

**Deloitte LLP
Update on the Calgary Parking Authority December 31, 2021 Audit
October 20, 2022, Audit Committee - Closed Meeting**

Calgary Parking Authority ("CPA") – status and fee update for completion of December 31, 2021 audit

During the finalization of the December 31, 2021 financial statements, Administration identified certain transactions requiring additional audit procedures. In response, Deloitte will perform the following additional procedures below to comply with Canadian Auditing Standards.

- (i) Elevation of certain audit risks with respect to Impound Lot revenue and cash balances impacting the nature and extent of our audit procedures, including expanded sample sizes, expansion of audit file documentation and application of specific procedures to satisfy ourselves that the transactions have been appropriately identified, quantified, and mitigated, including review of any internal and external supporting documentation.
- (ii) The requirement to involve Deloitte internal specialists and review of the audit file by Deloitte internal specialists as result of the elevated audit risk.
- (iii) Extension of our subsequent event procedures, including reviews of key transactions and understanding of key events up to the date of issuance of financial statements.

As a result of the additional procedures noted above, Deloitte will incur additional audit effort to complete the December 31, 2021 audit resulting in additional fees, which have been discussed with Administration.

We are at this time seeking pre-approval of additional fees of \$30,000 - \$40,000 (plus 7% administrative fee and GST) relating to the additional audit procedures required to conclude and report on the December 31, 2021 audit of the CPA.

We anticipate that we will present the results of the audit at the November 17, 2022, Audit Committee meeting.

