

CORPORATION OF THE TOWNSHIP OF AUGUSTA

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

CORPORATION OF THE TOWNSHIP OF AUGUSTA

December 31, 2023

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CORPORATION OF THE TOWNSHIP OF AUGUSTA

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

To the Members of Council, Inhabitants and Ratepayers of the
Corporation of the Township of Augusta

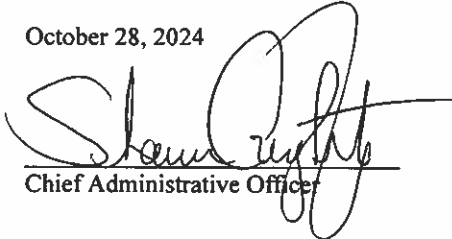
Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

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

MNP LLP is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

October 28, 2024



Chief Administrative Officer



Treasurer

To the Members of Council, Inhabitants and Ratepayers of Corporation of the Township of Augusta:

Opinion

We have audited the financial statements of Corporation of the Township of Augusta (the "Township"), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of financial activities and accumulated surplus, change in net debt, cash flows and the related schedules 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 financial position of the Township as at December 31, 2023, and the results of its operations, change in its net debt 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Township in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The consolidated financial statements of the Township for the year ended December 31, 2022 were audited by another auditor who expressed an unmodified opinion on those statements dated November 13, 2023.

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

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

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

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township'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 Township'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 Township 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 financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Township to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Cornwall, Ontario

October 28, 2024

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

CORPORATION OF THE TOWNSHIP OF AUGUSTA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2023

	2023	2022
NET DEBT		
Assets		
Cash	\$ 2,449,001	\$ 3,200,673
Taxes receivable	904,498	1,009,872
Accounts receivable	1,135,214	1,423,560
	4,488,713	5,634,105
Liabilities		
Accounts payable	768,604	939,759
Deferred revenue (Note 3)	141,321	151,683
Deferred revenue, obligatory reserve funds (Note 4)	127,990	137,606
Municipal debt (Note 5)	2,904,297	3,051,644
Asset retirement obligations (Note 6)	2,621,525	-
Accrued landfill closure and post closure costs (Note 2)	-	2,477,885
	6,563,737	6,758,577
Net Debt	(2,075,024)	(1,124,472)
NON-FINANCIAL ASSETS		
Tangible capital assets	20,516,040	18,499,433
Inventory	178,890	275,306
Prepaid expenses	39,571	102,421
	20,734,501	18,877,160
ACCUMULATED SURPLUS	\$ 18,659,477	\$ 17,752,688

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

For the year ended December 31, 2023

	BUDGET 2023 (Note 12)	ACTUAL 2023	ACTUAL 2022
REVENUE			
Taxation	\$ 5,699,632	\$ 5,687,930	\$ 5,448,790
Fees and service charges	78,765	100,247	109,897
Grants	1,009,896	1,168,455	1,114,861
Investment income	180,950	315,827	236,008
Permits and licenses	174,750	113,776	171,336
Donations and miscellaneous	1,000	2,052	1,660
	7,144,993	7,388,287	7,082,552
EXPENSES			
General government	1,155,380	1,417,060	1,303,602
Protection to persons and property	2,321,198	2,185,984	2,312,523
Transportation services	3,051,592	3,285,224	3,174,987
Environmental services	478,950	423,178	1,114,854
Health services	6,000	6,233	4,950
Recreation and cultural services	406,805	322,884	379,606
Planning and development	402,190	345,980	205,234
	7,822,115	7,986,543	8,495,756
SURPLUS (DEFICIT) BEFORE OTHER ITEMS	(677,122)	(598,256)	(1,413,204)
OTHER REVENUE FOR CAPITAL PURPOSES			
Deferred revenue earned	243,341	259,163	34,818
Grants	160,591	1,013,141	404,305
Gain on disposal of tangible capital assets	248,300	232,741	56,500
	652,232	1,505,045	495,623
ANNUAL SURPLUS (DEFICIT)	(24,890)	906,789	(917,581)
ACCUMULATED SURPLUS, beginning of year	17,752,688	17,752,688	18,670,269
ACCUMULATED SURPLUS, end of year	\$ 17,727,798	\$ 18,659,477	\$ 17,752,688

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the year ended December 31, 2023

	BUDGET 2023 (Note 12)	ACTUAL 2023	ACTUAL 2022
Annual surplus (deficit)	\$ (24,890)	\$ 906,789	\$ (917,581)
Amortization of tangible capital assets	1,385,500	1,291,255	1,412,091
Acquisition of tangible capital assets	(2,128,790)	(3,152,882)	(2,354,692)
Asset retirement obligations	-	(216,805)	-
Gain on disposal of tangible capital assets	-	(232,741)	(56,500)
Proceeds on disposal of tangible capital assets	-	294,566	56,500
Change in inventory	-	96,416	(191,660)
Change in prepaid expenses	-	62,850	(11,951)
Increase in net debt	(768,180)	(950,552)	(2,063,793)
Net debt, beginning of year	(1,124,472)	(1,124,472)	939,321
Net debt, end of year	\$ (1,892,652)	\$ (2,075,024)	\$ (1,124,472)

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA
CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31, 2023

	2023	2022
CASH FROM OPERATING ACTIVITIES		
Annual surplus (deficit)	\$ 906,789	\$ (917,581)
Items not affecting cash		
Amortization of tangible capital assets	1,291,255	1,412,091
Loss on disposal of tangible capital assets	(232,741)	(56,500)
Asset retirement obligations	(73,165)	-
Accrued landfill closure and post closure costs	-	620,960
	1,892,138	1,058,970
Changes in non-cash working capital balances		
Taxes receivable	105,374	104,931
Accounts receivable	288,346	(492,045)
Accounts payable	(171,155)	305,253
Deferred revenue	(10,362)	(35,460)
Deferred revenue, obligatory reserve funds	(9,616)	4,165
Inventory	96,416	(191,660)
Prepaid expenses	62,850	(11,951)
	2,253,991	742,203
CASH USED IN FINANCING ACTIVITIES		
Repayment of municipal debt	(147,347)	(143,608)
CASH USED IN CAPITAL ACTIVITIES		
Proceeds on sale of tangible capital assets	294,566	56,500
Acquisition of tangible capital assets	(3,152,882)	(2,354,692)
	(2,858,316)	(2,298,192)
DECREASE IN CASH	(751,672)	(1,699,597)
CASH, beginning of year	3,200,673	4,900,270
CASH, end of year	\$ 2,449,001	\$ 3,200,673

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS - BY ASSET TYPE

For the year ended December 31, 2023

	Land and land improvements	Buildings	Vehicles	Equipment	Roads	Bridges	Assets under construction	2023	2022
Cost									
Balance, beginning of year	\$ 1,232,509	\$ 8,132,124	\$ 4,805,880	\$ 1,403,333	\$ 22,557,052	\$ 2,409,432	\$ 3,826	\$ 40,544,156	\$ 38,974,457
Additions during the year	278,863	1,284,672	569,915	152,750	476,805	389,877	-	3,152,882	2,354,692
Disposals during the year	-	67,472	-	-	-	-	-	67,472	784,993
Asset retirement obligations	-	216,805	-	-	-	-	-	216,805	-
Balance, end of year	1,511,372	9,566,129	5,375,795	1,556,083	23,033,857	2,799,309	3,826	43,846,371	40,544,156
Accumulated amortization									
Balance, beginning of year	91,774	2,350,845	3,230,789	740,207	14,706,542	924,566	-	22,044,723	21,417,625
Amortization during the year	20,913	190,723	224,557	110,832	705,202	39,028	-	1,291,255	1,412,091
Amortization on disposals	-	5,647	-	-	-	-	-	5,647	784,993
Balance, end of year	112,687	2,535,921	3,455,346	851,039	15,411,744	963,594	-	23,330,331	22,044,723
Net book value 2023	\$ 1,398,685	\$ 7,030,208	\$ 1,920,449	\$ 705,044	\$ 7,622,113	\$ 1,835,715	\$ 3,826	\$ 20,516,040	\$ 18,499,433
Net book value 2022	\$ 1,140,735	\$ 5,781,279	\$ 1,575,091	\$ 663,126	\$ 7,850,510	\$ 1,484,866	\$ 3,826	\$ 18,499,433	

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS - BY SEGMENT

For the year ended December 31, 2023

	General Government	Protection Services	Transportation Services	Environmental Services	Health and Recreation	2023	2022
Cost							
Balance, beginning of year	\$ 162,914	\$ 3,193,802	\$ 34,711,817	\$ 426,186	\$ 2,045,611	\$ 40,540,330	\$ 38,970,631
Additions during the year	88,463	58,537	1,436,597	26,763	1,542,522	3,152,882	2,354,692
Disposals during the year	-	-	-	-	67,472	67,472	784,993
Asset retirement obligations	216,805	-	-	-	-	216,805	-
Assets in service, end of year	468,182	3,252,339	36,148,414	452,949	3,520,661	43,842,545	40,540,330
Assets under construction	-	-	3,826	-	-	3,826	3,826
Balance, end of year	468,182	3,252,339	36,152,240	452,949	3,520,661	43,846,371	40,544,156
Accumulated Amortization							
Balance, beginning of year	94,216	1,507,888	19,303,989	27,959	1,110,671	22,044,723	21,417,625
Amortization during the year	8,031	158,781	1,036,517	7,276	80,650	1,291,255	1,412,091
Amortization on disposals	-	-	-	-	5,647	5,647	784,993
Balance, end of year	102,247	1,666,669	20,340,506	35,235	1,185,674	23,330,331	22,044,723
Net book value 2023	\$ 365,935	\$ 1,585,670	\$ 15,811,734	\$ 417,714	\$ 2,334,987	\$ 20,516,040	\$ 18,499,433
Net book value 2022	\$ 68,698	\$ 1,685,914	\$ 15,411,654	\$ 398,227	\$ 934,940	\$ 18,499,433	

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA
CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS

For the year ended December 31, 2023

	2023	2022
Operating surpluses (deficits)		
Operating surplus (deficit) (Note 7)	\$ -	\$ (486,038)
Library Board	52,054	47,183
Police Services Board	11,875	23,094
Unfinanced capital outlay	(432,123)	-
Surplus for future capital asset acquisitions	381,204	-
Liabilities to be recovered from future revenues		
Asset retirement obligations	(2,104,852)	-
Accrued landfill closure and post closure	-	(1,961,212)
Net deficit	(2,091,842)	(2,376,973)
Reserves and reserve funds (Note 10)		
Reserves	3,123,189	4,621,081
Reserve funds	16,387	53,459
Total reserves and reserve funds	3,139,576	4,674,540
Invested in tangible capital assets		
Tangible capital assets	20,516,040	18,499,433
Less: related municipal debt	(2,904,297)	(3,044,312)
Total invested in tangible capital assets	17,611,743	15,455,121
ACCUMULATED SURPLUS	\$ 18,659,477	\$ 17,752,688

CORPORATION OF THE TOWNSHIP OF AUGUSTA

CONSOLIDATED SCHEDULE OF CHANGE IN ACCUMULATED SURPLUS

For the year ended December 31, 2023

	Operating Deficits	Reserves and Reserve Funds	Invested in Tangible Capital Assets	2023	2022
Balance, beginning of year	\$ (2,376,973)	\$ 4,674,540	\$ 15,455,121	\$ 17,752,688	\$ 18,670,269
Annual surplus (deficit)	906,789	-	-	906,789	(917,581)
Operating funds transferred to reserves and reserve funds	(388,556)	388,556	-	-	-
Reserves and reserve funds transferred to operating	572,228	(572,228)	-	-	-
Reserves and reserve funds transferred for tangible capital assets	-	(1,351,292)	1,351,292	-	-
Operating funds used for tangible capital assets	(1,801,590)	-	1,801,590	-	-
Disposal of tangible capital assets	(154,980)	-	154,980	-	-
Amortization expense of tangible capital assets	1,291,255	-	(1,291,255)	-	-
Repayment of municipal debt related to capital	(140,015)	-	140,015	-	-
Change in accumulated surplus	285,131	(1,534,964)	2,156,622	906,789	(917,581)
Balance, end of year	\$ (2,091,842)	\$ 3,139,576	\$ 17,611,743	\$ 18,659,477	\$ 17,752,688

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA

CONSOLIDATED SCHEDULE OF SEGMENTED DISCLOSURE

For the year ended December 31, 2023

	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	2023	2022
REVENUE									
Taxation	\$ 156,669	\$ 2,283,914	\$ 2,174,399	\$ 364,350	\$ 6,000	\$ 336,608	\$ 365,990	\$ 5,687,930	\$ 5,448,790
Fees and service charges	28,160	15,071	19,204	2,439	-	3,353	32,020	100,247	109,897
Grants	1,006,996	10,642	12,287	123,925	-	14,605	-	1,168,455	1,114,861
Investment income	313,270	-	-	-	-	2,557	-	315,827	236,008
Permits and licenses	4,700	7,360	-	-	-	-	101,716	113,776	171,336
Donations and other	-	-	-	-	-	2,052	-	2,052	1,660
	1,509,795	2,316,987	2,205,890	490,714	6,000	359,175	499,726	7,388,287	7,082,552
EXPENSES									
Wages and benefits	883,172	415,093	803,704	22,000	-	100,723	157,697	2,382,389	2,169,185
Interest on municipal debt	-	79,573	-	-	-	-	440	80,013	83,746
Materials and services	475,188	256,022	1,216,233	100,743	6,233	67,558	150,913	2,272,890	2,136,984
Contracted services	-	995,070	137,345	363,505	-	-	-	1,495,920	1,400,695
Insurance and financial costs	50,669	44,080	91,425	(70,346)	-	29,102	-	144,930	992,928
Third party transfers	-	237,365	-	-	-	44,851	36,930	319,146	300,127
Amortization	8,031	158,781	1,036,517	7,276	-	80,650	-	1,291,255	1,412,091
	1,417,060	2,185,984	3,285,224	423,178	6,233	322,884	345,980	7,986,543	8,495,756
SURPLUS (DEFICIT)									
BEFORE OTHER ITEMS	92,735	131,003	(1,079,334)	67,536	(233)	36,291	153,746	(598,256)	(1,413,204)
OTHER REVENUE FOR CAPITAL PURPOSES									
Deferred revenue earned	-	-	243,341	-	-	15,822	-	259,163	34,818
Grants	-	-	160,591	-	-	852,550	-	1,013,141	404,305
Gain (loss) on disposal of tangible capital assets	294,567	-	(61,826)	-	-	-	-	232,741	56,500
	294,567	-	342,106	-	-	868,372	-	1,505,045	495,623
ANNUAL SURPLUS (DEFICIT)	\$ 387,302	\$ 131,003	\$ (737,228)	\$ 67,536	\$ (233)	\$ 904,663	\$ 153,746	\$ 906,789	\$ (917,581)

See Accompanying Notes

CORPORATION OF THE TOWNSHIP OF AUGUSTA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

DESCRIPTION OF ORGANIZATION

The Corporation of the Township of Augusta (the "Township") is a township in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements are prepared in accordance with Canadian public sector accounting standards and include the following significant accounting policies:

(a) Basis of consolidation

(i) Consolidated entities

These consolidated financial statements reflect the assets, liabilities, sources of financing and expenditures and include the activities of all committees of Council and the following local boards:

Township of Augusta Library Board

(ii) Non-consolidated entities

There are no non-consolidated entities.

(iii) Accounting for United Counties and school board transactions

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards, and the United Counties of Leeds and Grenville are not reflected in the municipal fund balances of these consolidated financial statements.

(iv) Trust funds

Trust funds and their related operations administered by the Township are not consolidated, but are reported separately in the trust funds' financial statements.

(b) Accrual basis of accounting

Revenues and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(c) Measurement uncertainty (use of estimates)

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires administration to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenditures during the current period. These estimates are reviewed periodically and adjustments are made to income as appropriate in the year they become known. Significant items subject to such estimates and assumptions include the estimated useful life of tangible capital assets, the valuation of allowances for doubtful taxes and accounts receivable, the valuation of inventories, asset retirement obligations, and any estimated liability for remediation of contaminated sites. Actual results could differ from these estimates.

CORPORATION OF THE TOWNSHIP OF AUGUSTA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Taxation and related revenues

Property tax billings are issued by the Township based on assessment rolls prepared by the Municipal Property Assessment Corporation ("MPAC") and collects property tax revenue for municipal purposes, provincial education taxes on behalf of the Province of Ontario, payment in lieu of taxation, local improvements and other charges. The authority to levy and collect property taxes is established under the *Municipal Act 2001*, the *Assessment Act*, the *Education Act* and other legalisation.

Taxation revenue consists of non-exchange transactions and is recognized in the period to which the assessment relates and a reasonable estimate of the amounts can be made. Annual taxation revenue also includes adjustments related to reassessments and appeals to prior years' assessments. The Township is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.

(e) Government grants and transfers

Government grants and transfers are the transfer of assets from other 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. The Township recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the Township recognizes revenue as the liability is settled.

(f) Fees and services and other revenues

Fees and services and other revenues are recognized when the activity is performed or when the services are rendered. Examples include, but are not limited to, water and waste water charges, solid waste tipping fees, licensing fees, permits, and other fees from various recreation programs and facilities.

(g) Investment income

Investment income earned on surplus funds are reported as revenue in the period earned. Investment income earned on obligatory funds such as parkland allowances and gas tax funds is added to the associated funds and forms part of the respective deferred revenue, obligatory reserve fund balances.

(h) Cash and cash equivalents

Cash and cash equivalents is defined as cash on hand, cash on deposit and short term investments, which includes guaranteed investment certificates with maturities of three months or less.

(i) Reserves and reserve funds

Certain amounts, as approved by Council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and from reserves and reserve funds are an adjustment to the respective fund when approved.

(j) Deferred revenue

Deferred revenue represents government grants and transfers that have been received for specific purposes, but the respective expenditure has not been incurred to date. These amounts will be recognized as revenues in the fiscal year the expenditure is incurred.

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Deferred revenue, obligatory reserve funds

The Township receives restricted contributions under the authority of federal and provincial legislations. These funds by their nature are restricted in their use and are recorded as deferred revenue until applied to applicable costs. Amounts applied to qualifying expenditures are recorded as revenue in the fiscal period they are expended.

(l) Future employee benefits payable

Employee benefits include vacation entitlement and sick leave benefits. Vacation and sick leave benefits are accrued in accordance with the Township's policy. The Township accounts for its participation in the Ontario Municipal Employees Retirement System ("OMERS"), as a defined contribution plan.

(m) Non-financial assets

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

(i) Tangible capital assets

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

Land improvements	25 to 40 years
Buildings	20 to 40 years
Machinery and equipment	15 to 25 years
Vehicles	5 to 20 years
Transportation	
roads	10 to 40 years
bridges and structures	25 to 75 years

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

The Township has a capitalization threshold of \$25,000 so that individual tangible capital assets of lesser value are expensed, unless they are pooled because, collectively they have significant value, or for operational reasons. Examples of pooled assets are desktop computer systems, utility poles and defibrillators.

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Non-financial assets (continued)

(ii) Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the asset as of the date of the transfer.

(iii) Leases

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

(iv) Inventory

Inventory held for consumption are recorded at the lower of cost or replacement cost.

(n) Segment disclosure

A segment is defined as a distinguishable activity or group of activities of a government for which it is appropriate to separately report financial information to achieve the objectives of the standard. The Township has provided definitions of the segments used and presented financial information in segmented format in Note 18 .

(o) Liability for contaminated sites

A liability for contaminated sites arises when contamination is being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds the maximum acceptable concentrations under an environmental standard. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

- i. An environmental standard exists;
- ii. Contamination exceeds the environmental standard;
- iii. The Township is directly responsible, or accepts responsibility to remediate the site;
- iv. The Township expects that future economic benefits will be given up; and
- v. A reasonable estimate of the amount can be made.

Liabilities are accrued to record the estimated costs related to the management and remediation of contaminated sites. The liability estimate includes costs that are directly attributable to the remediation activities and includes integral post-remediation operation, maintenance and monitoring costs that are a part of the remediation strategy for the contaminated site. The costs that would be included in a liability are:

- Costs directly attributable to remediation activities (for example, payroll and benefits, equipment and facilities, materials, and legal and other professional services); and
- Costs of tangible capital assets acquired as part of remediation activities to the extent they have no other alternative use.

The measurement of a liability is based on estimates and professional judgment. The liability is recorded net of any expected recoveries. The carrying amount of a liability is reviewed at each financial reporting date with any revisions to the amount previously recognized accounted for in the period in which revisions are made.

A contingency is disclosed if all of the above criteria are not met.

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Asset retirement obligations

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset at the financial statement date when there is a legal obligation for the Township to incur retirement costs in relation to a tangible capital asset, the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at fiscal year-end. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected to occur over extended future periods.

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset. The asset retirement cost is amortized over the useful life of the related asset.

At each financial reporting date, the Township reviews the carrying amount of the asset retirement obligation liability. The Township recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset.

The Township continues to recognize the asset retirement obligation liability relating to the landfill post-closure costs until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

(q) Future accounting pronouncements

Standards effective beginning on or after April 1, 2023

Revenues

PS 3400 Revenues establishes standards on how to account for and report on revenue by distinguishing between revenue arising from transactions that include performance obligations and transactions that do not have performance obligations. The main features of this Section are as follows:

- Performance obligations are enforceable promises to provide specific goods or services to a specific payor;
- Performance obligations can be satisfied at a point in time or over a period of time;
- The new standard outlines five indicators to determine if the revenue would be recognized over a period of time;
- Revenue from a transaction with a performance obligation(s) is recognized when, or as, the entity has satisfied the performance obligation(s); and
- Revenue from transactions with no performance obligation is recognized when a public sector entity has the authority to claim or retain an inflow of economic resources and a past event that gives rise to a claim of economic resources has occurred.

This standard is effective for fiscal years beginning on or after April 1, 2023. Early adoption is permitted. The Township has not yet determined the impact of this standard on its consolidated financial statements.

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

2. CHANGE IN SIGNIFICANT ACCOUNTING POLICIES

Asset retirement obligations

Effective January 1, 2023, the Township adopted the Public Sector Accounting Board's ("PSAB") new standard for the recognition, measurement and disclosure of a liability for asset retirement obligations under PS 3280 Asset Retirement Obligations. The new standard establishes when to recognize and how to measure a liability for an asset retirement obligation, and provides the related financial statement presentation and disclosure requirements. Pursuant to these recommendations, the change was not applied retroactively, and prior periods have not been restated.

Previously, the Township recorded liabilities associated with asset retirement obligations such as landfill closure costs in accordance with PS 3270 Solid Waste Landfill Closure and Post-Closure Liability. This previous standard required recognition of a liability for closure and post-closure care as the site capacity was used and was equal to the proportion of the estimated total expenditure required for closure and post-closure care. Under the new standard, a liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset when certain criteria are met, as described in Note 1(p).

There was a material impact on the financial statements from the prospective application of the new accounting recommendations resulting in an increase in asset retirement obligations, from the previously accrued landfill closure and post closure costs, and an increase in tangible capital assets of \$216,805. The previously accrued landfill closure and post closure costs have been presented as the opening balance of asset retirement obligations as of January 1, 2023.

Financial instruments

Effective January 1, 2023, the Township adopted the Public Sector Accounting Board's ("PSAB") new recommendations for the recognition, measurement, presentation and disclosure of financial assets, financial liabilities and derivatives under Section PS 3450 Financial Instruments. The new Section is applied prospectively, and prior periods have not been restated. There was no material impact on the consolidated financial statements from the prospective application of the new accounting recommendations.

3. DEFERRED REVENUE

Deferred revenue consists of funding that was deferred to fund future projects. The balances and transactions are summarized as follows:

	Library	Capital	Operating	2023	2022
Balance, beginning of year	\$ 3,188	\$ 36,325	\$ 112,170	\$ 151,683	\$ 187,143
Grants received	9,756	-	-	9,756	-
Interest earned	(9,756)	1,808	-	(7,948)	-
Utilized for operating purposes	-	-	(12,170)	(12,170)	-
Balance, end of year	\$ 3,188	\$ 38,133	\$ 100,000	\$ 141,321	\$ 151,683

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

4. DEFERRED REVENUE, OBLIGATORY RESERVE FUNDS

A requirement of Canadian public sector accounting standards is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as federal or provincial legislation restricts how these funds may be used and under certain circumstances these funds may possibly be refunded. The obligatory reserve funds consist of the Canada Community Building Fund ("CCBF") and the parkland reserve fund. The balance and transactions are summarized as follows:

	CCBF	Parkland	2023	2022
Balance, beginning of year	\$ 90,481	\$ 47,125	\$ 137,606	\$ 133,442
Grants received	243,341	4,000	247,341	233,202
Prepaid special charges	-	2,206	2,206	25,106
Interest earned	-	-	-	1,953
Utilized for capital acquisitions	(243,341)	(15,822)	(259,163)	(256,097)
Balance, end of year	\$ 90,481	\$ 37,509	\$ 127,990	\$ 137,606

5. MUNICIPAL DEBT

	2023	2022
Loan payable, interest at 2.67%, repayable in blended monthly payments, of \$18,299, due April 2025, Maitland Fire Hall	\$ 2,904,297	\$ 3,044,312
Tile drainage loans, interest at 6%, matured in 2023	-	7,332
	\$ 2,904,297	\$ 3,051,644

Repayment of municipal debt, assuming the loans are renewed under the same terms and conditions, is as follows:

2024	\$ 143,793
2025	147,682
2026	151,673
2027	155,773
2028	159,983
Thereafter	2,145,393
	\$ 2,904,297

Principal payments are payable from the following sources as follows:

	2024 to 2028	2029 to 2043
General municipal revenues	\$ 758,904	\$ 2,145,393

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

6. ASSET RETIREMENT OBLIGATIONS

The Township's asset retirement obligations include two solid waste landfill sites post closure monitoring costs and the estimated removal costs of asbestos from municipal buildings.

The Township has two solid waste landfill sites which were both closed in 2015. The estimate associated with post-closure includes monitoring costs estimated for 32 years from the closure date until 2047. Annual post closure and maintenance costs are estimated to be \$73,000 per year for 2023 through to 2047.

The liability for post-closure care has been recognized based the present value of future costs. Total post-closure costs are estimated to be \$2,404,720 (2022 - \$2,477,885) being accrued at the end of the current fiscal year based upon an average inflation rate of 2.9% and a discount rate of 3.98% being the Township's borrowing rate.

	2023	2022
Balance, beginning of year	\$ 2,477,885	\$ -
Liabilities incurred relating to asbestos removal costs from buildings	216,805	-
Liabilities settled relating to landfill closure and post closure costs	(73,165)	-
Balance, end of year	\$ 2,621,525	\$ -

These costs are to be recovered from future taxation revenue and reserves.

7. OPERATING SURPLUS

The budget figures presented in these consolidated financial statements are based upon the 2023 operating and capital budgets that have been approved by Council on March 13, 2023. The following schedule reconciles the budget and actual results presented in these consolidated financial statements to the approved operating budget for the year.

	BUDGET 2023 (Note 12)	ACTUAL 2023	ACTUAL 2022
Annual Surplus (Deficit)	\$ (24,890)	\$ 906,789	\$ (917,581)
Change in net local board surpluses for the year	-	6,363	1,387
Operating funds transferred to reserves and reserve funds	(388,556)	(388,556)	(1,290,364)
Reserve and reserve funds transferred for operating purposes	-	486,037	-
Reserve and reserve funds transferred for tangible capital assets	1,296,752	1,351,292	1,444,104
Acquisition of tangible capital assets	(2,157,290)	(3,152,882)	(2,354,692)
Amortization of tangible capital assets	1,414,000	1,291,255	1,412,091
Principal repayments on municipal debt	(140,016)	(140,016)	(136,324)
Change in surplus/deficit for future capital expenditures	-	50,919	-
Asset retirement obligations	-	(73,165)	-
Accrued landfill closure and post closure costs	-	-	620,960
Proceeds on disposal of tangible capital assets	-	294,567	56,500
(Gain) on disposal of tangible capital assets	-	(232,741)	(56,500)
Surplus (deficit) for the year	-	399,862	(1,220,419)
Transfer from reserves for current year deficit	-	86,176	-
Opening operating (deficit) surplus	-	(486,038)	734,381
Closing operating (deficit) surplus	\$ -	\$ -	\$ (486,038)

The operating deficit for the fiscal year ended December 31, 2023 was \$86,176 (2022 - deficit of \$1,220,419), which was transferred to the working capital reserve.

CORPORATION OF THE TOWNSHIP OF AUGUSTA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

8. PENSION AGREEMENTS

The Township is a member of the Ontario Municipal Employees Retirement System ("OMERS") which is a multi-employer retirement plan. The plan is a contributory defined benefit plan that specifies the amount of retirement benefit to be received by the employees based on the length of service and rates pay. Employers and employee contribute to the plan. Since any surpluses or deficits are a joint responsibility of all Ontario municipalities and their employees, the Township does not recognize any share of the OMERS pension deficit of \$4.2 billion (2022 - \$6.7 billion) in these consolidated financial statements.

The employer amount contributed to OMERS for 2023 in the amount of \$150,384 (2022 - \$112,456) for current service and is included as an expenditure on the consolidated statement of financial activities.

9. EXPENDITURES BY OBJECT

	BUDGET 2023 (Note 12)	ACTUAL 2023	ACTUAL 2022
Wages and benefits	\$ 2,472,333	\$ 2,382,389	\$ 2,169,185
Interest on municipal debt	73,572	80,013	83,746
Materials and services	1,799,615	2,272,890	2,136,984
Contracted services	1,500,413	1,495,920	1,400,695
Insurance and other financial costs	183,450	144,930	992,928
Third party transfers	378,732	319,146	300,127
Amortization	1,414,000	1,291,255	1,412,091
	\$ 7,822,115	\$ 7,986,543	\$ 8,495,756

CORPORATION OF THE TOWNSHIP OF AUGUSTA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

10. RESERVES AND RESERVE FUNDS

	2023	2022
Reserves set aside for specific purposes by Council are as follows:		
Working capital	\$ 887,610	\$ 1,564,797
Insurance deductible	50,000	50,000
Building expansion	26,105	26,105
Elections	16,616	9,116
Recreation	20,380	20,380
Municipal drains	1,000	1,000
Library	19,753	14,753
Economic development	287,903	174,833
Building department	12,003	-
	1,321,370	1,860,984
Reserves set aside for specific capital purposes by Council are as follows:		
Administrative equipment	157,134	62,578
Modernization projects	115,190	200,720
Safe restart projects	55,313	194,017
Fire building	154,387	154,387
Fire vehicles and equipment	296,166	162,166
Salt dome	74,379	74,379
Roads construction	876,264	1,500,570
Bridge repairs	61,896	400,190
Waste management	11,090	11,090
	1,801,819	2,760,097
Total reserves	3,123,189	4,621,081
Reserves funds set aside for specific purposes by Council are as follows:		
Capital landfill	4,244	41,316
Subdivision levies	12,143	12,143
Total reserve funds	16,387	53,459
Total reserves and reserve funds	\$ 3,139,576	\$ 4,674,540

11. TRUST FUNDS

Trust funds administered by the Township amounting to \$2,753 (2022 - \$2,622) have not been included in the Consolidated Statement of Financial Activities.

12. BUDGET FIGURES

The 2023 budget which includes operating, capital, reserves and reserve funds transactions were approved by Council on March 13, 2023. The budgets established for capital, reserves and reserve funds are based on a project-oriented basis, the costs of which may be carried out over one or more years.

CORPORATION OF THE TOWNSHIP OF AUGUSTA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

13. CONTINGENCIES

Legal action

The Township is involved in various legal actions in the normal course of business. The Township and its insurers are defending all actions against the Township. In the opinion of administration, the aggregate amount of any potential liability is not expected to have a material adverse effect on the Township's financial position. Losses, if any, will be accounted for in the period they become determinable.

Contaminated sites

The Township identified one parcel of land that is non-productive or partially productive for PS 3260 purposes, liability for contaminated sites, that could be environmentally impacted. The estimated cost of undertaking various types of Environmental Site Assessments is unknown. A liability has not been recorded in these consolidated financial statements because the Township's expectation of future economic benefits being given up to remediate this site is unlikely and the liability cost of remediation cannot be determined.

WSIB disability

The Township could be responsible to fund future employment payments for work-related disabilities from current or retired employees while as a Schedule 2 employer for Workplace Safety and Insurance Board ("WSIB") purposes in previous years. There are no known claims related to any estimated future benefit and administrative costs as of December 31, 2023.

14. SEGMENTED INFORMATION

The Township is responsible for providing a range of services to its citizens. For administration reporting purposes the Township's operations and activities are organized and reported by department. These departments are reported by functional area in the body of the consolidated financial statements similar to reporting reflected in the Ontario Financial Information Return. These functional areas represent segments for the Township and expended disclosure by object has been reflected in the schedule of segmented disclosure.

For each segment separately reported, the segment revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

A brief description of each segment follows:

(a) General government

General government includes corporate services and governance of the Township. Administration as a segment includes operating and maintaining municipal owned buildings, human resource management, legal, communications, information systems and technology, support to Council for policy development, by-law development in compliance with the Municipal Act, tax billing and collection responsibilities, financial management reporting, monitoring and overall budget status as well as frontline reception and customer service.

(b) Protection services

Protection services include fire protection, conservation authority, protective inspection and control, and emergency measures. Fire protection includes inspection, extinguishing and suppression services, emergency medical first response, and prevention education and training programs. Inspection and control includes building inspection, by-law enforcement and animal control services.

CORPORATION OF THE TOWNSHIP OF AUGUSTA

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2023

14. SEGMENTED INFORMATION (Continued)

(c) Transportation services

Transportation services include administration and operation of traffic and parking services for the Township. In addition, services are provided for the winter and summer road maintenance along with the repair and construction of the municipal roads system including bridges and culverts, as well as operation and maintenance of a fleet of vehicles and equipment for use in providing services to the Township.

(d) Environmental services

Environmental services include waste collection, disposal and recycling services, and the maintenance and monitoring of closed landfill sites.

(e) Health and recreation

Health and recreation provides services that contribute to neighbourhood development and sustainability through the provision of recreation and leisure programs and facilities including community halls, libraries, parks and recreation fields.

(f) Planning and development

Planning and development manages development for business interests, environmental concerns, heritage matters, local neighbourhoods, community development and maintenance of municipal drains. It also facilitates economic development by providing services for the approval of all land development plans and the application and enforcement of the zoning by-law and official plan.

15. FINANCIAL INSTRUMENTS

The Township, as part of its operations, carries a number of financial instruments. It is management's opinion that the Township is not exposed to significant interest, currency, credit, liquidity or other price risks arising from these financial instruments except as otherwise disclosed.

Credit concentration

Financial instruments that potentially subject the Municipality to concentrations of credit risk consist primarily of taxes and accounts receivable. However, credit exposure is limited due to the Township's large customer base.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The Township is exposed to interest rate cash flow risk with respect to long-term debt and taxes receivable. However, the exposure is limited as all long-term debt and taxes receivable are at a fixed interest rate.

Liquidity risk

Liquidity risk is the risk that the Municipality will not be able to meet its financial obligations as they become due.

The Township manages liquidity risk by continually monitoring actual and forecasted cash flows from operations to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

16. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with current year's presentation. The comparative figures were audited by another chartered accounting firm who issued an unmodified audit opinion on the 2022 financial statements dated November 13, 2023.

CORPORATION OF THE TOWNSHIP OF AUGUSTA

FIVE YEAR FINANCIAL REVIEW

For the year ended December 31, 2023

FINANCIAL ACTIVITIES (000's)

	2023	2022	2021	2020	2019
Revenues					
Taxation	\$ 5,688	\$ 5,449	\$ 5,254	\$ 5,120	\$ 4,777
Fees and service charges	100	110	60	82	67
Grants	1,168	1,115	1,153	1,191	1,543
Investment income	316	236	224	201	188
Permits and licenses	114	171	128	104	102
Donations and other revenue	2	2	6	11	6
	7,388	7,083	6,825	6,709	6,683
Expenses					
General government	1,417	1,304	1,090	1,004	849
Protection to persons and property	2,186	2,313	2,277	2,048	1,847
Transportation services	3,285	3,175	2,664	2,674	2,448
Environmental	423	1,115	1,793	472	465
Health services	6	5	6	6	5
Recreation and cultural services	323	380	360	354	329
Planning and development	346	205	217	166	201
	7,986	8,497	8,407	6,724	6,144
Annual deficit before other revenue	(598)	(1,414)	(1,582)	(15)	539
Revenue for capital purposes					
Deferred revenue earned	259	35	-	-	-
Grants	1,013	404	533	384	387
Gain on tangible capital assets	233	57	-	-	-
	1,505	496	533	384	387
Annual surplus (deficit)	\$ 907	\$ (918)	\$ (1,049)	\$ 369	\$ 926

PROPERTY TAXES BILLED (000's)

	2023	2022	2021	2020	2019
Own purposes	\$ 5,688	\$ 5,449	\$ 5,254	\$ 5,120	\$ 4,777
Upper-Tier Municipality	3,465	3,207	3,109	3,088	2,945
School Boards	1,694	1,656	1,647	1,826	1,708
	\$ 10,847	\$ 10,312	\$ 10,010	\$ 10,034	\$ 9,430

CORPORATION OF THE TOWNSHIP OF AUGUSTA

FIVE YEAR FINANCIAL REVIEW

For the year ended December 31, 2023

TAXABLE ASSESSMENT (000's)

	2023	2022	2021	2020	2019
Residential and farm	\$ 790,454	\$ 786,454	\$ 782,583	\$ 777,485	\$ 773,674
Commercial and industrial	59,618	58,618	57,508	56,782	53,486
	\$ 850,072	\$ 845,072	\$ 840,091	\$ 834,267	\$ 827,160
Commercial and industrial	7.01%	6.94%	6.85%	6.81%	6.47%
Municipal residential tax rate	0.6638%	0.6236%	0.6236%	0.6123%	0.6011%

FINANCIAL INDICATORS

	2023	2022	2021	2020	2019
Tax arrears					
Percentage of own levy	16 %	19 %	20 %	34 %	24 %
Percentage of total levy	8 %	10 %	11 %	17 %	12 %
Municipal debt	\$ 2,904,297	\$ 3,051,644	\$ 3,195,254	\$ 3,334,144	\$ -
Long-term debt charges	\$ 80,013	\$ 83,746	\$ 88,469	\$ 61,381	\$ -
Sustainability					
Financial assets to liabilities	0.68	0.83	1.15	1.45	1.81
Financial assets to liabilities excluding long-term debt	1.21	1.51	2.45	4.16	1.84
Long-term debt to tangible capital assets	14.16 %	16.50 %	18.20 %	19.56 %	N/A
Flexibility					
Debt charges to total operating revenue	1.08 %	1.18 %	1.30 %	0.91 %	N/A
Total operating revenue to taxable assessment	0.8691 %	0.8381 %	0.8124 %	0.8040 %	0.8080 %
Vulnerability					
Operating grants to operating revenue	15.81 %	15.74 %	16.89 %	17.75 %	23.10 %
Total grants to total revenues	27.44 %	20.50 %	22.91 %	22.20 %	27.30 %
Reserve coverage					
Reserves	\$ 3,123,189	\$ 4,621,081	\$ 4,774,821	\$ 5,760,274	\$ 5,170,478
Reserves to operating expenses	39.11 %	54.38 %	56.80 %	85.67 %	84.15 %
Working capital reserve	\$ 887,610	\$ 1,564,797	\$ 830,414	\$ 820,414	\$ 858,415
Working capital reserve to operating expenses	11.11 %	18.42 %	9.88 %	12.20 %	13.97 %
Reserves to working capital	0.85	0.99	0.76	0.85	2.14

CORPORATION OF THE TOWNSHIP OF AUGUSTA

FIVE YEAR FINANCIAL REVIEW

For the year ended December 31, 2023

SUMMARY OF ACCUMULATED SURPLUS

	2023	2022	2020	2019	2018
Operating surpluses (deficits)					
General operations	\$ -	\$ (486,038)	\$ 734,381	\$ (45,903)	\$ -
Local boards	63,929	70,277	20,018	63,662	61,199
Surplus fur future capital	381,204	-	-	-	-
Unfinanced capital outlay	(432,123)	-	-	-	(3,400,000)
Unfunded asset retirement obligations	(2,104,852)	(1,961,212)	(1,340,252)	-	-
	(2,091,842)	(2,376,973)	(585,853)	17,759	(3,338,287)
Reserves	3,123,189	4,621,081	4,774,821	5,760,274	5,170,478
Reserve funds	16,387	53,459	53,459	30,704	20,300
Invested in tangible capital assets	17,611,743	15,455,121	14,376,196	13,728,436	17,316,445
	\$ 18,659,477	\$ 17,752,688	\$ 18,618,623	\$ 19,537,173	\$ 19,168,936