

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION

FINANCIAL STATEMENTS

For the year ended December 31, 2023

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION

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INDEPENDENT AUDITOR'S REPORT

To: The Board of
Bow Valley Regional Transit Services Commission

Opinion

We have audited the financial statements of the Bow Valley Regional Transit Services Commission which comprise the statement of financial position as at December 31, 2023, and the statements of operations, remeasurement gains and losses, change 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 Commission as at December 31, 2023, its results of operations, remeasurement gains and losses, change in net financial assets 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 Financial Statements section of our report. We are independent of the Commission 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

We draw your attention to note 18 to the financial statements which describes the amendments made to the prior year's figures. Our audit opinion is not modified in respect to this matter.

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 Commission'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 Commission or to cease operations, or has no realistic alternative but to do so.

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

INDEPENDENT AUDITOR'S REPORT, continued

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Lethbridge, Alberta

April 17, 2024



Chartered Professional Accountants

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
STATEMENT OF FINANCIAL POSITION
As at December 31, 2023

	2023	2022 (restated)
Financial assets		
Cash and cash equivalents (note 3)	\$ 6,920,249	\$ 9,687,092
Trade and other receivables (note 4)	545,325	447,126
Due from commission members (note 5)	93,108	1,195
Investments (note 6)	3,433,805	4,245,530
	10,992,487	14,380,943
Liabilities		
Accounts payable and accrued liabilities	526,903	428,905
Due to commission members (note 5)	658,135	911,662
Deferred revenue (note 7)	5,444,150	10,291,137
Grants held on behalf of others (note 8)	-	1,479,997
	6,629,188	13,111,701
Net financial assets	4,363,299	1,269,242
Non-financial assets		
Prepaid expenses and deposits (note 9)	180,597	2,070,395
Tangible capital assets (schedule 1)	19,967,580	14,736,520
	20,148,177	16,806,915
Accumulated surplus		
Accumulated operating surplus (note 12, schedule 2)	24,511,476	18,076,157
Accumulated remeasurement gains (losses)	-	-
	\$ 24,511,476	\$ 18,076,157

Commitments (note 13)

Approved on behalf of the board:

Member *MB*

Member *Melanie Booth*

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
STATEMENT OF OPERATIONS
For the year ended December 31, 2023

	Budget (unaudited)	2023	2022 (restated)
Revenue			
Service fees charged to commission members	\$ 4,462,155	\$ 4,237,177	\$ 3,462,386
Other service fees and sales of goods	5,376,581	6,789,555	4,563,817
Interest and investment income	20,000	241,881	103,551
Government transfers for operating	-	-	1,162,421
	9,858,736	11,268,613	9,292,175
Expenses			
Salaries, wages and benefits	5,332,982	5,784,306	4,123,650
Contracted and general services	2,087,431	2,559,065	1,880,271
Materials, goods and utilities	1,721,392	1,889,124	1,607,666
Bank charges and short-term interest	33,458	88,290	52,257
Amortization of tangible capital assets	1,745,578	1,768,471	1,403,140
Loss on disposal of capital assets	-	353,002	23,114
	10,920,841	12,442,258	9,090,098
(Deficiency) excess of revenue over expenses before capital	(1,062,105)	(1,173,645)	202,077
Capital			
Member contributions - capital	1,190,254	1,119,593	701,035
Capital grants	2,000,000	6,489,371	1,916,429
	3,190,254	7,608,964	2,617,464
Excess of revenue over expenses	2,128,149	6,435,319	2,819,541
Accumulated operating surplus, beginning of year			
As previously stated	18,393,033	18,393,033	15,573,492
Prior period adjustment (note 18)	(316,876)	(316,876)	(316,876)
As restated	18,076,157	18,076,157	15,256,616
Accumulated operating surplus, end of year	\$ 20,204,306	\$ 24,511,476	\$ 18,076,157

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the year ended December 31, 2023

	2023	2022
Accumulated remeasurement gains (losses), beginning of year	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Equity investments	-	-
Amounts reclassified to statements of operations:		
Equity investments realized gains	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains (losses), end of year	\$ -	\$ -

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2023

	Budget (unaudited)	2023	2022 (restated)
Excess of revenue over expenses	\$ 2,128,149	\$ 6,435,319	\$ 2,819,541
Acquisition of tangible capital assets	(3,190,254)	(7,352,120)	(2,590,311)
Amortization of tangible capital assets	1,745,578	1,768,471	1,403,140
Loss on disposal of tangible capital assets	-	353,002	23,114
Net proceeds (cost) on disposal of tangible capital assets	-	(412)	7,000
	(1,444,676)	(5,231,059)	(1,157,057)
Net change in prepaid expenses	-	1,889,797	(785,330)
Change in net financial assets	683,473	3,094,057	877,154
Net financial assets, beginning of year			
As previously stated	1,586,118	1,586,118	708,964
Prior period adjustment (note 18)	(316,876)	(316,876)	(316,876)
As restated	1,269,242	1,269,242	392,088
Net financial assets, end of year	\$ 1,952,715	\$ 4,363,299	\$ 1,269,242

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**STATEMENT OF CASH FLOWS**

For the year ended December 31, 2023

	2023	2022
Operating transactions		
Excess of revenue over expenses	\$ 6,435,319	\$ 2,819,541
Adjustments for items which do not affect cash		
Loss on disposal of tangible capital assets	353,002	23,114
Amortization of tangible capital assets	1,768,471	1,403,140
	8,556,792	4,245,795
Net change in non-cash working capital items		
Trade and other receivables	(98,199)	(140,918)
Due from commission members	(91,913)	58,527
Prepaid expenses and deposits	1,889,798	(785,330)
Accounts payable and accrued liabilities	97,997	89,702
Grants held on behalf of others	(1,479,997)	(637,175)
Deferred revenue	(4,846,987)	1,135,921
Due to commission members	(253,527)	287,249
	3,773,964	4,253,771
Capital transactions		
Net proceeds (cost) on disposal of tangible capital assets	(412)	7,000
Acquisition of tangible capital assets	(7,352,120)	(2,590,311)
	(7,352,532)	(2,583,311)
Investing transactions		
Change in investments	811,725	(2,240,809)
	(2,766,843)	(570,349)
Decrease in cash and cash equivalents	(2,766,843)	(570,349)
Cash and cash equivalents, beginning of year	9,687,092	10,257,441
Cash and cash equivalents, end of year	\$ 6,920,249	\$ 9,687,092

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

1. Nature of operations

Bow Valley Regional Transit Services Commission is constituted under the Municipal Government Act and was approved by the Minister of Municipal Affairs on April 21, 2011 for the purpose of maintaining, controlling and managing a regional transit service.

The members of the Commission are the Town of Banff, the Town of Canmore and Improvement District No 9.

The Commission is exempt from income taxation under Section 149 of the Canada Income Tax Act.

2. Significant accounting policies

The financial statements are prepared in accordance with Canadian public sector accounting standards and reflect the assets, liabilities, revenues and expenses, and change in the financial position of the Commission. Significant aspects of the accounting policies adopted by the Commission are as follows:

(a) Revenue recognition

Service fees and sales of goods are recognized as revenue in the period in which the service is delivered or in which the transactions or events occurred that gave rise to the revenue.

Restricted investment income is recognized in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned. Investment income earned on funds held on behalf of others is not recognized as revenue and is included in the liability until transferred.

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

Grants held on behalf of others are not recognized as revenue but rather held as a liability until transferred to the appropriate municipality.

(b) Investments

Investments in derivatives and equity instruments quoted in an active market are carried at fair value with transactions costs expensed upon initial recognition. Unrealized changes in fair value are recognized in the statement of remeasurement gains and losses. When the investment is disposed of the accumulated gains or losses are reclassified to the statement of operations.

Investments in interest bearing securities are recorded at amortized cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the investment is written down to recognize the loss.

(c) Deferred revenue

Deferred revenue represent government transfers and other amounts which have been collected, but for which the related services have yet to be performed or agreement stipulations have not been met. These amounts will be recognized as revenues when revenue recognition criteria have been met.

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. Significant accounting policies

(d) Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expense during the period. Actual results could differ from those estimates.

(e) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations.

(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 of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	Years
Bus stops	5-9
Land improvements	5-10
Website	3
Machinery and equipment	3-9
Vehicles	5-18

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.

The threshold for capitalizing an asset according to the tangible capital asset policy is \$5,000. When two or more assets are acquired for a single purchase price, it is necessary to allocate the purchase price to the various assets acquired.

(ii) Contributions of tangible capital assets

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

(iii) Leases

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

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

2. Significant accounting policies

(f) Valuation of financial assets and liabilities

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

Financial statement component	Measurement
Cash	Cost and amortized cost
Trade and other receivables	Lower of cost or net recoverable value
Investments	Fair value and amortized cost
Accounts payable and accrued liabilities	Cost
Deferred revenue	Cost

3. Cash and cash equivalents

Cash and cash equivalents consist of cash and temporary investments. Temporary investments include a high interest savings account and a guaranteed investment certificate maturing within the next twelve months.

	2023	2022
Cash	\$ 4,892,744	\$ 4,415,753
Temporary investments	2,027,505	5,271,339
	\$ 6,920,249	\$ 9,687,092

Included in temporary investments is \$0 (2022 - \$1,479,997) of grants held on behalf of others which are not available for current purposes (note 8).

4. Trade and other receivables

	2023	2022
Trade receivables	\$ 411,847	\$ 182,230
Grants receivable	76,826	214,960
GST receivable	30,824	30,623
Interest receivable	25,828	19,313
	\$ 545,325	\$ 447,126

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

5. Related party transactions

The Town of Banff, the Town of Canmore and Improvement District No 9 are members of the Commission and, as such, have been identified as related parties.

Service fees are based on the budgeted net operating costs of the Commission and are allocated among the Commission members based on actual service utilization during the year. Service fees charged to Commission members are as follows:

	2023	2022
Town of Banff	\$ 1,998,544	\$ 1,619,061
Town of Canmore	1,774,400	1,301,104
Improvement District No 9	464,233	542,221
	\$ 4,237,177	\$ 3,462,386

During the year the Commission also purchased services from the Town of Banff. The services purchased from Commission members are as follows:

	2023	2022
Maintenance	\$ 1,858,393	\$ 1,400,611
Bus storage	213,457	193,432
Tangible capital asset purchases	73,875	272,693
Office rent	28,000	49,061
	\$ 2,173,725	\$ 1,915,797

Member contributions are based on the budgeted capital costs of the Commission. Member contributions recognized are as follows:

	2023	2022
Town of Banff	\$ 1,013,710	\$ 223,416
Town of Canmore	75,328	427,387
Improvement District No 9	30,555	50,232
	\$ 1,119,593	\$ 701,035

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

5. Related party transactions, continued

Amounts due from and to Commission members are payable on receipt of the invoice and have arisen from the service fees charged during the year.

	2023	2022
<hr/>		
Accounts receivable include amounts receivable from:		
Town of Banff	\$ 68,957	\$ 537
Town of Canmore	24,151	658
	<hr/>	<hr/>
	\$ 93,108	\$ 1,195
	<hr/>	<hr/>
Accounts payable include amounts payable from:		
Town of Banff	658,135	426,081
Town of Canmore	-	485,581
	<hr/>	<hr/>
	658,135	911,662
	<hr/>	<hr/>

These transactions are in the normal course of operations and have been valued in these financial statements at the exchange amount which is the amount of consideration established and agreed to by the related parties.

During the year the Commission used office and storage space owned by the Town of Canmore. These spaces were provided by the Town of Canmore to the Commission at no charge.

6. Investments

	2023		2022	
	Carrying value	Market value	Carrying value	Market value
Commercial notes - amortized cost	\$ 3,433,805	\$ 3,407,603	\$ 3,971,530	\$ 3,889,762
Guaranteed investment certificates - amortized cost	-	-	274,000	274,000
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 3,433,805	\$ 3,407,603	\$ 4,245,530	\$ 4,163,762
	<hr/>	<hr/>	<hr/>	<hr/>

Commercial notes consist of guaranteed bonds and principal protected notes which have effective interest rates of 1.67% to 3.89% (2022 – 1.67% to 3.89%) and maturity dates from 2024 to 2032.

Investment income recognized in the statement of operations includes \$241,881 (2022 - \$103,551) of interest income and amortization of bonds.

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

7. Deferred revenue

Deferred revenue, together with any earnings thereon, is restricted by agreement. These funds are recognized as revenue in the period they are used for the purpose specified.

	2023	2022 (restated)
Member contributions - capital - Town of Banff	\$ 2,187,254	\$ 2,453,305
Member contributions - capital - Improvement District No 9	1,475,134	1,150,213
Member contributions - capital - Town of Canmore	1,450,605	1,113,133
Member contributions - operating - Town of Canmore	290,496	278,133
GreenTRIP funding	27,999	2,302,816
Other	6,635	1,200
Tangible capital asset deposits	6,027	2,992,337
	\$ 5,444,150	\$ 10,291,137

8. Grants held on behalf of others

	2023	2022
GreenTRIP funding - Town of Canmore	\$ -	\$ 815,287
GreenTRIP funding - Improvement District No 9	-	641,553
GreenTRIP funding - Parks Canada	-	23,157
	\$ -	\$ 1,479,997

9. Prepaid expenses and deposits

	2023	2022
Prepaid expenses	\$ 101,160	\$ 95,678
Tangible capital asset deposits	79,437	1,974,717
	\$ 180,597	\$ 2,070,395

10. Equity in tangible capital assets

	2023	2022
Tangible capital assets (schedule 1)	\$ 27,008,566	\$ 20,085,761
Accumulated amortization (schedule 1)	(7,040,986)	(5,349,241)
	\$ 19,967,580	\$ 14,736,520

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

11. Reserves

	2023	2022 (restated)
Operating		
Improvement District No 9	\$ 1,371,006	\$ 870,744
Town of Banff	1,028,893	1,036,082
Town of Canmore	641,710	545,470
Bow Valley Regional Transit Service Commission	1,316	1,816
	3,042,925	2,454,112
Capital		
Bow Valley Regional Transit Service Commission	1,500,971	858,869
	\$ 4,543,896	\$ 3,312,981

12. Accumulated operating surplus

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

	2023	2022 (restated)
Unrestricted surplus	\$ -	\$ 26,656
Internally restricted surplus (reserves) (note 11)	4,543,896	3,312,981
Equity in tangible capital assets (note 10)	19,967,580	14,736,520
	\$ 24,511,476	\$ 18,076,157

13. Commitments

The Commission has entered into a real estate agreement to purchase a residential unit for staff accommodation. The Commission's total obligation under this agreement is \$1,079,058. A \$50,000 deposit is recorded in prepaid expenses at December 31, 2023 with the remaining commitment not recorded in the records until it is payable in accordance with the agreement.

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

14. Debt limits

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

	2023	2022
Total debt limit	\$ 6,194,103	\$ 4,996,606
Total debt	-	-
	\$ 6,194,103	\$ 4,996,606
Debt servicing limit	\$ 1,238,821	\$ 999,321
Debt servicing	-	-
	\$ 1,238,821	\$ 999,321

The debt limit is calculated at 0.5 times revenue of the Commission (as defined in Alberta Regulation 255/2000) and the debt service limit is calculated at 0.1 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 Commissions which could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the Commission. Rather, the financial statements must be interpreted as a whole.

15. Local authorities pension plan

Employees of the Commission participate in the Local Authorities Pension Plan (LAPP), which is covered by the Alberta Public Sector Pensions Plans Act. LAPP is financed by the employer and employee contributions and investment earnings.

The Commission is required to make current service contributions to the LAPP of 8.45% of pensionable earnings up to the Canada Pension Plan Year's Maximum Pensionable Earnings and 12.23% for the excess. Employees of the Commission are required to make current service contributions of 7.45% of pensionable salary up to the year's maximum pensionable salary and 11.23% on pensionable salary above this amount.

Total current service contributions by the Commission to the LAPP were \$276,838 (2022 - \$200,616). Total current service contributions by the employees of the Commission to the LAPP were \$245,791 (2022 - \$179,214).

At December 31, 2022, the LAPP disclosed an actuarial surplus of \$12.7 billion.

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

16. Financial instruments

The Commission's financial instruments consist of trade and other receivables, amounts due from Commission members and accounts payable and accrued liabilities. It is management's opinion that the Commission is not exposed to significant interest or currency risks arising from these financial instruments.

The carrying value of these financial instruments approximates their fair value.

17. Budget amounts

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

Budgeted surplus per financial statements	\$ 2,128,149
Less: Tangible capital asset additions	(3,190,254)
Transfers to reserves	(683,473)
Add: Amortization expense	1,745,578
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Equals: balanced budget	<u>\$ -</u>

18. Prior period adjustment

The prior year balances have been adjusted to reflect an increase of deferred revenue in the amount of \$316,876 related to incorrectly noting tangible capital asset purchases were funded by member contributions instead of operating reserves in the 2021 fiscal year. The result is a decrease in opening internally restricted surplus of \$316,876 and an increase in deferred revenue of \$316,876 in the current year.

19. Comparative figures

Certain comparative figures have been reclassified to conform to the financial statement presentation adopted in the current year.

20. Approval of financial statements

These financial statements were approved by Board and Management.

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
SCHEDULES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

Schedule of tangible capital assets						Schedule 1
	Bus stops	Land improvements	Website	Machinery and equipment	Vehicles	2022
Cost:						
Balance, beginning of year	\$ 48,425	\$ 70,912	\$ 28,997	\$ 1,519,826	\$ 18,417,601	\$ 20,085,761
Acquisitions	-	9,567	-	477,738	6,864,815	7,352,120
Disposals	-	-	-	-	(429,315)	(429,315)
Balance, end of year	48,425	80,479	28,997	1,997,564	24,853,101	27,008,566
Accumulated amortization:						
Balance, beginning of year	43,262	67,164	28,997	639,250	4,570,568	5,349,241
Annual amortization	2,065	4,093	-	238,823	1,523,490	1,768,471
Disposals	-	-	-	-	(76,726)	(76,726)
Balance, end of year	45,327	71,257	28,997	878,073	6,017,332	7,040,986
Net book value	\$ 3,098	\$ 9,222	\$ -	\$ 1,119,491	\$ 18,835,769	\$ 19,967,580
2022 net book value	\$ 5,163	\$ 3,748	\$ -	\$ 880,576	\$ 13,847,033	\$ 14,736,520

Assets with a net carrying amount of \$355,208 (2022 - \$710,494) have been removed from services for an extended period and as a result are not being amortized.

BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION
SCHEDULES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2023

Schedule of changes in accumulated surplus
Schedule 2

	Unrestricted	Internally restricted	Equity in tangible capital assets	2023	2022
Balance, beginning of year					
As previously stated	\$ 26,656	\$ 3,629,857	\$ 14,736,520	\$ 18,393,033	\$ 15,573,492
Prior period adjustment (note 18)	-	(316,876)	-	(316,876)	(316,876)
As restated	26,656	3,312,981	14,736,520	18,076,157	15,256,616
Excess of revenue over expenses	6,435,319	-	-	6,435,319	2,819,541
Unrestricted funds designated for future use	(1,514,881)	1,514,881	-	-	-
Restricted funds used for operations	283,966	(283,966)	-	-	-
Current year funds used for tangible capital assets	(7,352,120)	-	7,352,120	-	-
Disposal of tangible capital assets	352,589	-	(352,589)	-	-
Annual amortization expense	1,768,471	-	(1,768,471)	-	-
Change in accumulated surplus	(26,656)	1,230,915	5,231,060	6,435,319	2,819,541
Balance, end of year	\$ -	\$ 4,543,896	\$ 19,967,580	\$ 24,511,476	\$ 18,076,157