
VILLAGE OF MYRNAM
Consolidated Financial Statements
Year Ended December 31, 2024

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

Management of the Village of Myrnam is responsible for the preparation, accuracy, objectivity and integrity of the accompanying consolidated financial statements and all other information contained within this Financial Report. Management believes that the consolidated financial statements present fairly the village's financial position as at December 31, 2024 and the results of its operations for the year then ended.

The consolidated financial statements have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards (PSAS).

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 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 and to meet reporting requirements on a timely basis. The system is designed to provide management with reasonable assurance that transactions are properly authorized, and assets are properly accounted for and safeguarded.

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

The village's council carries out its responsibilities for review of the consolidated financial statements principally through its council's meetings. The council meets with management and the auditor to discuss the results of audit examination and financial reporting matters.

The external auditors have full access to the council with and without the presence of management. The village's council has approved the consolidated financial statements.

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



Chief Administrative Officer

April 30, 2025

Village of Myrnam, Alberta,
Canada

VILLAGE OF MYRNAM
Index to Consolidated Financial Statements
Year Ended December 31, 2024

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	3
Consolidated Statement of Operations and Accumulated Surplus	4
Consolidated Statement of Changes in Net Financial Debt	5
Consolidated Statement of Cash Flows	6
Consolidated Changes in Accumulated Surplus (<i>Schedule 1</i>)	7
Consolidated Schedule of Tangible Capital Assets (<i>Schedule 2</i>)	8
Consolidated (<i>Schedule 3</i>)	9
Consolidated (<i>Schedule 4</i>)	10
Consolidated (<i>Schedule 5</i>)	11
Consolidated (<i>Schedule 6</i>)	12
Notes to Consolidated Financial Statements	13 - 19



INDEPENDENT AUDITOR'S REPORT

To the Members of Village of Myrnam

Opinion

We have audited the consolidated financial statements of Village of Myrnam (the "organization"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations and accumulated surplus, changes in net financial debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the organization as at December 31, 2024, and the consolidated results of its operations and consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the organization in accordance with 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 PSAS, 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization'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.

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Independent Auditor's Report to the Members of Village of Myrnam *(continued)*

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 organization'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 organization'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 organization 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.

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.

Neube & Landry LLP


**Two Hills, AB
April 30, 2025**


Chartered Professional Accountants

VILLAGE OF MYRNAM
Consolidated Statement of Financial Position
December 31, 2024

	<i>December 31</i> 2024	<i>December 31</i> 2023
FINANCIAL ASSETS		
Cash	\$ 583,656	\$ 366,102
Accounts receivable	83,226	193,359
Receivables from other governments	29,589	59,313
Taxes and grants in place of taxes receivable	75,801	87,324
Land for resale inventory	7,636	7,023
	<u>779,908</u>	<u>713,121</u>
LIABILITIES		
Bank indebtedness (<i>Note 5</i>)	-	150,000
Accounts payable and accrued liabilities	56,595	48,888
Current portion of long term debt (<i>Note 7</i>)	18,821	17,947
Deferred income	241,964	107,625
Funds held in trust	28,763	2,962
Long term debt (<i>Note 7</i>)	891,654	910,476
	<u>1,237,797</u>	<u>1,237,898</u>
NET FINANCIAL DEBT	<u>(457,889)</u>	<u>(524,777)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets	<u>5,321,204</u>	<u>5,118,987</u>
ACCUMULATED SURPLUS	<u>\$ 4,863,315</u>	<u>\$ 4,594,210</u>

ON BEHALF OF THE BOARD

 _____ Mayor

 _____ Chief Administrative Officer

VILLAGE OF MYRNAM**Consolidated Statement of Operations and Accumulated Surplus****Year Ended December 31, 2024**

	Budget 2024	Total 2024	Total 2023
REVENUES			
Net municipal taxes	\$ 292,515	\$ 310,383	\$ 324,163
Sales of goods and services	354,756	360,480	355,653
Government transfers for operating	126,185	180,140	143,202
Penalties and costs of taxes	8,000	15,718	12,807
Investment income	6,000	14,172	18,101
Gain on sale of assets	-	-	62,000
	<u>787,456</u>	<u>880,893</u>	<u>915,926</u>
EXPENSES			
Roads, street, walks, lighting	381,191	279,219	290,895
Water supply and distribution	279,814	247,006	207,368
Administration	202,326	205,656	232,346
Recreation and culture	65,465	101,058	88,298
Family and community support	8,654	62,088	9,661
Protective services	54,081	50,078	56,286
Waste management	18,534	18,534	18,534
Legislative	23,119	18,494	19,951
Waste water treatment and disposal	10,177	16,092	17,971
	<u>1,043,361</u>	<u>998,225</u>	<u>941,310</u>
DEFICIT FROM OPERATIONS	(255,905)	(117,332)	(25,384)
OTHER INCOME			
Government transfers for capital	425,671	386,437	961,137
ANNUAL SURPLUS	169,766	269,105	935,753
ACCUMULATED SURPLUS - BEGINNING OF YEAR	<u>4,594,210</u>	<u>4,594,210</u>	<u>3,658,457</u>
ACCUMULATED SURPLUS - END OF YEAR	<u>\$ 4,763,976</u>	<u>\$ 4,863,315</u>	<u>\$ 4,594,210</u>

VILLAGE OF MYRNAM**Consolidated Statement of Changes in Net Financial Debt****Year Ended December 31, 2024**

	Budget 2024	2024	2023
ANNUAL SURPLUS	\$ 169,766	\$ 269,105	\$ 935,753
Amortization of tangible capital assets	208,226	208,226	204,531
Purchase of tangible capital assets	-	(410,443)	(1,386,596)
	208,226	(202,217)	(1,182,065)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	377,992	66,888	(246,312)
NET FINANCIAL DEBT - BEGINNING OF YEAR	(524,777)	(524,777)	(278,465)
NET FINANCIAL DEBT - END OF YEAR	\$ (146,785)	\$ (457,889)	\$ (524,777)

VILLAGE OF MYRNAM
Consolidated Statement of Cash Flows
Year Ended December 31, 2024

	2024	2023
OPERATING ACTIVITIES		
Annual surplus	\$ 269,105	\$ 935,753
Items not affecting cash:		
Amortization of property, plant and equipment	208,225	204,531
Sale of tangible capital asset	-	(62,000)
	<u>477,330</u>	<u>1,078,284</u>
Changes in non-cash working capital:		
Accounts receivable	110,133	(149,478)
Taxes and grants in place of taxes receivable	11,523	34,174
Receivables from other governments	29,724	(51,510)
Land for resale inventory	(613)	(7,000)
Accounts payable and accrued liabilities	7,707	(17,780)
Deferred income	134,339	(136,327)
Funds held in trust	25,801	(6,207)
	<u>318,614</u>	<u>(334,128)</u>
Cash flow from operating activities	<u>795,944</u>	<u>744,156</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(410,443)	(1,386,596)
Proceeds on disposal of property, plant and equipment	-	62,000
Cash flow used by investing activities	<u>(410,443)</u>	<u>(1,324,596)</u>
FINANCING ACTIVITIES		
Proceeds from long term financing	-	530,000
Repayment of long term debt	(17,947)	(15,259)
Cash flow from (used by) financing activities	<u>(17,947)</u>	<u>514,741</u>
INCREASE (DECREASE) IN CASH FLOW	367,554	(65,699)
Cash - beginning of year	<u>216,102</u>	<u>281,801</u>
CASH - END OF YEAR	\$ 583,656	\$ 216,102
CASH CONSISTS OF:		
Cash	\$ 583,656	\$ 366,102
Bank indebtedness	-	(150,000)
	<u>\$ 583,656</u>	<u>\$ 216,102</u>

VILLAGE OF MYRNAM**Consolidated Changes in Accumulated Surplus****(Schedule 1)****Year Ended December 31, 2024**

	Unrestricted Surplus	Equity in Tangible Capital Assets	Total 2024	Total 2023
Balance, beginning of year, as previously stated	\$ 174,605	\$ 4,419,605	\$ 4,594,210	\$ 3,658,457
Excess of revenues over expenses	269,105	-	269,105	935,753
Current year funds used for tangible capital assets	(410,443)	410,443	-	-
Amortization of tangible capital assets	208,226	(208,226)	-	-
Long term debt repaid	(17,947)	17,947	-	-
Interfund transfer	-	-	-	-
Balance, end of year	\$ 223,546	\$ 4,639,769	\$ 4,863,315	\$ 4,594,210

VILLAGE OF MYRNAM
Schedule of Tangible Capital Assets
Year Ended December 31, 2024

(Schedule 2)

	Land 2024	Buildings 2024	Engineered Structures 2024	Machiner & Equipment 2024	Vehicles 2024	2024 2024	2023 2023
COST							
BALANCE, BEGINNING OF YEAR	\$ 101,098	\$ 2,566,336	\$ 4,804,127	\$ 253,218	\$ 505,866	\$ 8,230,645	\$ 6,979,578
Acquisition of tangible capital assets	25,000	-	288,512	96,931	-	410,443	1,386,596
Disposal of tangible capital assets	-	-	-	-	-	-	(135,529)
BALANCE, END OF YEAR	\$ 126,098	\$ 2,566,336	\$ 5,092,639	\$ 350,149	\$ 505,866	\$ 8,641,088	\$ 8,230,645
ACCUMULATED AMORTIZATION							
BALANCE, BEGINNING OF YEAR	\$ -	\$ 397,063	\$ 2,263,914	\$ 208,036	\$ 242,645	\$ 3,111,658	\$ 3,042,656
Annual amortization	-	51,431	102,446	17,020	37,329	208,226	204,531
Accumulated amortization on disposals	-	-	-	-	-	-	(135,529)
ACCUMULATED AMORTIZATION	-	448,494	2,366,360	225,056	279,974	3,319,884	3,111,658
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 126,098	\$ 2,117,842	\$ 2,726,279	\$ 125,093	\$ 225,892	\$ 5,321,204	\$ 5,118,987

VILLAGE OF MYRNAM
Schedule of Property and Other Taxes
Year Ended December 31, 2024

(Schedule 3)

	Budget 2024	Total 2024	Total 2023
TAXATION			
Residential	\$ 309,456	\$ 327,534	\$ 337,647
Non-residential tax	23,080	22,870	23,698
T2-Res farm tax	13,240	13,240	10,705
Machinery and equipment tax	7,593	7,593	7,090
Farmland	864	864	856
	<u>354,233</u>	<u>372,101</u>	<u>379,996</u>
REQUISITIONS			
Requisition to ASFF	42,396	42,396	42,191
Requisition to Senior Foundation	19,322	19,322	13,642
	<u>61,718</u>	<u>61,718</u>	<u>55,833</u>
NET MUNICIPAL TAXES	<u>\$ 292,515</u>	<u>\$ 310,383</u>	<u>\$ 324,163</u>

VILLAGE OF MYRNAM
Schedule of Government Transfers
Year Ended December 31, 2024

(Schedule 4)

	Budget 2024	Total 2024	Total 2023
TRANSFERS FOR OPERATING			
Provincial grants	\$ 126,185	\$ 180,140	\$ 113,607
Local grants	25,200	25,200	54,795
TRANSFERS FOR OPERATING total	151,385	205,340	168,402
TRANSFERS FOR CAPITAL			
Provincial grants	400,000	386,436	961,137
TOTAL GOVERNMENT TRANSFERS	\$ 551,385	\$ 591,776	\$ 1,129,539

VILLAGE OF MYRNAM**Schedule of Consolidated Expenses by Object****(Schedule 5)****Year Ended December 31, 2024**

	Budget 2024	Total 2024	Total 2023
EXPENSES BY OBJECT			
Salaries, wages and benefits	\$ 289,799	\$ 272,690	\$ 284,714
Materials, goods, supplies and utilities	299,593	306,098	270,609
Amortization of tangible capital assets	-	208,225	204,531
Contracted and general services	133,678	142,675	104,721
Provisions for allowance	-	19,953	40,667
Interest on long term debt	39,396	45,290	32,144
Bank charges and short term interest	1,525	3,294	3,924
TOTAL	\$ 763,991	\$ 998,225	\$ 941,310

VILLAGE OF MYRNAM
Schedule of Segmented Disclosure
Year Ended December 31, 2024

(Schedule 6)

	General Government	Protective Services	Transportation Services	Environmental Services	Planning Development	Family Community Support Services	Recreation Culture	2023
REVENUE								
Net municipal taxes	\$ 310,383	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 310,383
User fees & sales of goods	65,675	9,290	5,690	245,895	722	-	33,208	360,480
Government transfers	180,140	-	-	386,437	-	-	-	566,577
Local government transfers	-	-	-	-	-	-	-	-
Penalties and cost of taxes	15,718	-	-	-	-	-	-	15,718
Investment income	14,172	-	-	-	-	-	-	14,172
	<u>586,088</u>	<u>9,290</u>	<u>5,690</u>	<u>632,332</u>	<u>722</u>	<u>-</u>	<u>33,208</u>	<u>1,267,330</u>
EXPENSES								
Salaries & wages	134,507	-	130,984	7,200	-	-	-	272,691
Contract & general services	27,668	19,235	5,355	3,595	-	-	38,163	94,016
Good & supplies	27,560	30,844	87,768	135,138	-	62,089	11,361	354,760
Interest and bank charges	3,293	-	-	34,013	-	-	11,273	48,579
Provision for allowances	19,953	-	-	-	-	-	-	19,953
	<u>212,981</u>	<u>50,079</u>	<u>224,107</u>	<u>179,946</u>	<u>-</u>	<u>62,089</u>	<u>60,797</u>	<u>789,999</u>
NET REVENUE, BEFORE AMORTIZATION	<u>373,107</u>	<u>(40,789)</u>	<u>(218,417)</u>	<u>452,386</u>	<u>722</u>	<u>(62,089)</u>	<u>(27,589)</u>	<u>477,331</u>
Amortization expense	<u>14,616</u>	<u>-</u>	<u>55,109</u>	<u>101,686</u>	<u>-</u>	<u>-</u>	<u>36,815</u>	<u>208,226</u>
EXCESS OF REVENUE OVER EXPENSES	<u>\$ 358,491</u>	<u>\$ (40,789)</u>	<u>\$ (273,526)</u>	<u>\$ 350,700</u>	<u>\$ 722</u>	<u>\$ (62,089)</u>	<u>\$ (64,404)</u>	<u>\$ 269,105</u>

VILLAGE OF MYRNAM

Notes to Consolidated Financial Statements

Year Ended December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and short term investments

Cash and cash equivalents consist primarily of commercial paper and deposits with an original maturity date of purchase of three months or less. Because of the short term maturity of these investments, their carrying amount approximates fair value.

Reporting entity

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

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

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

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenues as it is earned and measurable. 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 be only 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 that the related expenses are incurred, services performed or the tangible capital assets are acquired.

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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Requisition overlevy and under-levy

Over-levies and under-levies arise from the difference between the actual 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-levy or underlevies of the prior year.

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VILLAGE OF MYRNAM

Notes to Consolidated Financial Statements

Year Ended December 31, 2024

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

Inventory

Land held for resale is recorded at the lower of cost or net realized value. Cost includes cost for land acquisitions and improvements required to prepare the land for servicing such as clearing, stripping and leveling charges.

Tax revenue

Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred.

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

Government transfers

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

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

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 indented for sale in the normal course of operations. The change in non-financial assets during the year, together with excess of revenues over expenses, provided the consolidated Change in Net Financial Assets (Debt) for the year.

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VILLAGE OF MYRNAM
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

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

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 asset is amortized on a straight line basis over the estimate useful life as follows:

Buildings	50 years	straight-line method
Portable Buildings	25 years	straight-line method
Vehicles	10 years	straight-line method
Machinery and equipment	10 years	straight-line method
Roads	30 years	straight-line method
Water system	40 - 75 years	straight-line method
Wastewater system	40 - 75 years	straight-line method

One half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

- Contribution of Tangible Capital Assets** - Tangible capital assets received as contributions are recorded at the date of receipt and also are recorded as revenue.
- Leases** - Leases are classified as capital or operating leases. Leases which transfer substantially all the benefits and risk incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and related lease payments are charged to expenses as incurred.
- Inventories** - Inventories held for consumption are recorded at lower of cost and replacement cost.
- Cultural and Historical Tangible Capital Assets** - Works of art for display are not recorded as tangible capital assets but are disclosed.

2. CASH

Included in cash is a restricted amount of \$28,763 (2023 - \$29,962) comprises of \$28,763 (2023 - \$2,962) of funds held in trust.

	<u>2024</u>	<u>2023</u>
Cash	\$ 583,656	\$ 366,102

3. TAXES AND GRANTS IN PLACE OF TAXES RECEIVABLE

	<u>2024</u>	<u>2023</u>
Current	\$ 54,855	\$ 46,478
Arrears	20,946	40,846
	<u>\$ 75,801</u>	<u>\$ 87,324</u>

VILLAGE OF MYRNAM
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

4. BANK INDEBTEDNESS

	<u>2024</u>	<u>2023</u>
Bank indebtedness	<u>\$ -</u>	<u>\$ 150,000</u>

5. DEFERRED REVENUE

Deferred revenue is comprised of the funds noted below, the use of which are externally restricted. The funds are recognized as revenue in the period they are used for in the purpose specified.

	<u>2024</u>	<u>2023</u>
Alberta Community Partnership	\$ 120,000	\$ -
Small Communities Opportunities Program	68,520	-
Local Government Fiscal Framework	29,474	62,253
Canada Community Building Fund	20,522	45,371
Infrastructure Reserve	3,447	-
	<u>\$ 241,963</u>	<u>\$ 107,624</u>

Funding from various grant programs, organizations and individuals, remained unspent at the end of the current year. The use of these funds is restricted to eligible operating and capital projects as approved under the funding agreements or as indicated by the donors.

6. LONG TERM DEBT

	<u>2024</u>	<u>2023</u>
Alberta Capital Finance Authority loan bearing interest at 3.127% per annum, repayable in semi-annual blended payments of \$6,793. The loan matures on June 15, 2045.	\$ 204,479	\$ 211,506
Servus Credit Union loan bearing interest at 5.95% per annum, repayable in annual blended payments of \$14,127. The loan matures on August 1, 2027. This loan was refinanced in the year.	182,224	188,940
Treasury Board loan bearing interest at 5.21% per annum, repayable in semi-annual blended payments of \$15,829. The loan matures on June 15, 2063.	<u>523,772</u>	<u>527,977</u>
	910,475	928,423
Amounts payable within one year	<u>(18,821)</u>	<u>(17,947)</u>
	<u>\$ 891,654</u>	<u>\$ 910,476</u>

Principal repayment terms are approximately:

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VILLAGE OF MYRNAM
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

6. LONG TERM DEBT <i>(continued)</i>		
	2025	\$ 18,821
	2026	19,708
	2027	20,640
	2028	21,594
	2029	22,647
	Thereafter	<u>807,065</u>
		<u>\$ 910,475</u>

Interest paid on long term debt was \$45,286 (2023 - \$32,144) equal to actual cash payments.

VILLAGE OF MYRNAM
Notes to Consolidated Financial Statements
Year Ended December 31, 2024

7. DEBTS LIMITS

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

	<u>2024</u>	<u>2023</u>
Total debt Limit	\$ 1,604,121	\$ 1,373,889
Total debt	<u>(910,475)</u>	<u>(928,423)</u>
	<u>\$ 693,646</u>	<u>\$ 445,466</u>
Debt servicing limit	\$ 267,354	\$ 228,982
Debt servicing	<u>(18,821)</u>	<u>(17,947)</u>
Amount of debt servicing limit unused	<u>\$ 248,533</u>	<u>\$ 211,035</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.

8. SALARY AND BENEFITS DISCLOSURE

Disclosure of salaries and benefits for municipal officials, the chief administrative officer and desiganted officers as required by Alberta Regulation 313/2000 is as follows

	Salary	Benefits & Allowance	<u>2024</u>	<u>2023</u>
Mayor: Rudolf	\$ 7,615	\$ -	\$ 7,615	\$ 8,001
Councillor: Yaremchuk	3,250	-	3,250	5,850
Councillor: Ewanec	4,800	-	4,800	4,700
Administrator: Kiziak	60,561	4,610	65,171	64,869
Total	<u>\$ 76,226</u>	<u>\$ 4,610</u>	<u>\$ 80,836</u>	<u>\$ 83,420</u>

Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria and any other direct cash remuneration.

Employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long and short-term disability plans, professional memberships and tuition.

If an automobile is provided, no amount is included in the benefits and allowances figure

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, club memberships and employer portion of source deductions.

VILLAGE OF MYRNAM

Notes to Consolidated Financial Statements

Year Ended December 31, 2024

9. SEGMENTED DISCLOSURE

The Village of Myrnam provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amount 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 financial statements as disclosed in Note 1.

Refer to the Schedule of Segmented Disclosure (Schedule 6)

10. FINANCIAL INSTRUMENTS

The Village's financial instruments consist of cash, accounts receivables, line of credit, accounts payable, accrued liabilities, funds held in trust, obligations under capital lease and long term debt. It is management's opinion that the Village is not exposed to significant interest or currency risk arising from these financial instruments.

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

Unless otherwise noted, the fair value of these financial instruments approximates their carrying value.

11. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by Council and Management.
