

TOWN OF IMPERIAL
Consolidated Financial Statements
December 31, 2023

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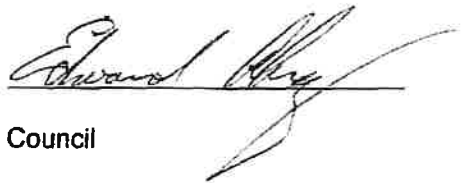
Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting policies and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Council is composed of elected officials who are not employees of the municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Imperial

Opinion

We have audited the financial statements of the **TOWN OF IMPERIAL**, which comprise the statement of financial position as at December 31, 2023 and the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Emphasis of Matter - Restated Comparative Information

We draw attention to Schedule 11 of the consolidated financial statements, which explains that certain comparative information for the year ended December 31, 2023 has been restated. Our opinion is not modified in respect of this matter.

As part of our audit of the consolidated financial statements for the year ended December 31, 2023, we also audited the adjustments applied to restate certain comparative information presented. In our opinion, such adjustments are appropriate and have been properly applied.

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

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

In preparing the financial statements, management is responsible for assessing the municipality'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 intends to dissolve the municipality or to cease operations, or has no realistic alternative but to do so.

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

Independent Auditors' Report (continued)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality'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 municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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


Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
March 18, 2024

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

Statement 1

	2023	(Restated) 2022
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 685,092	\$ 473,600
Investments	-	-
Taxes Receivable - Municipal (Note 3)	18,239	27,023
Other Accounts Receivable (Note 4)	86,995	339,861
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments (Note 5)	137,789	137,789
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	928,115	978,273
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 6)	57,269	131,428
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	20,598	23,602
Deferred Revenue (Note 7)	1,078	4,238
Asset Retirement Obligation (Note 8)	70,308	66,960
Liability for Contaminated Sites	-	-
Long-Term Debt (Note 9)	54,183	123,323
Lease Obligations	-	-
Total Liabilities	203,436	349,551
NET FINANCIAL ASSETS	724,679	628,722
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	2,556,663	2,583,943
Prepayment and Deferred Charges	70,990	1,621
Stock and Supplies	6,162	7,100
Other (Note 10)	13,197	12,407
Total Non-Financial Assets	2,647,012	2,605,071
Accumulated Surplus (Deficit) (Schedule 8)	\$ 3,371,691	\$ 3,233,793

Accumulated surplus (deficit) is comprised of:

Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 3,371,691	\$ 3,233,793
Accumulated remeasurement gains (losses) (Statement 5)	\$ -	\$ -

The accompanying notes form an integral part of these financial statements.

TOWN OF IMPERIAL
Statement of Operations
For the year ended December 31, 2023

Statement 2

		2023 Budget	2023	(Restated) 2022
Revenues				
Tax Revenue	(Schedule 1)	\$ 344,400	\$ 341,222	\$ 310,964
Other Unconditional Revenue	(Schedule 1)	131,340	135,365	122,486
Fees and Charges	(Schedule 4, 5)	313,040	373,158	329,964
Conditional Grants	(Schedule 4, 5)	108,160	127,954	85,220
Tangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	(10,034)	6,600
Land Sales - Gain	(Schedule 4, 5)	10	930	-
Investment Income and Commissions	(Schedule 4, 5)	11,350	25,715	10,560
Other Revenues	(Schedule 4, 5)	-	-	-
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	12,580	34,264	672,635
Total Revenues		920,880	1,028,574	1,538,429
Expenses				
General Government Services	(Schedule 3)	161,590	160,929	174,609
Protective Services	(Schedule 3)	45,810	41,346	34,254
Transportation Services	(Schedule 3)	176,200	183,445	122,067
Environmental and Public Health Services	(Schedule 3)	99,220	107,115	96,943
Planning and Development Services	(Schedule 3)	33,690	28,182	30,658
Recreation and Cultural Services	(Schedule 3)	194,600	202,975	154,819
Utility Services	(Schedule 3)	207,220	166,684	211,208
Total Expenses		918,330	890,676	824,558
Surplus (Deficit) of Revenues over Expenses		2,550	137,898	713,871
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		3,233,793	3,233,793	2,519,922
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 3,236,343	\$ 3,371,691	\$ 3,233,793

The accompanying notes form an integral part of these financial statements.

TOWN OF IMPERIAL
Statement of Changes in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget	2023	(Restated) 2022
Annual Surplus (Deficit)	\$ 2,550	\$ 137,898	\$ 713,871
(Acquisition) of tangible capital assets	(10)	(116,693)	(1,048,134)
Amortization of tangible capital assets	98,220	129,190	98,300
Proceeds of disposal of tangible capital assets	-	4,749	6,600
Loss (gain) on disposal of tangible capital assets	-	10,034	(6,600)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	98,210	27,280	(949,834)
(Acquisition) of supplies inventories	-	(790)	(4,540)
(Acquisition) of prepaid expense	-	(69,369)	-
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	-	938	-
Use of prepaid expense	-	-	8,673
Decrease to other non-financial assets	-	-	58,031
Surplus (Deficit) of other non-financial expenses over expenditures	-	(69,221)	82,164
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	100,760	95,957	(173,799)
Net Financial Assets - Beginning of Year	628,722	628,722	802,521
Net Financial Assets - End of Year	\$ 729,482	\$ 724,679	\$ 628,722

The accompanying notes form an integral part of these financial statements.

TOWN OF IMPERIAL
Statement of Cash Flows
For the year ended December 31, 2023

Statement 4

	2023	(Restated) 2022
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 137,898	\$ 713,871
Amortization	129,190	98,300
Loss (gain) on disposal of tangible capital assets	10,034	(6,600)
	<u>277,122</u>	<u>805,571</u>
Changes in assets / liabilities		
Taxes Receivable - Municipal	8,784	(7,716)
Other Receivables	252,866	(313,331)
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	(74,159)	83,925
Derivative Liabilities	-	-
Deposits	(3,004)	2,846
Deferred Revenue	(3,160)	(22,433)
Other Liabilities	-	-
Asset Retirement Obligation	3,348	3,189
Liability for Contaminated Sites	-	-
Stock and Supplies for Use	938	(4,567)
Prepayments and Deferred Charges	(69,369)	8,673
Other Non-Financial Assets	(790)	58,031
Net cash from (used for) operations	392,576	614,188
Capital:		
Cash Used to Acquire Tangible Capital Assets	(116,693)	(1,048,134)
Proceeds on Sale of Tangible Capital Assets	4,749	6,600
Net cash from (used for) capital	(111,944)	(1,041,534)
Investing:		
Proceeds on Disposal (Acquisition) of Investments	-	41,283
Other Investments	-	-
Net cash from (used for) investing	-	41,283
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	-	91,736
Long-Term Debt Repaid	(69,140)	(29,908)
Other Financing	-	-
Net cash from (used for) financing	(69,140)	61,828
Increase (Decrease) in cash resources	211,492	(324,235)
Cash and Cash Equivalents - Beginning of Year	473,600	797,835
Cash and Cash Equivalents - End of Year	\$ 685,092	\$ 473,600

The accompanying notes form an integral part of these financial statements.

TOWN OF IMPERIAL
Statement of Remeasurement Gains and Losses
As at December 31, 2023

Statement 5

	2023	2022
Accumulated remeasurement gains (losses) at the beginning of the year:	\$ -	\$ -
Unrealized gains (losses) attributable to (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Consolidated financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada).

Significant aspects of the accounting policies adopted by the municipality are as follows:

Basis of Accounting:

The Consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(a) Reporting Entity:

The Consolidated financial statements report the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

A partnership represents a contractual arrangement between the municipality and a party outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operation of the partnership.

Entities and partnerships included in these Consolidated financial statements are as follows:

<u>Entity</u>	<u>Basis of recording</u>
Community Housing Project - 32%	Proportionate consolidation

All inter-organizational transactions and balances have been eliminated.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board are collected and remitted in accordance with relevant legislation.

(c) Government Transfers:

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

Earned government transfer amounts not received will be recorded as an amount receivable.

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

(d) Other (Non-Government Transfer) Contributions:

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

(e) Deferred Revenue:

Fees and charges: 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 or services performed.

(f) Local Improvement Charges:

Local improvement projects financed by frontage taxes recognize the taxes as capital revenue in the period the project is undertaken and the prepayments are accepted. Any frontage taxes not prepaid are reported as a long-term asset to be reduced by the principle portion of each annual frontage tax levy.

(g) Net Financial Assets:

Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

(h) Non-Financial Assets:

Tangible capital and other non-financial assets are accounted for as assets by the municipality because they can be used to provide municipal services in future periods. These assets do not normally provide resources to discharge the liabilities of the municipality unless they are sold.

(i) Appropriated Reserves:

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.

(j) Property Tax Revenue:

Property tax revenue is based on assessments determined in accordance with Saskatchewan legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(k) Investments:

Portfolio investments are valued in accordance with the policy noted on financial instruments, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

(l) Financial Instruments:

Derivative and equity investments that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost/amortized cost; financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate methods. Impairment losses are recognized in the statement of operations when there is an other than temporary decline in value.

The municipality has elected to measure other specific instruments at fair value, to correspond with how they are evaluated and managed. As follows:

Interest and dividends attributable to financial instruments are reported in the statement of operations. Unrealized gains and losses 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.

When investment income 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 liabilities until the external restrictions are satisfied.

Long-term debt: Long-term debt is initially recognized net of premiums, discounts, and transaction costs and is measured at amortized cost with interest expense recognized using the effective interest rate method.

Long-term receivables: Receivables with terms longer than one year have been classified as other long-term receivables.

Measurement of Financial Instruments:

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

<u>Financial Statement Line Item</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Investments	Cost
Other accounts receivable	Amortized cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long term debt	Amortized cost

(m) Inventories:

Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials, and supplies held for resale are valued at the lower of cost and net realizable value. Cost is determined by the actual cost. Net realizable value is the estimated selling price in the ordinary course of business.

(n) Assets Held for Sale:

Assets held for sale are recognized as a financial asset when the municipality is committed to selling the asset, the asset is in a condition to be sold, the asset can be publicly seen to be for sale, there is a market for the asset, there is a plan in place for selling the asset, and the sale is reasonably anticipated to be completed within one year of the financial statement date. Assets held for sale that don't meet all of the above criteria are instead recognized as non-financial assets.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

(o) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution; these, and the tangible capital assets that are recognized at a nominal value, are disclosed on Schedule 6. The cost of tangible capital assets less any estimated residual value are amortized over the asset's estimated useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and Equipment	
Vehicles	5 to 10 years
Machinery and Equipment	5 to 10 years
Infrastructure Assets	
Infrastructure Assets	30 to 75 years
Water and Sewer	
Road Network Assets	

Government Contributions: Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital lease are amortized on a straight line basis, over their estimated useful lives (or over their lease term if the asset ownership isn't passing, or likely to pass, to the municipality at the end of its term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

(p) Asset Retirement Obligation:

Asset retirement obligations represent the legal obligations associated with the retirement of a tangible capital asset that result from its acquisition, construction, development, or normal use. The tangible assets include but are not limited to assets in productive use, assets no longer in use, and leased tangible capital assets.

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the municipality to incur costs in relation to a specific TCA, when the past transaction or event causing the liability has already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligation, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using a present value technique.

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

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

(q) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

(r) Measurement Uncertainty:

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 revenues and expenses during the period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of stock and supplies inventories are based on estimates of volume and quality.

The "Opening Assets Costs" of tangible capital assets have been estimated where actual costs were not available.

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.

Amortization is based on the estimated useful lives of tangible capital assets.

Measurement financial instruments at the fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

(s) Basis of Segmentation / Segment Report:

The municipality follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

General Government: The General Government segment provides for the administration of the municipality.

Protective Services: The Protective Services segment is comprised of items for Police and Fire protection.

Transportation Services: The Transportation Services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: The Environmental segment provides waste disposal and other environmental services. The Public Health segment provides for items relating to public health services in the municipality.

Planning and Development: The Planning and Development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The Recreation and Culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The Utility Services segment provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

(t) **Budget Information:**

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 12, 2023.

(u) **New Standards and Amendments to Standards:**

Effective for Fiscal Years Beginning On or After April 1, 2023:

PS 3160 Public Private Partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard applies to fiscal years beginning on or after April 1, 2023.

PS 3400 Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. The standard is mandatory for fiscal years beginning on or after April 1, 2023. Earlier adoption is permitted. The standard may be adopted retroactively or prospectively.

PSG-8 Purchased Intangibles, provides guidance on accounting for and reporting on purchased intangibles. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. The standard may be adopted retroactively or prospectively.

The extent of the impact on adoption of these future standards is not known at this time.

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Notes to the Financial Statements
For the year ended December 31, 2023

(v) **New Accounting Policies Adopted During the Year**

PS 3450 Financial Instruments, a new standard establishing guidance on the recognition, measurement, presentation and disclosure of financial instruments, including derivatives. The standard requires fair value measurement of derivatives and equity instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the municipality. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks from financial instruments and clarification is given for the de-recognition of financial liabilities.

These measurements are to be applied prospectively with any difference between the fair value and the prior carrying value being recognized as an adjustment to accumulated remeasurement gains and losses at the beginning of the fiscal year. This standard was adopted in conjunction with PS 1201 - Financial Statement Presentation, PS 2601 - Foreign Currency Translation and PS 3041 - Portfolio Investments.

PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a municipality or municipal organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use. As this standard includes solid waste landfill sites' active and post-closing obligations, upon adoption of this new standard, existing Solid Waste Landfill Closure and Post-Closure Liability section PS 3270 will be withdrawn.

Retroactive application: During the year, the municipality adopted a new accounting policy with respect to asbestos removal in buildings owned by the municipality. The municipality now accounts for such transactions as a liability to remove asbestos from its town building and community centre. Prior to this, the municipality did not account for these transactions. The municipality believes the new policy provides a fair presentation of the results and the financial position of the municipality. This adoption of this policy has been applied retroactively with restatement of prior period comparative amounts. The impact of the adoption of this policy can be found in Schedule 11 - Schedule of Financial Statement Adjustments.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

2. Cash and Cash Equivalents	2023	(Restated) 2022
Operating Cash	\$ 126,012	\$ 150,786
Cash Floats	1,700	300
Reserves	132,292	270,959
Community Housing Project	11,783	10,285
Term Deposits	406,910	34,875
Term Deposits - Community housing	6,395	6,395
Total Cash and Cash Equivalents	\$ 685,092	\$ 473,600

Cash and cash equivalents include balances with banks, redeemable term deposits, and marketable securities and other short-term investments with maturities of twelve months or less.

3. Taxes Receivable	2023	2022
Municipal - Current	\$ 12,608	\$ 20,273
- Arrears	7,631	6,750
	20,239	27,023
- Less Allowance for Uncollectables	(2,000)	-
Total Municipal Taxes Receivable	18,239	27,023
School - Current	2,142	4,177
- Arrears	1,195	1,075
Total School Taxes Receivable	3,337	5,252
Other	-	-
Total Taxes Receivable	21,576	32,275
Deduct taxes to be collected on behalf of other organizations	(3,337)	(5,252)
Total Taxes Receivable - Municipal	\$ 18,239	\$ 27,023

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

4. Other Accounts Receivable	2023	2022
Trade receivables	\$ 2,706	\$ 3,025
Federal government	49,050	15,082
Provincial government	6,760	10,397
GST receivable	7,816	38,147
Local government	7,132	7,802
Other	120	120
ICIP receivable	-	258,490
Utility accounts receivable	1,479	5,055
Accrued interest	12,432	2,543
Total Other Accounts Receivable	87,495	340,661

Less Allowance for Uncollectables (500) (800)

Net Other Accounts Receivable **\$ 86,995 \$ 339,861**

5. Other Long-Term Investments	2023	2022
Term Deposits	\$ 102,784	\$ 102,784
Term Deposits - Long Lake Valley Court	35,000	35,000
Affinity Credit Union Equity	5	5
Total Other Long-Term Investments	\$ 137,789	\$ 137,789

6. Accounts Payable	2023	(Restated) 2022
Trade payables	\$ 20,968	\$ 100,068
Due to Community Housing Investors - earnings	7,440	6,308
Due to Community Housing Investors - 10% allowance	3,895	3,529
School taxes payable	16,101	14,026
Wages and vacation payable	8,806	6,985
Provincial government	59	512
Total Accounts Payable	\$ 57,269	\$ 131,428

7. Deferred Revenue	2023	2022
Prepaid utilities	\$ 1,078	\$ 1,748
Donation for future use	-	2,490
Total Deferred Revenue	\$ 1,078	\$ 4,238

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

8. Asset Retirement Obligation

	2023	2022
Balance, beginning of the year	\$ 66,960	\$ 63,771
Accretion expense	3,348	3,189
Estimated Total Liability	\$ 70,308	\$ 66,960

Asbestos

The municipality owns various buildings which contain asbestos, and therefore, the municipality is legally required to perform abatement activities upon renovation or demolition of these assets. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. Undiscounted future cash flows expected are an abatement cost in 2048 of \$150,320. The estimated total liability of \$70,308 (Prior year - \$66,960) is based on the sum of discounted future cash flows for abatement activities using a discount rate of 5% and assuming annual inflation of 5%. The municipality has not designated funds for settling the abatement activities.

9. Long-Term Debt

a) The debt limit of the municipality is \$636,455. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act Section 161(1)).

b) Royal Bank of Canada Loan: Monthly blended payments of \$2,145 bearing interest at a rate of 5.95% per annum. The loan matures in 2024.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ 24,080
2024	14,721	293	15,014	14,722
2025	-	-	-	-
2026	-	-	-	-
2027	-	-	-	-
2028	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 14,721	\$ 293	\$ 15,014	\$ 38,802

c) Affinity Credit Union Loan: Monthly blended payments of \$4,034 bearing interest at a rate of 5.24% per annum. The loan matures in 2024

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2023	\$ -	\$ -	\$ -	\$ 45,056
2024	39,462	956	40,418	39,465
2025	-	-	-	-
2026	-	-	-	-
2027	-	-	-	-
2028	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 39,462	\$ 956	\$ 40,418	\$ 84,521

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

10. Other Non-Financial Assets

	2023	2022
Municipal share of tax title property, net of partial allowance of \$10,871	\$ 5,390	\$ 5,390
Other land for resale, net of partial allowance of \$52,216	7,807	7,017
Total Other Non-Financial Assets	\$ 13,197	\$ 12,407

11. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2023 was \$14,591 (2022 - \$13,355). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

The most recent available information reports, in total, plan assets of \$3,275,495,000, plan liabilities, including pension obligations, of \$2,254,194,000, and a resulting surplus of \$1,021,301,000.

12. Comparative Figures

During the current period, the municipality identified a prior period change in the financials for new accounting standards regarding asset retirement obligations. Additionally, an error was noted in the prior period accrual of the Community Housing Project allowance payable. Due to these change, the municipality's assets and liabilities were understated. The prior period comparative amounts have been restated from those previously reported to correct for this change and identified error. The correction of this change and identified error has impacted the municipality's financial statements as further described in Schedule 11 to these financial statements.

13. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

TOWN OF IMPERIAL
Notes to the Financial Statements
For the year ended December 31, 2023

14. Risk Management

Through its financial assets and liabilities, the municipality is exposed to various risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in doing so, cause a loss for the other party. The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

Liquidity Risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The municipality undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. The municipality does not feel that it has any financial instruments subject to liquidity risk.

Market Risk

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

Interest Rate Risk

Interest rate risk is the risk that future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity.

Currency Risk

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in currency fluctuations. The municipality does not feel that it has any financial instruments subject to currency risk as the majority of its transactions are in Canadian currency.

Other Price Risk

Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in fair value of equity instruments. The municipality does not have any financial instruments that are affected by other price risk.

TOWN OF IMPERIAL
 Schedule of Taxes and Other Unconditional Revenue
 For the year ended December 31, 2023

Schedule 1

TAXES	2023 Budget	2023	2022
General municipal tax levy	\$ 352,500	\$ 347,305	\$ 318,023
Abatements and adjustments	-	-	-
Discount on current year taxes	(10,000)	(10,335)	(9,955)
Net Municipal Taxes	342,500	336,970	308,068
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	1,900	4,252	2,896
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	344,400	341,222	310,964
UNCONDITIONAL GRANTS			
Revenue Sharing	91,860	91,901	81,149
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	91,860	91,901	81,149
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	1,480	1,588	1,480
Other -	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	27,000	29,392	27,589
SaskEnergy Surcharge	11,000	12,484	12,268
Other -	-	-	-
Total Grants in Lieu of Taxes	39,480	43,464	41,337
TOTAL OTHER UNCONDITIONAL REVENUE	131,340	135,365	122,486
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 475,740	\$ 476,587	\$ 433,450

TOWN OF IMPERIAL
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2023

Schedule 2-1

	2023 Budget	2023	2022
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ -	\$ -	\$ -
- Sales of supplies	2,610	4,013	3,939
- Other - Licences and permits	10,590	11,237	13,179
Total Fees and Charges	13,200	15,250	17,118
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	10	930	-
- Investment income and commissions	11,350	25,715	10,560
- Other -	-	-	-
Total Other Segmented Revenue	24,560	41,895	27,678
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other - FCM asset management	50,000	33,968	15,082
Total Conditional Grants	50,000	33,968	15,082
Total Operating	74,560	75,863	42,760
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 74,560	\$ 75,863	\$ 42,760

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire and policing charges	\$ 3,500	\$ 6,891	\$ 2,250
Total Fees and Charges	3,500	6,891	2,250
- Tangible capital asset sales - gain (loss)	-	4,750	-
- Other -	-	-	-
Total Other Segmented Revenue	3,500	11,641	2,250
Conditional Grants			
- Student Employment	-	-	-
- Local Government	3,000	3,173	4,115
- MEEP	-	-	-
- Other - Donations	1,000	7,210	2,790
Total Conditional Grants	4,000	10,383	6,905
Total Operating	7,500	22,024	9,155
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	61,000
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	61,000
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	\$ 7,500	\$ 22,024	\$ 70,155

TOWN OF IMPERIAL
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2-2

	2023 Budget	2023	2022
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 1,500	\$ 1,356	\$ 1,577
- Sales of supplies	10	-	-
- Road maintenance, restoration agreements	-	-	-
- Frontage	-	-	-
- Other - SGI rebate	300	-	402
Total Fees and Charges	1,810	1,356	1,979
- Tangible capital asset sales - gain (loss)	-	-	6,600
- Other -	-	-	-
Total Other Segmented Revenue	1,810	1,356	8,579
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other - SGI Traffic Safety grant	-	-	346
Total Conditional Grants	-	-	346
Total Operating	1,810	1,356	8,925
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	12,580	24,264	11,124
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	12,580	24,264	11,124
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 14,390	\$ 25,620	\$ 20,049

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other, Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 63,600	\$ 71,666	\$ 66,805
- Other - Cemetery	1,000	1,695	300
Total Fees and Charges	64,600	73,361	67,105
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	64,600	73,361	67,105
Conditional Grants			
- Recycling	-	-	-
- Pest Control	-	-	-
- TAPD	-	-	-
- Local Government	2,300	3,959	2,637
- Other - Donations	1,400	4,755	4,641
Total Conditional Grants	3,700	8,714	7,278
Total Operating	68,300	82,075	74,383

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 68,300	\$ 82,075	\$ 74,383

TOWN OF IMPERIAL
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2-3

	2023 Budget	2023	2022
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ 1,500	\$ 3,500	\$ 2,100
- Other - Rentals	47,000	40,526	37,858
Total Fees and Charges	48,500	44,026	39,958
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	48,500	44,026	39,958
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	48,500	44,026	39,958
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ 48,500	\$ 44,026	\$ 39,958

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ 51,010	\$ 79,507	\$ 29,984
Total Fees and Charges	51,010	79,507	29,984
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	51,010	79,507	29,984
Conditional Grants			
- Provincial Government	-	3,750	-
- Local Government	1,000	1,000	1,000
- Donations	44,590	60,279	44,749
- Community Rink Affordability grant	10	5,000	5,000
- Other - Sask Lotteries	4,860	4,860	4,860
Total Conditional Grants	50,460	74,889	55,609
Total Operating	101,470	154,396	85,593
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	600,511
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Affinity Credit Union grant	-	10,000	-
Total Capital	-	10,000	600,511
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ 101,470	\$ 164,396	\$ 686,104

TOWN OF IMPERIAL
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2023

Schedule 2-4

	2023 Budget	2023	2022
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 94,400	\$ 114,646	\$ 91,670
- Sewer	32,300	34,392	31,755
- Other - Cable systems	3,720	3,729	48,145
Total Fees and Charges	130,420	152,767	171,570
- Tangible capital asset sales - gain (loss)	-	(14,784)	-
- Other -	-	-	-
Total Other Segmented Revenue	130,420	137,983	171,570
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	130,420	137,983	171,570
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ 130,420	\$ 137,983	\$ 171,570

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 445,140	\$ 551,987	\$ 1,104,979
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SUMMARY

Total Other Segmented Revenue	\$ 324,400	\$ 389,769	\$ 347,124
Total Conditional Grants	108,160	127,954	85,220
Total Capital Grants and Contributions	12,580	34,264	672,635
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION	\$ 445,140	\$ 551,987	\$ 1,104,979
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TOWN OF IMPERIAL
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-1

	2023 Budget	2023	(Restated) 2022
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 13,800	\$ 13,225	\$ 10,667
Wages and benefits	44,950	45,822	37,394
Professional/Contractual services	84,390	84,524	50,921
Utilities	10,100	9,685	9,516
Maintenance, materials, and supplies	4,900	5,914	4,532
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	3,450	3,507	3,507
Interest	-	-	-
Accretion of asset retirement obligations	-	227	216
Allowance for uncollectables	-	(1,975)	57,856
Other -	-	-	-
Total General Government Services	\$ 161,590	\$ 160,929	\$ 174,609

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	21,010	21,464	19,834
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-

Fire Protection

Wages and benefits	3,000	1,456	1,342
Professional/Contractual services	4,700	4,281	3,747
Utilities	3,400	3,536	2,887
Maintenance, materials, and supplies	8,600	6,001	4,601
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	5,100	4,463	1,705
Interest	-	-	-
Accretion of asset retirement obligation	-	145	138
Other -	-	-	-

Total Protective Services	\$ 45,810	\$ 41,346	\$ 34,254
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TRANSPORTATION SERVICES

Wages and benefits	\$ 47,850	\$ 50,477	\$ 44,043
Council remuneration and travel	-	-	-
Professional/Contractual services	45,900	56,698	11,750
Utilities	13,700	13,387	13,029
Maintenance, materials, and supplies	32,900	24,968	24,005
Gravel	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	32,450	34,035	27,885
Interest	3,400	3,354	854
Accretion of asset retirement obligation	-	526	501
Other -	-	-	-

Total Transportation Services	\$ 176,200	\$ 183,445	\$ 122,067
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TOWN OF IMPERIAL
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-2

	2023 Budget	2023	(Restated) 2022
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 9,700	\$ 9,932	\$ 9,920
Professional/Contractual services	77,920	86,722	77,531
Utilities	-	-	-
Maintenance, materials, and supplies	5,300	4,176	3,207
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	6,300	6,285	6,285
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Environmental and Public Health Services	\$ 99,220	\$ 107,115	\$ 96,943

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	5,810	3,781	4,138
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	16,400	17,271	17,269
Interest	2,500	1,659	2,434
Accretion of asset retirement obligation	-	-	-
Other - Utilities & maintenance	8,980	5,471	6,817
Total Planning and Development Services	\$ 33,690	\$ 28,182	\$ 30,658

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 5,400	\$ 6,758	\$ 7,686
Professional/Contractual services	109,110	63,048	59,879
Utilities	43,980	41,576	40,484
Maintenance, materials, and supplies	15,210	39,252	23,209
Grants and contributions - operating	3,800	3,800	3,800
- capital	-	-	-
Amortization	17,100	46,091	17,428
Interest	-	-	-
Accretion of asset retirement obligation	-	2,450	2,333
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 194,600	\$ 202,975	\$ 154,819

TOWN OF IMPERIAL
Schedule of Total Expenses by Function
For the year ended December 31, 2023

Schedule 3-3

	2023 Budget	2023	(Restated) 2022
UTILITY SERVICES			
Wages and benefits	\$ 88,340	\$ 89,348	\$ 82,391
Professional/Contractual services	46,460	26,824	58,013
Utilities	17,000	17,043	15,960
Maintenance, materials, and supplies	38,000	15,932	30,625
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	17,420	17,537	24,219
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	\$ 207,220	\$ 166,684	\$ 211,208
TOTAL EXPENSES BY FUNCTION	\$ 918,330	\$ 890,676	\$ 824,558

TOWN OF IMPERIAL
Schedule of Segment Disclosure by Function
For the year ended December 31, 2023

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 15,250	\$ 6,891	\$ 1,356	\$ 73,361	\$ 44,026	\$ 79,507	\$ 152,767	\$ 373,158
Tangible Capital Asset Sales-Gain(Loss)	-	4,750	-	-	-	-	(14,784)	(10,034)
Land Sales - Gain	930	-	-	-	-	-	-	930
Investment Income and Commissions	25,715	-	-	-	-	-	-	25,715
Grants - Conditional	33,968	10,383	-	8,714	-	74,889	-	127,954
- Capital	-	-	24,264	-	-	10,000	-	34,264
Total Revenues	75,863	22,024	25,620	82,075	44,026	164,396	137,983	551,987
Expenses (Schedule 3)								
Wages and Benefits	59,047	1,456	50,477	9,932	-	6,758	89,348	217,018
Professional / Contractual Services	84,524	25,745	56,698	86,722	3,781	63,048	26,824	347,342
Utilities	9,685	3,536	13,387	-	-	41,576	17,043	85,227
Maintenance, Materials, and Supplies	5,914	6,001	24,968	4,176	-	39,252	15,932	96,243
Grants and Contributions	-	-	-	-	-	3,800	-	3,800
Amortization	3,507	4,463	34,035	6,285	17,271	46,091	17,537	129,189
Interest	-	-	3,354	-	1,659	-	-	5,013
Accrion of Asset Retirement Obligations	227	145	526	-	-	2,450	-	3,348
Allowance for Uncollectables	(1,975)	-	-	-	-	-	-	(1,975)
Other	-	-	-	-	5,471	-	-	5,471
Total Expenses	160,929	41,346	183,445	107,115	28,182	202,975	166,684	890,676
Surplus (Deficit) by Function	\$ (65,066)	\$ (19,322)	\$ (157,825)	\$ (25,040)	\$ 15,844	\$ (38,579)	\$ (28,701)	\$ (338,689)
Taxation and Other Unconditional Revenue (Schedule 1)								\$ 476,587
Net Surplus (Deficit)								\$ 137,898

TOWN OF IMPERIAL
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2022

(Restated)
 Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 17,118	\$ 2,250	\$ 1,979	\$ 67,105	\$ 39,958	\$ 29,984	\$ 171,570	\$ 329,964
Tangible Capital Asset Sales-Gain(Loss)	-	-	6,600	-	-	-	-	6,600
Investment Income and Commissions	10,560	-	-	-	-	-	-	10,560
Grants - Conditional	15,082	6,905	346	7,278	-	55,609	-	85,220
- Capital	-	61,000	11,124	-	-	600,511	-	672,635
Total Revenues	42,760	70,155	20,049	74,383	39,958	686,104	171,570	1,104,979
Expenses (Schedule 3)								
Wages and Benefits	48,061	1,342	44,043	9,920	-	7,686	82,391	193,443
Professional / Contractual Services	50,921	23,581	11,750	77,531	4,138	59,879	58,013	285,813
Utilities	9,516	2,887	13,029	-	-	40,484	15,960	81,876
Maintenance, Materials, and Supplies	4,532	4,601	24,005	3,207	-	23,209	30,625	90,179
Grants and Contributions	-	-	-	-	-	3,800	-	3,800
Amortization	3,507	1,705	27,885	6,285	17,269	17,428	24,219	98,298
Interest	-	-	854	-	2,434	-	-	3,288
Allowance for Uncollectables	57,856	-	-	-	-	-	-	57,856
Other	-	-	-	-	6,817	-	-	6,817
Accretion of Asset Retirement Obligation	216	138	501	-	-	2,333	-	3,188
Total Expenses	174,609	34,254	122,067	96,943	30,658	154,819	211,208	824,558
Surplus (Deficit) by Function	\$ (131,849)	\$ 35,901	\$ (102,018)	\$ (22,560)	\$ 9,300	\$ 531,285	\$ (39,638)	\$ 280,421
Taxation and Other Unconditional Revenue (Schedule 1)								\$ 433,450
Net Surplus (Deficit)								\$ 713,871

TOWN OF IMPERIAL
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2023

Schedule 6

(Restated)
 2022

2023

Asset Cost	General Assets						Infrastructure Assets Linear Assets	General/ Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment				
Opening Asset Costs	\$ 28,664	\$ 255,190	\$ 2,056,279	\$ 7,526	\$ 857,609	\$ 933,231	\$ 909,462	\$ 4,012,807	
Additions during the year	-	-	-	-	66,241	48,581	1,871	1,048,134	
Disposals and write downs during the year	-	-	-	-	(230,356)	-	(911,323)	(12,990)	
Transfers (from) assets under construction	-	5,185	906,138	-	-	-	-	-	
Closing Asset Costs	\$ 28,664	\$ 260,375	\$ 2,962,417	\$ 7,526	\$ 693,494	\$ 981,812	\$ -	\$ 6,047,951	
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ 236,179	\$ 1,028,243	\$ 4,515	\$ 481,141	\$ 713,930	\$ -	\$ 2,378,698	
Add: Amortization taken	-	7,194	71,319	1,505	27,568	21,604	-	98,300	
Less: Accum Amort on Disposals	-	-	-	-	(215,573)	-	-	(12,990)	
Closing Accumulated Amort.	\$ -	\$ 243,373	\$ 1,099,562	\$ 6,020	\$ 293,136	\$ 735,534	\$ -	\$ 2,464,008	
Net Book Value	\$ 28,664	\$ 17,002	\$ 1,862,855	\$ 1,506	\$ 400,358	\$ 246,278	\$ -	\$ 2,583,943	

1. Total contributed/donated assets received in 2023: \$ -
2. List of assets recognized at nominal value in 2023 are:
 - Infrastructure assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2023: \$ -

TOWN OF IMPERIAL
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2023

Schedule 7

	2023						(Restated)	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset Cost								
Opening Asset Costs	\$ 170,506	\$ 147,662	\$ 931,931	\$ 208,683	\$ 695,937	\$ 1,667,100	\$ 1,226,132	\$ 4,012,807
Additions during the year	-	-	-	1,871	-	66,241	48,581	1,048,134
Disposals and write-downs during the year	-	(26,001)	-	-	-	-	(204,355)	(12,990)
Closing Asset Costs	\$ 170,506	\$ 121,661	\$ 931,931	\$ 210,554	\$ 695,937	\$ 1,733,341	\$ 1,070,358	\$ 5,047,951
Accumulated Amortization								
Opening Accum. Amort. Costs	\$ 100,088	\$ 77,554	\$ 584,307	\$ 59,551	\$ 219,984	\$ 528,199	\$ 894,325	\$ 2,375,698
Add: Amortization taken	3,507	4,464	34,035	6,285	17,271	46,091	17,537	98,300
Less: Accum. Amort. on Disposals	-	(26,001)	-	-	-	-	(189,572)	(12,990)
Closing Accumulated Amortization	\$ 103,595	\$ 55,017	\$ 618,342	\$ 65,836	\$ 237,255	\$ 574,290	\$ 722,290	\$ 2,464,003
Net Book Value	\$ 66,911	\$ 66,644	\$ 313,589	\$ 144,718	\$ 458,682	\$ 1,159,051	\$ 348,068	\$ 2,583,943

TOWN OF IMPERIAL
 Schedule of Accumulated Surplus
 For the year ended December 31, 2023

Schedule B

	(Restated) 2022	Changes	2023
UNAPPROPRIATED SURPLUS	\$ 410,534	\$ 96,038	\$ 506,572
APPROPRIATED RESERVES			
Machinery and Equipment	157,365	-	157,365
Utility	60,000	-	60,000
Community Housing Project - appropriated surplus	90,887	-	90,887
Community Housing Project - future expenditures	5,190	-	5,190
Physician recruitment/ambulance	10,000	-	10,000
Cemetery	4,697	-	4,697
Long Lake Valley Court	34,239	-	34,239
Tennis Court	261	-	261
Total Appropriated	362,639	-	362,639
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	2,583,943	(27,280)	2,556,663
Less: Related debt	(123,323)	69,140	(54,183)
Net Investment in Tangible Capital Assets	2,460,620	41,860	2,502,480
OTHER			
Total Accumulated Surplus	\$ 3,233,793	\$ 137,898	\$ 3,371,691

TOWN OF IMPERIAL
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2023

Schedule 9

	PROPERTY CLASS							Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)		
Taxable Assessment	\$ 147,565	\$ 14,053,040	\$ 36,880	\$ -	\$ 1,320,900	\$ -	\$ 15,558,385	
Regional Park Assessment								
Total Assessment							15,558,385	
Mill Rate Factor(s)	1,000	1,000	1,000	-	2,750			
Total Base Tax	1,800	232,175	-	-	41,850		275,825	
Total Municipal Tax Levy	\$ 2,390	\$ 288,387	\$ 148	\$ -	\$ 56,380	\$ -	\$ 347,305	

	MILLS
Average Municipal*	22.323
Average School*	4.707
Potash Mill Rate	-
Uniform Municipal Mill Rate	4.000

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

TOWN OF IMPERIAL
 Schedule of Council Remuneration
 For the year ended December 31, 2023

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Mayor Edward Abrey	\$ 2,060	\$ 157	\$ 2,217
Ryan Kelly	1,250	-	1,250
Debbie Van Damme	1,250	157	1,407
Susan Parish	1,250	-	1,250
Patricia Joa	1,250	157	1,407
Randy Shaw	1,250	-	1,250
Leslie Sainsbury	1,250	-	1,250
Total	\$ 9,560	\$ 471	\$ 10,031

TOWN OF IMPERIAL
 Schedule of Financial Statement Adjustments
 For the year ended December 31, 2023

Schedule 11

During 2023, PS 3280 Asset Retirement Obligations, a new standard establishing guidance on the accounting and reporting of legal obligations associated with the retirement of tangible capital assets controlled by a municipality or municipal organization was introduced. The municipality recognizes this standard applies with respect to asbestos removal in buildings owned by the municipality and now accounts for such transactions as a liability. Prior to this, the municipality did not account for these transactions. This adoption of this policy has been applied retroactively with restatement of prior period comparative amounts.

Additionally, the municipality became aware of a prior period error in respect to the allowance recorded for the Community Housing Project. As Imperial holds the allowance funds, Imperials portion of the allowance payable was recorded in error.

The municipality has restated the prior year figures on its financial statements to retroactively adjust items as follows.

Effect of Changes on 2021 Consolidated Statement of Financial Position	
2021 Accumulated Surplus / Deficit as previously reported	\$ 2,568,431
Add: Asset Retirement Obligation asset, net of amortization	10,533
Less: Asset Retirement Obligation liability	(63,771)
Add: Imperial portion of Community Housing Project allowance	4,729
Restated 2021 Accumulated Surplus / Deficit	\$ 2,519,922

Effect of Changes on 2022 Consolidated Statement of Financial Position	
2022 Accumulated Surplus / Deficit as previously reported	\$ 3,285,594
Add: Asset Retirement Obligation asset, net of amortization	10,533
Less: Asset Retirement Obligation liability	(63,771)
Add: Imperial portion of Community Housing Project allowance	4,729
Add: Reversed expense for Imperial portion of Community Housing Project allowance	463
Less: Record accretion expense for asset retirement obligation	(3,189)
Less: Record amortization expense for asset retirement obligation	(566)
Restated 2022 Accumulated Surplus / Deficit	\$ 3,233,793

TOWN OF IMPERIAL

Effect of Changes to 2022 Consolidated Statement of Operations

Previously reported Surplus (Deficit) of Revenues over Expenses	\$	717,163
Add:		
Reversed expense for Imperial portion of Community Housing Project allowance		463
Less:		
Record accretion expense for asset retirement obligation		(3,189)
Record amortization expense for asset retirement obligation		(566)
Restated Surplus (Deficit) of Revenues over Expenses	\$	713,871

