

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**

**FINANCIAL STATEMENTS**

**For the year ended December 31, 2025**

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# BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION

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For the year ended December 31, 2025

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## INDEPENDENT AUDITOR'S REPORT

To: The Board of  
Bow Valley Regional Transit Services Commission

### *Opinion*

We have audited the financial statements of the Bow Valley Regional Transit Services Commission which comprise the statement of financial position as at December 31, 2025, and the statements of operations, remeasurement gains and losses, change in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Commission as at December 31, 2025, its results of operations, remeasurement gains and losses, change in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Opinion*

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

### *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:

## INDEPENDENT AUDITOR'S REPORT, continued

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Commission's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Lethbridge, Alberta

April 16, 2026



Chartered Professional Accountants

## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

Management of the Bow Valley Regional Transit Services Commission is responsible for the preparation, accuracy, objectivity and integrity of the accompanying financial statements and all other information contained within this Financial Report. Management believes that the financial statements present fairly the Commission's financial position as at December 31, 2025 and the results of its operations for the yearend then ended.

The financial statements have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards (PSAS).

The financial statements include certain amounts based on estimates and judgments. Such amounts have been determined on a reasonable basis in order to ensure the financial statements are presented fairly in all material respects.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, management has designed and maintains a system of internal controls to produce reliable information and to meet reporting requirements on a timely basis. The system is designed to provide management with reasonable assurance that transactions are properly authorized and assets are properly accounted for and safeguarded.

These systems are monitored and evaluated by management and reliable financial information is available for preparation of the financial statements.

The Commission Board fulfills its responsibility for oversight of the financial statements directly. The Board meets regularly with management and the external auditors to review the results of audit examinations and discuss financial reporting matters.

The external auditors have full access to the Board with and without the presence of management. The Commission Board has approved the financial statements.

The financial statements have been audited by Avail LLP Chartered Professional Accountants, the independent external auditors appointed by the Commission. The accompanying independent Auditor's Report outlines their responsibilities, the scope of the examination and their opinion on the Commission's financial statements.



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Chief Executive Officer



**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**STATEMENT OF OPERATIONS**  
For the year ended December 31, 2025

	Budget (unaudited)	2025	2024
<b>Revenue</b>			
Service fees charged to commission members	\$ 7,529,496	\$ 6,752,506	\$ 5,387,360
Other service fees and sales of goods	7,929,784	8,320,377	8,195,142
Interest and investment income	150,000	82,847	184,422
	15,609,280	15,155,730	13,766,924
<b>Expenses</b>			
Salaries, wages and benefits	7,956,133	7,945,793	6,972,350
Contracted and general services	4,147,280	3,454,846	4,428,159
Materials, goods and utilities	2,585,157	3,043,118	2,389,369
Bank charges and short-term interest	94,578	84,705	85,173
Amortization of tangible capital assets	2,904,049	2,695,451	2,145,478
Loss on disposal of capital assets	-	7,016	355,046
	17,687,197	17,230,929	16,375,575
<b>Deficiency of revenue over expenses before capital</b>	<b>(2,077,917)</b>	<b>(2,075,199)</b>	<b>(2,608,651)</b>
<b>Capital</b>			
Member contributions - capital	3,466,428	3,791,411	835,992
Capital grants	5,040,000	5,199,931	3,033,949
	8,506,428	8,991,342	3,869,941
<b>Excess of revenue over expenses</b>	<b>6,428,511</b>	<b>6,916,143</b>	<b>1,261,290</b>
<b>Accumulated operating surplus, beginning of year</b>	<b>25,772,766</b>	<b>25,772,766</b>	<b>24,511,476</b>
<b>Accumulated operating surplus, end of year</b>	<b>\$ 32,201,277</b>	<b>\$ 32,688,909</b>	<b>\$ 25,772,766</b>

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**  
For the year ended December 31, 2025

	2025	2024
<b>Accumulated remeasurement gains (losses), beginning of year</b>	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Equity investments	-	-
Amounts reclassified to statements of operations:		
Equity investments realized gains	-	-
<b>Net remeasurement gains (losses) for the year</b>	-	-
<b>Accumulated remeasurement gains (losses), end of year</b>	\$ -	\$ -

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**  
For the year ended December 31, 2025

	Budget (unaudited)	2025	2024
<b>Excess of revenue over expenses</b>	\$ 6,428,511	\$ 6,916,143	\$ 1,261,290
Acquisition of tangible capital assets	(9,332,560)	(9,296,759)	(5,739,382)
Amortization of tangible capital assets	2,904,049	2,695,451	2,145,478
Loss on disposal of tangible capital assets	-	7,016	355,046
Proceeds on disposal of tangible capital assets	-	28,162	2,752
	(6,428,511)	(6,566,130)	(3,236,106)
Net change in prepaid expenses	-	545,469	(812,775)
<b>Change in net financial assets</b>	-	895,482	(2,787,591)
<b>Net financial assets, beginning of year</b>	1,575,709	1,575,709	4,363,300
<b>Net financial assets, end of year</b>	\$ 1,575,709	\$ 2,471,191	\$ 1,575,709

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**STATEMENT OF CASH FLOWS**  
For the year ended December 31, 2025

	2025	2024
<b>Operating transactions</b>		
Excess of revenue over expenses	\$ 6,916,143	\$ 1,261,290
Adjustments for items which do not affect cash		
Loss on disposal of tangible capital assets	7,016	355,046
Amortization of tangible capital assets	2,695,451	2,145,478
	9,618,610	3,761,814
Net change in non-cash working capital items		
Trade and other receivables	1,309,309	(1,966,309)
Due from commission members	(45,693)	78,683
Prepaid expenses and deposits	545,467	(812,775)
Accounts payable and accrued liabilities	78,735	58,982
Deferred revenue	775,446	1,366,749
Due to commission members	(996,566)	1,732,832
	11,285,308	4,219,976
<b>Capital transactions</b>		
Proceeds on disposal of tangible capital assets	28,162	2,752
Acquisition of tangible capital assets	(9,296,759)	(5,739,382)
	(9,268,597)	(5,736,630)
<b>Investing transactions</b>		
Decrease (increase) in investments	1,787,305	(231,078)
<b>Increase (decrease) in cash and cash equivalents</b>	<b>3,804,016</b>	<b>(1,747,732)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>5,172,517</b>	<b>6,920,249</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 8,976,533</b>	<b>\$ 5,172,517</b>

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**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2025**

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**1. Nature of operations**

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

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

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

**2. Significant accounting policies**

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

(a) Revenue recognition

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

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

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

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

(b) Investments

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

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

(c) Deferred revenue

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

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**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2025**

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**2. Significant accounting policies**

(d) Use of estimates

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

(e) Non-financial assets

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

(i) Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	Years
Bus stops	5-9
Land improvements	5-10
Buildings	25
Website	3
Machinery and equipment	3-9
Vehicles	5-18

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

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

(ii) Contributions of tangible capital assets

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

(iii) Leases

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

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2025

**2. Significant accounting policies**

(f) Valuation of financial assets and liabilities

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

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

**3. Cash and cash equivalents**

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

	2025	2024
Cash	\$ 5,138,619	\$ 789,845
Restricted Cash	-	1,068,768
Temporary investments	3,837,914	3,313,904
	<b>\$ 8,976,533</b>	<b>\$ 5,172,517</b>

Included in cash is \$0 (2024 - \$1,068,768) of grant funding received on behalf of Commission members that is payable at year end.

**4. Trade and other receivables**

	2025	2024
Grants receivable	\$ 1,030,175	\$ 1,783,094
Trade receivables	83,790	604,780
GST receivable	70,599	109,466
Interest receivable	17,761	14,294
	<b>\$ 1,202,325</b>	<b>\$ 2,511,634</b>

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2025

**5. Related party transactions**

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

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

	2025	2024
Town of Banff	\$ 3,758,486	\$ 2,910,919
Town of Canmore	2,850,179	2,256,411
Improvement District No 9	143,841	220,030
	<b>\$ 6,752,506</b>	<b>\$ 5,387,360</b>

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

	2025	2024
Town of Banff		
Maintenance	\$ 2,832,356	\$ 3,062,214
Bus storage	242,493	247,760
Tangible capital asset purchases	-	73,343
Office rent	29,696	28,915
	<b>3,104,545</b>	<b>3,412,232</b>
Town of Canmore		
Bus storage	53,033	35,355
Office rent	28,867	19,252
	<b>81,900</b>	<b>54,607</b>
	<b>\$ 3,186,445</b>	<b>\$ 3,466,839</b>

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

	2025	2024
Town of Banff	\$ 3,359,804	\$ 266,403
Town of Canmore	378,357	384,853
Improvement District No 9	53,250	184,736
	<b>\$ 3,791,411</b>	<b>\$ 835,992</b>

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2025

**5. Related party transactions, continued**

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

	2025	2024
Accounts receivable include amounts receivable from:		
Town of Banff	\$ 54,503	\$ 7,215
Town of Canmore	5,615	7,210
	\$ 60,118	\$ 14,425

Accounts payable include amounts payable from:		
Town of Banff	738,540	1,225,158
Town of Canmore	655,861	1,165,809
	1,394,401	2,390,967

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

**6. Investments**

	2025		2024	
	Carrying value	Market value	Carrying value	Market value
Commercial notes - amortized cost	\$ 1,877,578	\$ 2,138,062	\$ 3,664,883	\$ 3,727,336

Commercial notes consist of guaranteed bonds which have effective interest rates of 1.67% to 5.18% (2024 – 1.67% to 5.18%) and maturity dates from 2031 to 2034.

Investment income recognized in the statement of operations includes \$82,847 (2024 - \$184,421) of interest income and amortization of bonds.

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2025

**7. Deferred revenue**

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

	2025	2024
Member contributions - capital - Town of Banff	\$ 3,126,990	\$ 2,702,453
Member contributions - capital - Improvement District No 9	2,246,330	1,753,836
Member contributions - capital - Town of Canmore	1,762,511	1,609,120
Member contributions - operating - Town of Canmore	130,762	245,134
Tangible capital asset deposits	304,611	494,300
Other	15,141	6,056
	<b>\$ 7,586,345</b>	<b>\$ 6,810,899</b>

**8. Prepaid expenses and deposits**

	2025	2024
Prepaid expenses	\$ 107,463	\$ 105,917
Tangible capital asset deposits	340,442	887,455
	<b>\$ 447,905</b>	<b>\$ 993,372</b>

**9. Equity in tangible capital assets**

	2025	2024
Tangible capital assets (schedule 1)	\$ 41,181,874	\$ 32,313,313
Accumulated amortization (schedule 1)	(11,412,061)	(9,109,628)
	<b>\$ 29,769,813</b>	<b>\$ 23,203,685</b>

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2025

**10. Reserves**

	2025	2024
<b>Operating</b>		
Improvement District No 9	\$ 596,358	\$ 973,497
Town of Banff	1,059,777	650,409
Town of Canmore	672,445	462,169
Bow Valley Regional Transit Service Commission	418	816
	2,328,998	2,086,891
<b>Capital</b>		
Bow Valley Regional Transit Service Commission	590,098	482,190
	\$ 2,919,096	\$ 2,569,081

**11. Accumulated operating surplus**

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

	2025	2024
Internally restricted surplus (reserves) (note 10)	\$ 2,919,096	\$ 2,569,081
Equity in tangible capital assets (note 9)	29,769,813	23,203,685
	\$ 32,688,909	\$ 25,772,766

**12. Commitments**

The Commission has entered into a lease agreement for office space. The lease commences February 4, 2026 for a term of 36 months. A further 36 month renewal option is available to the Commission.

Payments over the next three years are as follows:

2026	\$	30,356
2027		30,356
2028		30,356
	\$	91,068

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended December 31, 2025

**13. Debt limits**

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

	2025	2024
Total debt limit	\$ 9,473,571	\$ 7,301,458
Total debt	-	-
	\$ 9,473,571	\$ 7,301,458
Debt servicing limit	\$ 1,894,714	\$ 1,460,292
Debt servicing	-	-
	\$ 1,894,714	\$ 1,460,292

The debt limit is calculated at 0.5 times revenue of the Commission (as defined in Alberta Regulation 255/2000) and the debt service limit is calculated at 0.1 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify Commissions which could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the Commission. Rather, the financial statements must be interpreted as a whole.

**14. Local authorities pension plan**

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

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

Total current service contributions by the Commission to the LAPP were \$369,767 (2024 - \$322,436). Total current service contributions by the employees of the Commission to the LAPP were \$327,694 (2024 - \$286,051).

At December 31, 2024, the LAPP disclosed an actuarial surplus of \$19.6 billion.

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**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2025**

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**15. Financial instruments**

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

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

**16. Budget amounts**

The 2025 budget was approved by the Commission and has been reported in the financial statements for information purposes only. The budget amounts have not been audited, reviewed, or otherwise verified.

Budgeted surplus per financial statements	\$ 6,428,511
Less: Tangible capital asset additions	(8,506,426)
Transfers to reserves	(826,134)
Add: Amortization expense	2,904,049
<hr/>	
Equals: balanced budget	<u>\$ -</u>

**17. Approval of financial statements**

These financial statements were approved by Board and Management.

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**SCHEDULES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2025**

**Schedule of tangible capital assets**

**Schedule 1**

	Bus stops	Land improvements	Buildings	Website	Machinery and equipment	Vehicles	2025	2024
<b>Cost:</b>								
Balance, beginning of year	\$ 48,425	\$ 99,803	\$ 1,039,444	\$ 66,767	\$ 2,223,386	\$ 28,835,488	\$ 32,313,313	\$ 27,008,566
Acquisitions	-	-	-	-	400,978	8,895,781	9,296,759	5,739,382
Disposals	-	-	-	-	(104,917)	(323,281)	(428,198)	(434,635)
Balance, end of year	48,425	99,803	1,039,444	66,767	2,519,447	37,407,988	41,181,874	32,313,313
<b>Accumulated amortization:</b>								
Balance, beginning of year	47,392	78,042	20,790	35,292	1,166,130	7,761,982	9,109,628	7,040,986
Annual amortization	1,033	8,488	41,578	12,590	311,948	2,319,815	2,695,452	2,145,478
Disposals	-	-	-	-	(73,239)	(319,780)	(393,019)	(76,836)
Balance, end of year	48,425	86,530	62,368	47,882	1,404,839	9,762,017	11,412,061	9,109,628
<b>Net book value</b>	<b>\$ -</b>	<b>\$ 13,273</b>	<b>\$ 977,076</b>	<b>\$ 18,885</b>	<b>\$ 1,114,608</b>	<b>\$ 27,645,971</b>	<b>\$ 29,769,813</b>	<b>\$ 23,203,685</b>
<b>2024 net book value</b>	<b>\$ 1,033</b>	<b>\$ 21,761</b>	<b>\$ 1,018,654</b>	<b>\$ 31,475</b>	<b>\$ 1,057,256</b>	<b>\$ 21,073,506</b>	<b>\$ 23,203,685</b>	

Assets with a net carrying amount of \$9,926 (2024 - \$35,139) have been removed from services for an extended period and as a result are not being amortized.

**BOW VALLEY REGIONAL TRANSIT SERVICES COMMISSION**  
**SCHEDULES TO THE FINANCIAL STATEMENTS**  
**For the year ended December 31, 2025**

<b>Schedule of changes in accumulated surplus</b>				<b>Schedule 2</b>	
	Unrestricted	Internally restricted	Equity in tangible capital assets	2025	2024
Balance, beginning of year	\$ -	\$ 2,569,081	\$ 23,203,685	\$ 25,772,766	\$ 24,511,476
Excess of revenue over expenses	6,916,143	-	-	6,916,143	1,261,290
Unrestricted funds designated for future use	(1,188,505)	1,188,505	-	-	-
Restricted funds used for operations	838,490	(838,490)	-	-	-
Current year funds used for tangible capital assets	(9,296,759)	-	9,296,759	-	-
Disposal of tangible capital assets	35,180	-	(35,180)	-	-
Annual amortization expense	2,695,451	-	(2,695,451)	-	-
Change in accumulated surplus	-	350,015	6,566,128	6,916,143	1,261,290
<b>Balance, end of year</b>	<b>\$ -</b>	<b>\$ 2,919,096</b>	<b>\$ 29,769,813</b>	<b>\$ 32,688,909</b>	<b>\$ 25,772,766</b>