

MAPLE HILLS

Consolidated Financial Statements

December 31, 2025



CONTENTS

	Page
Independent Auditor's Report	1 - 2
Appendix to Independent Auditor's Report – Description of the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements	3
Consolidated Statement of Operations	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Change in Net Debt	6
Consolidated Statement of Cash Flow	7
Notes to the Consolidated Financial Statements	8 - 23

INDEPENDENT AUDITORS' REPORT

To Her Worship the Mayor and Members of Council

Opinion

We have audited the accompanying consolidated financial statements of Maple Hills (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Maple Hills as at December 31, 2025, and the results of its consolidated operations and its consolidated cash flows for the year then ended in accordance with 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 Consolidated Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with 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 Consolidated Financial Statements

Management 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 management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's 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 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 consolidated financial statements.

A further description of our responsibilities for the audit of the consolidated financial statements is included in the appendix of this auditor's report. This description, which is located on page 3, forms part of our auditor's report.

The budget figures are presented for comparison purposes. They have been prepared and approved by the Municipal Council. These figures have not been audited or reviewed.

Bourque Richard Boutot

Chartered Professional Accountants

Dieppe, NB

April 29, 2026

APPENDIX TO INDEPENDENT AUDITOR'S REPORT

Description of the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies 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 Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

MAPLE HILLSConsolidated Statement of Operations
Year ended December 31

	2025 Budget (Unaudited) (Note 19)	2025 Actual	2024 Actual
REVENUES			
Property tax warrant	\$ 5,785,395	\$ 5,785,395	\$ 3,627,320
Community funding and equalization grant	29,971	29,971	23,798
Sale of services, fines and other fees	265,334	467,006	262,563
Other government transfers	-	1,198,417	275,621
Interest	-	16,940	1,566
Other	-	105,600	4,511,576
	<u>6,080,700</u>	<u>7,603,329</u>	<u>8,702,444</u>
EXPENDITURES			
General government services	1,160,844	1,117,540	848,060
Protective services	3,108,306	3,107,881	1,153,080
Transportation services	168,819	144,821	141,209
Environmental health services	927,112	917,626	1,007,228
Environmental development services	375,444	375,506	347,739
Recreational and cultural services	362,794	342,510	111,288
	<u>6,103,319</u>	<u>6,005,884</u>	<u>3,608,604</u>
Annual surplus (deficit) (note 17)	<u>\$ (22,619)</u>	1,597,445	5,093,840
Accumulated surplus, beginning of year		<u>5,889,168</u>	795,328
Accumulated surplus, end of year		<u>\$ 7,486,613</u>	<u>\$ 5,889,168</u>

MAPLE HILLSConsolidated Statement of Financial Position
December 31,**2025****2024**

FINANCIAL ASSETS

Cash (note 3)	\$	1,263,443	\$	1,118,140
Receivables				
General		54,735		47,411
Federal government and its agencies (note 4)		597,653		414,327
Province of New Brunswick (note 5)		590,935		10,000
Post employment benefits payable (note 10)		30,600		-
	\$	2,537,366	\$	1,589,878

LIABILITIES

Bank loan (note 6)	\$	567,885	\$	2,205,262
Payables and accruals		130,182		514,858
Deferred revenue (note 7)		13,500		188,492
Long term debt (note 8)		2,700,000		-
Accrued sick leave (note 9)		4,060		2,186
		3,415,627		2,910,798
NET DEBT		(878,261)		(1,320,920)

NON-FINANCIAL ASSETS

Tangible capital assets (note 15)		8,538,131		7,229,731
Accumulated amortization (note 15)		173,409		27,494
		8,364,722		7,202,237
Prepaid expenses		152		7,851
		8,364,874		7,210,088
ACCUMULATED SURPLUS	\$	7,486,613	\$	5,889,168

Commitments (note 13)

APPROVED BY

_____, Mayor

_____, Councillor

MAPLE HILLS

Consolidated Statement of Change in Net Debt

Year ended December 31

2025

2024

Annual surplus	\$ 1,597,445	\$ 5,093,840
Acquisition of tangible capital assets	(1,308,400)	(6,406,311)
Amortization of tangible capital assets	145,915	26,857
	<u>434,960</u>	<u>(1,285,614)</u>
Acquisition of prepaid assets	7,699	(1,112)
Increase in net debt	442,659	(1,286,726)
Net debt, beginning of the year	(1,320,920)	(34,194)
Net debt, end of the year	<u>\$ (878,261)</u>	<u>\$ (1,320,920)</u>

MAPLE HILLS

Consolidated Statement of Cash Flow

Year ended December 31

2025

2024

Operating transactions

Annual surplus	\$ 1,597,445	\$ 5,093,840
Amortization of tangible capital assets	145,915	26,857
Receivable - General	(7,324)	(32,134)
Receivable - Federal government and its agencies	(183,326)	(321,474)
Receivable - Province of New Brunswick	(580,935)	573,271
Payables and accruals	(384,676)	(751,451)
Deferred revenue	(174,992)	188,492
Accrued sick leave	1,874	(5,752)
Post employment benefits payable/receivable	(30,600)	-
Change in prepaid expenses	7,699	(1,112)
	<hr/>	<hr/>
	391,080	4,770,537

Capital transactions

Acquisition of tangible capital assets	<hr/>	<hr/>
	(1,308,400)	(6,406,311)

Financing transactions

Bank loan	(1,637,377)	2,205,262
Long-term debt	2,700,000	-
	<hr/>	<hr/>
	1,062,623	2,205,262

Net increase in cash and cash equivalents	145,303	569,488
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Cash and cash equivalents

Beginning of year	<hr/>	<hr/>
	1,118,140	548,652
End of year	\$ 1,263,443	\$ 1,118,140

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

1. Purpose of the organization

Maple Hills was incorporated as a Rural Community by the Province of New Brunswick Municipalities Act on January 1, 2023. As a Rural Community, Maple Hills is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act.

2. Summary of significant accounting policies

The consolidated financial statements of Maple Hills are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

The focus of PSA financial statements is on the financial position of the Municipality and the changes thereto. The Consolidated Statement of Financial Position includes all of the assets and liabilities of the Municipality.

Significant aspects of the accounting policies adopted by the Municipality are as follows:

Reporting entity

These consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in net debt and cash flows of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality.

Interdepartmental and organizational transactions and balances are eliminated.

Budget

The budget figures contained in these financial statements were approved by Council on December 3, 2024, and by the Minister of Local Government on December 13, 2024.

Revenue recognition

- (a) Unrestricted revenue is recorded on an accrual basis and is recognized when collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.
- (b) Other revenue is recorded when it is earned.

Use of estimates

The preparation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known. Actual results may differ from those estimates.

Financial instruments

The Municipality's financial instruments consist of cash, short-term investments, accounts receivable, due from the Province of New Brunswick, due from the Federal Government, due from own funds, bank loan, payables and accruals, funds held in trust and long-term debt. Unless otherwise noted, it is management's opinion that the Municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

MAPLE HILLS

Notes to the Consolidated Financial Statements
December 31, 2025

2. Summary of significant accounting policies (continued)**Financial instruments (continued)**

The Municipality is subject to credit risk through its accounts receivable. The Municipality minimizes credit risk through ongoing credit management.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

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 asset is amortized on a straight line basis over the estimated useful life as follows:

Asset type	Years
Land improvements	5-25 years
Buildings	40 years
Vehicles	3-5 years
Machinery and equipment	5-15 years
Heavy equipment	10-15 years
Computer hardware and software, and communication equipment	3-5 years
Furniture and fixtures	3-5 years
Road surface	5-15 years
Road grade	10-30 years
Bridges	30-50 years
Marine structures	25-30 years
Lighting / traffic lights	10-15 years
Dams and water structures	25-50 years
Leasehold improvements	Over the term of the lease

Assets under construction are not amortized until the asset is available for productive use.

Segmented information

The Maple Hills is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Municipality's operations and activities are organized and reported by function. This presentation was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. Municipal services are provided by departments as follows:

General government services

This department is responsible for the overall governance and financial administration of the Municipality. This includes council functions, general and financial management, legal matters and compliance with legislation as well as civic relations.

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

2. Summary of significant accounting policies (continued)**Segmented information (continued)**Protective services

This department is responsible for the provision of policing services, fire protection, emergency measures, animal control and other protective measures.

Transportation services

This department is responsible for common services, roads and streets maintenance, street lighting, traffic services, parking and other transportation related functions.

Environmental health services

This department is responsible for the provision of waste collection and disposal.

Environmental development services

This department is responsible for planning and zoning, community development, tourism and other municipal development and promotion services.

Recreation and cultural services

This department is responsible for the maintenance and operation of recreational and cultural facilities, including the swimming pool, arena, parks and playgrounds and other recreational and cultural facilities.

Post employment benefits

The Municipality recognizes its obligations under post employment benefit plans and the related costs, net of plan assets. The Municipality has a sick leave benefit as documented in Note 9 and pension plan as documented in Note 10.

3. Cash	2025	2024
Cash - restricted (note 18)	\$ 403,538	\$ 238,566
Cash - unrestricted	859,905	879,574
	\$ 1,263,443	\$ 1,118,140

4. Due from Federal government and its agencies	2025	2024
Canada Revenue Agency (HST refund)	\$ 597,653	\$ 414,327

5. Due from Province of New Brunswick	2025	2024
Canada Community-Building Fund (CCBF)	\$ 590,935	\$ 10,000

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

6. Bank loan

The Municipality has a line of credit with a total authorized amount of \$1,000,000, bearing interest at the prime rate minus 0.25% and renewable annually. The Municipality has ministerial authorizations for short-term borrowings of \$1,000,000, M.O. #25-0043.

7. Deferred revenue

	<u>2025</u>	<u>2024</u>
Canada Community-Building Fund (CCBF)	\$ -	\$ 178,492
Other	13,500	10,000
	<u>\$ 13,500</u>	<u>\$ 188,492</u>

8. Long-term debt

	<u>2025</u>	<u>2024</u>
<u>New Brunswick Municipal Financing Corporation</u>		
Debentures:		
General		
CH 31-2025, 2.85% to 4.90%, due in 2045, OIC #23-0032 & #23-0081	<u>\$ 2,700,000</u>	<u>\$ -</u>

Approval of the Municipal Capital Borrowing board has been obtained for the long-term debt.

Principal payments required during the next five years are as follows:

2026 -	\$	123,000
2027 -	\$	127,000
2028 -	\$	131,000
2029 -	\$	134,000
2030 -	\$	139,000

9. Accrued sick leave

The Municipality provides sick leave that accumulates at 1.25 days per month for full-time employees. All employees can accumulate a maximum of 120 sick leave days. An employee can take a leave with pay for an amount of time equal to the accumulated sick leave. Benefits are paid out of general revenue as they come due. The liability was \$4,060 on December 31, 2025 and \$2,186 on December 31, 2024.

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

10. Post employment benefits payable / receivable

(a) Pension obligation

The Municipality and its employees participate in the New Brunswick Municipal Employees Pension Plan (NB MEPP). The NB MEPP is a multiple-employer defined benefit pension plan administered by a board elected by the members under the provisions of the Municipalities Act of New Brunswick. The NB MEPP provides pensions based on length of service and best average earnings.

Actuarial valuations for funding purposes are performed either annually or triennially depending on the financial position of the NB MEPP (currently annually). In turn, the actuarial valuations for accounting purposes are based on these figures (with adjustments). The most recent actuarial valuation was prepared as at December 31, 2023 and resulted in an overall NB MEPP accrued benefit obligation of \$158,648,800 based on the accounting basis.

The actuarial valuation for accounting purposes was based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases and employee turnover and mortality. The assumptions used reflect management's best estimates. The following summarizes the major assumptions in the valuation as at December 31, 2024:

- the expected inflation rate is 2.10%
- the discount rate used to determine the accrued benefit obligation is 6.05% per annum
- the expected rate of return on assets is 6.05% per annum
- retirement age varies by age and employment category
- estimated average remaining service life (EARSL) is 14.0 years.

The actuarial valuation prepared as at December 31, 2023 indicated that the market value of net assets available for the accumulated plan benefits were less than the present value of these benefits. The pension plan has been granted a solvency deficiency exemption by the Province of New Brunswick. On a going concern valuation basis, the actuarial valuation indicated a plan deficit of \$9,496,000, a change of \$2,732,600 from the December 31, 2022 deficit of \$12,228,600. Based on the assumptions as at December 31, 2023, the actuary expected the level of employer and employee contributions to be sufficient to fund the current service cost and going concern special payments, as required by the Pension Benefits Act.

As at December 31, 2023, the NB MEPP provides benefits for 332 retirees. Total benefit payments to retirees and terminating employees during 2025 are estimated to be approximately \$5,705,700 (actual 2024, \$8,265,100) in totality for the NB MEPP.

Employees make contributions using rates that vary by earnings level and employment category, with an overall average contribution rate of approximately 7.93%. Each participating body contributes an amount that equals their employees contribution amounts. Pension fund assets are invested in short term securities, bonds, canadian equities, real estate, infrastructure and foreign equities. Combined employees and participating bodies' contributions for 2025 are estimated to be approximately \$10,714,400 (actual 2024, \$10,407,800 in totality for the NB MEPP).

The following summarizes the NB MEPP data as it relates to the Maple Hills:

- The average age of the 3 active employees covered by the NB MEPP is 39.89 (as at December 31, 2023)
- Benefit Payments were \$0 in 2024 and were estimated to be \$0 in 2025
- Combined Contributions were \$31,400 in 2024 and were estimated to be \$32,400 in 2025

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

10. Post employment benefits payable / receivable (continued)

In addition to determining the position of the NB MEPP as it relates to the Maple Hills as at December 31, 2023 and December 31, 2024, NB MEPP's actuary performed an extrapolation of the December 31, 2024 accounting valuation to determine the estimated position as at December 31, 2025. The extrapolation assumes assumptions used as at December 31, 2025 remain unchanged from December 31, 2024. The extrapolation also assumes assets return 6.05% net of all fees and expenses. If experience is different than assumed, amounts will be adjusted to reflect actual experience. Results of the extrapolation are as follows:

	2024	Estimated 2025
Accrued benefit liability		
Accrued benefit liability / (asset) at beginning of period	\$ (4,300)	\$ (26,400)
Pension expense for the year	(6,400)	12,000
Less Employer contributions	(15,700)	(16,200)
	<hr/>	<hr/>
Accrued benefit liability / (assets) at end of period	\$ (26,400)	\$ (30,600)

In summary, the accrued benefit liability as it relates to the Maple Hills is estimated to be \$(30,600) as at December 31, 2025. This compares to \$(4,300) as at January 1, 2024 and \$(26,400) as at December 31, 2024. This amount is included in the post employment benefits payable on the consolidated statement of financial position.

The financial position as it relates to the accrued benefit liability is shown as follows and illustrates the unamortized amounts being recognized in pension expense over time:

	2024	Estimated 2025
Reconciliation of funded status at end of period		
Accrued benefit obligation	\$ 110,400	\$ 136,200
Plan assets	48,800	85,100
	<hr/>	<hr/>
Plan deficit / (surplus)	61,600	51,100
Unamortized prior service costs / (savings)	-	-
Unamortized experience losses / (gains)	88,000	81,700
Unamortized transitional obligation / (asset)	-	-
	<hr/>	<hr/>
Accrued benefit liability at end of period	\$ (26,400)	\$ (30,600)

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

10. Post employment benefits payable / receivable (continued)

The following illustrates the reconciliation of accrued benefit obligation from the beginning of period to the end of period:

	2024	Estimated 2025
Reconciliation of accrued benefit obligation		
Accrued benefit obligation at beginning of period	\$ 10,200	\$ 110,400
Current service cost	10,200	18,600
Benefit payments	-	-
Interest for period	900	7,200
Cost / (savings) of plan amendments	-	-
Experience loss / (gain) during period	89,100	-
	<hr/>	<hr/>
Accrued benefit obligation at end of period	\$ 110,400	\$ 136,200

The following illustrates the reconciliation of plan assets from the beginning of period to the end of period:

	2024	Estimated 2025
Reconciliation of plan assets		
Plan assets at beginning of period	\$ 14,200	\$ 48,800
Employer contributions	15,700	16,200
Employee contributions	15,700	16,200
Benefit payments	-	-
Return on plan assets during period	3,200	3,900
	<hr/>	<hr/>
Plan assets at end of period	\$ 48,800	\$ 85,100

Total expenses related to pensions include the following components:

	2024	Estimated 2025
Pension expense		
Employer current service cost	\$ (5,500)	\$ 2,400
Interest on accrued benefit obligation	900	7,200
Expected return on assets	(1,800)	(3,900)
Amortization of unrecognized balances		
Prior service costs / (savings)	-	-
Experience loss / (gain)	-	6,300
Transitional obligation / (asset)	-	-
	<hr/>	<hr/>
Total amortization	-	6,300
	<hr/>	<hr/>
Pension expense	\$ (6,400)	\$ 12,000

The pension expense is included in the statement of operations.

MAPLE HILLS

Notes to the Consolidated Financial Statements
December 31, 2025

11. Short-term borrowings compliance**Interim borrowing for capital**

The Municipality has arranged a revolving operating facility for the General Capital Fund, detailed in note 6.

The Municipality has ministerial authority for short-term borrowings as follows:

General Capital Fund, M.O. #25-0043 \$ 1,000,000

The Municipality holds outstanding ministerial orders as follows:

General Capital Fund, M.O. #25-0043 \$ 1,000,000

Operating borrowing

As prescribed in the Municipalities Act, borrowing to finance General Fund operations is limited to 4% of the Municipality's operating budget. In 2025, the Municipality has complied with these restrictions.

Inter-fund borrowing

The Municipal Financial Reporting Manual requires that short-term inter-fund borrowings be repaid in next the year unless the borrowing is for a capital project. The amounts payable between funds are in compliance with the requirements.

12. Excess of current assets over current liabilities - Capital and borrowing funds

As at December 31, 2025, the capital and borrowing funds of the Municipality indicate an excess of the current assets over current liabilities:

	General Capital Fund
Current assets	\$ 1,379,584
Current liabilities	<u>668,586</u>
	<u>\$ 710,998</u>

This surplus is the result of financing exceeding the actual cost for capital projects. The Municipality will use these surplus to finance future capital expenditures.

13. Commitments

The Municipality has an agreement with regards to snow removal for the next year. Total payments required are \$21,900.

14. Comparative figures

Certain figures for 2024 have been reclassified to conform to the presentation adopted in 2025.

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

15. Schedule of Tangible Capital Assets

	Land	Buildings and leasehold improvements	Machinery and equipment	Small equipment	Assets under construction	2025 Total	2024 Total
COST							
Balance, beginning of year	\$ 113,501	\$ 300,000	\$ 212,658	\$ 10,499	\$ 6,593,073	\$ 7,229,731	\$ 823,420
Add:: Net additions during the year	-	6,673,337	104,371	-	(5,469,308)	1,308,400	6,406,311
Balance, end of year	113,501	6,973,337	317,029	10,499	1,123,765	8,538,131	7,229,731
ACCUMULATED AMORTIZATION							
Balance, beginning of year	-	3,750	21,551	2,193	-	27,494	637
Add : Amortization during the year	-	90,918	52,968	2,029	-	145,915	26,857
Less :Accumulated amortization on disposal	-	-	-	-	-	-	-
Balance, end of year	-	94,668	74,519	4,222	-	173,409	27,494
NET BOOK VALUE OF TANGIBLE CAPITAL	\$ 113,501	\$ 6,878,669	\$ 242,510	\$ 6,277	\$ 1,123,765	\$ 8,364,722	\$ 7,202,237

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

16. Schedule of Segment Disclosure

	General	Protective	Transportation	Environmental health	Environmental development	Recreation and cultural	2025 Consolidated	2024 Consolidated
Revenues								
Property tax warrant	\$ 1,100,376	\$ 2,946,393	\$ 160,025	\$ 878,818	\$ 355,887	\$ 343,896	\$ 5,785,395	\$ 3,627,320
Unconditional grant	5,699	15,264	829	4,553	1,844	1,782	29,971	23,798
Sale of service, fines and other fees	122,829	-	-	128,731	215,446	-	467,006	262,563
Other government transfers	1,185,917	-	-	-	-	12,500	1,198,417	275,621
Interest	16,940	-	-	-	-	-	16,940	1,566
Other	105,600	-	-	-	-	-	105,600	4,511,576
	<u>2,537,361</u>	<u>2,961,657</u>	<u>160,854</u>	<u>1,012,102</u>	<u>573,177</u>	<u>358,178</u>	<u>7,603,329</u>	<u>8,702,444</u>
Expenses								
Salaries and benefits	494,976	-	-	-	-	-	494,976	428,629
Goods and services	495,412	3,107,881	144,821	917,626	375,506	240,641	5,281,887	3,151,744
Amortization	70,804	-	-	-	-	75,111	145,915	26,857
Interest	56,348	-	-	-	-	26,758	83,106	1,374
	<u>1,117,540</u>	<u>3,107,881</u>	<u>144,821</u>	<u>917,626</u>	<u>375,506</u>	<u>342,510</u>	<u>6,005,884</u>	<u>3,608,604</u>
Surplus (deficit) for the year	\$ 1,419,821	\$ (146,224)	\$ 16,033	\$ 94,476	\$ 197,671	\$ 15,668	\$ 1,597,445	\$ 5,093,840

MAPLE HILLSNotes to the Consolidated Financial Statements
December 31, 2025

17. Reconciliation of Annual Surplus

	General Operating Fund	General capital Fund	General Operating Reserve Fund	General Capital Reserve Fund	Total
2025 annual surplus	\$ 542,158	\$ 1,050,315	\$ 3,189	\$ 1,783	\$ 1,597,445
Adjustments to annual surplus (deficit) for funding requirements					
Second previous year's surplus/deficit	154,704	-	-	-	154,704
Transfers between funds					
Transfer from general operating fund to general operating reserve	(35,000)	-	35,000	-	-
Transfer from general operating fund to general capital reserve	(125,000)	-	-	125,000	-
Transfer from general operating fund to general capital fund	(69,949)	69,949	-	-	-
Amortization expense for defined benefit liability	-	145,915	-	-	145,915
	(30,600)	-	-	-	(30,600)
Total adjustments to 2025 annual surplus (deficit)	(105,845)	215,864	35,000	125,000	270,019
2025 annual fund surplus	\$ 436,313	\$ 1,266,179	\$ 38,189	\$ 126,783	\$ 1,867,464

MAPLE HILLSNotes to the Consolidated Financial Statements
December 31, 2025

18. Statement of Reserves

	General Operating Reserve	General Capital Reserve	2025 Total	2024 Total
<u>Assets</u>				
Cash and term deposits	\$ 189,581	\$ 213,957	\$ 403,538	\$ 238,566
<u>Accumulated Surplus</u>	\$ 189,581	\$ 213,957	\$ 403,538	\$ 238,566
<u>Revenue</u>				
Transfers from General Operating Fund	\$ 35,000	\$ 125,000	\$ 160,000	\$ 192,000
Interest	3,189	1,783	4,972	1,566
	38,189	126,783	164,972	193,566
Expenditures				
<u>Annual Surplus</u>	\$ 38,189	\$ 126,783	\$ 164,972	\$ 193,566

MAPLE HILLS

Notes to the Consolidated Financial Statements
December 31, 2025

18. Statement of Reserves (continued)**Council Resolutions regarding transfers to and from reserves:**

Moved by Councillor Marc Savoie, seconded by Councillor Chad Martin that the sum of \$35,000 be transferred to the Rural Community of Maple Hills' General Operating Reserve Fund, with these funds to be allocated from the 2025 General Operating Fund.

Moved by Councillor David Gingras, seconded by Councillor Eric Murray that the sum of \$125,000 be transferred to the Rural Community of Maple Hills' General Capital Reserve Fund, with these funds to be allocated from the 2025 General Operating Fund for future capital spending.

I hereby certify that the above is a true and exact copy of the resolution adopted at the special council meeting dated November 18, 2025.

Hanna Downey
Clerk,
Maple Hills

Date

MAPLE HILLSNotes to the Consolidated Financial Statements
December 31, 2025

19. Operating Budget to PSA Budget

	Operating Budget General	Amortization TCA	Transfers	Total
Revenue				
Property tax warrant	\$ 5,785,395	\$ -	\$ -	\$ 5,785,395
Sales of services, fines and other fees	265,334	-	-	265,334
Community funding and Equalization grant	29,971	-	-	29,971
Surplus / (deficit) of second previous year	154,704	-	(154,704)	-
	<hr/>			
	6,235,404	-	(154,704)	6,080,700
Expenditures				
General government services	1,012,761	70,804	77,279	1,160,844
Protective services	3,108,306	-	-	3,108,306
Transportation services	168,819	-	-	168,819
Environmental health services	927,112	-	-	927,112
Environmental development services	375,444	-	-	375,444
Recreational and cultural services	258,347	75,111	29,336	362,794
Fiscal services				
- Interest	259,615	-	(259,615)	-
- Transfer from the General Operating Fund to the Reserve Funds	125,000	-	(125,000)	-
	<hr/>			
	6,235,404	145,915	(278,000)	6,103,319
Surplus (deficit)	\$ -	\$ (145,915)	\$ 123,296	\$ (22,619)

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

20. Expense support

	Budget 2025		Actual 2025		Actual 2024
General government services					
Legislative					
Mayor	\$ 57,877	\$	56,411	\$	54,113
Councilors	114,403		110,319		104,553
Other legislative costs	11,500		9,552		7,118
General administrative					
Administrative					
Administration - Personnel	299,698		294,986		257,360
Administration - Other	9,500		8,728		7,767
Office building	67,600		67,307		51,181
Legal services	15,000		5,383		3,379
Other administrative services	26,850		24,784		19,922
Financial management					
Accounting	5,000		5,000		3,358
External audit	15,000		14,423		12,619
Common services					
Civic relations	10,000		4,763		5,136
Training and development	14,000		14,502		10,220
Other general administrative services					
Cost of assessment	226,824		226,824		203,775
Regional & Collaborative Services - RSC	25,842		25,842		7,665
Conventions and delegations	7,500		4,319		8,401
Liability insurance	13,167		13,167		12,747
Municipal association membership	13,000		14,157		13,043
Other general administrative services	55,000		44,747		29,886
Other general government services					
Grants	5,000		4,750		2,750
Engineering study	20,000		15,609		-
Seasonal wages	-		24,815		4,836
Amortization	70,804		70,804		26,857
Interest	77,279		56,348		1,374
	\$ 1,160,844	\$	1,117,540	\$	848,060
Protective services					
Police protection					
R.C.M.P.	\$ 1,850,610	\$	1,850,610	\$	-
Fire protection					
Contractual agreement with other local government	1,212,269		1,212,572		1,125,910
Emergency measures	10,000		6,081		-
Other protection					
By-law enforcement	-		5,762		-
Animal and pest control	33,000		30,429		25,740
Regional collaboration (RSC)	2,427		2,427		1,430
	\$ 3,108,306	\$	3,107,881	\$	1,153,080
Transportation services					
Road transport					
Street lights	\$ 163,230	\$	141,482	\$	137,283
Traffic services					
Street signs	2,250		-		-
Public transportation					
Regional transport - RSC	3,339		3,339		3,926
	\$ 168,819	\$	144,821	\$	141,209

MAPLE HILLS

Notes to the Consolidated Financial Statements

December 31, 2025

20. Expense support (continued)

	Budget 2025		Actual 2025		Actual 2024
Environmental health services					
Solider waste collection	\$ 767,920	\$	758,434	\$	830,309
Solid waste disposal - RSC	159,192		159,192		176,919
	\$ 927,112	\$	917,626	\$	1,007,228
Environmental development services					
Planning and zoning					
Contribution to RSC	\$ 365,253	\$	365,253	\$	333,487
Community and social development					
Contribution to RSC	8,173		8,235		10,738
Other development services					
Tourism - Contribution de RSC	2,018		2,018		3,514
	\$ 375,444	\$	375,506	\$	347,739
Recreational and cultural services					
Recreation services					
Administration - building management	\$ 57,566	\$	52,000	\$	16,000
Community centre	121,554		149,334		72,805
Other recreation facilities	37,600		7,419		-
Trails committee	5,000		2,607		-
Parks and playgrounds	20,500		15,026		3,306
Other recreation and cultural services					
Contribution to RSC	2,127		2,127		4,313
Other	14,000		12,128		14,864
Amortization	75,111		75,111		-
Interest	29,336		26,758		-
	\$ 362,794	\$	342,510	\$	111,288