



Village of Hazelton Statement of Financial Information

For the year ended December 31, 2024

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The Corporation of the Village of Hazelton
2024 Statement of Financial Information

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The Corporation of the Village of Hazelton
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SCHEDULE OF REMUNERATION AND EXPENSES

ELECTED OFFICIALS

Name	Position	Remuneration	Expenses
Julie Maitland	Mayor	\$ 9,610.75	\$ 759.00
Christine Añonuevo	Councillor	\$ 3,841.50	\$ 0.00
Wendy Blackstock	Councillor	\$ 3,841.50	\$ 680.60
Charles Smith	Councillor	\$ 3,841.50	\$ 0.00
Brenda Barrett	Councillor	\$ 316.92	\$ 0.00
Jody Tetreau	Councillor	\$ 1,781.52	\$ 0.00
Total		\$ 23,233.69	\$ 1,439.50

EMPLOYEES

Name	Position	Remuneration	Expenses
Robyn Carlé	CAO	\$ 79,320.57	\$ 554.60
Bryan Hilbach	Public Works Foreman	\$ 83,363.13	\$ 669.75
Staff under \$75,000		\$ 234,481.33	\$ 4,722.90
Total		\$ 397,165.03	\$ 5,947.25

RECONCILING ITEMS

Benefits	\$ 102,308.87
Travel and Training	\$ (7,386.75)
Total	\$ 94,922.12

RECONCILIATION

Total Remuneration & Expenses Elected Officials	\$ 24,673.19
Total Remuneration & Expenses Employees	\$ 403,311.28
Total Reconciling Items	\$ 94,922.12
Total	\$ 522,906.59
Total Statement of Revenue & Expenditure	\$ 526,225.00
Variance	\$ (3,318.41)

Reasons for the Variance

Operational Statements are prepared on accrual accounting basis whereby the statements prepared under the FIR regulations are prepared based on actual payments made through the year.

The Corporation of the Village of Hazelton
2024 Statement of Financial Information

STATEMENT OF SEVERANCE AGREEMENTS

There were no severance agreements made between the Village of Hazelton and its non-unionized employees during the fiscal year 2024.

Prepared under Financial Information Regulation, Schedule 1, Section 6(8).

The Corporation of the Village of Hazelton
2024 Statement of Financial Information

SCHEDULE OF PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES

LIST OF SUPPLIERS WHO RECEIVED AGGREGATE PAYMENTS EXCEEDING \$25,000

Supplier Name	Aggregate Amount
BC Hydro	\$ 55,200.46
Brand Tractor Ltd	\$ 32,372.66
Carson Metal	\$ 29,235.01
District of New Hazelton	\$ 43,653.12
Hazelton Area Visitor Centre	\$ 26,515.36
Municipal Insurance Association of BC	\$ 36,888.00
Municipal Pension Plan	\$ 61,391.66
Pacific Blue Cross	\$ 27,847.22
Petro Canada	\$ 26,433.86
RBC Visa	\$ 52,308.89
Red Rose Ventures	\$ 125,009.44
Regional District of Kitimat-Stikine	\$ 92,992.40
Terus Construction	\$ 1,326,009.38
Urban Systems	\$ 153,919.21
Vohora	\$ 51,975.00
Total	\$ 2,141,751.67

TOTAL PAYMENTS TO SUPPLIERS WHO RECEIVED AGGREGATE PAYMENTS OF \$25,000 OR LESS

Total	\$ 373,873.97
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LIST OF SUPPLIERS FOR GRANTS AND CONTRIBUTIONS EXCEEDING \$25,000

Supplier Name	Aggregate Amount
NW Regional District Hospital	\$ 25,693.60
Regional District of Kitimat Stikine	\$ 109,039.00
Total	\$ 134,732.60

RECONCILING ITEMS

Capital Projects	\$ (1,681,561.27)
Benefits Payments	\$ (102,308.87)
Tax Levy	\$ (168,747.15)

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Grants in Aid	\$ (35,651.00)
2023 Accrued Liabilities	\$ (89,742.89)
Total	\$ (2,078,011.18)

RECONCILIATION

Total Payments Exceeding \$25,000	\$ 2,141,751.67
Total Payments of \$25,000 or Less	\$ 373,873.97
Total Grants and Contributions Exceeding \$25,000	\$ 134,732.60
Total Reconciling Items	\$ (2,078,011.18)
Total	\$ 572,347.06
Total Statement of Revenue & Expenditure	550,359.00
Variance	21,988.06

Reasons for the Variance

Operational Statements are prepared on accrual accounting basis whereby the statements prepared under the FIR regulations are prepared based on actual payments made through the year.

Prepared under Financial Information Regulation, Schedule 1, Section 7 and the *Financial Information Act*, Section 2.

The Corporation of the Village of Hazelton
2024 Statement of Financial Information

SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS

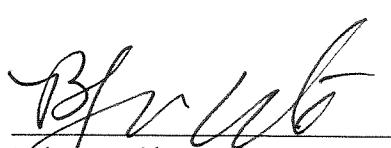
This organization has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

Prepared under Financial Information Regulation, Schedule 1, Section 5.

The Corporation of the Village of Hazelton
2024 Statement of Financial Information

STATEMENT OF APPROVAL OF FINANCIAL INFORMATION

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, Section 9(2), approves all the statements and schedules included in the Statement of Financial Information, produced under the *Financial Information Act*.



Robyn Carlé
Chief Administrative Officer
December 9, 2025



Julie Maitland
Mayor
December 9, 2025

Prepared pursuant to the Financial Information Regulation, Schedule 1, Section 9.



Vohora LLP
CPAs & Business Advisors

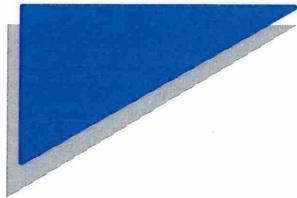
THE CORPORATION OF THE VILLAGE OF HAZELTON
Financial Statements
Year Ended December 31, 2024



Vohora LLP
CPAs & Business Advisors

THE CORPORATION OF THE VILLAGE OF HAZELTON
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Year Ended December 31, 2024

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CPAs & Business Advisors

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of The Corporation of the Village of Hazelton

Report on the Financial Statements

Opinion

We have audited the financial statements of The Corporation of the Village of Hazelton (the "Village"), which comprise the statement of financial position as at December 31, 2024, and the statements of operations, changes 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 Village as at December 31, 2024, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis for Opinion

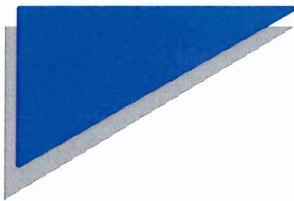
We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Village in accordance with 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.

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

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

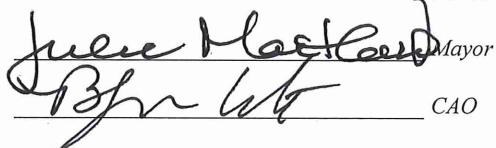
THE CORPORATION OF THE VILLAGE OF HAZELTON

Statement of Financial Position

December 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash (<i>Note 4</i>)	\$ 10,323,948	\$ 9,024,534
Taxes receivable (<i>Note 5</i>)	35,043	21,460
Accounts receivable (<i>Note 6</i>)	<u>660,721</u>	<u>1,989,176</u>
	<u>11,019,712</u>	<u>11,035,170</u>
LIABILITIES		
Accounts payable and accrued liabilities (<i>Note 7</i>)	105,820	879,189
Deferred revenue (<i>Note 8</i>)	6,898,143	6,981,228
Asset retirement obligation (<i>Note 9</i>)	<u>42,261</u>	<u>40,153</u>
	<u>7,046,224</u>	<u>7,900,570</u>
NET FINANCIAL ASSETS	<u>3,973,488</u>	<u>3,134,600</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 2)	9,495,598	8,119,763
Prepaid expenses	<u>14,908</u>	<u>10,351</u>
	<u>9,510,506</u>	<u>8,130,114</u>
	<u>\$ 13,483,994</u>	<u>\$ 11,264,714</u>
VILLAGE POSITION		
Operating fund surplus	\$ 2,509,572	\$ 2,020,400
Reserve funds (Schedule 3)	1,478,824	1,124,551
Equity in tangible capital assets (<i>Note 10</i>)	<u>9,495,598</u>	<u>8,119,763</u>
	<u>\$ 13,483,994</u>	<u>\$ 11,264,714</u>

APPROVED BY THE MAYOR AND COUNCIL


 Mayor
 CAO

THE CORPORATION OF THE VILLAGE OF HAZELTON

Statement of Operations

Year Ended December 31, 2024

	Budget	2024	2023
REVENUE			
Government grants and transfers (<i>Note 11</i>)	\$ 878,000	\$ 1,844,061	\$ 3,148,831
Taxes for municipal purposes (<i>Note 12</i>)	458,532	360,306	354,635
Investment	15,000	439,485	290,812
Other	86,450	751,302	197,505
User fees and sale of goods and services	257,000	206,437	195,291
	<hr/> 1,694,982	<hr/> 3,601,591	<hr/> 4,187,074
EXPENSES			
General government services	494,034	451,749	379,065
Public works and transportation	265,400	298,103	264,266
Capital operations	40,000	4,075	5,187
Protective services	27,000	15,090	41,899
Waste management	29,100	19,631	20,054
Development services	125,600	85,246	77,768
Recreation and cultural services	23,500	36,263	26,717
Water operations	74,463	64,952	65,829
Sewer operations	99,463	101,475	118,348
Amortization	250,000	305,727	237,803
	<hr/> 1,428,560	<hr/> 1,382,311	<hr/> 1,236,936
REVENUE OVER EXPENSES	266,422	2,219,280	2,950,138
VILLAGE POSITION, BEGINNING	11,264,714	11,264,714	8,314,576
VILLAGE POSITION, END	11,531,136	13,483,994	11,264,714

THE CORPORATION OF THE VILLAGE OF HAZELTON

Statement of Changes in Net Financial Assets

Year Ended December 31, 2024

	Budget	2024	2023
REVENUE OVER EXPENSES	\$ 266,422	\$ 2,219,280	\$ 2,950,138
Amortization of tangible capital assets	250,000	305,727	237,803
Purchase of tangible capital assets	-	(1,681,562)	(3,963,080)
Adjustment in prepaid expenses	-	(4,557)	(916)
	250,000	(1,380,392)	(3,726,193)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	516,422	838,888	(776,055)
NET FINANCIAL ASSETS - BEGINNING OF YEAR	-	3,134,600	3,910,655
NET FINANCIAL ASSETS - END OF YEAR	\$ 516,422	\$ 3,973,488	\$ 3,134,600

THE CORPORATION OF THE VILLAGE OF HAZELTON

Statement of Cash Flows

Year Ended December 31, 2024

	2024	2023
OPERATING ACTIVITIES		
Revenue over expenses	\$ 2,219,280	\$ 2,950,138
Item not affecting cash:		
Amortization of tangible assets	<u>305,727</u>	<u>237,803</u>
	<u>2,525,007</u>	<u>3,187,941</u>
Changes in non-cash working capital:		
Accounts receivable	1,328,455	(1,723,142)
Accounts payable and accrued liabilities	(773,370)	653,361
Deferred revenue	(83,085)	6,552,521
Prepaid expenses	(4,557)	(916)
Taxes receivable	(13,583)	2,054
Asset retirement obligation	2,108	2,003
	<u>455,968</u>	<u>5,485,881</u>
Cash flow from operating activities	<u>2,980,975</u>	<u>8,673,822</u>
INVESTING ACTIVITY		
Purchase of tangible capital assets	<u>(1,681,561)</u>	<u>(3,963,080)</u>
Cash flow used by investing activity	<u>(1,681,561)</u>	<u>(3,963,080)</u>
INCREASE IN CASH FLOW	1,299,414	4,710,742
Cash - beginning of year	<u>9,024,534</u>	<u>4,313,792</u>
CASH - END OF YEAR	<u>\$ 10,323,948</u>	<u>\$ 9,024,534</u>

THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

1. DESCRIPTION AND CONTINUANCE OF ORGANIZATION

THE CORPORATION OF THE VILLAGE OF HAZELTON (the "Village") is a municipality in the Province of British Columbia and operates under the provisions of the Local Government Act and the Community Charter of British Columbia. The Village provides municipal services such as public works, protective services, planning, parks, recreation and other general government services to the residents of the Village.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian public sector accounting standards (PSAS). All figures are presented in Canadian dollars.

The financial statements reflect the assets, liabilities, revenues and expenses of the Village's activities and funds. The Village does not control any external entities and accordingly no entities have been consolidated into the financial statements.

Fund accounting

For financial reporting purposes, the accounts of the Village have been classified into the following funds:

- Operating Fund, consisting of the general, water and sewer operating funds, comprises the operating costs of the services provided by the Village.
- The reserve funds are established to hold assets for specific future purposes as approved by Council. Allowable transfers to and from these funds are defined in reserve fund establishment bylaws.
- The capital fund comprises the assets, liabilities, revenue and expenses in relation to the tangible capital assets owned by the Village.

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THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

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

Revenue recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. Expenses are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.

Taxation

Annual levies for non-optimal municipal services and general administrative services are recorded as taxes for municipal services in the year they are levied. Levies imposed by other taxing authorities are not included as taxes for municipal purposes. Through the British Columbia Assessment appeal process, taxes may be adjusted by way of supplementary roll adjustments. The affects of these adjustments on taxes levied are recognized at the time they are awarded.

Government Grants and Transfers

Government grants and transfers without stipulations restricting their use are recognized in the financial statements as revenue in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, eligibility criteria have been met and the reasonable estimates of the amounts can be made. Government transfers with stipulations restricting their use and that give rise to an obligation that meets the definition of a liability are recorded as deferred revenue until settlement of the liability has occurred.

Investment and Other

Revenue from the sale of services or user fees is recognized when the service or product is rendered by the Village. Revenue from property rentals is recognized as revenue in the period in which the property is occupied by the tenant or in accordance with the lease agreement. Investment income is recognized when earned.

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THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

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

Segment information

The Village is a municipal government that provides a wide range of services to its residents and taxpayers.

The Village's operations and activities are organized and reported by segments in Schedule 1. Property taxation revenue which funds many of the operations is not allocated to a specific segment and is reported as unallocated.

General Government Services

General government operations include legislative services, general administration, finance and information technology functions.

Public Works and Transportation Services

The Public Works department provides transportation services including street maintenance, snow removal, building maintenance, street lighting, fleet maintenance, and storm sewers.

Capital Operations

The Capital services includes capital projects, feasibility studies and project management.

Protective Services

Protective services includes fire protection, first responders and emergency planning and management.

Waste Management

Waste management services are provided by the Public Works department and include the collection and treatment/disposal of solid waste, yard waste and recyclables.

Development Services

Economic development activities including planning and land management, as well as revenues and related expenditures from commercial services are reported in this segment.

Recreation and Cultural Services

The Village operates and maintains the library, parks, trails, open spaces and leisure services.

Water Operations

This segment includes all operating activities related to pumping, testing and distributing water throughout the Village and operates under the Public Works Department.

Sewer Operations

This segment includes all operating activities related to collection and treatment of wastewater throughout the Village and operates under the Public Works Department.

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THE CORPORATION OF THE VILLAGE OF HAZELTON
Notes to Financial Statements
Year Ended December 31, 2024

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

Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They are not intended for sale in the ordinary course of operations.

Tangible capital assets

Tangible capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a straight-line basis at the following rates and methods:

Buildings	15 - 40 years
Furniture, equipment and automotive	5 - 40 years
Roads and engineered structures	10-50 years
Water and sewer infrastructure	35 years

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use. Donated tangible capital assets are reported at fair value at the time of donation.

Asset retirement obligations

A liability will be recognized when, as at the financial reporting date:

1. there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
2. the past transaction or event giving rise to the liability has occurred;
3. it is expected that future economic benefits will be given up; and
4. a reasonable estimate of the amount can be made.

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Statement of Operations.

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THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

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

Financial instruments

Measurement of financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized costs.

Financial assets measured at fair value include cash.

Financial assets measured at amortized cost include accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Impairment

Financial assets measured at amortized cost are measured for impairment when there are indicators of impairment. The amount of the write-down is recognized in the statement of operations. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in the statement of operations.

Transaction costs

The Village recognizes its transaction costs in the statement of operations in the period incurred. However, financial instruments that will not be subsequently measured at fair value are adjusted by the transaction costs that are directly attributable to their origination, issuance or assumption.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the Village's best information and judgment, including:

- the estimated useful lives of tangible capital assets;
- the amount of accrued liabilities.

THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

3. FINANCIAL INSTRUMENTS

The Village is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Village's risk exposure and concentration as of December 31, 2024.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Village is exposed to credit risk consist primarily of cash and cash equivalents and accounts receivable. The Village's cash and cash equivalents are maintained with a large federally regulated financial institution in Canada. Majority of the accounts receivable are from government grants which the risk of default is low.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities as they come due. The Village's exposure to this risk is mainly dependent on the receipt of funds from its customers and other related sources, whether in the form of revenue or advances.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk. The Village is not exposed to any of these risks.

Unless otherwise noted, it is management's opinion that the Village is not exposed to significant other price risks arising from these financial instruments.

4. CASH AND SHORT-TERM INVESTMENTS

Cash and short-term investments are comprised of cash on deposit and investments as follows:

	2024	2023
Cash	\$ 9,653,415	\$ 8,384,776
Short-term investments	<u>670,533</u>	<u>639,758</u>
	<u>\$ 10,323,948</u>	<u>\$ 9,024,534</u>

5. TAXES RECEIVABLE

	2024	2023
Taxes - Current	\$ 21,346	\$ 14,430
Taxes - Arrears	<u>13,697</u>	<u>7,030</u>
	<u>\$ 35,043</u>	<u>\$ 21,460</u>

THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

6. ACCOUNTS RECEIVABLE

	2024	2023
Government grants	\$ 562,155	\$ 1,874,496
Other receivables	<u>98,566</u>	<u>114,680</u>
	<u>\$ 660,721</u>	<u>\$ 1,989,176</u>

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
Lien and holdback payable	\$ -	\$ 674,060
Trade accounts payable and accruals	75,604	138,184
Other government agencies	12,789	54,564
Accrued salary, wages and employee benefits	<u>17,427</u>	<u>12,381</u>
	<u>\$ 105,820</u>	<u>\$ 879,189</u>

8. DEFERRED REVENUE

	2024	2023
Province of BC - Flood Mitigation Infrastructure	\$ 6,381,444	\$ 6,400,000
Federal Gas Tax - Community Works Fund	363,578	502,602
Other	<u>153,121</u>	<u>78,626</u>
	<u>\$ 6,898,143</u>	<u>\$ 6,981,228</u>

THE CORPORATION OF THE VILLAGE OF HAZELTON
Notes to Financial Statements
Year Ended December 31, 2024

9. ASSET RETIREMENT OBLIGATION

The Village's asset retirement obligation represents management's best estimate of the present value of costs expected for the remediation of asbestos in the Village's buildings and removal of improvements. Management has used the Bank of Canada lending rate of 5.25% as the discount rate.

The asset retirement costs are included in the cost of the building and amortized over its useful life.

	2024	2023
Asset retirement obligation, beginning of year	\$ 40,153	\$ 38,150
Accretion expense	<u>2,108</u>	<u>2,003</u>
Asset retirement obligation, end of year	<u><u>\$ 42,261</u></u>	<u><u>\$ 40,153</u></u>

10. EQUITY IN TANGIBLE CAPITAL ASSETS

Equity in tangible capital assets represents the net book value of total capital assets less long term obligations assumed to acquire those assets. The change in equity in tangible capital assets is as follows:

	2024	2023
Opening balance	\$ 8,119,763	\$ 4,394,486
Purchase of tangible capital assets	<u>1,681,561</u>	<u>3,963,080</u>
Amortization	<u>(305,727)</u>	<u>(237,803)</u>
Closing balance	<u><u>\$ 9,495,598</u></u>	<u><u>\$ 8,119,763</u></u>

11. GOVERNMENT GRANTS AND TRANSFERS

	2024	2023
Federal / provincial capital grants	\$ 1,258,999	\$ 1,966,155
Unconditional provincial grants	<u>520,800</u>	<u>1,116,000</u>
Northern Development Initiative Trust	<u>52,344</u>	<u>43,315</u>
Regional District of Kitimat-Stikine	<u>11,918</u>	<u>11,521</u>
Other	<u>-</u>	<u>11,840</u>
	<u><u>\$ 1,844,061</u></u>	<u><u>\$ 3,148,831</u></u>

THE CORPORATION OF THE VILLAGE OF HAZELTON

Notes to Financial Statements

Year Ended December 31, 2024

12. TAXES FOR MUNICIPAL PURPOSES

	2024	2023
Taxes Collected		
Property taxes	\$ 240,874	\$ 236,185
Frontage assessments	61,200	61,200
Grants in lieu of taxes	49,479	50,223
Penalties and interest on taxes	<u>8,753</u>	<u>7,027</u>
	<u>\$ 360,306</u>	<u>\$ 354,635</u>

13. PENSION LIABILITY

The Village and its employees contribute to the Municipal Pension Plan (the "Plan"), a jointly trustee pension plan. The board of trustees, representing plan members and employers, are responsible for administering the plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2023, the plan has about 256,000 active members and approximately 129,000 retired members. Active members include approximately 45,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation of the Municipal Pension Plan as at December 31, 2021 indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2024 with the results available in 2025.

Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets, and cost to the individual employers participating in the Plan.

THE CORPORATION OF THE VILLAGE OF HAZELTON
 Schedule of Segmented Revenues and Expenses
 Year Ended December 31, 2024

Schedule 1

	General Government Services	Public Works and Transportation	Capital Operations	Protective Services	Waste Management	Development Services	Recreation and Cultural Services	Water Operations	Sewer Operations	Unallocated	2024	Budget	2023
Revenues													
Net taxes available for municipal purposes	-	-	-	-	-	-	-	-	-	360,306	360,306	458,532	354,635
Government grants and transfers	1,686,265	-	157,796	-	-	-	-	-	-	-	1,844,061	878,000	3,148,831
User fees and sale of goods and services	-	-	-	-	64,743	-	-	63,560	78,134	-	206,437	257,000	195,291
Investment	439,485	-	-	-	-	-	-	-	-	-	439,485	15,000	290,812
Other	751,302	-	-	-	-	-	-	-	-	-	751,302	86,450	197,505
	2,877,052	-	157,796	-	64,743	-	-	63,560	78,134	360,306	3,601,591	1,694,982	4,187,074
Expenses													
Grants in aid	20,651	-	-	-	-	12,500	2,500	-	-	-	35,651	250,000	25,105
Materials, services and supplies	170,212	119,821	4,075	15,090	6,231	72,746	27,360	6,118	40,455	-	462,108	184,525	416,740
Professional services	29,458	-	-	-	-	-	-	-	-	-	29,458	34,585	21,323
Salaries, wages and benefits	208,286	178,281	-	-	13,400	-	6,403	58,834	61,021	-	526,225	644,450	507,459
Travel and training	23,142	-	-	-	-	-	-	-	-	-	23,142	65,000	28,506
Amortization	-	-	-	-	-	-	-	-	-	305,727	305,727	250,000	237,803
	451,749	298,103	4,075	15,090	19,631	85,246	36,263	64,952	101,475	305,727	1,382,311	1,428,560	1,236,936
Excess (deficiency) of revenues over expenses	2,425,303	(298,103)	153,721	(15,090)	45,112	(85,246)	(36,263)	(1,392)	(23,341)	54,579	2,219,280	266,422	2,950,138

THE CORPORATION OF THE VILLAGE OF HAZELTON
 Schedule of Tangible Capital Assets
 Year Ended December 31, 2024

Schedule 2

	Land and Parks	Buildings	Furniture, Equipment and Automotive	Roads and Engineered Structures	Land Improvements	Flood Protection Infrastructure	Water Infrastructure	Sewer Infrastructure	Total
Cost									
Balance at January 01, 2023	\$ 541,488	\$ 1,114,479	\$ 1,113,772	\$ 2,544,731	\$ 319,936	\$ 620,971	\$ 2,265,379	\$ 1,929,542	\$ 10,450,298
Additions	-	-	-	3,939,345	-	-	20,000	3,735	3,963,080
Disposals	-	-	-	-	-	-	-	-	-
Balance at December 31, 2023	\$ 541,488	\$ 1,114,479	\$ 1,113,772	\$ 6,484,076	\$ 319,936	\$ 620,971	\$ 2,285,379	\$ 1,933,277	\$ 14,413,378
Additions	-	174,320	58,730	1,362,415	-	-	3,500	82,597	1,681,561
Disposals	-	-	-	-	-	-	-	-	-
Balance at December 31, 2024	\$ 541,488	\$ 1,288,799	\$ 1,172,502	\$ 7,846,491	\$ 319,936	\$ 620,971	\$ 2,288,879	\$ 2,015,874	\$ 16,094,940
Accumulated amortization									
Balance at January 01, 2023	\$ -	\$ 831,636	\$ 715,824	\$ 1,019,014	\$ 302,885	\$ 216,363	\$ 1,579,394	\$ 1,390,696	\$ 6,055,812
Amortization	-	25,721	55,725	54,218	1,706	11,831	45,560	43,041	237,803
Disposals	-	-	-	-	-	-	-	-	-
Balance at December 31, 2023	\$ -	\$ 857,357	\$ 771,548	\$ 1,073,232	\$ 304,592	\$ 228,194	\$ 1,624,955	\$ 1,433,738	\$ 6,293,615
Amortization	-	28,710	53,204	121,014	1,706	11,524	45,691	43,877	305,727
Disposals	-	-	-	-	-	-	-	-	-
Balance at December 31, 2024	\$ -	\$ 886,067	\$ 824,753	\$ 1,194,246	\$ 306,298	\$ 239,718	\$ 1,670,646	\$ 1,477,615	\$ 6,599,342
Carrying value									
At December 31, 2023	\$ 541,488	\$ 257,122	\$ 342,224	\$ 5,410,844	\$ 15,345	\$ 392,776	\$ 660,424	\$ 499,540	\$ 8,119,763
At December 31, 2024	\$ 541,488	\$ 402,732	\$ 347,749	\$ 6,652,246	\$ 13,639	\$ 381,252	\$ 618,233	\$ 538,259	\$ 9,495,598

THE CORPORATION OF THE VILLAGE OF HAZELTON
 SCHEDULE OF RESERVE FUNDS
 Year Ended December 31, 2024

Schedule 3

										2024	2023
	Land	Growing Communities	Capital Works	Northern Capital & Planning	Northwest BC Regional Fund				Total	Total	
Opening balance	\$ 201,219	\$ 634,000	\$ 65,876	\$ 223,456	\$ -				\$ 1,124,551	\$ 2,340,087	
Addition	-	-	-	-	912,573				912,573	634,000	
Interest earned	7,588	23,910	2,485	-	-				33,983	124,746	
Capital additions	-	(368,827)	-	(223,456)	-				(592,284)	(1,974,282)	
Closing balance	\$ 208,807	\$ 289,083	\$ 68,361	\$ -	\$ 912,573				\$ 1,478,824	\$ 1,124,551	