

MUNICIPALITY OF JASPER
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of the Municipality of Jasper

Opinion

We have audited the accompanying consolidated financial statements of the Municipality of Jasper (the Municipality), 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 assets (debt), and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

Emphasis of Matter - Impact of Wildfire

We draw attention to Note 16 to the consolidated financial statements, which describes the impact of the 2024 Jasper wildfire. The wildfire caused significant disruption to the Municipality's operations, including evacuation of residents, workers, and visitors; temporary operation closures; and damage to municipal facilities. Our opinion is not modified in respect of this matter.

Emphasis of Matter - Restated Comparative Information

We draw attention to Note 25 to the consolidated financial statements, which explains that certain comparative information presented for the year ended December 31, 2023 has been restated to update the Municipality's proportionate share of the West Yellowhead Regional Waste Management Authority not previously recorded. Our opinion is not modified in respect of this matter.

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

Management is responsible for the preparation and fair presentation of these 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 consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but it 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 auditors' report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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.

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- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities with the Municipality or business activities within the group 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.

METRIX GROUP LLP

Chartered Professional Accountants

Edmonton, Alberta
August 5, 2025



MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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 responsibility 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 the consolidated financial statements.

The elected Mayor and Council of the Municipality of Jasper are composed entirely of individuals who are neither management nor employees of the Municipality. The Mayor and Council have the responsibility of meeting with management and the external auditors to discuss the internal controls over the financial reporting process, auditing matters, and financial reporting issues. The Mayor and Council are also responsible for the appointment of the Municipality's external auditors.

Metrix Group LLP, an independent firm of Chartered Professional Accountants, is appointed by Council to audit the consolidated financial statements and to report directly to them. The external auditors have full and free access to and meet periodically and separately with both the Mayor and Council and management to discuss their audit findings.

A black rectangular box redacting the signature of Bill Given.

Bill Given, Chief Administrative Officer

A black rectangular box redacting the signature of Natasha Malenchak.

Natasha Malenchak, Director of Finance and Administration

Jasper, Alberta
August 5, 2025

MUNICIPALITY OF JASPER
Consolidated Statement of Financial Position
As at December 31, 2024

		<u>2024</u>	<u>2023</u> (Restated) (Note 25)
FINANCIAL ASSETS			
Cash		\$ 39,507,620	\$ 26,534,071
Taxes and grants in place of taxes receivable	(Note 2)	839,912	516,956
Trade and other receivables	(Note 3)	23,151,898	16,573,877
Investment in government business enterprise	(Note 4)	<u>-</u>	<u>10</u>
		<u>63,499,430</u>	<u>43,624,914</u>
LIABILITIES			
Accounts payable and accrued liabilities	(Note 6)	\$ 37,275,142	\$ 4,752,551
Employee benefit obligations	(Note 7)	981,605	781,787
Deposit liabilities		368,616	18,643
Deferred revenue	(Note 8)	8,638,097	6,457,929
Capital lease obligations	(Note 9)	28,881	40,273
Long-term debt	(Note 10)	23,526,132	24,515,979
Asset retirement obligations	(Note 12)	<u>1,142,466</u>	<u>1,124,711</u>
		<u>71,960,939</u>	<u>37,691,873</u>
NET FINANCIAL ASSETS (DEBT)		<u>(8,461,509)</u>	<u>5,933,041</u>
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	96,593,702	75,166,312
Prepaid expenses		<u>895,727</u>	<u>829,933</u>
		<u>97,489,429</u>	<u>75,996,245</u>
ACCUMULATED SURPLUS	(Schedule 1, Note 13)	<u>\$ 89,027,920</u>	<u>\$ 81,929,286</u>
CONTINGENCIES	(Note 18)		
CONTRACTUAL OBLIGATIONS	(Note 19)		
SUBSEQUENT EVENTS	(Note 28)		

APPROVED ON BEHALF OF COUNCIL:

 Mayor

 Councillor

The accompanying notes are an integral part of the consolidated financial statements.

MUNICIPALITY OF JASPER
Consolidated Statement of Operations and Accumulated Surplus
For The Year Ended December 31, 2024

		<u>2024</u> (Budget) (Note 23)	<u>2024</u> (Actual)	<u>2023</u> (Restated) (Note 25)
REVENUE				
Government transfers for operating	(Schedule 3, Note 16)	\$ 2,616,879	\$ 35,057,425	\$ 3,504,308
Net municipal property taxes	(Schedule 2)	\$ 10,164,296	8,784,803	9,157,922
User fees and sales of goods		9,658,769	7,971,369	9,265,465
Other	(Note 16)	11,059,522	4,215,363	609,130
Investment income		212,242	1,282,999	886,100
Franchise and concession contracts	(Note 17)	649,910	578,258	617,807
Rentals		432,212	379,661	467,318
Fines, licenses and permits		283,180	299,794	277,723
Penalties and costs on taxes		88,326	98,734	168,771
		<u>35,165,336</u>	<u>58,668,406</u>	<u>24,954,544</u>
EXPENSES				
Protective services		2,105,561	35,717,437	1,948,326
Utilities		5,849,074	7,027,973	5,140,814
Parks and recreation		5,248,601	4,901,641	4,092,102
Public health		4,261,023	4,744,832	4,392,304
Roads, streets, walks, lighting		3,243,752	3,059,604	2,347,937
General government		2,668,251	2,937,242	2,816,657
Legislative		1,098,152	847,196	704,264
Economic development		593,814	740,333	594,747
Library and museum		377,990	585,510	547,483
		<u>25,446,218</u>	<u>60,561,768</u>	<u>22,584,634</u>
ANNUAL SURPLUS (DEFICIT) BEFORE OTHER INCOME		<u>9,719,118</u>	<u>(1,893,362)</u>	<u>2,369,910</u>
OTHER INCOME (EXPENSES)				
Government transfers for capital	(Schedule 3, Note 16)	13,116,366	9,043,353	7,433,411
Subsidiary operations - JMHC	(Note 4)	-	(10)	-
Loss on disposal of tangible capital assets	(Note 16)	-	(51,347)	(38,592)
		<u>13,116,366</u>	<u>8,991,996</u>	<u>7,394,819</u>
ANNUAL SURPLUS		<u>\$ 22,835,484</u>	<u>7,098,634</u>	<u>9,764,729</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR, AS PREVIOUSLY STATED			80,614,167	71,336,104
Restatement	(Note 25)		<u>1,315,119</u>	<u>828,453</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR			<u>81,929,286</u>	<u>72,164,557</u>
ACCUMULATED SURPLUS, END OF YEAR	(Schedule 1, Note 13)		<u>\$ 89,027,920</u>	<u>\$ 81,929,286</u>

MUNICIPALITY OF JASPER

Consolidated Statement of Change in Net Financial Assets (Debt)

For The Year Ended December 31, 2024

	<u>2024</u> (Budget) (Note 23)	<u>2024</u> (Actual)	<u>2023</u>
ANNUAL SURPLUS	\$ <u>22,835,484</u>	\$ <u>7,098,634</u>	\$ <u>9,764,729</u>
Acquisition of tangible capital assets	(54,939,624)	(24,617,428)	(12,292,816)
Amortization of tangible capital assets	2,923,434	3,138,691	2,953,878
Gain (loss) on disposal of tangible capital assets	<u>-</u>	<u>51,347</u>	<u>38,592</u>
	<u>(52,016,190)</u>	<u>(21,427,390)</u>	<u>(9,300,346)</u>
Net change in prepaid expenses	<u>-</u>	<u>(65,794)</u>	<u>(439,566)</u>
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	(29,180,706)	(14,394,550)	24,817
NET FINANCIAL ASSETS, BEGINNING OF YEAR	<u>5,933,041</u>	<u>5,933,041</u>	<u>5,908,224</u>
NET FINANCIAL ASSETS (DEBT), END OF YEAR	\$ <u>(23,247,665)</u>	\$ <u>(8,461,509)</u>	\$ <u>5,933,041</u>

MUNICIPALITY OF JASPER
Consolidated Statement of Cash Flows
For The Year Ended December 31, 2024

	<u>2024</u>	<u>2023</u>
OPERATING ACTIVITIES		
Annual surplus	\$ 7,098,634	\$ 9,764,729
Non-cash items included in annual surplus:		
Amortization of tangible capital assets	3,138,691	2,953,878
(Gain) loss on disposal of tangible capital assets	51,347	38,592
Revision of asset retirement obligations estimates	86,557	-
Accretion of asset retirement obligations	58,769	58,318
Subsidiary operations loss - JMHC	10	-
Change in non-cash working capital balances:		
Taxes and grants in place of taxes receivable	(322,956)	120,037
Trade and other receivables	(6,578,021)	(4,704,689)
Prepaid expenses	(65,794)	(439,566)
Accounts payable and accrued liabilities	32,522,591	1,772,011
Employee benefit obligations	199,818	104,249
Deposit liabilities	349,973	(49,531)
Deferred revenue	<u>2,180,168</u>	<u>(2,451,236)</u>
	<u>38,719,787</u>	<u>7,166,792</u>
CAPITAL ACTIVITIES		
Acquisition of tangible capital assets	(24,617,428)	(12,292,816)
Settlement of asset retirement obligations	<u>(127,571)</u>	<u>(125,000)</u>
	<u>(24,744,999)</u>	<u>(12,417,816)</u>
INVESTING ACTIVITIES		
Purchase of shares in JMHC	<u>-</u>	<u>(10)</u>
FINANCING ACTIVITIES		
Long-term debt issued	-	14,150,000
Repayment of long-term debt	(989,847)	(706,848)
Capital lease obligations paid	<u>(11,392)</u>	<u>(11,301)</u>
	<u>(1,001,239)</u>	<u>13,431,851</u>
CHANGE IN CASH DURING THE YEAR	12,973,549	8,180,817
CASH, BEGINNING OF YEAR	<u>26,534,071</u>	<u>18,353,254</u>
CASH, END OF YEAR	<u>\$ 39,507,620</u>	<u>\$ 26,534,071</u>

MUNICIPALITY OF JASPER

SCHEDULE 1

Schedule of Changes in Accumulated Surplus
For The Year Ended December 31, 2024

	<u>Unrestricted</u>	<u>Restricted for Operating</u>	<u>Restricted for Capital</u>	<u>Equity in Tangible Capital Assets</u>	<u>2024</u>	<u>2023</u>
BALANCE, BEGINNING OF YEAR, AS PREVIOUSLY STATED	\$ 14,973,858	\$ 3,042,927	\$ 8,377,704	\$ 54,219,678	\$ 80,614,167	\$ 71,336,104
Restatement (Note 25)	<u>-</u>	<u>-</u>	<u>934,779</u>	<u>380,340</u>	<u>1,315,119</u>	<u>828,453</u>
BALANCE, BEGINNING OF YEAR	14,973,858	3,042,927	9,312,483	54,600,018	81,929,286	72,164,557
Annual surplus (deficit)	7,098,634	-	-	-	7,098,634	9,764,729
Unrestricted funds designated for future use, net of funds utilized	(1,234,294)	(132,981)	1,367,275	-	-	-
Purchase of tangible capital assets	(24,617,428)	-	-	24,617,428	-	-
Annual amortization	3,138,691	-	-	(3,138,691)	-	-
Disposal of tangible capital assets (net of amortization)	51,347	-	-	(51,347)	-	-
Revision of asset retirement obligations	86,557	-	-	(86,557)	-	-
Accretion of asset retirement obligations	58,769	-	-	(58,769)	-	-
Settlement of asset retirement obligations	(127,571)	-	-	127,571	-	-
Long-term debt repaid	(989,847)	-	-	989,847	-	-
Capital lease obligations repaid	(11,392)	-	-	11,392	-	-
Levied portion of debt recoverable - local improvements	<u>184,932</u>	<u>-</u>	<u>-</u>	<u>(184,932)</u>	<u>-</u>	<u>-</u>
BALANCE, END OF YEAR	<u>\$ (1,387,744)</u>	<u>\$ 2,909,946</u>	<u>\$ 10,679,758</u>	<u>\$ 76,825,960</u>	<u>\$ 89,027,920</u>	<u>\$ 81,929,286</u>

The accompanying notes are an integral part of the consolidated financial statements.

Schedule of Property Taxes Levied

For The Year Ended December 31, 2024

	<u>2024</u> (Budget) (Note 23)	<u>2024</u> (Actual)	<u>2023</u> (Actual)
TAXATION			
Real property taxes	\$ 16,135,286	\$ 13,276,171	\$ 14,616,690
Government grants in place of property taxes	1,038,774	1,055,270	1,017,984
Linear property taxes	699,660	699,802	705,561
Designated industrial property	<u>5,300</u>	<u>5,369</u>	<u>5,315</u>
	<u>17,879,020</u>	<u>15,036,612</u>	<u>16,345,550</u>
REQUISITIONS			
Alberta School Foundation Fund	5,722,172	4,656,540	5,163,312
Evergreen Foundation	861,786	1,015,830	962,235
Land rent to Parks Canada	514,922	177,608	650,353
Policing	379,080	396,110	353,658
Planning reserves to Parks Canada	231,464	107	52,712
Designated industrial property	<u>5,300</u>	<u>5,614</u>	<u>5,358</u>
	<u>7,714,724</u>	<u>6,251,809</u>	<u>7,187,628</u>
NET MUNICIPAL PROPERTY TAXES	<u>\$ 10,164,296</u>	<u>\$ 8,784,803</u>	<u>\$ 9,157,922</u>

Schedule of Government Transfers

For The Year Ended December 31, 2024

	<u>2024</u> (Budget) (Note 23)	<u>2024</u> (Actual)	<u>2023</u> (Actual)
TRANSFERS FOR OPERATING			
Provincial government	\$ 1,530,804	\$ 34,028,267	\$ 1,715,289
Federal government	<u>1,086,075</u>	<u>1,029,158</u>	<u>1,789,019</u>
	<u>2,616,879</u>	<u>35,057,425</u>	<u>3,504,308</u>
TRANSFERS FOR CAPITAL			
Provincial government	8,237,687	5,649,689	4,555,644
Federal government	4,878,679	3,393,664	2,639,950
Local government	<u>-</u>	<u>-</u>	<u>237,817</u>
	<u>13,116,366</u>	<u>9,043,353</u>	<u>7,433,411</u>
TOTAL GOVERNMENT TRANSFERS	\$ <u>15,733,245</u>	\$ <u>44,100,778</u>	\$ <u>10,937,719</u>

MUNICIPALITY OF JASPER
Schedule of Segmented Disclosure
For The Year Ended December 31, 2024

SCHEDULE 4

	General Government	Roads, Streets Walks, Lighting	Legislative	Utilities	Parks and Recreation	Protective Services	Library and Museum	Public Health	Economic Development	2024
REVENUE										
Government transfers - operating	\$ 1,805,081	\$ 112,214	\$ -	\$ 1,837,940	\$ 315,472	\$ 28,215,784	\$ -	\$ 2,534,420	\$ 236,514	\$ 35,057,425
Net municipal property taxes	8,784,803	-	-	-	-	-	-	-	-	8,784,803
User fees and sales of goods	5,711	227,369	6,542	6,037,998	285,988	804,064	-	603,697	-	7,971,369
Other	4,061	115,798	-	158,839	488,684	3,033,001	-	413,240	1,740	4,215,363
Investment income	1,236,268	-	-	46,731	-	-	-	-	-	1,282,999
Franchise and concession contracts	578,258	-	-	-	-	-	-	-	-	578,258
Rentals	1,814	3,188	5,404	-	202,689	72,565	-	-	94,001	379,661
Fines, licenses and permits	46,076	-	-	-	-	253,718	-	-	-	299,794
Penalties and costs on taxes	98,734	-	-	-	-	-	-	-	-	98,734
	<u>12,560,806</u>	<u>458,569</u>	<u>11,946</u>	<u>8,081,508</u>	<u>1,292,833</u>	<u>32,379,132</u>	<u>-</u>	<u>3,551,357</u>	<u>332,255</u>	<u>58,668,406</u>
EXPENSES										
Contracted and general services	1,136,962	903,592	88,649	3,387,556	485,281	28,774,637	3,578	683,268	210,439	35,673,962
Salaries, wages and benefits	1,426,189	1,268,946	559,932	1,360,241	1,764,249	1,556,079	281,483	3,668,392	273,911	12,159,422
Materials, goods and utilities	151,020	(180,266)	16,140	863,814	1,409,017	5,028,955	75,190	372,297	214,244	7,950,411
Amortization	37,286	1,067,332	-	869,877	558,572	357,766	206,119	-	41,739	3,138,691
Interest on long-term debt	-	-	-	390,448	664,347	-	-	-	-	1,054,795
Transfer to individuals and organizations	-	-	182,475	-	-	-	-	10,001	-	192,476
Provision for allowance	174,855	-	-	13,527	-	-	-	963	-	189,345
Transfers to local boards and agencies	-	-	-	94,970	-	-	19,140	-	-	114,110
Accretion	-	-	-	46,591	12,178	-	-	-	-	58,769
Bank charges and short-term interest	10,930	-	-	949	7,997	-	-	9,911	-	29,787
	<u>2,937,242</u>	<u>3,059,604</u>	<u>847,196</u>	<u>7,027,973</u>	<u>4,901,641</u>	<u>35,717,437</u>	<u>585,510</u>	<u>4,744,832</u>	<u>740,333</u>	<u>60,561,768</u>
OTHER INCOME (EXPENSES)										
Government transfers - capital	2,457,695	146,062	-	678,256	2,707,290	3,054,050	-	-	-	9,043,353
Subsidiary income	(10)	-	-	-	-	-	-	-	-	(10)
Loss on disposal of tangible capital assets	(16,711)	-	-	-	(34,636)	-	-	-	-	(51,347)
	<u>2,440,974</u>	<u>146,062</u>	<u>-</u>	<u>678,256</u>	<u>2,672,654</u>	<u>3,054,050</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,991,996</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 12,064,538</u>	<u>\$ (2,454,973)</u>	<u>\$ (835,250)</u>	<u>\$ 1,731,791</u>	<u>\$ (936,154)</u>	<u>\$ (284,255)</u>	<u>\$ (585,510)</u>	<u>\$ (1,193,475)</u>	<u>\$ (408,078)</u>	<u>\$ 7,098,634</u>

The accompanying notes are an integral part of the consolidated financial statements.

MUNICIPALITY OF JASPER
Schedule of Segmented Disclosure
For The Year Ended December 31, 2023

SCHEDULE 5

	General Government	Roads, Streets Walks, Lighting	Legislative	Utilities	Parks and Recreation	Protective Services	Library and Museum	Public Health	Economic Development	2023
REVENUE										
User fees and sales of goods	\$ 6,743	\$ 4,355	\$ 5,980	\$ 6,659,811	\$ 492,264	\$ 1,268,292	\$ -	\$ 824,525	\$ 3,495	\$ 9,265,465
Net municipal property taxes	9,157,922	-	-	-	-	-	-	-	-	9,157,922
Government transfers - operating	603,137	94,944	-	16,155	-	239,650	-	2,550,422	-	3,504,308
Investment income	828,084	-	-	58,016	-	-	-	-	-	886,100
Franchise and concession contracts	617,807	-	-	-	-	-	-	-	-	617,807
Other	5,852	5,926	-	169,578	32,533	271,815	-	121,284	2,142	609,130
Rentals	1,785	-	5,404	-	264,305	80,688	-	-	115,136	467,318
Fines, licenses and permits	38,934	-	-	-	-	238,789	-	-	-	277,723
Penalties and costs on taxes	168,771	-	-	-	-	-	-	-	-	168,771
	<u>11,429,035</u>	<u>105,225</u>	<u>11,384</u>	<u>6,903,560</u>	<u>789,102</u>	<u>2,099,234</u>	<u>-</u>	<u>3,496,231</u>	<u>120,773</u>	<u>24,954,544</u>
EXPENSES										
Salaries, wages, and benefits	1,254,793	1,028,630	440,952	1,385,623	1,874,649	855,366	241,223	3,342,539	77,849	10,501,624
Contracted and general services	1,368,619	463,159	127,146	1,788,253	212,706	356,045	3,768	831,343	250,919	5,401,958
Materials, goods, and utilities	116,463	(152,571)	12,016	869,888	1,346,329	433,663	72,300	205,308	223,046	3,126,442
Amortization	36,817	1,008,719	-	820,256	530,782	303,252	211,119	-	42,933	2,953,878
Interest on long-term debt	-	-	-	270,268	97,251	-	-	-	-	367,519
Transfers to individuals and organizations	-	-	124,150	-	-	-	-	-	-	124,150
Accretion	-	-	-	40,870	17,448	-	-	-	-	58,318
Bank charges and short-term interest	10,610	-	-	465	12,937	-	-	12,843	-	36,855
Transfers to local boards and agencies	-	-	-	-	-	-	19,073	-	-	19,073
Provision for allowances (recovery)	29,355	-	-	(34,809)	-	-	-	271	-	(5,183)
	<u>2,816,657</u>	<u>2,347,937</u>	<u>704,264</u>	<u>5,140,814</u>	<u>4,092,102</u>	<u>1,948,326</u>	<u>547,483</u>	<u>4,392,304</u>	<u>594,747</u>	<u>22,584,634</u>
OTHER INCOME (EXPENSES)										
Government transfers - capital	-	794,251	-	1,349,488	4,900,264	389,408	-	-	-	7,433,411
Loss on disposal of tangible capital assets	-	(38,592)	-	-	-	-	-	-	-	(38,592)
	<u>-</u>	<u>755,659</u>	<u>-</u>	<u>1,349,488</u>	<u>4,900,264</u>	<u>389,408</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,394,819</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 8,612,378</u>	<u>\$ (1,487,053)</u>	<u>\$ (692,880)</u>	<u>\$ 3,112,234</u>	<u>\$ 1,597,264</u>	<u>\$ 540,316</u>	<u>\$ (547,483)</u>	<u>\$ (896,073)</u>	<u>\$ (473,974)</u>	<u>\$ 9,764,729</u>

The accompanying notes are an integral part of the consolidated financial statements.

MUNICIPALITY OF JASPER
Schedule of Tangible Capital Assets
For The Year Ended December 31, 2024

SCHEDULE 6

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Engineered Structures</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Construction in progress</u>	<u>2024</u>	<u>2023</u>
COST:									
Balance, Beginning of Year	\$ 403,759	\$ 6,230,983	\$ 39,574,176	\$ 51,201,218	\$ 9,677,611	\$ 6,497,828	\$ 10,102,982	\$ 123,688,557	\$ 111,920,866
Restatement (<i>Note 25</i>)	<u>-</u>	<u>1,369,426</u>	<u>141,338</u>	<u>143,413</u>	<u>44,338</u>	<u>-</u>	<u>-</u>	<u>1,698,515</u>	<u>1,211,982</u>
Balance, Beginning of Year, As Restated	403,759	7,600,409	39,715,514	51,344,631	9,721,949	6,497,828	10,102,982	125,387,072	113,132,848
Additions	-	535,445	-	-	600,988	99,760	23,381,235	24,617,428	12,292,816
Disposals	-	-	(147,397)	(82,361)	(111,735)	-	-	(341,493)	(38,592)
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,931,867</u>	<u>298,143</u>	<u>850,186</u>	<u>(4,080,196)</u>	<u>-</u>	<u>-</u>
Balance, End of Year	<u>403,759</u>	<u>8,135,854</u>	<u>39,568,117</u>	<u>54,194,137</u>	<u>10,509,345</u>	<u>7,447,774</u>	<u>29,404,021</u>	<u>149,663,007</u>	<u>125,387,072</u>
ACCUMULATED AMORTIZATION:									
Balance, Beginning of Year	-	4,056,166	14,134,738	21,889,519	6,264,974	3,107,211	-	49,452,608	46,516,712
Restatement (<i>Note 25</i>)	<u>-</u>	<u>682,158</u>	<u>17,011</u>	<u>40,294</u>	<u>28,689</u>	<u>-</u>	<u>-</u>	<u>768,152</u>	<u>750,170</u>
Balance, Beginning of Year, As Restated	-	4,738,324	14,151,749	21,929,813	6,293,663	3,107,211	-	50,220,760	47,266,882
Amortization expense	-	170,271	802,844	1,224,087	509,730	431,759	-	3,138,691	2,953,878
Disposals	<u>-</u>	<u>-</u>	<u>(111,069)</u>	<u>(82,361)</u>	<u>(96,716)</u>	<u>-</u>	<u>-</u>	<u>(290,146)</u>	<u>-</u>
Balance, End of Year	<u>-</u>	<u>4,908,595</u>	<u>14,843,524</u>	<u>23,071,539</u>	<u>6,706,677</u>	<u>3,538,970</u>	<u>-</u>	<u>53,069,305</u>	<u>50,220,760</u>
2024 NET BOOK VALUE	<u>\$ 403,759</u>	<u>\$ 3,227,259</u>	<u>\$ 24,724,593</u>	<u>\$ 31,122,598</u>	<u>\$ 3,802,668</u>	<u>\$ 3,908,804</u>	<u>\$ 29,404,021</u>	<u>\$ 96,593,702</u>	<u>\$ -</u>
2023 NET BOOK VALUE	<u>\$ 403,759</u>	<u>\$ 2,862,085</u>	<u>\$ 25,563,765</u>	<u>\$ 29,414,818</u>	<u>\$ 3,428,286</u>	<u>\$ 3,390,617</u>	<u>\$ 10,102,982</u>	<u>\$ -</u>	<u>\$ 75,166,312</u>

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Municipality of Jasper (the "Municipality") are the representations of management prepared in accordance with Canadian public sector accounting standards. Significant aspects of the accounting policies adopted by the Municipality are as follows:

(a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenue, and expenses, changes in net financial position and cash flows of the reporting entity. This entity is comprised of the municipal operations plus all of the organizations that are owned or controlled by the Municipality and are, therefore, accountable to Council for the administration of their financial affairs and resources.

Included with the Municipality is the Jasper Municipal Housing Corporation ("JMHC"), West Yellowhead Regional Waste Management Authority, and the Jasper Municipal Leasehold Assets Society.

Jasper Municipal Housing Corporation, a subsidiary corporation of the Municipality, is accounted for on a modified equity basis, consistent with the public sector accounting treatment for a government business enterprise. Under the modified equity basis, the government business enterprise's accounting principles are not adjusted to conform with those of the Municipality, and inter-organizational transactions and balances are not eliminated. JMHC's other comprehensive income (loss) is recognized in the Municipality's consolidated statement of operations and accumulated surplus as an adjustment to accumulated surplus with a corresponding increase (decrease) in the investment in JMHC. JMHC's net income and capital contributions to JMHC from the Municipality are recorded as an increase to the investment in JMHC. Any dividends that the Municipality receives from JMHC are recorded as a decrease to the investment in JMHC.

The Municipality is a member of the West Yellowhead Regional Waste Management Authority (the "Authority"). The Municipality accounts for the Authority as a government partnership using the proportionate consolidation method. Under this method, the Municipality's proportionate share of assets, liabilities, revenue and expenses are included in the consolidated financial statements.

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

(b) Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the 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.

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Tax Revenue

Property tax revenue is based on assessments determined in accordance with the *Municipal Government Act*. Tax rates are established annually. Taxation revenues are recorded at the time tax billings are issued. Assessments are subject to appeal.

Construction and borrowing costs associated with local improvement projects are recovered through annual special property assessments during the period of the related borrowing. These levies are collectible from property owners for work performed by the Municipality. Under the accrual basis of accounting, revenues to be received from local improvement assessments are recognized in full in the period the local improvement project costs are incurred and the passing of the related imposition by-law.

(d) Requisition Over-Levies and Under-Levies

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

(d) Government Transfers

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

Government transfers are recognized in the consolidated financial statements as revenue in the period in which 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.

(e) Pension Expenses

Contributions for current and past service pension benefits are recorded as expenses in the year in which they become due.

(f) Asset retirement obligations

Asset retirement obligations are legal obligations associated with the retirement tangible capital assets. Asset retirement activities include all activities related to an asset retirement obligation. These may include, but are not limited to:

- Decommissioning or dismantling a tangible capital asset that was acquired, constructed or developed;
- Remediation of contamination of a tangible capital asset created by its normal use;
- Post-retirement activities such as monitoring; and
- Constructing other tangible capital assets to perform post-retirement activities.

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(f) Asset retirement obligations (cont'd)

Asset retirement obligations are initially measured at the later of the date of acquisition or legislative obligation. When a liability for an asset retirement obligation is recognized, the asset retirement costs are added to the carrying amount of the related tangible capital asset in productive use and are amortized over the estimated useful life of the related tangible capital asset. Asset retirement costs related to unrecognized tangible capital assets or for tangible capital assets no longer in productive use are expensed in the consolidated statement of operations.

Asset retirement obligations are legal obligations associated with the retirement tangible capital assets. Asset retirement activities include all activities related to an asset retirement obligation. These may include, but are not limited to:

- Decommissioning or dismantling a tangible capital asset that was acquired, constructed or developed;
- Remediation of contamination of a tangible capital asset created by its normal use;
- Post-retirement activities such as monitoring; and
- Constructing other tangible capital assets to perform post-retirement activities.

Asset retirement obligations are initially measured at the later of the date of acquisition or legislative obligation. When a liability for an asset retirement obligation is recognized, the asset retirement costs are added to the carrying amount of the related tangible capital asset in productive use and are amortized over the estimated useful life of the related tangible capital asset. Asset retirement costs related to unrecognized tangible capital assets or for tangible capital assets no longer in productive use are expensed in the consolidated statement of operations.

When the future retirement date is unknown, the asset retirement obligation is measured at the current estimated cost to settle or otherwise extinguish the liability. When the future retirement date is known, a present value technique is used to measure the liability. Subsequent to the initial measurement, the asset retirement obligation is adjusted to reflect the passage of time and changes in the estimated future cash flows underlying the obligation and is recognized as an accretion expense in the consolidated statement of operations.

(g) 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. 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.

Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Contributed assets are capitalized and are recorded at their fair value at the date of receipt and are also recorded as revenue.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) Non-Financial Assets (cont'd)

The cost, less residual value, of tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	<u>Years</u>
Land improvements	15 - 30
Buildings	10 - 50
Engineered structures	
Roads	20 - 40
Water system	45 - 75
Wastewater system	45 - 75
Storm system	45 - 75
Sidewalks	30 - 60
Machinery and equipment	5 - 25
Vehicles	10 - 25

In the year of acquisition and disposal, amortization is taken at one half of the annual rate. Assets under construction are not amortized until the asset is available for productive use.

Cultural and Historical Tangible Capital Assets

Works of art for display are not recorded as tangible capital assets but are disclosed

Leases

Leases are classified as capital or operating leases. Leases that transfer substantially all benefits and risks to the Municipality incidental to ownership of property are accounted for as capital leases. Assets under a capital lease are included within the respective tangible capital asset classification. All other leases are accounted for as operating leases and the related lease payments are charged as incurred.

Land Leases

Land leases and the improvements thereon are leased and held by the Jasper Municipal Leasehold Society (registered as No. 50662485 on August 2, 1995) for the benefit of the residents of the Municipality. The members of the Jasper Municipal Leasehold Society are the elected members of the Municipality of Jasper Council. These assets are sub-leased to and are included on the Municipality's consolidated statement of financial position.

(h) Use of Estimates

The preparation of consolidated 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 consolidated financial statements, and the reported amounts of revenue and expenditures during the period. Where management uncertainty exists, the consolidated financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(h) Use of Estimates (cont'd)

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. The amounts recorded for valuation of tangible capital assets, the useful lives and related amortization of tangible capital assets, future cash flows associated with asset retirement obligations, and accrued and contingent liabilities are areas where management makes significant estimates and assumptions in determining the amounts to be recorded in the consolidated financial statements.

(i) Future Accounting Standard Pronouncements

The following summarizes upcoming changes to *Public Sector Accounting Standards*. The Municipality will continue to assess the impact and prepare for the adoption of these standards.

i) Financial Statement Presentation

PS 1202, Financial Statement Presentation, sets out general and specific requirements for the presentation of information in general purpose financial statements. The financial statement principles are based on the concepts in the Conceptual Framework for Financial Reporting in the Public Sector. This standard is applicable to fiscal years beginning on or after April 1, 2026.

2. TAXES AND GRANTS IN PLACE OF TAXES RECEIVABLES

	<u>2024</u>	<u>2023</u>
Current taxes and grants in place of taxes	\$ 533,331	\$ 304,991
Arrears taxes	<u>323,722</u>	<u>255,312</u>
	857,053	560,303
Less: Allowance for doubtful accounts	<u>(17,141)</u>	<u>(43,347)</u>
	<u>\$ 839,912</u>	<u>\$ 516,956</u>

3. TRADE AND OTHER RECEIVABLES

	<u>2024</u>	<u>2023</u>
Receivables from other governments	\$ 11,755,207	9,112,372
Trade accounts receivable	5,352,498	2,045,731
Debt recoverable - local improvements	4,929,737	5,114,669
Goods and Services Tax recoverable	<u>1,262,264</u>	<u>396,255</u>
	23,299,706	16,669,027
Less: Allowance for doubtful accounts	<u>(147,808)</u>	<u>(95,150)</u>
	<u>\$ 23,151,898</u>	<u>\$ 16,573,877</u>

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

4. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISE

On August 15, 2023, the Council passed a resolution to establish the Jasper Municipal Housing Corporation ("JMHC"), a municipally controlled corporation of Municipality. JMHC is a wholly owned subsidiary established to develop affordable housing in the Jasper community.

The following table provides a condensed supplementary financial information for JMHC as of December 31, 2024:

	<u>2024</u>	<u>2023</u>
Financial Position		
Current assets	\$ 6,602	\$ 10
Non-current assets	<u>140,956</u>	<u>-</u>
Total assets	<u>147,558</u>	<u>10</u>
Current liabilities	<u>177,081</u>	<u>-</u>
Shareholder's equity	<u>\$ (29,523)</u>	<u>\$ 10</u>
Results of Operations		
Revenues	\$ 50	\$ -
Expenses	<u>29,583</u>	<u>-</u>
Net income	<u>\$ (29,533)</u>	<u>\$ -</u>
Changes in Shareholder's Equity		
Shareholder's equity, Opening	\$ 10	\$ -
Shares issued	-	10
Net income	<u>(29,533)</u>	<u>-</u>
Shareholder's equity, Closing	<u>\$ (29,523)</u>	<u>\$ 10</u>

As at December 31, 2024, the Municipality's share of JMHC's accumulated losses exceeded the carrying amount of the investment. As a result, the investment has been reduced to \$NIL.

The following summarizes JMHC's related party balances with the Municipality.

	<u>2024</u>	<u>2023</u>
Receivable from JMHC	\$ 142,281	\$ -
Payable to JMHC	<u>-</u>	<u>10</u>

The Municipality's consolidated financial statements include the receivable balance from JMHC within trade accounts receivable (Note 3) and the payable balance to JMHC within trade and other accounts payable (Note 6).

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

5. LINE OF CREDIT

The Municipality has a revolving demand credit facility of \$800,000 with an additional \$750,000 available from January 1 to July 30 annually. The demand loan bears interest at the bank's prime rate minus 1.90%, was not drawn on at December 31, 2024 (2023 - \$NIL) and is unsecured.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2024</u>	<u>2023</u>
Trade and other accounts payable	\$ 13,169,023	\$ 3,353,558
Payables to other governments	23,023,056	347,630
Holdbacks payable	714,581	806,819
Accrued salaries and wages	311,435	192,153
Accrued interest on long-term debt	<u>57,047</u>	<u>52,391</u>
	<u>\$ 37,275,142</u>	<u>\$ 4,752,551</u>

7. EMPLOYEE BENEFITS OBLIGATION

	<u>2024</u>	<u>2023</u>
Vacation	\$ 921,872	\$ 747,423
Overtime	<u>59,733</u>	<u>34,364</u>
	<u>\$ 981,605</u>	<u>\$ 781,787</u>

Employee benefits obligation is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits (and are vested) or are entitled to these benefits within the next budgetary year. The Municipality does not provide post-employment benefits to employees.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

8. DEFERRED REVENUE

Deferred revenue is comprised of the following amounts, which have been received from various third parties and are restricted to the eligible operating and capital projects as approved in the funding agreements for a specified purpose. These amounts are recognized as revenue in the period in which the related expenditures are incurred.

	<u>2023</u>	<u>Additions</u>	<u>Revenue Recognized</u>	<u>2024</u>
<u>Operating</u>				
Disaster recovery program	\$ -	\$ 36,570,500	\$(32,026,255)	\$ 4,544,245
Other operating grants	624,321	540,498	(603,081)	561,738
Local immigration partnership	164,252	272,894	(164,251)	272,895
Local government fiscal framework	-	123,552	(13,055)	110,497
Grounds maintenance	34,759	71,906	(70,000)	36,665
Community development	99,593	-	(99,593)	-
Municipal sustainability initiative - operating	<u>59,038</u>	<u>354</u>	<u>(59,392)</u>	<u>-</u>
	<u>981,963</u>	<u>37,579,704</u>	<u>(33,035,627)</u>	<u>5,526,040</u>
<u>Capital</u>				
Municipal sustainability initiative - capital	3,289,551	64	(2,347,034)	942,581
Local government fiscal framework	-	728,701	-	728,701
Offsite levies	614,155	85,100	-	699,255
Canada community-building fund	1,416,223	327,880	(1,058,173)	685,930
Other capital grants	<u>156,037</u>	<u>116,219</u>	<u>(216,666)</u>	<u>55,590</u>
	<u>5,475,966</u>	<u>1,257,964</u>	<u>(3,621,873)</u>	<u>3,112,057</u>
	<u>\$ 6,457,929</u>	<u>\$ 38,837,668</u>	<u>\$(36,657,500)</u>	<u>\$ 8,638,097</u>

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

9. CAPITAL LEASE OBLIGATIONS

	<u>2024</u>	<u>2023</u>
Equipment under capital lease, repayable in \$973 blended monthly payments; expires May 2027; with a bargain purchase option of \$10, secured by the specific leased asset with a net book value of \$28,595 (2023 - \$40,033).	\$ <u>28,881</u>	\$ <u>40,273</u>
Future minimum lease payments together with the balance of the obligation for leased tangible capital assets are as follows.		
2025	\$ 11,672	
2026	11,672	
2027	<u>5,847</u>	
Total future minimum lease payments	29,191	
Less: Amount representing interest at 0.80%	<u>(310)</u>	
Obligation for leased tangible capital assets	\$ <u>28,881</u>	

10. LONG-TERM DEBT

	<u>2024</u>	<u>2023</u>
Debenture debt held by the Province of Alberta, repayable in semi-annual installments of \$467,033 including interest at 5.230%; due December 2043; issued to finance the Jasper recreation complex renovations.	\$ 11,163,035	\$ 11,500,000
Debenture debt held by the Province of Alberta, repayable in semi-annual installments of \$166,895 including interest at 3.460%; due December 2051; issued to finance the Connaught utilities local improvement.	5,826,355	5,955,199
Debenture debt held by the Province of Alberta, repayable in semi-annual installments of \$107,620 including interest at 5.230%; due December 2043; issued to finance the wastewater treatment facilities renovations and upgrades.	2,572,351	2,650,000
Debenture debt held by the Province of Alberta, repayable in semi-annual installments of \$137,118 including interest at 2.552%; due December 2034; issued to finance the renovations of the Jasper wastewater treatment plant.	2,406,952	2,615,760
Debenture debt held by the Province of Alberta, repayable in semi-annual installments of \$88,723 including interest at 2.552%; due December 2034; issued to finance the renovations of the Jasper recreation complex.	1,557,439	1,692,550

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

10. LONG-TERM DEBT (CONT'D)

Debenture debt held by the Province of Alberta, repayable in semi-annual installments of \$104,926 including interest at 4.795%; due March 2024; issued to finance the Waste Water Treatment Plant.

_____ -	_____ 102,470
\$ <u>23,526,132</u>	\$ <u>24,515,979</u>

The current portion of the long-term debt amounts to \$922,674 (2023 - \$706,848).

Principal and interest repayments:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 922,674	\$ 1,012,105	\$ 1,934,779
2026	959,519	975,261	1,934,780
2027	997,984	936,796	1,934,780
2028	1,038,147	896,633	1,934,780
2029	1,080,087	854,693	1,934,780
Thereafter	<u>18,527,721</u>	<u>7,164,377</u>	<u>25,692,098</u>
	\$ <u>23,526,132</u>	\$ <u>11,839,865</u>	\$ <u>35,365,997</u>

Debenture debt is issued on the credit and security of the Municipality at large.

Interest on long-term debt amounted to \$1,054,795 (2023 - \$367,519)

The Municipality's total cash payments for interest amounted to \$1,049,859 (2023 - \$337,720).

11. DEBT LIMITS

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

	<u>2024</u>	<u>2023</u>
Total debt limit	\$ 88,002,609	\$ 37,431,816
Total debt	<u>(23,555,013)</u>	<u>(24,556,252)</u>
Amount of debt limit unused	\$ <u>64,447,596</u>	\$ <u>12,875,564</u>
Service on debt limit	\$ 14,667,102	\$ 6,238,636
Service on debt	<u>(1,946,451)</u>	<u>(2,051,378)</u>
Amount of service on debt limit unused	\$ <u>12,720,651</u>	\$ <u>4,187,258</u>

The debt limit is calculated at 1.5 times revenue of the Municipality (as defined in *Alberta Regulation 255/2000*) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limits requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities which 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 consolidated financial statements must be interpreted as a whole.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

12. ASSET RETIREMENT OBLIGATION

Tangible capital assets with associated retirement obligations include land improvements and buildings.

The Municipality has asset retirement obligations to remove various hazardous materials including, asbestos, from various buildings under its control. Regulations require the Municipality to handle and dispose of these materials in a prescribed manner when it is disturbed, such as when the building undergoes renovations or is demolished. Although the timing of the removal is conditional on the building undergoing renovations or being demolished, regulations create an existing obligation for the Municipality to remove the materials when the asset retirement activities occur.

The Municipality is a member of the West Yellowhead Regional Waste Management Authority (the "Authority"). Accordingly, the Municipality has asset retirement obligations pursuant to the *Environmental Enhancement and Protection Act* (Alberta) to fund its proportionate share of the closure of its landfill sites and provide for the post-closure care of the facilities. Closure and post-closure activities include the the final covering and landscaping, surface and ground water monitoring, leachate control, site inspection, and maintenance. The Authority is required to provide closure care upon closure of the landfill and to provide post-closure care for 25 years subsequent to closure. See Note 24 for the Municipality involvement in the Authority.

Under the Water Act, the Municipality has asset retirement obligations to fund decommissioning and reclamation of water wells. Reclamation activities include the flushing, cleaning, and disinfecting of the water well along with any additional land restoration activity.

	<u>2024</u>	<u>2023</u>
Balance, Beginning of Year	\$ 1,124,711	\$ 1,191,394
Net Change for the Year		
Revision in estimates	86,557	-
Liabilities settled	(127,571)	(125,000)
Accretion expense	<u>58,769</u>	<u>58,317</u>
	<u>17,755</u>	<u>(66,683)</u>
Balance, End of Year	<u>\$ 1,142,466</u>	<u>\$ 1,124,711</u>

Asset retirement obligations of \$1,142,466 (2023 - \$1,124,711) includes \$1,112,466 (2023 - \$1,094,711) measured using a present value technique. The present value was calculated using estimated total undiscounted cash flow amounting to \$3,514,379 (2023 - \$3,514,379), using discount rates between 3.50% - 5.00% (2023 - 4.90% - 5.08%), with retirement and reclamation activities expected to be settled between 2050 and 2110. The remaining obligations of \$30,000 (2023 - \$30,000) are measured at the current cost due to the uncertainty about when the retirement and reclamation activities are expected to occur.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

13. ACCUMULATED SURPLUS

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

	<u>2024</u>	<u>2023</u>
Unrestricted surplus (deficit)	\$ <u>(1,387,744)</u>	\$ <u>14,973,859</u>
Restricted surplus		
Operating		
Financial stabilization	1,614,909	2,170,320
Utility - operating	1,266,444	844,014
Policing	<u>28,593</u>	<u>28,593</u>
	<u>2,909,946</u>	<u>3,042,927</u>
Capital		
Annual general capital	3,809,354	4,913,784
Utilities - capital	2,866,259	1,699,615
Reserves in WYRWMA	1,803,588	1,438,120
Transportation and parking	902,067	651,859
Fleet	827,469	267,280
Community housing	321,986	268,052
Fixed assets	<u>149,035</u>	<u>73,772</u>
	<u>10,679,758</u>	<u>9,312,482</u>
Equity in tangible capital assets (Note 14)	<u>76,825,960</u>	<u>54,600,018</u>
	<u>\$ 89,027,920</u>	<u>\$ 81,929,286</u>

14. EQUITY IN TANGIBLE CAPITAL ASSETS

	<u>2024</u>	<u>2023</u>
Net book value of tangible capital assets	\$ 96,593,702	\$ 75,166,312
Debt recoverable - local improvements	4,929,737	5,114,669
Asset retirement obligations	(1,142,466)	(1,124,711)
Capital lease obligations	(28,881)	(40,273)
Long-term debt related to tangible capital assets	<u>(23,526,132)</u>	<u>(24,515,979)</u>
	<u>\$ 76,825,960</u>	<u>\$ 54,600,018</u>

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

15. TRUST FUNDS

The Municipality administers the following trust funds:

	<u>2024</u>	<u>2023</u>
Jasper Sports and Culture	\$ <u>104,127</u>	\$ <u>103,506</u>

Trust funds administered by the Municipality have not been included in the consolidated statement of financial position nor have their operations have been included in the consolidated statement of operations.

16. 2024 WILDFIRE IMPACT

During the year ended December 31, 2024, the Municipality was affected by a series of wildfires resulting in significant disruption to operations including evacuation of residents, workers, and guests; temporary closure of municipal facilities and services; and damage to municipal infrastructure private properties. The Municipality has incurred direct costs related to the wildfire, including emergency response efforts and site remediation totaling \$35,489,847.

In response to the costs, the Government of Alberta has established a disaster recovery program ("DRP") for the Municipality of Jasper under Alberta Ministerial Order No. A:001/21. In 2024, the Municipality received \$36,570,500 in DRP funding and has recorded \$32,026,255 in cost recoveries. As at December 31, 2024, the Municipality has recorded \$4,544,245 in unspent DRP funding recorded within deferred revenue - see Note 8. The Municipality will be responsible for 10% of future costs to be incurred - see Note 19 related to the contractual obligation.

In addition, the Municipality has received a grant agreement from the Government of Alberta for revenue stabilization. In 2024, the Municipality recorded \$- in grant funding for lost revenues related to the wildfire. In 2024, the Municipality has recorded \$4,544,245 with a corresponding receivable balance recorded as at December 31, 2024 within receivable from other governments - see Note 3. The Municipality has reached further grant agreements for revenue stabilization - see Note 28 related to subsequent events.

An additional the Municipality has recorded \$2,909,620 in cost recoveries from third party individuals and organizations. The amount has been recorded within other revenues on the consolidated statement of operations.

The Municipality has performed a review of tangible capital assets impacted by the wildfire and has recorded a loss related to damaged assets. A loss of \$16,712 has been recorded in the consolidated statement of operations.

17. FRANCHISE AND CONCESSION CONTRACTS

Disclosure of utility franchise agreement annual revenues as required by *Alberta Regulation 313/2000* is as follows:

	<u>2024</u>	<u>2023</u>
ATCO Electric Ltd.	\$ 340,237	\$ 369,433
ATCO Gas Ltd.	<u>238,021</u>	<u>248,374</u>
	<u>\$ 578,258</u>	<u>\$ 617,807</u>

18. CONTINGENCIES

- a) The Municipality is a member of the Genesis Reciprocal Insurance Exchange ("GENESIS"). Under the terms of membership, the Municipality could become liable for its proportionate share of any claim losses in excess of the funds held by GENESIS. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.
- b) The Municipality is a defendant in lawsuits arising in the normal course of operations and involving various amounts. Management is of the opinion that the results of these actions should not have any material effect on the financial position of the Municipality. No amounts have been accrued in these consolidated financial statements relating to any of these activities. Any awards or settlements will be reflected in the consolidated statement of operations as the matters are resolved or when sufficient information on amounts and likelihood is known.
- c) The Municipality is a member the West Yellowhead Regional Waste Management Authority (the "Authority"). The members of the Authority have agreed to proportionately share costs associated with expenditures arising from the operation of the Authority. The Municipality is liable for its proportionate share of losses, if any, related to the operations of the Authority.

19. CONTRACTUAL OBLIGATIONS

On February 25, 2021, Alberta Ministerial Order No. A:001/21 established that municipalities approved for Disaster Recovery Programs ("DRP") are responsible for contributing 10% of eligible program costs. As of December 31, 2024, the Government of Alberta had approved a DRP for the Municipality in the amount of \$74 million, resulting in a potential future municipal obligation of approximately \$7.4 million. While the final amount and timing of this contribution remain subject to reconciliation and confirmation of eligible costs, the Municipality has reflected a \$10 million unfunded placeholder in its 2027 budget plan. This measure is part of a conservative financial planning approach to ensure flexibility and preparedness for future funding requirements. No liability has been recorded in these financial statements as the obligation is not yet reasonably determinable.

20. LOCAL AUTHORITIES PENSION PLAN

Employees of the Municipality participate in the *Local Authorities Pension Plan* ("LAPP"), which is one of the plans covered by the *Alberta Public Sector Pension Plans Act*. The LAPP is financed by employer and employee contributions and by investment earnings of the LAPP Fund. Contributions for current service are recorded as expenditures in the year in which they become due.

The Municipality is required to make current service contributions to the LAPP consisting of 8.45% (2023 - 8.45%) of pensionable earnings up to the year's maximum pensionable earnings ("YMPE") under the Canada Pension Plan ("CPP") and 11.65% (2023 - 12.23%) of the excess. Employees are required to make current service contributions of 7.45% (2023 - 7.45%) of pensionable salary up to the YMPE and 10.65% (2023 - 11.45%) of the excess. Contributions for current service are recorded as expenses in the year in which they become due.

Total current service contributions made by the Municipality to the LAPP in 2024 were \$608,284 (2023 - \$546,441). Total current service contributions made by the employees of the Municipality to the LAPP in 2024 were \$540,739 (2023 - \$486,342).

At December 31, 2023, the LAPP disclosed an actuarial surplus of \$15.06 billion (2022 - \$12.67 billion).

21. SEGMENTED INFORMATION

Segmented information has been identified based upon lines of service provided by the Municipality. Municipal services are provided by departments and their activities are reported by functional area in the body of the consolidated financial statements. Certain lines of service that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

(a) General Government

General Government is comprised of the Office of the CAO, Communications, and Corporate Services. Corporate Services is comprised of Financial Services, Human Resources, and Information Technology Services.

(b) Legislative

Legislative is comprised of Council. Council makes decisions regarding service delivery and service levels on behalf of the Municipality in order to balance the needs and wants of residents in a financially responsible manner.

(c) Protective Services

Protective Services is comprised of Fire, Disaster, and Municipal Enforcement Services. The RCMP division in Jasper includes Federal, Provincial, and contracted members that serve Jasper and the surrounding area. Fire Services is responsible to provide fire suppression services; fire prevention programs; training and education related to prevention; and detection or extinguishment of fires. The mandate of Disaster Services is Emergency Management to help maintain safe communities. The Municipal Enforcement Services provide bylaw enforcement that ranges from public service to animal control as well as provincial statute enforcement with authorities granted by the Solicitor General of Alberta.

(d) Roads, Streets, Walks, Lighting

Roads, Streets, Walks, Lighting is comprised of Common Services, the Public Works areas, and Transit. They are responsible for the maintenance of the roadway and storm systems of the Municipality.

(e) Parks and Recreation

Parks and Recreation is comprised of Recreation, Culture and Cultural Facilities. Parks and Recreation provide recreational and cultural services and activities which promote the well-being of its citizens. These areas are responsible for the parks, playgrounds, facilities, and green spaces of the Municipality. This area also acts as a liaison between community groups.

(f) Utilities

Utilities are comprised of water, waste water, waste management collection and recycling. The Municipality is responsible for environmental programs such as the introduction of organic carts, bi-weekly garbage pick-up and promoting recycling and other related initiatives.

(g) Economic Development

Economic Development is comprised of Infrastructure and Economic Development. These areas are responsible for the planning and development of the Municipality's infrastructure system and work with developers in planning the growth of the Municipality in a sustainable manner. Engineering is responsible for major capital infrastructure projects. Economic Development works with businesses in the Municipality to encourage economic sustainability.

21. SEGMENTED INFORMATION (CONT'D)

(h) Public Health

The Public Health area provides services mandated by Family and Community Support Services Alberta through a shared funding model between the Province of Alberta and the Municipality.

(i) Library and Museum

Library and Museum provides Educational and historical services within the Municipality.

Certain allocation methodologies are employed in the preparation of segmented financial information. Net municipal taxes are unallocated to segments and are presented under General Government. Sales and user charges have been allocated to the segment based upon the segment that generated the revenue. Government transfers have been allocated to the segment based upon the purpose for which the transfer was made.

22. FINANCIAL RISK MANAGEMENT

The Municipality's financial instruments include cash, taxes and grants in place of taxes receivable, trade and other accounts receivables, accounts payable and accrued liabilities, employee benefit obligations, capital lease obligations, and long-term debt. It is management's opinion that the Municipality is not exposed to significant market, liquidity, interest or currency risk arising from these financial instruments.

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

Unless otherwise noted, the carrying values of the financial instruments approximates fair values.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

23. BUDGET DATA

The budget presented in these consolidated financial statements is based on the 2024 operating budget approved by Council on April 2, 2024. The Municipality compiles a budget on a modified accrual basis. The budget expensed all tangible capital asset purchases rather capitalizing the costs and recognizes financing as revenue as utilized. The reconciliation below adjusts excess revenue over expenditures to align with the budget process. It should not be used as a replacement for the statement of operations and accumulated surplus. Users should note that this information may not be appropriate for their purposes.

	Budget <u>2024</u>	Actual <u>2024</u>	Actual <u>2023</u>
Annual surplus	\$ <u>22,835,484</u>	\$ <u>7,098,634</u>	\$ <u>9,764,729</u>
Add:			
Amortization	2,923,434	3,138,691	2,953,878
Long-term debt utilized			
/ Issuance of long-term debt	25,061,688	-	14,150,000
Transfers from reserves	<u>9,267,698</u>	<u>3,897,505</u>	<u>2,218,878</u>
	<u>37,252,820</u>	<u>7,036,196</u>	<u>19,322,756</u>
Deduct:			
Acquisition of tangible capital assets	54,939,624	24,617,428	12,292,816
Transfers to reserves	4,097,523	4,766,330	4,476,205
Principal repayment of long-term debt	1,051,157	989,847	657,605
(Gain) loss on disposal of tangible capital assets	<u>-</u>	<u>51,347</u>	<u>38,592</u>
	<u>60,088,304</u>	<u>30,424,952</u>	<u>17,465,218</u>
Results of Operations as Budgeted	\$ <u>-</u>	\$ <u>(16,290,122)</u>	\$ <u>11,622,267</u>

MUNICIPALITY OF JASPER**Notes to Consolidated Financial Statements****For The Year Ended December 31, 2024****24. WEST YELLOWHEAD REGIONAL WASTE MANAGEMENT AUTHORITY**

The Municipality, the Town of Edson, the Town of Hinton, the Municipal District of Grennview No. 16, and Yellowhead County (the "members") jointly own and operate the West Yellowhead Regional Waste Management Authority (the "Authority") to construct, maintain, control and manage a regional solid waste disposal system.

The members have agreed to proportionately share costs associated with expenditures arising from the operation of the Authority. The following is 100% of the financial position and results of operations of the Authority partnership of which the Municipality has a 20% (2023 - 20%) proportionate share.

	<u>2024</u>	<u>2023</u>
FINANCIAL ASSETS		
Cash	\$ 4,791,916	\$ 4,558,261
Accounts receivables	1,168,860	203,223
Due from Authority members	<u>3,318,128</u>	<u>2,579,306</u>
	<u>9,278,904</u>	<u>7,340,790</u>
LIABILITIES		
Accounts payable and accrued liabilities	260,965	150,191
Asset retirement obligations	<u>4,896,690</u>	<u>4,230,950</u>
	<u>5,157,655</u>	<u>4,381,141</u>
NET FINANCIAL ASSETS	<u>4,121,249</u>	<u>2,959,649</u>
NON-FINANCIAL ASSETS		
Tangible capital assets	<u>9,238,214</u>	<u>7,156,647</u>
ACCUMULATED SURPLUS	<u>\$ 13,359,463</u>	<u>\$ 10,116,296</u>
REVENUE		
Tipping fees	\$ 4,740,761	\$ 3,495,596
Municipal requisitions	150,000	150,000
Investment income	233,655	290,082
Other	<u>17,438</u>	<u>15,469</u>
	<u>5,141,854</u>	<u>3,951,147</u>
EXPENSES		
Contracted and general services	1,547,600	1,182,479
Amortization of tangible capital assets	236,061	392,914
Accretion expense	232,954	204,350
Materials, goods and utilities	12,479	9,202
Interest and bank charges	<u>4,745</u>	<u>2,324</u>
	<u>2,033,839</u>	<u>1,791,269</u>
OTHER INCOME		
Government transfers for capital	<u>135,152</u>	<u>1,864,847</u>
ANNUAL SURPLUS	<u>\$ 3,243,167</u>	<u>\$ 4,024,725</u>

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

25. RESTATEMENT - AUTHORITY CONSOLIDATION

The Municipality's proportionate share of the West Yellowhead Regional Waste Management Authority previously consolidated at a 7% proportionate share. It was determined in the current year that the appropriate consolidation rate should be 20%. This correction has been applied retroactively and the prior year comparative figures have been restated accordingly.

Comparative figures have been restated as follows.

	<u>As Previously Stated</u>	<u>Restatement</u>	<u>As Restated</u>
Statement of Financial Position			
Financial Assets			
Cash	\$ 25,941,497	592,574	\$ 26,534,071
Trade and other receivables	\$ 16,212,147	361,730	\$ 16,573,877
Liabilities			
Accounts payable and accrued liabilities	\$ 4,733,026	19,525	\$ 4,752,551
Asset retirement obligations	\$ 574,688	550,023	\$ 1,124,711
Non-Financial Assets			
Tangible capital assets	\$ 74,235,949	930,363	\$ 75,166,312
Statement of Operations			
Revenue			
User fees and sales of goods	\$ 8,811,038	454,427	\$ 9,265,465
Government transfers for operating	\$ 3,645,347	(141,039)	\$ 3,504,308
Investment income	\$ 848,390	37,710	\$ 886,100
Other income	\$ 676,765	(67,635)	\$ 609,130
Expenses			
Utilities	\$ 5,106,200	34,614	\$ 5,140,814
Accumulated surplus			
Restricted surplus	\$ 11,420,631	934,779	\$ 12,355,410
Equity in tangible capital assets	\$ 54,219,678	380,340	\$ 54,600,018

Certain comparative figures have been reclassified to conform to the presentation used in the current year.

MUNICIPALITY OF JASPER
Notes to Consolidated Financial Statements
For The Year Ended December 31, 2024

26. SALARY AND BENEFITS DISCLOSURE

Disclosure of salaries and benefits for elected municipal officials and the chief administrative officer as required by *Alberta Regulation 313/2000* is as follows:

	<u>Salary</u> ¹	<u>Benefits</u> ²	2024	2023
Mayor Ireland	\$ 88,437	\$ 9,578	\$ 98,015	\$ 104,376
Councillor Damota	21,653	6,608	28,261	35,035
Councillor Hall	34,234	7,360	41,594	37,706
Councillor Kelleher-Empey	24,340	6,770	31,110	29,942
Councillor Melnyk	32,753	7,272	40,025	36,173
Councillor Waxer	29,759	7,093	36,852	32,514
Councillor Wilson	<u>27,137</u>	<u>6,934</u>	<u>34,071</u>	<u>31,029</u>
	<u>\$ 258,313</u>	<u>\$ 51,615</u>	<u>\$ 309,928</u>	<u>\$ 306,775</u>
Chief Administrative Officer	\$ 179,974	\$ 29,405	\$ 209,379	\$ 195,028
Designated Officer	<u>98,209</u>	<u>-</u>	<u>98,209</u>	<u>77,116</u>
	<u>\$ 278,183</u>	<u>\$ 29,405</u>	<u>\$ 307,588</u>	<u>\$ 272,144</u>

¹ Salary includes regular base pay, bonuses, lump sum payments, honoraria, contract payments, and any other direct cash remuneration.

² Benefits include the employer's share of all employee benefits and contributions or payments including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long-term and short-term disability plans, professional membership dues, and tuition.

³ Designated officers include the Municipality's third party assessor.

27. APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

Council and Management have approved these consolidated financial statements on August 5, 2025.

28. SUBSEQUENT EVENTS

Subsequent to December 31, 2024, the Municipality entered into Conditional Grant Agreements with the Government of Alberta in support of wildfire-related recovery initiatives, including a Tax Relief and Revenue Stabilization program and an Interim Regional Transit Service. Under the terms of these agreements, the Municipality has agreed to contribute 10% of eligible program costs as a condition of receiving provincial funding. These agreements were executed in 2025 and therefore do not give rise to liabilities as at year-end. However, they represent future financial obligations that will be recognized in subsequent periods as eligible expenditures are incurred and cost-sharing amounts become reasonably estimable.