
Residential	5663	4,259,600
Commercial	5664	300,000
Industrial	5665	125,000
Institutional	5666	
Total	5667	4,684,600.00
Does your municipality issue business licences?	5671	Yes
Number of new business licences issued in 2023?	5672	24
Average number of days from a new business licence application to approval?	5673	2
Number of business licences renewed in 2023?	5678	208
Number of subdivision applications received in 2023?	5670	1
Number of subdivision applications approved in 2023?	5674	1
Average number of days from subdivision application to approval?	5675	61.0
Number of land use bylaw amendment applications	5680	
Number of Subdivision and Development Appeal Board appeals heard	5690	
Does your municipality have a Subdivision and Development Appeal Board (SDAB) established by bylaw?	5581	Yes
How many SDAB members are appointed?	5582	49
How many SDAB members are trained?	5583	41

Is the SDAB clerk a designated officer of your municipality?.....

5584 Yes

Has the SDAB clerk completed the SDAB Training?

5585 Yes

Is your municipality a member of an intermunicipal SDAB?.....

5586 Yes

How many municipalities are members of the intermunicipal SDAB?.....

5587 36

Does your municipality have a Community Aggregate Payment Levy (CAPL) bylaw?

5541 No

What is the CAPL rate established by bylaw ? (\$ per tonne)

5542

How much CAPL revenue (\$) was collected in 2023?

5543

CAPL revenue in 2023 was allocated to: (select all that apply)

5544

General Government

Protective Services

Transportation

Environmental

Recreation

Other

DRAFT - SUBJECT TO CHANGE

Notes to the Financial Information Return

Note 1 - Basis of Accounting

The Financial Information Return has been prepared by management based on the accounting principles prescribed by the Minister of Alberta Municipal Affairs under Alberta Regulation No. 158/2000 pursuant to section 602.34 of the Municipal Government Act using the recognition and measurement principles of Canadian public sector accounting standards.

DRAFT - SUBJECT TO CHANGE



Request for Decision

April 29, 2024
Agenda Item: 3.1

DIRECT CONTROL BYLAW # 1392/24 – PUBLIC HEARING DATE

Purpose:

For council to consider and set the date of the Public Hearing for Direct Control Bylaw 1392/24 for the area surrounding the Canadian Grain Elevator Discovery Centre (CGEDC).

Background:

RESOLUTION # 129 – 24/04/16 – SM - Miller

Moved to read Town of Nanton Bylaw # 1392/24, a Bylaw to amend the Land Use Bylaw 1389/24 to introduce a direct control land use district and regulations for the area used by the Canadian Grain Elevator Discovery Center for a first time. CARRIED

DECISION OPTIONS:

#1 – FIRST READING

Moved to hold a Public Hearing in regards to Town of Nanton Land Use Bylaw #1389/24 at a Special Council Meeting, on **Tuesday May 21, 2024** at **7:00 pm** at the following location: **Council Chambers**.

#2 – RESCHEDULE First Reading to allow further changes to be made to the bylaw for further consideration at a later date. Specify by resolution what changes or review are required prior to First Reading.

Financial (GL# / Amount): N/A

Communications/PR: MGA s. 692 requires there be a Public Hearing prior to second reading. Section 606 requires advertising of the Public Hearing for two consecutive weeks prior to the hearing in accordance with its Advertising Bylaw. These measures will allow the public to be able to view the proposed bylaw and provide opportunity to be engaged.

Applicable Legislation: MGA ss. 187, 191, 216.4, 606, 606.1, 692

Attachments: None

Prepared By: Georgina Sharpe, Planning and Development **Date:** April 22, 2024

CAO Comments:

APPROVED BY: Neil Smith, Chief Administrative Officer:

NANTON STRATEGIC PLAN ALIGNMENT			
<input type="checkbox"/>	OPERATIONS	<input type="checkbox"/>	EMERGENCY SERVICES
<input checked="" type="checkbox"/>	PLANNING & DEVELOPMENT	<input type="checkbox"/>	COMMUNITY & ECONOMIC DEVELOPMENT
<input type="checkbox"/>	GOVERNANCE & CORPORATE SERVICES	<input type="checkbox"/>	NOT APPLICABLE
PRIORITY OR ACTION:			

