

CITY OF IQALUIT
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025

CITY OF IQALUIT
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DECEMBER 31, 2025

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ADMINISTRATION'S RESPONSIBILITY FOR FINANCIAL REPORTING

Municipal Council, which is responsible for, among other things, the preparation of the financial statements of the City of Iqaluit, delegates to Administration the responsibility of the financial statements. Municipal Council appoints independent auditors to examine and report directly to them on the financial statements. Administration prepared the financial statements. Accounting principles have been followed in accordance Public Sector Accounting Standards.

Administration maintains a system of internal accounting controls to ensure that transactions are accurately recorded on a timely basis, are properly approved and result in reliable financial statements. There are limits inherent in all systems based on the recognition that the cost of such systems should not exceed the benefits to be derived. Administration believes its system provides the appropriate balance in this respect.

Municipal Council carries out its responsibility for review of the financial statements primarily through the Finance Committee. The Committee meets regularly with Administration to discuss financial matters, including the results of audit examinations. The Committee reports its findings to Municipal Council for its consideration in approving the financial statements for issuance.

The financial statements have been reported on by Baker Tilly Arctic Inc., Chartered Professional Accountants. The auditor's report outlines the scope of their audit and their opinion on the presentation of the information included in the financial statements.



AICAO

Steven England
Chief Administrative Officer

City of Iqaluit

28 APRIL 2026

Date

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

Administration is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as administration determines is necessary to enable the preparation of consolidated financial statements that are free of material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, administration is responsible for assessing the City'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 administration either intends to liquidate the City or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the City'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 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 City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by administration.

- Conclude on the appropriateness of administration'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 City'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 City 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.

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.

Report on Other Legal and Regulatory Requirements

As required by Section 144 of the *Cities, Towns and Villages Act* of Nunavut we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

We further report in accordance with the *Cities, Towns and Villages Act* of Nunavut that, in our opinion, proper books of account have been kept by the City, the consolidated financial statements are in agreement with the records maintained by the City and the transactions that have come under our notice have, in all significant respects, been within the statutory powers of the City.

Baker Tilly Arctic Inc.

Chartered Professional Accountants

Iqaluit, Nunavut
April 28, 2026

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	<u>2025</u>	<u>2024</u> (Restated - Note 2)
Financial Assets		
Cash and cash equivalents (Note 3)	\$ 76,621,119	\$ 73,343,314
Accounts receivable		
Taxes and grants in lieu (Note 4)	1,918,807	2,575,861
Trade and other (Note 4)	17,447,606	17,781,518
Land held for resale (Note 5)	1,423,687	904,929
Land leases receivable (Note 6)	<u>1,290,834</u>	<u>2,649,759</u>
Total Financial Assets	<u>98,702,053</u>	<u>97,255,381</u>
Liabilities		
Accounts payable and accrued liabilities	12,531,451	25,654,456
Deposits	123,924	120,724
Performance bonds payable	409,665	409,665
Post-employment benefits payable	2,349,453	1,900,931
Asset retirement obligations (Notes 7 and 14)	18,700,315	18,155,645
Deferred revenue (Note 8)	7,141,518	11,112,157
Long term debt (Note 9)	18,187,793	20,382,297
Obligation under development agreement (Note 10)	<u>813,615</u>	<u>813,615</u>
Total Liabilities	<u>60,257,734</u>	<u>78,549,490</u>
Net Financial Assets	<u>38,444,319</u>	<u>18,705,891</u>
Non-Financial Assets		
Prepaid expenses	283,549	1,104,138
Consumable inventories	1,688,952	1,595,866
Tangible capital assets (Schedule 16)	<u>301,093,086</u>	<u>294,591,958</u>
Total Non-Financial Assets	<u>303,065,587</u>	<u>297,291,962</u>
Accumulated Fund Balances (Schedule 1)	<u>\$ 341,509,906</u>	<u>\$ 315,997,853</u>

Contingent Liabilities (Note 14)
Commitments (Note 15)

Approved on behalf of the City of Iqaluit:



Mayor



Chief Administrative Officer

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

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>2025</u> <u>Budget</u>	<u>2025</u> <u>Actual</u>	<u>2024</u> <u>Actual</u> (Restated - Note 2)
Revenues			
Taxation and user charges			
Taxes and grants in lieu (Schedule 2)	\$ 27,819,300	\$ 27,444,183	\$ 25,085,560
Water and sewer (Schedule 3)	25,418,100	22,678,734	19,961,152
Sanitation (Schedule 4)	6,000,000	6,741,387	6,360,364
Land development and administration (Schedule 5)	2,432,400	1,488,581	2,031,828
Other revenue from own sources (Schedule 7)	3,091,000	3,744,324	3,924,711
Emergency services (Schedule 9)	3,928,600	3,349,940	3,321,522
By-law enforcement (Schedule 10)	137,800	114,315	138,261
Recreational and cultural (Schedule 12)	1,398,200	1,056,884	1,348,734
Government transfers			
Equalization contribution (Schedule 2)	2,189,300	2,189,302	2,189,307
Water and sewer subsidy (Schedule 3)	1,257,900	1,257,903	1,257,913
Water and sewer projects (Schedule 3)	-	-	22,500
Sanitation projects (Schedule 4)	-	-	182,894
Land contributions (Schedule 5)	855,000	1,855,727	488,415
Other government transfers (Schedule 7)	78,000	124,379	41,112
By-law enforcement (Schedule 10)	-	10,000	24,700
Public works and transportation (Schedule 11)	-	-	190,000
Recreational and cultural transfers (Schedule 12)	118,000	921,086	789,410
Economic development contribution (Schedule 14)	-	170,434	203,882
Community funding (Schedule 15)	<u>5,318,700</u>	<u>10,752,269</u>	<u>4,324,500</u>
	<u>80,042,300</u>	<u>83,899,448</u>	<u>71,886,765</u>
Expenses			
Water and sewer (Schedule 3)	11,057,600	16,852,887	15,873,870
Sanitation (Schedule 4)	6,902,100	5,287,595	7,326,496
Land development and administration (Schedule 5)	3,018,100	3,655,333	1,693,933
General government (Schedule 8)	12,785,700	6,245,973	5,628,780
Emergency services (Schedule 9)	6,324,700	6,711,864	5,166,821
By-law enforcement (Schedule 10)	1,932,400	1,357,097	1,170,791
Public works and transportation (Schedule 11)	9,619,600	5,161,809	4,707,305
Recreational and cultural (Schedule 12)	8,520,000	8,465,675	7,037,251
Engineering services (Schedule 13)	2,022,000	967,785	1,174,704
Economic development (Schedule 14)	383,700	170,434	223,244
Community funding (Schedule 15)	5,324,600	10,752,269	4,324,500
Depreciation (Schedule 16)	<u>9,124,900</u>	<u>13,478,502</u>	<u>10,850,859</u>
	<u>77,015,400</u>	<u>79,107,223</u>	<u>65,178,554</u>
Excess Revenues Before Other	<u>3,026,900</u>	<u>4,792,225</u>	<u>6,708,211</u>
Other			
Government transfers relating to capital (Schedule 17)	<u>60,961,540</u>	<u>20,719,828</u>	<u>32,221,712</u>
Excess Revenues	<u>\$ 63,988,440</u>	<u>\$ 25,512,053</u>	<u>\$ 38,929,923</u>

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

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u> (Restated - Note 2)
Excess Revenues	\$ 63,988,440	\$ 25,512,053	\$ 38,929,923
Tangible capital assets purchased	(68,245,353)	(21,236,201)	(40,591,614)
Depreciation	9,124,900	13,478,502	10,850,859
Write-down of tangible capital assets	-	-	242,817
Tangible capital asset adjustment	<u>-</u>	<u>1,256,571</u>	<u>-</u>
	4,867,987	19,010,925	9,431,985
Change in prepaid expenses	-	820,589	(973,867)
Change in consumable inventories	<u>-</u>	<u>(93,086)</u>	<u>391,669</u>
Increase in Net Financial Assets	4,867,987	19,738,428	8,849,787
Net Financial Assets, opening	<u>18,705,891</u>	<u>18,705,891</u>	<u>9,856,104</u>
Net Financial Assets, closing	<u><u>\$ 23,573,878</u></u>	<u><u>\$ 38,444,319</u></u>	<u><u>\$ 18,705,891</u></u>

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

CITY OF IQALUIT
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>2025</u>	<u>2024</u> (Restated - Note 2)
Operating Activities		
Excess revenues	\$ 25,512,053	\$ 38,929,923
Items not requiring cash:		
Depreciation	13,478,502	10,850,859
Write-down of tangible capital assets	-	242,817
Loss on disposal and adjustment	<u>1,256,571</u>	<u>-</u>
	40,247,126	50,023,599
Cash provided by (used for) changes in non-cash working capital:		
Taxes and grants in lieu receivable	657,054	2,945,588
Trade and other receivables	333,914	5,531,695
Land held for resale	(518,757)	(832,415)
Land leases receivable	1,358,924	(733,274)
Accounts payable and accrued liabilities	(13,123,006)	6,472,835
Deposits	3,200	(7,225)
Performance bond payable	-	46,500
Post-employment benefits payable	448,522	422,290
Closure/post-closure liabilities	544,669	1,028,805
Deferred revenue	(3,970,640)	1,602,956
Prepaid expenses	820,589	(973,867)
Consumable inventory	<u>(93,086)</u>	<u>391,670</u>
Cash from (used for) operations	<u>26,708,509</u>	<u>65,919,157</u>
Capital Activities		
Tangible capital assets purchased	<u>(21,236,201)</u>	<u>(40,591,614)</u>
Cash from (used for) capital transactions	<u>(21,236,201)</u>	<u>(40,591,614)</u>
Financing Activities		
Long term debt repaid	(2,194,503)	(2,215,329)
Obligations under development agreement	-	813,615
Cash from (used for) financing activities	<u>(2,194,503)</u>	<u>(1,401,714)</u>
Increase in Cash	3,277,805	23,925,829
Cash and Cash Equivalents, opening	<u>73,343,314</u>	<u>49,417,485</u>
Cash and Cash Equivalents, closing	<u>\$ 76,621,119</u>	<u>\$ 73,343,314</u>

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

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the City of Iqaluit (the "City"), are the representations of Administration and in Administration's opinion, have been properly prepared within reasonable limits of materiality within the framework of the significant accounting policies summarized below:

(a) Reporting Entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the General Operating Fund, Water Sewer Fund, Sanitation Program Fund, Land Development Fund and Reserve Fund and include all the activities of all committees of Council. All inter-fund assets, liabilities, revenues, and expenditures are eliminated.

The City receives significant funding from the Government of Nunavut in the form of operating and capital contributions. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

(b) Basis of Accounting

The consolidated financial statements of the City are prepared in accordance with Public Sector Accounting Standards as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada (CPA Canada).

(c) Use of Estimates

The preparation of the consolidated financial statements of the City requires Administration to make estimates and approximations based on information available as of the date of the consolidated financial statements. Significant estimates include assumptions used in estimating provisions for accrued liabilities, asset retirement obligations, allowance for doubtful accounts, valuations of employee future benefits and useful life of tangible capital assets. Actual results could differ from those estimates and approximations.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Fund Accounting

The City maintains the General Operating Fund, Water Sewer Fund, Sanitation Program Fund, Land Development Fund and Reserve Fund. Transfers between funds are recorded as adjustments to the appropriate fund balance.

(e) Financial Instruments

Financial instruments are financial assets or liabilities of the City where, in general, the City has the right to receive cash or another financial asset from another party or the City has the obligation to pay another party cash or other financial assets.

The City initially measures its financial assets and liabilities originated or exchanged in arm's length transactions at fair value. Financial assets and liabilities originated or exchanged in related party transactions, except for those that involve parties whose sole relationship with the City is in the capacity of management, are initially measured at cost.

The cost of a financial instrument in a related party transaction depends on whether the instrument has repayment terms. If it does, the cost is determined using its undiscounted cash flows, excluding interest and dividend payments, less any impairment losses previously recognized by the transferor. Otherwise, the cost is determined using the consideration transferred or received by the City in the transaction.

The City subsequently measures all its financial assets and financial liabilities at amortized cost or at cost.

Financial assets measured at amortized cost include cash and cash equivalent, accounts receivable, and land leases receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities, other current payables, deposits and performances bond payable and long-term debt.

(f) Budget

Budget figures were originally approved by Council on December 10, 2024 and reflect revisions made by Council during the year.

(g) Cash and Cash Equivalents

Cash and cash equivalents are comprised of bank account balances net of outstanding cheques and short term highly liquid investments that are readily convertible to cash. Short term investments are recorded at the lower of cost or market value.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Inventory

Inventory for Consumption

Inventories other than for resale are recorded at the lower of cost, determined on a weighted average basis, and net replacement cost.

Inventory of Land Held for Resale

Land held for resale are recorded at cost. Cost consists of development costs accumulated until the land is sold.

(i) Tangible Capital Assets

Tangible capital assets are recorded at cost. Depreciation is provided using methods and rates intended to depreciate the cost of assets over their estimated useful lives. Estimated useful life and depreciation methods are set forth below:

<u>Category</u>	<u>Threshold (\$)</u>	<u>Estimated Useful Life</u>	<u>Depreciation Method</u>
Buildings	10,000	40 years	Straight-line
Cemetery development	All	Indefinite	NA
Computer equipment - hardware	5,000	3 years	Straight-line
Computer software	5,000	3 years	Straight-line
Furniture and fixtures	5,000	5 years	Straight-line
Granular source	All	Indefinite	NA
Infrastructure - water and sewer	10,000	30 years	Straight-line
Infrastructure - sewage treatment	10,000	30 years	Straight-line
Infrastructure - waste	10,000	30 years	Straight-line
Land	All	Indefinite	NA
Assets under construction	All	NA	NA
Machinery and equipment - office	10,000	5 years	Straight-line
Machinery and equipment - heavy equipment	10,000	18 years	Straight-line
Playgrounds - recreation	10,000	18 years	Straight-line
Roads	All	30 years	Straight-line
Vehicles	All	7 years	Straight-line

(j) Contributed Tangible Capital Assets

Tangible capital assets acquired as contributions are recorded at their fair value on the date received. Equivalent amounts are recorded as other capital contributions on the consolidated statement of operations.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Interest Capitalization

Interest expenses incurred relating to the tangible capital assets under construction are capitalized until the point that the construction is complete and the tangible capital asset is ready for use.

(l) Deferred Revenue

Certain amounts are received pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs or in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. These amounts are recorded as deferred revenue and are recognized as revenue in the year during which the related expenses are incurred provided eligibility criteria and stipulates have been met.

(m) Leases

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

(n) Post Employment Benefits

Under the terms and conditions of employment, City employees may earn benefits for retirement, vested sick leave, severance and removal costs upon termination of employment. The estimated liability for these benefits is recorded as the benefits are earned by the employees. Severance liabilities are also recorded when employees are identified for lay-off.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) Asset Retirement

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

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset. The asset retirement cost is amortized over the useful life of the related asset. Asset retirement obligations which are incurred incrementally with use of the asset are recognized in the period incurred with a corresponding asset retirement cost expensed in the period.

At each financial reporting date, the City reviews the carrying amount of the liability. The City recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset. The City continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(p) Tax Revenue

Property taxes are a function of assessed values and mill rates. The assessed values are determined through application of Territorial legislation and the mill rates are set by Council. The revenue is recognized in the period the taxes are levied.

(q) Government Transfers

Government transfers are recognized in the consolidated financial statements as revenues when:

- 1) a transfer without eligibility criteria or stipulations is authorized.
- 2) a transfer with eligibility criteria but without stipulations is authorized and all eligibility criteria have been met.
- 3) a transfer with or without eligibility criteria but with stipulations is authorized and all eligibility criteria have been met, except when and to the extent that the transfer gives rise to an obligation that meets the definition of a liability.

(r) Land Lease Revenue

Land lease revenue is recognized based on the date of the lease.

(s) Fees and User Charges

Fees and user charges relate to water, sewer and solid waste; fees for use of various programming and facilities and fees imposed based on specific activities. Revenue is recognized when the activity is performed or when the services are rendered.

(t) Expenses

Expenses are reported on the accrual basis of accounting, which recognizes expenses as they are incurred and measurable, as a result of receipt of goods or services.

Expenses which are wholly attributable to a particular fund are charged directly to the appropriate fund. Where expenses are not wholly attributable to a specific fund these expenses are allocated amongst the applicable funds based on administration's estimates of the time, effort and resources required to support these activities.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(u) Reserves

Reserves are established at the discretion of Council to set aside funds for future expenditures. Transfers to and/or from reserves are reflected as an adjustment to the respective fund and not as revenues or expenditures in the consolidated statement of operations.

The reserves as established by Council and their purposes are as follows:

General Operating Fund

- General reserve was established to accumulate funds for general operations or budget shortfalls.
- Building reserve was established to accumulate funds for purchasing or constructing new buildings.
- Road reserve was established to accumulate funds for future road paving, maintenance or development.
- Minor equipment reserve was established to accumulate funds for replacement of minor equipment.
- Vehicle reserve was established to accumulate funds for purchasing new vehicles.
- Heavy equipment reserve was established to accumulate funds for purchasing or repair of heavy equipment.
- R.E.A.C.H. reserve was established to accumulate sponsorship and donated funds for future R.E.A.C.H. program expenditures.
- Quarry development reserve was established to accumulate funds for future quarry development.

Water Sewer Fund

- General reserve was established to accumulate funds for water sewer operations or budget shortfalls.

Sanitation Program Fund

- Equipment reserve was established to accumulate funds for purchasing or repair of equipment.

Land Development Fund

- General reserve was established to accumulate funds for land operations or budget shortfalls.
- Land improvements reserve was established to accumulate funds for land improvements or development.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

2. PRIOR PERIOD ADJUSTMENT

The December 31, 2025, consolidated financial statements have been prepared taking into account changes for corrections to, and restatement of previously reported balances. The following summarizes the changes to the 2024 comparative balances included in these consolidated financial statements.

It was determined that certain costs that were incurred in the prior fiscal year relating to community safety programming and prevention initiatives met the eligibility criteria for reimbursement under the Building Safer Communities Fund (BSCF) funding agreement with the Government of Canada. In the prior year, the revenue relating to the BSCF funding agreement had been deferred. As a result, the ending December 31, 2024, excess revenues and the accumulated fund balances have increased by \$666,604 from what was previously reported, and deferred revenue has decreased by the same amount.

During the year, the City identified that a development agreement required the City to reimburse a development for infrastructure improvement using future lease revenues earned from the benefiting area. This obligation had not been recorded in the prior year. As a result, the prior year liabilities and land held for resale have increased by \$813,615, and capital assets and accumulated fund balances have increased by \$1,076,208.

3. CASH AND CASH EQUIVALENTS

General Operating Fund maintains the cash and cash equivalents for other funds not fully funded on their own. The actual cash and cash equivalents position is as follows:

	<u>2025</u>	<u>2024</u>
General operating fund	\$ 43,956,603	\$ 33,845,317
Aquatic centre funds	66,721	845,418
Capital projects funds	11,721,983	16,259,248
Land development funds	2,959,826	5,023,995
Internally restricted funds	1,818,532	1,763,063
Reserve funds	<u>16,097,454</u>	<u>15,606,273</u>
	<u>\$ 76,621,119</u>	<u>\$ 73,343,314</u>

Cash and cash equivalents consist of operating and savings accounts with the Royal Bank of Canada. Cash invested in savings accounts earns interest at variable rates.

Included in the land development fund is \$409,665 (2024 - \$409,665) of performance bonds held in trust.

3. CASH AND CASH EQUIVALENTS (continued)

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

Included in the general operating and capital projects fund is \$2,269,350 (2024 - \$2,367,174) relating to Gas Tax Funding, \$1,130,517 (2024 - \$0) relating to Block Funding and \$2,919,405 (2024 - \$6,829,264) related to Canada Mortgage and Housing Corporation Funding. The interest earned on these funds is added to the funding for the capital projects for which the funds were originally received. The use of this cash and cash equivalent is restricted to approved projects under various capital project agreements.

4. ACCOUNTS RECEIVABLE

Taxes and grants in lieu

	<u>2025</u>	<u>2024</u>
Total municipal taxes receivable	\$ 6,433,078	\$ 6,512,779
Allowance for doubtful collection	<u>(4,514,271)</u>	<u>(4,056,906)</u>
	1,918,807	2,455,873
Grants in lieu receivable	<u>-</u>	<u>119,988</u>
	<u>\$ 1,918,807</u>	<u>\$ 2,575,861</u>

Trade and other

	<u>2025</u>	<u>2024</u>
Water and sewer service	\$ 6,118,366	\$ 6,871,844
General accounts receivable	11,691,817	11,517,740
GST refundable	1,157,321	1,105,241
Contracts	787,514	444,231
Lower base accounts receivable	125	5,105
Allowance for doubtful accounts	<u>(2,307,537)</u>	<u>(2,162,643)</u>
	<u>\$ 17,447,606</u>	<u>\$ 17,781,518</u>

Included in General accounts receivable is amounts due from funders related to capital projects.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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5. LAND HELD FOR RESALE

Land held for resale represents the following balances.

	2025		2024 (Restated - Note 2)	
	<u>Number of Lots for Resale</u>	<u>Value</u>	<u>Number of Lots for Resale</u>	<u>Value</u>
Lake subdivision	0	\$ -	1	\$ 4,314
Joamie court	1	-	1	-
West 40 Subdivision	1	523,072	0	-
Plateau subdivision 1	1	-	1	-
Other	15	900,615	13	900,615
	<u>18</u>	<u>\$1,423,687</u>	<u>16</u>	<u>\$ 904,929</u>

6. LAND LEASES RECEIVABLE

	<u>2025</u>	<u>2024</u>
Land leases receivable	\$ 704,990	\$ 1,993,982
Land leases receivable - in arrears	<u>1,144,501</u>	<u>1,139,129</u>
	1,849,491	3,133,111
Allowance for doubtful collection	<u>(558,657)</u>	<u>(483,352)</u>
	<u>\$ 1,290,834</u>	<u>\$ 2,649,759</u>

Land leases receivable bear various interest rates from 10% to 12%, are due in various periods from 1 year to 25 years and are secured by a leasehold interest in land.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

7. ASSET RETIREMENT OBLIGATIONS

The City's asset retirement obligations (ARO) relate to the estimated costs of safely removing, remediating, packaging, and disposing of hazardous materials, including asbestos, underground fuel tanks, landfills, and quarry sites. These obligations arise from present legal requirements to retire tangible capital assets and remediate affected land and infrastructure owned by the City.

Asset retirement obligations are initially recognized at fair value based on management's best estimate of the costs to be incurred. The corresponding amount is capitalized as part of the carrying value of the related tangible capital assets, primarily granular source assets and water and sewage infrastructure. The capitalized asset retirement costs are amortized on a straight-line basis over the estimated useful lives of the related assets. Amortization expense is included in the Consolidated Statement of Operations and Accumulated Surplus.

Total asset retirement obligations:

	<u>2025</u>	<u>2024</u>
Balance, beginning of year	\$ 18,155,645	\$ 17,126,840
Liabilities incurred	-	500,000
Liabilities settled	-	-
Accretion expense	<u>544,670</u>	<u>528,805</u>
	<u>\$ 18,700,315</u>	<u>\$ 18,155,645</u>

8. DEFERRED REVENUE

	<u>2025</u>	<u>2024</u> (Restated - Note 2)
Gas tax program	\$ 2,269,350	\$ 2,367,174
GN other	134,697	64,052
GN Block Funding	1,130,517	-
Government of Canada	588,931	304,297
Other	98,620	102,254
Canada Mortgage and Housing Corporation	2,919,403	6,829,265
Child's First Initiative	-	1,445,115
Community health program	<u>-</u>	<u>-</u>
	<u>\$ 7,141,518</u>	<u>\$ 11,112,157</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

9. LONG TERM DEBT

	<u>2025</u>	<u>2024</u>
VersaBank, secured by a general debenture on capital projects, repayable in blended monthly installments of \$7,942 with interest at 5.70%. Repaid during the year.	\$ -	\$ 77,384
VersaBank, secured by a general debenture related to the lower base capital project, repayable in blended monthly installments of \$4,728 with interest at 5.72%. Repaid during the year.	-	40,787
Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 3, repayable in blended monthly installments of \$38,550 with interest at 5.77%. Repaid during the year.	-	447,150
Royal Bank of Canada, secured by a general debenture related to the Plateau subdivision phase 4, repayable in blended monthly installments of \$25,576 with interest at 5.63%, maturing October 2027.	533,904	802,506
Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$105,075 with interest at 4.25%, maturing August 2035.	1,697,419	1,831,238
Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$70,060 with interest at 4.25%, maturing July 2035.	1,131,777	1,220,981
Federation of Canadian Municipalities debenture, unsecured, repayable in blended semi-annual installments of \$115,863 with interest at 4.25%, maturing August 2035.	1,871,693	2,019,251

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

9. LONG TERM DEBT (continued)

	<u>2025</u>	<u>2024</u>
Royal Bank of Canada, secured by a general debenture related to the Aquatic Centre, repayable in monthly principal installments of \$65,000 plus interest and stamping fee at 2.77%, maturing December 2026.	<u>12,953,000</u>	<u>13,943,000</u>
	<u>\$ 18,187,793</u>	<u>\$ 20,382,297</u>

Long term debt is estimated to be repayable as follows:

2026	\$ 13,623,337
2027	652,589
2028	419,907
2029	438,335
2030	456,969
2031 and thereafter	<u>2,596,656</u>
	<u>\$ 18,187,793</u>

10. OBLIGATION UNDER DEVELOPMENT AGREEMENT

Qikiqtaaluk Business Development Corporation (QDBC) development agreement issued under development permit no. 17-001, \$813,615 (2024 - \$813,615), unsecured, repayable through amounts recovered from lessees and/or landowners of the developed area, Plan 2997, Block 205, part of Lot 1, expiring October 2044.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

11. EXPENDITURES BY OBJECT

The following is a summary of the expenditures reported on the Consolidated Statement of Operations by the object of expenditures:

	<u>2025</u>	<u>2024</u>
Salaries and benefits	\$ 28,829,562	\$ 24,577,547
Legal fees	302,480	196,421
Professional fees	147,438	152,602
Contracted services	16,598,363	8,767,048
Rental	846,524	956,673
Telecommunications	385,029	345,727
Materials and supplies	5,358,313	4,244,044
Advertising	19,478	23,941
Service charges	153,142	148,161
Interest on long term debt	633,375	655,149
Bad debts (Note 12)	762,771	670,401
Professional development and training	337,388	197,055
Electricity	3,558,018	2,969,715
Heating fuel	1,848,894	1,534,178
Repairs and maintenance	1,295,759	1,508,337
Vehicle fuel	673,144	727,447
Vehicle repairs and maintenance	1,157,247	843,365
Travel and accommodation	119,372	64,484
Promotion	3,297	11,854
Sponsorships, memberships and fees	57,352	44,180
Insurance	1,075,084	795,416
Recruitment	73,949	70,655
Other expenditures	<u>480,958</u>	<u>276,835</u>
	64,716,937	49,781,235
Cost of lot sales	367,114	24,600
Decommissioning of West 40 Landfill	-	3,888,588
Write-off of tangible capital assets	-	104,467
Accretion expenses	544,670	528,805
Depreciation	<u>13,478,502</u>	<u>10,850,859</u>
	<u>\$ 79,107,223</u>	<u>\$ 65,178,554</u>

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

12. OTHER INFORMATION

Change in Allowance for Doubtful Accounts Receivable and Related Bad Debts Expense (Recovery)

The following amounts owed to the City have been considered doubtful of collection during the year and have been recorded as a bad debts expense (recovery) in their respective funds:

	<u>2025</u>	<u>2024</u>
Municipal taxes receivable	\$ 542,571	\$ 389,449
General accounts receivable	100,894	194,858
Municipal services receivable	44,000	(26,000)
Land leases receivable	<u>75,306</u>	<u>112,094</u>
	<u>\$ 762,771</u>	<u>\$ 670,401</u>

13. FINANCIAL ASSETS AND LIABILITIES

The significant financial risks to which the City is exposed are credit risk, liquidity risk and interest rate risk.

a) Credit risk

The financial instruments that potentially subject the City to a significant concentration of credit risk consist primarily of cash and accounts receivable. The City mitigates its exposure to credit loss by placing its cash with major financial institutions. The City routinely assesses the financial strength of its counterparties and, as a consequence, believes that its accounts receivable credit risk exposure is limited. Municipal taxes and services receivable mitigate credit risk by ultimate collection upon sale of property.

b) Interest rate risk

The City is exposed to interest rate cash flow risk to the extent that a portion of the long-term debt bears interest as a floating interest rate. The City is exposed to interest rate price risk to the extent that a portion of the long-term debt is at a fixed interest rate. The City does not use derivative financial instruments to alter the effects of the risk.

c) Liquidity risk

Liquidity risk is the risk that the City cannot repay its obligations when they become due to its creditors. The City mitigates this risk by keeping track of when payments are due and maintaining adequate cash resources, including a line of credit, if necessary.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

14. CONTINGENT LIABILITIES

Environmental

The City of Iqaluit has identified various environmentally hazardous sites within the municipal boundaries of the City. Environmental problems include contaminated soil and groundwater and a sewage treatment facility in need of upgrades. Responsible government authorities have been notified of these environmental risks for remedial action. As the outcome of these environmental hazards is not presently determinable, no provision for a loss has been accrued in these consolidated financial statements.

Statements of Claim

The City was served with a fire-related statement of claim filed against several defendants, seeking damages for general negligence, punitive damages and aggravated damages. The total amount being sought is \$14,500,000, the likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The dispute is being handled by the City's insurer. The maximum exposure would be limited to the applicable deductible in the situation. The amount of an expense, if any, will be recorded in the period known.

The City was served with a statement of claim filed against several parties, seeking damages following an environmental spill on a property. The total amount being sought is \$1,200,000, the likelihood of the outcome is unknown. The amount of any contingent loss has not been recorded in these financial statements. The amount of an expense, if any, will be recorded in the period known.

Quarry Site Restoration

Upon termination of the Quarry Administration Agreement between the City and the Government of Nunavut, the City is required to deliver up possession of the quarry site restored to the satisfaction of the Government of Nunavut. To date the City does not have complete information required to estimate restoration costs. As such these costs have not been recorded in these consolidated financial statements. The amount of an expense, if any, will be recorded in the period known.

Insurance

The City participates in the Nunavut Association of Municipalities Insurance Exchange. Under these programs the City is insured for property, automotive and liability. Under the terms of membership, the City could become liable for its proportionate share of any claim losses in excess of the funds available. Any liability incurred would be accounted for in the year the losses are determined.

CITY OF IQALUIT
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

15. COMMITMENTS

Premises Rent

The City rents premises for space under lease agreements that expire between 2026 and 2031. Annual minimum lease payments under the terms of the leases are as follows:

2026	\$ 687,199
2027	616,632
2028	516,632
2029	501,632
2030	501,632
2031 and thereafter	<u>863,235</u>
	<u>\$ 3,686,962</u>

In addition to the commitments noted above, the City has multiple construction and service commitments spanning one to three years, with values ranging from \$100,000 to \$1,800,000.

16. RELATED PARTY TRANSACTIONS

During the year, the City acquired goods and services in the amount of \$5,005,101 from businesses where a Councilor serves as president/CEO of the parent company. These transactions were recorded at the exchange amounts which was determined to be the fair value of the transactions.

17. COMPARATIVE AMOUNTS

Certain 2024 financial statement amounts have been reclassified to conform to the financial statement presentation adopted in the current year.

CITY OF IQALUIT
CONSOLIDATED SCHEDULE OF CHANGES IN ACCUMULATED FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Operating Fund	Water Sewer Fund	Sanitation Program Fund	Land Development Fund	Reserve Fund	Equity in Tangible Capital Assets	2025 Municipal Position Total	2024 Municipal Position Total (Restated - Note 2)
EXCESS REVENUES (EXPENSES)	<u>\$ 11,401,056</u>	<u>\$ 16,473,317</u>	<u>\$ (2,051,295)</u>	<u>\$ (311,025)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,512,053</u>	<u>\$ 38,929,923</u>
Net interfund transfers								
Transfers to reserves	(401,284)	(32,494)	(22,860)	(34,542)	491,180	-	-	-
Tangible capital assets purchased	(6,985,569)	(13,934,287)	(316,345)	-	-	21,236,201	-	-
Tangible capital asset adjustment	1,256,569	-	-	-	-	(1,256,569)	-	-
Long term debt repaid	(1,394,161)	(84,575)	-	-	-	1,478,736	-	-
Depreciation	5,164,103	4,492,967	3,821,432	-	-	(13,478,502)	-	-
	<u>(2,360,342)</u>	<u>(9,558,389)</u>	<u>3,482,227</u>	<u>(34,542)</u>	<u>491,180</u>	<u>7,979,866</u>	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCES	<u>9,040,714</u>	<u>6,914,928</u>	<u>1,430,932</u>	<u>(345,567)</u>	<u>491,180</u>	<u>7,979,866</u>	<u>25,512,053</u>	<u>38,929,923</u>
BALANCES, OPENING	<u>19,706,249</u>	<u>4,173,904</u>	<u>168</u>	<u>8,061,020</u>	<u>7,930,570</u>	<u>274,383,127</u>	<u>314,255,038</u>	<u>275,949,671</u>
Prior period reinstatement	1,742,815	(1,076,208)	-	-	-	1,076,208	1,742,815	1,118,259
BALANCES, OPENING ADJUSTED	<u>21,449,064</u>	<u>3,097,696</u>	<u>168</u>	<u>8,061,020</u>	<u>7,930,570</u>	<u>275,459,335</u>	<u>315,997,853</u>	<u>277,067,930</u>
BALANCES, CLOSING	<u>\$ 30,489,778</u>	<u>\$ 10,012,624</u>	<u>\$ 1,431,100</u>	<u>\$ 7,715,453</u>	<u>\$ 8,421,750</u>	<u>\$ 283,439,201</u>	<u>\$ 341,509,906</u>	<u>\$ 315,997,853</u>

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

CITY OF IQALUIT
GENERAL OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u> (Restated - Note 2)
Revenues			
User charges			
Taxes	\$ 17,641,900	\$ 15,456,049	\$ 14,814,300
Grants in lieu (Schedule 7)	<u>10,177,400</u>	<u>11,988,134</u>	<u>10,271,260</u>
	27,819,300	27,444,183	25,085,560
Other revenue from own sources (Schedule 7)	3,091,000	3,744,324	3,924,711
Emergency services (Schedule 9)	3,928,600	3,349,940	3,321,522
By-law enforcement (Schedule 10)	137,800	114,315	138,261
Recreational and cultural (Schedule 12)	<u>1,398,200</u>	<u>1,056,884</u>	<u>1,348,734</u>
	36,374,900	35,709,646	33,818,788
Government transfers			
Equalization contribution	2,189,300	2,189,302	2,189,307
Economic development (Schedule 14)	-	170,434	203,882
Emergency services (Schedule 9)	-	-	-
By-law enforcement (Schedule 10)	-	10,000	24,700
Public works and transportation (Schedule 11)	-	-	190,000
Recreational and cultural (Schedule 12)	118,000	921,086	789,410
Government operating transfers (Schedule 7)	78,000	124,379	41,112
Community funding (Schedule 15)	<u>5,318,700</u>	<u>10,752,269</u>	<u>4,324,500</u>
	44,078,900	49,877,116	41,581,699
Expenses			
General government (Schedule 8)	12,785,700	6,245,973	5,628,780
Emergency services (Schedule 9)	6,324,700	6,711,864	5,166,821
By-law enforcement (Schedule 10)	1,932,400	1,357,097	1,170,791
Public works and transportation (Schedule 11)	9,619,600	5,161,809	4,707,305
Recreational and cultural (Schedule 12)	8,520,000	8,465,675	7,037,251
Engineering services (Schedule 13)	2,022,000	967,785	1,174,704
Economic development (Schedule 14)	383,700	170,434	223,244
Community funding (Schedule 15)	<u>5,324,600</u>	<u>10,752,269</u>	<u>4,324,500</u>
	46,912,700	39,832,906	29,433,396
Depreciation	<u>4,185,900</u>	<u>5,164,103</u>	<u>4,166,209</u>
	51,098,600	44,997,009	33,599,605
Excess Revenues (Expenses) before Other	(7,019,700)	4,880,107	7,982,094
Other			
Government transfers relating to capital	<u>1,965,000</u>	<u>6,520,949</u>	<u>14,778,601</u>
Excess Revenues (Expenses)	<u>\$ (5,054,700)</u>	<u>\$ 11,401,056</u>	<u>\$ 22,760,695</u>

CITY OF IQALUIT
WATER SEWER FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u> (Restated - Note 2)
Revenues			
User charges			
Residential	\$ 2,421,400	\$ 2,433,130	\$ 2,868,652
Commercial	4,324,100	2,591,659	2,954,912
Government and industrial	18,069,600	16,556,049	13,413,821
Development charges	-	798,759	370,754
Other fees	<u>603,000</u>	<u>299,137</u>	<u>353,013</u>
	<u>25,418,100</u>	<u>22,678,734</u>	<u>19,961,152</u>
Government transfers			
Government of Nunavut - Projects	-	-	22,500
Government of Nunavut - Subsidies	<u>1,257,900</u>	<u>1,257,903</u>	<u>1,257,913</u>
	<u>26,676,000</u>	<u>23,936,637</u>	<u>21,241,565</u>
Expenses			
Salaries and benefits	4,672,300	4,547,047	4,077,044
Transmission and distribution (utilidor)	5,968,300	4,469,562	4,952,389
Bad debts (recovery)	-	44,000	(26,000)
Write-down of tangible capital assets	-	-	72,239
Vehicle operations and maintenance	417,000	664,830	553,167
Asset retirement obligation accretion	<u>-</u>	<u>190,962</u>	<u>185,400</u>
	11,057,600	9,916,401	9,814,239
Net allocations from:			
General government	-	3,365,857	2,895,344
Bylaw enforcement	-	116,759	102,489
Public works and transportation	-	3,244,363	2,805,576
Engineering services	<u>-</u>	<u>209,507</u>	<u>256,222</u>
	11,057,600	16,852,887	15,873,870
Depreciation	<u>4,677,000</u>	<u>4,492,967</u>	<u>4,577,684</u>
	<u>15,734,600</u>	<u>21,345,854</u>	<u>20,451,554</u>
Excess Revenues Before Other	10,941,400	2,590,783	790,011
Other			
Government transfers relating to capital	<u>-</u>	<u>13,882,534</u>	<u>3,953,543</u>
Excess Revenues	<u>\$ 10,941,400</u>	<u>\$ 16,473,317</u>	<u>\$ 4,743,554</u>

CITY OF IQALUIT
SANITATION PROGRAM FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Revenues			
User charges			
Sanitation services	\$ 4,900,000	\$ 5,041,567	\$ 4,969,486
Solid waste tipping fees	1,100,000	1,699,820	1,379,595
Other	-	-	11,283
	<u>6,000,000</u>	<u>6,741,387</u>	<u>6,360,364</u>
Government of Nunavut - Projects	-	-	182,894
	<u>6,000,000</u>	<u>6,741,387</u>	<u>6,543,258</u>
Expenses			
Salaries and benefits	2,097,200	1,866,425	1,512,331
Rent	50,400	4,200	50,400
Vehicle operations and maintenance	240,000	242,565	187,621
Materials and supplies	180,000	82,012	126,260
Contracted services - equipment rental	4,263,500	1,066,069	259,921
Telecommunications	3,000	2,024	2,375
Utilities	68,000	555,535	68,903
Asset retirement obligation accretion	-	224,380	217,845
Decommissioning of West 40 Landfill	-	-	3,888,588
	<u>6,902,100</u>	<u>4,043,210</u>	<u>6,314,244</u>
Net allocations from:			
General government	-	814,320	700,487
Public works and transportation	-	430,065	311,765
	<u>6,902,100</u>	<u>5,287,595</u>	<u>7,326,496</u>
Depreciation	262,000	3,821,432	2,106,966
	<u>7,164,100</u>	<u>9,109,027</u>	<u>9,433,462</u>
Excess Expenses Before Other	(1,164,100)	(2,367,640)	(2,890,204)
Other			
Government transfers relating to capital	7,050,000	316,345	13,489,568
Excess Revenues (Expenses)	<u>\$ 5,885,900</u>	<u>\$ (2,051,295)</u>	<u>\$ 10,599,364</u>

CITY OF IQALUIT
LAND DEVELOPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Revenues			
User charges			
Equity land lease revenue	\$ -	\$ 798,000	\$ 1,177,912
Interest on land leases	210,000	205,141	277,779
Standard land lease revenue	-	463	2,283
Other	25,000	14,700	21,900
Fees	<u>2,197,400</u>	<u>470,277</u>	<u>551,954</u>
	<u>2,432,400</u>	<u>1,488,581</u>	<u>2,031,828</u>
Government transfers			
Government of Canada	765,000	1,723,596	385,286
Government of Nunavut - Other	-	25,418	-
Government of Nunavut - Land administration	<u>90,000</u>	<u>106,713</u>	<u>103,129</u>
	<u>855,000</u>	<u>1,855,727</u>	<u>488,415</u>
	<u>3,287,400</u>	<u>3,344,308</u>	<u>2,520,243</u>
Expenses			
Salaries and benefits	957,300	777,110	433,919
Write-down of land inventory	-	-	24,600
Cost of land sold	-	367,114	-
Interest on long-term debt	191,600	50,294	94,944
Materials and supplies	90,200	47,892	18,698
Advertising and promotion	-	-	-
Memberships and dues	27,000	24,189	672
Office and miscellaneous	40,500	39,826	-
Professional fees	15,000	2,379	-
Professional development and training	39,000	25,936	16,423
Telecommunications	700	1,104	1,372
Utilities	86,600	5,336	26,723
Vehicle operations and maintenance	3,100	3,702	5,466
Survey, appraisal and title search fees	162,100	15,794	7,819
Contracted services - reviews and studies	390,000	1,485,007	94,104
Contracted services - planning and development	1,015,000	455,313	611,029
Contracted services - janitorial	-	7,590	12,574
Bad debts - land leases	<u>-</u>	<u>75,306</u>	<u>112,094</u>
	<u>3,018,100</u>	<u>3,383,892</u>	<u>1,460,437</u>
Net allocations from:			
General government	<u>-</u>	<u>271,441</u>	<u>233,496</u>
	<u>3,018,100</u>	<u>3,655,333</u>	<u>1,693,933</u>
Excess Revenues (Expenses)	<u>\$ 269,300</u>	<u>\$ (311,025)</u>	<u>\$ 826,310</u>

CITY OF IQALUIT
RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Actual</u>	2024 <u>Actual</u>
The reserve fund is allocated as follows:		
General Operating Fund		
General reserve	\$ 2,453,855	\$ 2,378,983
Building reserve	2,047,743	1,805,862
Roads reserve	877,856	840,068
Minor equipment reserve	117,382	111,467
Vehicle reserve	19,194	18,581
Heavy equipment reserve	52,199	42,620
R.E.A.C.H. reserve	373,832	362,425
Quarry development reserve	598,599	579,372
Water Sewer Fund		
General reserve	198,965	166,470
Sanitation Fund		
Equipment reserve	550,064	527,204
Land Development Fund		
General reserve	279,378	270,853
Land improvements reserve	<u>852,683</u>	<u>826,665</u>
	<u>\$ 8,421,750</u>	<u>\$ 7,930,570</u>

CITY OF IQALUIT
GENERAL OPERATING FUND - REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Grants in Lieu			
Government of Canada	\$ 1,062,800	\$ 1,014,300	\$ 1,020,234
Government of Nunavut	8,881,900	10,741,966	9,024,945
Qulliq Energy Corporation	<u>232,700</u>	<u>231,868</u>	<u>226,081</u>
	<u>\$ 10,177,400</u>	<u>\$ 11,988,134</u>	<u>\$ 10,271,260</u>
Government Operating Transfers			
Government of Canada	\$ -	\$ 49,875	\$ 15,512
Government of Nunavut	<u>78,000</u>	<u>74,504</u>	<u>25,600</u>
	<u>\$ 78,000</u>	<u>\$ 124,379</u>	<u>\$ 41,112</u>
Other Revenue from Own Sources			
Interest earned	\$ 2,250,000	\$ 2,025,868	\$ 2,383,764
Penalties and interest	625,000	895,451	859,554
Tax certificates	-	22,700	22,200
Business licences	70,000	96,168	90,782
Rent recovery	127,000	137,074	97,521
Other licences and permits	15,000	2,800	10,700
Other income	<u>4,000</u>	<u>564,263</u>	<u>460,190</u>
	<u>\$ 3,091,000</u>	<u>\$ 3,744,324</u>	<u>\$ 3,924,711</u>

CITY OF IQALUIT
GENERAL GOVERNMENT
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u> (Restated - Note 2)
Expenses			
Mayor's and councillors' salaries and benefits	\$ 402,300	\$ 441,444	\$ 435,352
Salaries	4,676,900	3,941,117	3,327,276
Employee benefits	896,700	768,501	576,595
Recruitment	150,000	73,949	70,655
Materials and supplies	373,800	409,056	561,784
Professional development and training	700,900	226,854	149,112
Advertising, promotion and sponsorships	113,600	30,345	27,023
Travel and accommodation	216,000	40,790	40,944
Bad debts	500,000	643,466	584,307
Write down of tangible capital assets	-	-	1,742
Council initiated programs	50,000	-	-
Other expenses	15,000	37,647	95
Insurance	450,000	913,410	753,994
Memberships, subscriptions and dues	43,300	30,424	30,397
Bank charges	130,000	153,142	148,161
Cemetery operations and maintenance	74,000	45,500	-
Professional fees	509,300	447,539	349,023
Contracted services - administration	450,000	180,703	189,465
Contracted services - janitorial	100,000	85,008	67,377
Contracted services - information technology	606,000	713,166	529,886
Contracted services - studies and project costs	192,000	10,507	63,634
Contracted services - translation	350,000	289,742	339,890
Rent	779,000	631,306	702,996
Telecommunications	357,000	445,445	395,191
Utilities	127,500	116,858	98,909
Vehicle operations and maintenance	22,400	20,790	11,184
Interest on long-term debt	500,000	882	3,115
	<u>12,785,700</u>	<u>10,697,591</u>	<u>9,458,107</u>
Net allocation (to) from:			
Water and sewer fund	-	(3,365,857)	(2,895,344)
Sanitation fund	-	(814,320)	(700,487)
Land development fund	-	(271,441)	(233,496)
	<u>12,785,700</u>	<u>6,245,973</u>	<u>5,628,780</u>
Depreciation	<u>456,400</u>	<u>457,000</u>	<u>514,372</u>
	<u>\$ 13,242,100</u>	<u>\$ 6,702,973</u>	<u>\$ 6,143,152</u>

CITY OF IQALUIT
EMERGENCY SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Revenues			
User charges			
Ambulance services	\$ 3,420,000	\$ 2,867,800	\$ 2,890,500
Alarm monitoring services	321,300	282,613	275,717
Other recoveries	<u>187,300</u>	<u>199,527</u>	<u>155,305</u>
	3,928,600	3,349,940	3,321,522
Government transfers			
Government of Nunavut	<u>-</u>	<u>-</u>	<u>-</u>
	<u>3,928,600</u>	<u>3,349,940</u>	<u>3,321,522</u>
Expenses			
Salaries and benefits	5,376,100	5,706,424	4,622,884
Vehicle operations and maintenance	99,300	78,471	78,471
Office and miscellaneous	-	7,616	3,718
Write down of tangible capital assets	-	-	21,943
Materials and supplies	429,600	376,565	199,731
Telecommunications	10,400	12,106	10,842
Utilities	175,300	246,155	187,591
Repairs and maintenance	59,000	66,392	4,816
Training	50,000	28,676	19
Contracted services - medical director, fire response, project costs	125,000	148,059	26,747
Contracted services - janitorial	<u>-</u>	<u>41,400</u>	<u>10,059</u>
	6,324,700	6,711,864	5,166,821
Depreciation	<u>221,000</u>	<u>393,656</u>	<u>260,285</u>
	<u>6,545,700</u>	<u>7,105,520</u>	<u>5,427,106</u>
Excess Expenses	<u>\$ (2,617,100)</u>	<u>\$ (3,755,580)</u>	<u>\$ (2,105,584)</u>

CITY OF IQALUIT
BY-LAW ENFORCEMENT
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Revenues			
User charges			
Fines	\$ 109,000	\$ 77,165	\$ 110,161
Licences and permits	<u>28,800</u>	<u>37,150</u>	<u>28,100</u>
	137,800	114,315	138,261
Government transfers			
Government of Nunavut	<u>-</u>	<u>10,000</u>	<u>24,700</u>
	<u>137,800</u>	<u>124,315</u>	<u>162,961</u>
Expenses			
Salaries and benefits	1,598,100	1,173,246	1,024,887
Vehicle operations and maintenance	100,000	81,334	81,125
Materials and supplies	127,000	147,916	63,154
Asset retirement obligation accretion	-	15,450	15,000
Municipal Enforcement	-	-	7,718
Telecommunications	8,200	6,408	7,115
Utilities	28,200	5,337	26,723
Contracted services - janitorial	-	6,072	10,059
Training	31,000	50	-
Dog pound expenses	<u>39,900</u>	<u>38,043</u>	<u>37,499</u>
	1,932,400	1,473,856	1,273,280
Net allocation (to) from:			
Water and Sewer Fund	<u>-</u>	<u>(116,759)</u>	<u>(102,489)</u>
	1,932,400	1,357,097	1,170,791
Depreciation	<u>46,500</u>	<u>68,575</u>	<u>68,575</u>
	<u>1,978,900</u>	<u>1,425,672</u>	<u>1,239,366</u>
Excess Expenses	<u>\$ (1,841,100)</u>	<u>\$ (1,301,357)</u>	<u>\$ (1,076,405)</u>

CITY OF IQALUIT
PUBLIC WORKS AND TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Revenues			
Government transfers			
Government of Nunavut	\$ -	\$ -	\$ 190,000
Expenses			
Salaries and benefits	\$ 4,039,500	\$ 3,970,739	\$ 3,927,093
Vehicle operations and maintenance	492,700	697,613	638,785
Building repairs and maintenance	480,000	317,660	323,755
Materials and supplies	354,000	360,424	457,161
Street lighting	300,000	249,808	232,132
Traffic services	50,000	56,049	28,081
Rent	96,500	195,600	131,439
Telecommunications	10,900	9,824	9,900
Utilities	298,000	522,179	380,470
Contracted services - As & When, roads	2,530,000	1,576,930	806,558
Contracted services - janitorial	145,000	75,210	30,997
Staff training	25,000	-	-
Asset retirement obligation accretion	-	113,877	110,560
Cemetery operations and maintenance	58,000	36,145	47,082
Road repairs and maintenance	<u>740,000</u>	<u>654,179</u>	<u>700,633</u>
	9,619,600	8,836,237	7,824,646
Net allocation (to) from:			
Water and sewer fund	-	(3,244,363)	(2,805,576)
Sanitation fund	<u>-</u>	<u>(430,065)</u>	<u>(311,765)</u>
	9,619,600	5,161,809	4,707,305
Depreciation	<u>2,010,000</u>	<u>2,923,407</u>	<u>2,026,820</u>
	<u>11,629,600</u>	<u>8,085,216</u>	<u>6,734,125</u>
Excess Expenses	<u>\$ 11,629,600</u>	<u>\$ 8,085,216</u>	<u>\$ 6,544,125</u>

CITY OF IQALUIT
RECREATIONAL AND CULTURAL
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u> (Restated - Note 2)
Revenues			
User charges			
Abe Okpik Community Centre	\$ 80,000	\$ 53,269	\$ 65,878
Arctic Winter Games Complex	191,500	100,704	166,426
Arnaitok Arena	86,500	33,249	65,726
Curling rink	205,200	15,960	144,900
Elders' facility	28,000	248	4,313
Recreation fundraising	52,000	16,675	22,683
Parks, playgrounds and ballfields	7,000	3,250	4,250
Programs and special events	120,000	119,004	123,132
Aquatic centre	622,000	714,525	751,426
Youth centre	6,000	-	-
	<u>1,398,200</u>	<u>1,056,884</u>	<u>1,348,734</u>
Government transfers			
Government of Canada	71,000	837,707	697,894
Government of Nunavut	47,000	83,379	91,516
	<u>118,000</u>	<u>921,086</u>	<u>789,410</u>
	<u>1,516,200</u>	<u>1,977,970</u>	<u>2,138,144</u>
Expenses			
Administration			
Salaries and benefits	411,800	528,226	408,727
Other administration expenses	40,700	34,732	28,547
Fundraising expenses	10,000	-	-
Write down tangible capital assets	-	-	8,543
Vehicle operations and maintenance	35,000	44,416	27,128
	<u>497,500</u>	<u>607,374</u>	<u>472,945</u>
Facilities			
Abe Okpik Community Centre	50,100	15,006	16,077
Aquatic centre	4,486,100	4,319,668	3,877,237
Arctic Winter Games Complex	1,313,600	1,598,973	1,184,334
Arnaitok Arena	686,400	602,063	665,574
Curling rink	177,500	158,514	173,101
Elders' facility	138,700	140,494	124,655
Parks, playgrounds and ballfields	28,500	6,321	5,882
Programs and special events	714,500	583,722	273,753
Youth centre	427,100	433,540	243,693
	<u>8,520,000</u>	<u>8,465,675</u>	<u>7,037,251</u>
Depreciation	<u>1,452,000</u>	<u>1,315,989</u>	<u>1,290,681</u>
	<u>9,972,000</u>	<u>9,781,664</u>	<u>8,327,932</u>
Excess Expenses	<u>\$ (8,455,800)</u>	<u>\$ (7,803,694)</u>	<u>\$ (6,189,788)</u>

CITY OF IQALUIT
ENGINEERING SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 <u>Budget</u>	2025 <u>Actual</u>	2024 <u>Actual</u>
Expenses			
Salaries and benefits	\$ 920,000	\$ 842,085	\$ 679,328
Vehicle operations and maintenance	11,000	8,374	5,255
Office and miscellaneous	9,500	(858)	(8,261)
Telecommunications	4,500	1,511	1,921
Utilities	-	-	-
Materials and supplies	317,000	2,868	2,455
Contracted services - engineering support, project costs	760,000	245,181	717,368
Travel and Accomodation	<u>-</u>	<u>78,131</u>	<u>32,860</u>
	2,022,000	1,177,292	1,430,926
Net allocation (to) from:			
Water and sewer fund	<u>-</u>	<u>(209,507)</u>	<u>(256,222)</u>
	2,022,000	967,785	1,174,704
Depreciation	<u>-</u>	<u>5,476</u>	<u>5,476</u>
Excess Expenses	<u><u>\$ 2,022,000</u></u>	<u><u>\$ 973,261</u></u>	<u><u>\$ 1,180,180</u></u>

CITY OF IQALUIT
ECONOMIC DEVELOPMENT
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>2025</u> <u>Budget</u>	<u>2025</u> <u>Actual</u>	<u>2024</u> <u>Actual</u>
Revenues			
Government transfers			
Government of Nunavut	\$ -	\$ 168,434	\$ 203,882
Other	-	2,000	-
	<u>-</u>	<u>170,434</u>	<u>203,882</u>
Expenses			
Salaries and benefits	176,200	149,672	159,807
Advertising, promotion and sponsorships	2,500	2,500	2,534
Professional development and training	4,000	5,536	-
Travel and accommodation	4,000	1,249	-
Materials and supplies	800	325	459
Contracted services - consultants	175,000	1,295	50,676
Rent	20,000	8,210	8,210
Telecommunications	700	808	795
Utilities	500	839	763
	<u>383,700</u>	<u>170,434</u>	<u>223,244</u>
Excess Expenses	<u>\$ (383,700)</u>	<u>\$ -</u>	<u>\$ (19,362)</u>

CITY OF IQALUIT
COMMUNITY FUNDING
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Child's First Initiative</u>	<u>Reaching Home</u>	<u>CMHC Multi-plex</u>	<u>2025 Total</u>	<u>2024 Total</u>
Revenues					
Government transfers					
Government of Canada	\$ <u>2,106,040</u>	\$ <u>3,646,229</u>	\$ <u>5,000,000</u>	\$ <u>10,752,269</u>	\$ <u>4,324,500</u>
Expenses					
Contracted services -	-	3,171,869	-	3,171,869	2,503,508
Community funding					
Multi-plex	-	-	5,000,000	5,000,000	-
Materials and supplies -					
Community Funding	1,987,661	-	-	1,987,661	1,403,500
Materials and supplies	-	9,048	-	9,048	8,973
Administration	61,341	465,312	-	526,653	346,257
Professional Fees	-	-	-	-	36,250
Salaries and benefits	57,038	-	-	57,038	26,012
	<u>2,106,040</u>	<u>3,646,229</u>	<u>5,000,000</u>	<u>10,752,269</u>	<u>4,324,500</u>
Excess Revenues	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

CITY OF IQALUIT
TANGIBLE CAPITAL ASSETS AND ACCUMULATED DEPRECIATION
FOR THE YEAR ENDED DECEMBER 31, 2025

	Cost				Balance Closing	Accumulated Depreciation			Balance Closing	Net Book Value
	Balance Opening	Additions	Transfers	Disposals		Balance Opening	Depreciation	Disposals		
Buildings	\$ 69,858,571	\$ -	\$ 61,667,634	\$ -	\$ 131,526,205	\$ 23,681,087	\$ 3,324,397	\$ -	\$ 27,005,484	\$ 104,520,721
Cemetery development	2,869,190	-	2,026,105	-	4,895,295	-	-	-	-	4,895,295
Computer hardware	1,939,337	-	-	-	1,939,337	1,398,667	313,447	-	1,712,114	227,223
Computer software	866,788	-	-	-	866,788	866,788	-	-	866,788	-
Feasibility studies	-	-	-	-	-	-	-	-	-	-
Furniture and fixtures	377,491	-	-	-	377,491	366,689	6,652	-	373,341	4,150
Granular source	1,474,641	-	-	-	1,474,641	650,887	81,805	-	732,692	741,949
Infrastructure - water and sewer	115,204,136	-	410,601	-	115,614,737	46,305,870	3,263,898	-	49,569,768	66,044,969
Infrastructure - sewage treatment	22,483,465	-	-	-	22,483,465	11,948,904	856,006	-	12,804,910	9,678,555
Infrastructure - waste Land	14,794,340	-	26,717,228	-	41,511,568	6,426,350	2,899,969	-	9,326,319	32,185,249
	10,489,032	-	-	(362,800)	10,126,232	-	-	-	-	10,126,232
Machinery and equipment - office	622,829	223,030	-	-	845,859	583,341	39,488	-	622,829	223,030
Machinery and equipment - heavy	20,342,117	4,460,428	-	-	24,802,545	10,063,144	873,601	-	10,936,745	13,865,800
Machinery and equipment - residential	-	-	-	-	-	-	-	-	-	-
Playgrounds	456,839	-	-	-	456,839	253,469	15,480	-	268,949	187,890
Roads	40,698,963	-	6,480,077	-	47,179,040	19,019,430	1,497,743	-	20,517,173	26,661,867
Vehicles	8,624,218	1,117,267	-	-	9,741,485	7,957,845	306,016	-	8,263,861	1,477,624
	311,101,957	5,800,725	97,301,645	(362,800)	413,841,527	129,522,471	13,478,502	-	43,000,973	270,840,554
Assets under construction	113,012,472	15,435,476	97,301,645	(893,771)	30,252,532	-	-	-	-	30,252,532
Total	\$ 424,114,429	\$ 21,236,201	\$ -	\$ (1,256,571)	\$ 444,094,059	\$ 129,522,471	\$ 13,478,502	\$ -	\$ 43,000,973	\$ 301,093,086

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

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET ADDITIONS BY FUNDING SOURCE
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Gas Tax</u> <u>Contribution</u> <u>Agreement</u>	<u>Government of</u> <u>Nunavut -</u> <u>Other</u>	<u>Government</u> <u>of Canada and</u> <u>Other</u>	<u>Transfers from</u> <u>Reserves</u>	<u>General</u> <u>Operating Fund</u>	<u>Land Fund</u>	<u>Water Sewer</u> <u>Fund</u>	<u>Sanitation</u> <u>Fund</u>	<u>Total</u>
Curling Rink Improvements	\$ -	\$ 71,390	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,390
Staff Housing Upgrades	-	-	-	-	49,408	-	-	-	49,408
City of Iqaluit Operations Centre	-	220,393	-	-	-	-	-	-	220,393
Waste Transfer Station	-	158,921	-	-	-	-	-	-	158,921
Apex Cemetery Strategy	-	899,417	-	-	-	-	-	-	899,417
Federal Road Utilidor Expansion	-	-	14,140	-	-	-	-	-	14,140
Scada Upgrades	-	-	70,870	-	-	-	-	-	70,870
Solid Waste Facility - Landfill	-	157,424	-	-	-	-	-	-	157,424
Council AV System	-	-	-	-	223,030	-	-	-	223,030
Steel Structure for parts and supplies	-	-	-	-	45,179	-	-	-	45,179
Dump truck (purchased in 2024)	-	270,697	-	-	-	-	-	-	270,697
Dump truck	-	271,455	-	-	-	-	-	-	271,455
Dangerous Goods Rates Seacan (2)	-	57,552	-	-	-	-	-	-	57,552
Mobile Light Tower	-	18,272	-	-	-	-	-	-	18,272
Lowboy Flatbed Trailer	-	144,708	-	-	-	-	-	-	144,708
4 Post Lift for Shop	-	-	-	-	53,836	-	-	-	53,836
Mobile Inflatable Bouncer	-	15,212	-	-	-	-	-	-	15,212
Rebuild AWG Compressor	-	18,729	-	-	-	-	-	-	18,729
Hot Water Pressure Washer	-	29,436	-	-	-	-	-	-	29,436
Sewer Truck	-	308,770	-	-	-	-	-	-	308,770
#938 CAT Loader	-	491,292	-	-	-	-	-	-	491,292
#938 CAT Loader	-	491,292	-	-	-	-	-	-	491,292
Telehandler w/man basket	-	159,610	-	-	-	-	-	-	159,610
Vacuum Truck	-	683,798	-	-	-	-	-	-	683,798
#938 Tracked Loader	-	814,754	-	-	-	-	-	-	814,754
Water Truck	-	366,733	-	-	-	-	-	-	366,733
Snow Bucket For 950 CAT	-	25,076	-	-	-	-	-	-	25,076
Hydraulic BA-30 Angler Sweeper	-	36,739	-	-	-	-	-	-	36,739
Hydraulic BA-30 Angle Sweeper	-	36,739	-	-	-	-	-	-	36,739
CAT Grapple Bucket for Tracked Loader	-	41,346	-	-	-	-	-	-	41,346
Forks for #938 CAT Loader	-	8,247	-	-	-	-	-	-	8,247

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

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET ADDITIONS BY FUNDING SOURCE
FOR THE YEAR ENDED WEDNESDAY, DECEMBER 31, 2025

	<u>Gas Tax Contribution Agreement</u>	<u>Government of Nunavut - Other</u>	<u>Government of Canada</u>	<u>Transfers from Reserves</u>	<u>General Operating Fund</u>	<u>Land Fund</u>	<u>Water Sewer Fund</u>	<u>Sanitation Fund</u>	<u>Total</u>
Two Way Angle Blade for #938M	-	28,776	-	-	-	-	-	-	28,776
Camera for sewer line inspections	-	-	-	-	-	-	13,349	-	13,349
Compressor motor for ice plant	-	10,845	-	-	-	-	-	-	10,845
Reuild compressor for ice plant	-	17,987	-	-	-	-	-	-	17,987
Apex Bridge Replacement	-	209,792	-	-	-	-	-	-	209,792
Sina Street Paving	-	159,190	-	-	-	-	-	-	159,190
Street Lighting	-	-	-	-	82,322	-	-	-	82,322
Garbage Truck	-	261,768	-	-	-	-	-	-	261,768
Garbage Truck	-	261,768	-	-	-	-	-	-	261,768
Ford F250	-	78,927	-	-	-	-	-	-	78,927
Ambulance	-	257,402	-	-	-	-	-	-	257,402
Ambulance	-	257,402	-	-	-	-	-	-	257,402
WTP - Chlorine Room Updates	-	69,992	-	-	-	-	-	-	69,992
Intake, Conveyance, Reservoir Design	-	-	2,975,932	-	-	-	-	-	2,975,932
Sewer Repairs AV341 to AV335	2,848,310	-	-	-	-	-	-	-	2,848,310
Utilidor Upgrades	-	-	3,118	-	-	-	-	-	3,118
Owners Engineer & Specialized Study	-	-	267,569	-	-	-	-	-	267,569
New Garage Storage	-	-	-	-	7,353	-	-	-	7,353
DMAF - LTWP Engineering Support Program	-	-	939,278	-	-	-	-	-	939,278
Guiderail - Saputi & Ikaluktuutiak Drive	-	6,891	-	-	-	-	-	-	6,891
Lift Station #1 & Sewer System Protection Upgrades	99,448	-	-	-	-	-	-	-	99,448
Critical Pipeline Renewals	-	-	312,638	-	-	-	-	-	312,638
AV341 - AV335 Water Upgrades	-	-	2,851,777	-	-	-	-	-	2,851,777
WTP - Generator	-	42,692	-	-	-	-	-	-	42,692
Scada Upgrades	-	-	10,494	-	-	-	7,224	-	17,718
Backwash Pumps	-	168,373	-	-	-	-	-	-	168,373
Sewer Upgrades - Lower Plateau PTA2 to LS#1	-	591,928	-	-	-	-	-	-	591,928

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CITY OF IQALUIT
TANGIBLE CAPITAL ASSET ADDITIONS BY FUNDING SOURCE
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Gas Tax Contribution Agreement</u>	<u>Government of Nunavut - Other</u>	<u>Government of Canada</u>	<u>Transfers from Reserves</u>	<u>General Operating Fund</u>	<u>Land Fund</u>	<u>Water Sewer Fund</u>	<u>Sanitation Fund</u>	<u>Total</u>
Trigram Reheat Station	-	-	2,014,638	-	-	-	-	-	2,014,638
Culvert Replacement - QEW	-	30,316	-	-	-	-	-	-	30,316
Culvert Replacement - Nipisa Street	-	31,724	-	-	-	-	-	-	31,724
Fuel Tank	-	27,841	-	-	-	-	-	-	27,841
Sewer Upgrades - Ikaluktuutuaq Dr	-	-	-	-	-	-	17,336	-	17,336
Water Upgrades - Ikaluktuutuaq Dr	-	-	-	-	-	-	17,336	-	17,336
Total	\$ 2,947,758	\$ 8,311,616	\$ 9,460,454	\$ -	\$ 461,128	\$ -	\$ 55,245	\$ -	\$ 21,236,201
Government transfers relating to capital									\$ 20,719,828
Internally funded									516,373
									\$ 21,236,201

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

CITY OF IQALUIT
TANGIBLE CAPITAL ASSET DISPOSALS
FOR THE YEAR ENDED DECEMBER 31, 2025

The following assets were disposed of during the year

<u>Asset Identification</u>	<u>Net Book Value</u>	<u>Proceeds</u>	<u>Gain (Loss)</u>
None	\$ -	\$ -	\$ -