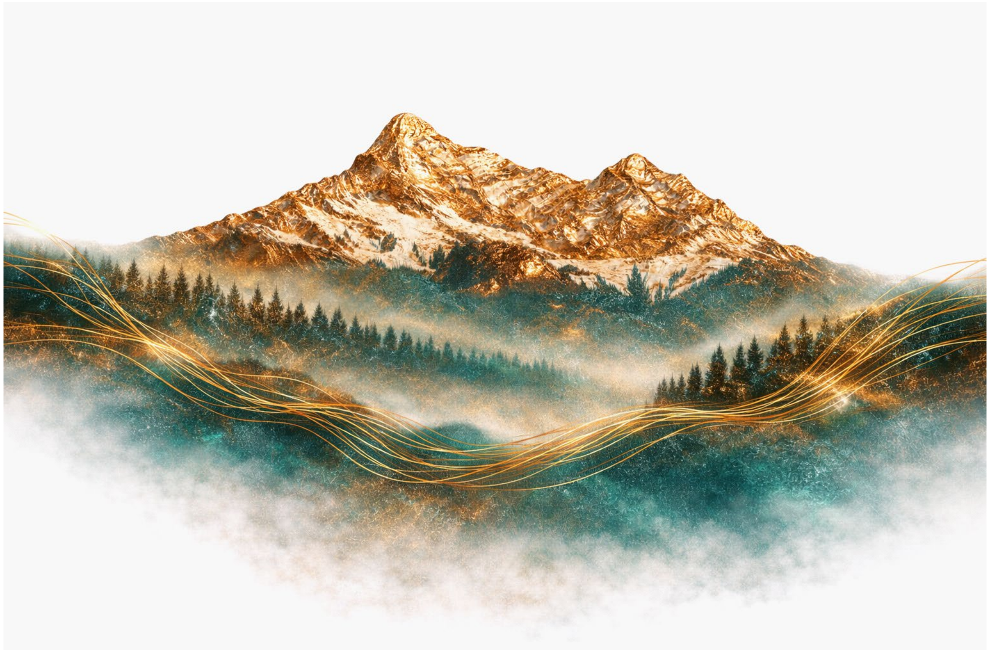

District of Elkford
Financial Statements
For the year ended December 31, 2025

District of Elkford
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elkford
Wild at heart.

Management's Responsibility for Financial Reporting

To Members of Council:

In accordance with Section 167 of the Community Charter, I am pleased to submit the 2025 financial statements for the District of Elkford, together with the report of our auditors, BDO Canada LLP.

The preparation of the financial statements is the responsibility of the District's management. The statements have been prepared in accordance with Canadian public sector accounting standards ("PSAS"). These principles are based upon recommendations of the Public Sector Accounting Board ("PSAB").

Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly in all material respects.

The District maintains systems of internal accounting and administrative controls of reasonable quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the District's assets are appropriately accounted for and adequately safeguarded.

Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The elections for the positions of Council occur every four years. The current Council was elected in November 2022 and therefore the responsibility with respect to the reporting period rests with the current Council.

Council members meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditors' report.

The financial statements have been audited by BDO Canada LLP Chartered Professional Accountants in accordance with Canadian generally accepted auditing standards on behalf of the ratepayers. The auditor's report expresses their opinion on these financial statements. The auditor has full and free access to the accounting records.

Marilyn Rookes

Marilyn Rookes
Director of Financial Services

April 13, 2026

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BDO Canada LLP
300 – 275 Lansdowne Street
Kamloops, BC V2C 6J3

Independent Auditor's Report

To the Members of Council of the District of Elkford

Opinion

We have audited the accompanying financial statements of the District of Elkford, which comprise the statement of financial position as at December 31, 2025, and the statements of operations, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the District of Elkford as at December 31, 2025 and its financial performance, cash flows and changes in net financial assets 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 District 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.

Other Matter

We draw attention to the fact that the supplementary information in Schedules B and C do not form part of the audited financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express any opinion, review conclusion or any form of assurance on this supplementary information.

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

Management is responsible for the preparation and fair presentation of these 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 District'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 District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the District'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:

- 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 District's internal controls.
- 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 District'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 District 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.

BDO Canada LLP

Chartered Professional Accountants

Kamloops, British Columbia
April 13, 2026

District of Elkford
Statement of Financial Position

As at December 31	2025	2024
Financial Assets		
Cash and investments (Note 1)	$ 17,520,680	$ 15,562,211
Receivables (Note 2)	835,092	975,813
Deposit - Municipal Finance Authority (Note 3)	148,328	144,016
Land held for resale	285,557	285,557
	18,789,657	16,967,597
Financial Liabilities		
Accounts payable and accrued liabilities (Note 4)	1,601,730	906,507
Deferred revenue (Note 5)	320,786	543,061
Development cost charges (Note 6)	545,358	528,030
Long term debt (Note 7)	9,913,871	10,506,857
Asset retirement obligations (Note 10)	436,041	525,308
	12,817,786	13,009,763
Net Financial Assets	5,971,871	3,957,834
Non-Financial Assets		
Tangible capital assets (Note 8)	64,587,520	63,436,403
Other non-financial assets	236,640	236,640
Inventory	117,369	114,942
Prepaid expenses	133,721	103,928
	65,075,250	63,891,913
Accumulated Surplus (Note 9)	$ 71,047,121	$ 67,849,747

Commitments and contingencies (Note 17)

Marilyn Rookes
Director of Financial Services

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

District of Elkford
Statement of Operations

For the year ended December 31		2025 (Note 18) Budget		2025 Actual		2024 Actual
Revenues						
Property and other taxes (Note 14)	$	11,594,699	$	**11,795,472**	$	11,071,854
Less: collections for other governments		(2,818,644)		**(3,062,377)**		(2,763,374)
		8,776,055		**8,733,095**		8,308,480
Sale of services		2,406,920		**2,723,784**		2,972,470
Revenue from own sources		584,239		**1,089,359**		1,167,106
MFA actuarial adjustment		-		**80,246**		41,215
MFA DRF distrubtion adjustment				**4,312**		
Donations		140,000		**-**		207,404
Transfers from other governments (Note 15)		1,276,384		**968,864**		1,786,381
Gain (loss) on disposal of tangible capital assets		5,000		**13,610**		-
Gain (loss) on sale of land held for resale		510,000		**-**		260,960
		13,698,598		**13,613,270**		14,744,016
Expenses (Note 16)						
General government services		2,228,610		**2,160,735**		2,026,749
Protective services		1,426,100		**1,379,922**		1,310,837
Transportation services		2,033,640		**2,189,248**		1,951,853
Environmental health services		1,392,700		**1,406,046**		1,563,025
Public health services		22,700		**20,519**		9,041
Environmental development services		1,307,210		**584,291**		902,729
Community recreation services		2,575,260		**2,675,135**		2,489,458
		10,986,220		**10,415,896**		10,253,692
Annual surplus		2,712,378		**3,197,374**		4,490,324
Accumulated surplus, beginning of year		67,849,747		**67,849,747**		63,359,423
Accumulated surplus, end of year	$	70,562,125	$	**71,047,121**	$	**67,849,747**

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

District of Elkford
Statement of Change in Net Financial Assets

For the year ended December 31	*2025* *(Note 18)* *Budget*	**2025** **Actual**	2024 Actual
Annual surplus	*$ 2,712,378*	**$ 3,197,374**	$ 4,490,324
Acquisition of tangible capital assets	*(8,582,500)*	**(3,296,467)**	(3,981,370)
Amortization of tangible capital assets	-	**2,015,102**	1,776,009
Decrease in tangible capital assets due to asset retirement obligations		**107,998**	
Gain on disposal of tangible capital assets	*(5,000)*	**(13,610)**	-
Proceeds on disposal of tangible capital assets	-	**35,860**	-
Disposition of inventory	-	**(2,427)**	4,726
Acquisition (use)of prepaid expenses	-	**(29,793)**	8,080
Net change in net financial assets	*(5,875,122)*	**2,014,037**	2,297,769
Net financial assets, beginning of year	*3,957,834*	**3,957,834**	1,660,065
Net financial assets, end of year	*$ (1,917,288)*	**$ 5,971,871**	**$ 3,957,834**

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

District of Elkford
Statement of Cash Flows

For the year ended December 31	2025	2024
Operating transactions		
Annual surplus (deficit)	$ 3,197,374	$ 4,490,324
Items not involving cash		
Amortization	2,015,102	1,776,009
Accretion	18,731	17,948
MFA actuarial adjustment	(80,246)	(41,215)
MFA DRF Interest	(4,312)	-
Gain on disposal of tangible capital assets	(13,610)	-
Changes in non-cash operating balances		
Receivables	140,721	843,832
Accounts payable and accrued liabilities	695,223	(701,319)
Deferred revenue and development cost charges	(108,388)	44,707
Unearned revenue	(96,559)	(93,629)
Inventory	(2,427)	4,726
Prepaid expenses	(29,793)	8,082
	5,731,816	6,349,465
Capital transactions		
Acquisition of tangible capital assets	(3,296,467)	(3,981,370)
Proceeds on disposal of tangible capital assets	35,860	-
Acquisition of tangible capital assets	(3,260,607)	(3,981,370)
Financing transactions		
Repayment of long-term debt	(512,740)	(512,740)
Net change in cash and cash equivalents	1,958,469	1,855,355
Cash and cash equivalents, beginning of year	15,562,211	13,706,856
Cash and cash equivalents, end of year	$ 17,520,680	$ 15,562,211

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

District of Elkford
Summary of Significant Accounting Policies

December 31, 2025

Basis of Presentation	The financial statements of the District are the representations of management and are prepared in accordance with Canadian public sector accounting standards ("PSAS") for government entities using guidelines issued by the Public Sector Accounting Board ("PSAB").
Reporting Entity	The Reporting entity is comprised of all organizations and enterprises accountable for the administration of their financial affairs and resources to District Council and which are owned or controlled by the District of Elkford.
Basis of Accounting	The basis of accounting followed in these financial statements is an accrual method and includes revenues in the period in which the transactions or events occurred that gave rise to the revenues and expenses in the period the goods and services were acquired and a liability was incurred.
Land Held for Resale	Land held for resale is stated at lower of cost and market. Cost includes amounts for land acquisition and improvements to prepare the land for sale or servicing.
Vacation and Sick Pay	Vacation pay and accumulated sick leave is charged to expense in the year it is earned.
Revenue Recognition	Unrestricted grants and contributions are recognized as revenue in the year received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Restricted grants or contributions received under funding agreements which relate to a subsequent period are recognized as revenue in the period in which the resources are used for the purpose or purposes specified. Funding received before this criterion has been met, is reported as deferred revenue on the statement of financial position until the period in which the specified purpose or related expenses are incurred. Revenues from transactions with performance obligations are recognized when (at point in time) or as (over a period of time) the District satisfies the performance obligations, which occurs when control of the benefits associated with the promised goods or services has passed to the payor. The District recognizes revenue from users of the water, sewer, solid waste disposal, and rentals of District property services on a straight-line basis over the period of time that the relevant performance obligations are satisfied by the District. The District recognizes revenue from administrative services, building permits, development permits, sales of goods and other licences and permits at the point in time that the District has performed the related performance obligations and control of the related benefits has passed to the payors. Revenue from transactions without performance obligation is recognized at realizable value when the District has the authority to claim or retain an inflow of economic resources received or receivable and there is a past transaction or event that gives rise to the economic resources.

Revenue Recognition - continued

The District recognizes revenues from tax penalties and interest, parking ticket fines, and other revenue without associated performance obligations at the realizable value at the point in time when the District is authorized to collect these revenues.

Contributions received in-kind are recognized as revenue in the period received at the fair market value at the time of the contribution.

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value of the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset as follows:

Land	Not amortized
Land improvements	15 to 50 years
Buildings and other structures	15 to 50 years
Vehicles	6 to 20 years
Equipment	5 to 20 years
Transportation infrastructure	15 to 100 years
Water infrastructure	20 to 100 years
Sewer infrastructure	20 to 100 years

Financial Instruments

Cash and equity instruments quoted in an active market are measured at fair value hierarchy level one - quoted market prices). Trade receivables, accounts payable, etc. are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

When investment income and realized and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as revenue in the period in which the resources are used for the purpose specified.

Financial Instruments - continued	For financial instruments measured using the amortized cost, the effective interest rate method is used to determine interest revenue or expense. For portfolio measurements measured at cost, the cost method records the initial investment at cost and earnings from such investments are recognized only to the extent received or receivable. When an investment is written down to recognize an impairment loss, the new carrying value is deemed to be the new cost basis for subsequent accounting purposes. All financial assets are tested annually for impariment. When financial assets are impaired, impairment losses are recorded in the statement of operations. Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.
Budget Figures	The budget figures are from the Five-Year Financial Plan Bylaw to be adopted each year. They have been re-categorized to conform to PSAB Financial Statement Presentation.
Use of Estimates	The financial statements of the District have been prepared in accordance with generally accepted accounting principles in Canada. The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.
Retirement Benefits and Other Employee Benefit Plans	The District contributions due during the period to its multi-employer defined benefit plan are expensed as incurred.
Contaminated Sites	Liability for Contaminated Sites governments are required to accrue a liability for the costs to remediate a contaminated site. Liabilities are recognized when an environmental standard exists, contamination exceeds the standard, the government has responsibility for remediation, future economic benefits will be given up and a reasonable estimate can be made.

Contaminated Sites - continued

Management has assessed its potential liabilities including sites that are no longer in productive use and sites which the District accepts responsibility. There were no such sites that had contamination in excess of an environmental standard which required remediation at this time; therefore, no liability was recognized at December 31, 2025.

Government Transfers

Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.

Taxation Revenue

Taxation for municipal purposes is recorded at estimated amounts when it meets the definition of an asset, has been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the Regional District of East Kootenay, Hospital District and the Elk Valley Tax Sharing Agreement and other government entities with which the District interacts are not reflected in these financial statements.

Long-term Debt

Term debt acquired through the Municipal Finance Authority ("MFA") is recorded net of related sinking fund balances. Earnings on sinking funds investments are allocated to the District as an actuarial adjustment, which is recorded as a revenue and a reduction in the related debt.

Reserve Fund

Reserves represent amounts set aside for specific or future expenditures. Statutory reserves require the passing of a by-law before funds can be expended. Reserve accounts require an approved council budget and resolution.

Asset Retirement Obligations

An asset retirement obligation is a legal obligation associated with the retirement of a tangible capital asset that the District will be required to settle. The District recognizes asset retirement obligations when there is a legal obligation to incur retirement costs in relation to a tangible capital asset, 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.

Asset Retirement Obligations - continued

Asset retirement obligations are initially measured at the best estimate of the amount required to retire a tangible capital asset at the financial statement date. The estimate of a liability includes costs directly attributable to asset retirement activities.

Asset retirement obligations are recorded as liabilities with a corresponding increase to the carrying amount of the related tangible capital asset. Subsequently, the asset retirement costs are allocated to expenses over the useful life of the tangible capital asset. The obligation is adjusted to reflect period-to-period changes in the liability resulting from the passage of time and for revisions to either the timing or the amount of the original estimate of the undiscounted cash flows or the discount rate .

December 31, 2025

1. Cash and Investments

		2025		2024
Unrestricted	$	**3,804,776**	$	1,281,968
Pooled High Interest Savings Account		**1,000,000**		2,000,000
Municipal Finance Authority		**1,091,681**		1,061,181
Internally restricted		**10,692,612**		10,500,491
Externally restricted - DCC (Note 6)		**545,358**		528,030
Internally restricted - Gas Tax Agreement		**386,253**		190,541
	$	**17,520,680**	$	15,562,211

Included in the above amounts is a GIC in the amount of $10,000, which bears interest at 3.2% and matures in December 2029. The GIC is held as security for a letter of credit held by the District.

2. Receivables

		2025		2024
Trade and other receivables				
Federal government - GST rebates	$	**68,620**	$	48,326
Provincial government		**45,276**		49,259
Trade accounts		**65,794**		131,439
Utility accounts		**45,909**		27,868
Golf course loan		**102,000**		112,000
Accrued receivables		**44,251**		258,952
Accrued interest receivable		**181,150**		132,565
		553,000		760,409
Property Taxes				
Current		**206,665**		163,744
Arrears		**74,076**		51,660
Delinquent		**1,351**		-
		282,092		215,404
	$	**835,092**	$	975,813

3. Deposit and Reserve - Municipal Finance Authority

The District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are withheld by the Municipal Finance Authority as a debt reserve fund. The District also executes demand notes in connection with each debenture whereby the Municipality may be required to loan certain amounts to the Municipal Finance Authority. The details of the cash deposits and demand notes at year end are as follows:

		2025		2024
Demand notes	**$**	**244,135**	**$**	**244,135**
Cash deposits	**$**	**148,328**	**$**	**144,016**

In prior years, the District recorded MFA demand notes on the Statement of Financial Position. Following a reassessment of applicable public sector accounting standards, management determined that these demand notes are contingent in nature and therefore should not be recognized in the financial statements. Accordingly, an adjustment has been made in the financial statements for the year ended December 31, 2024 to remove the previously recorded demand notes. The impact of these changes has been recorded as follows:

		Opening balance, as previously		Adjustment recorded		Ending balance, as
Reserve - Municipal Finance Authority	$	(388,151)	$	388,151		-
Deposit - Municipal Finance Authority		388,151		(244,135)	$	144,016
Opening net financial assets and accumulated surplus	$	(63,215,407)	$	(144,016)	$	(63,359,423)

4. Accounts Payable and Accrued Liabilities

		2025		2024
Trade accounts payable	**$**	**830,758**	$	413,322
Accrued interest		**87,077**		56,235
Insurance deductible allowance		**5,000**		5,000
Holdbacks		**109,944**		-
Other Government Taxes		**158,096**		143,935
Due to cemetery care fund		**26,350**		23,150
Source deductions		**35,226**		33,713
Union dues		**5,467**		3,071
WCB payable		**24,422**		29,309
Employer health tax payable		**18,717**		15,336
Accrued employee benefits		**65,112**		38,253
Accrued payroll		**235,561**		145,183
	$	**1,601,730**	$	906,507

5. Deferred Revenue

		2025		2024
Property taxes	**$**	**155,754**	$	142,521
Mine taxes		**-**		138,949
Unearned revenue		**165,032**		261,591
	$	**320,786**	$	543,061

6. Development Cost Charges

Development cost charges are collected when land held for resale is sold, or when building permits are issued for projects on land where development cost charges were not previously collected. Development cost charges are also collected on land that is sold by the Crown or other owners if development cost charges were not previously levied. These charges are reported as a liability until the development cost charges are used for future projects.

		2025		2024
Balance, beginning of year	**$**	**528,030**	$	502,897
Add: Interest earned		**17,328**		25,133
Balance, end of year	**$**	**545,358**	$	528,030

7. Long- term Debt

The District issues debt instruments through the Municipal Finance Authority, pursuant to loan security issuing bylaws under the authority of section 179 of the Local Government Act, to finance certain capital expenditures. Debenture debt principal is disclosed net of sinking fund balances managed by the Municipal Finance Authority.

General Capital Fund	2025	2024
Issue 146 SI Bylaw #2857 District Office- $2,000,000, 20 yr amortization , 10 yr rate 3.2% , matures 2038	**$ 1,424,844**	$ 1,518,547
Issue 149 SI Bylaw # 2942 Paving- $2,500,000, 20 yr amortization, 10 yr rate 2.24%, matures 2039	**1,894,078**	2,006,042
Issue 152 SI Bylaw #3003 Paving- $5,900,000, 20 yr amortization, 5 yr rate .91%, matures 2040 2026 New rate 10yr rate 3.03%	**4,599,903**	4,877,843
Issue 153 SI Bylaw #3030 Paving- $2,400,000, 20 yr amortization , 10 yr rate of 2.41%, matures 2041	**1,995,046**	2,104,425
	$ 9,913,871	$ 10,506,857

Debenture debt is repayable to the British Columbia Municipal Finance Authority. Existing debentures mature in annual amounts to the year 2041 and interest is payable at rates ranging from .91% to 3.2% per annum.

Future minimum principal payments and actuarial additions on the long-term debt for the next five years and thereafter, including actuarial adjustments, are due as follows:

	General Fund				Total
	Issue 153	**Issue 152**	**Issue 149**	**Issue 146**	
2026	98,921	260,361	106,988	86,713	$ 552,983
2027	107,678	276,236	114,427	94,288	$ 592,629
2028	110,101	281,070	117,859	97,116	$ 606,146
2029	112,578	285,989	121,395	100,030	$ 619,992
2030	115,111	290,086	125,037	106,121	$ 636,355
Thereafter and actuarial	1,450,657	3,206,161	1,308,372	940,576	6,905,766
	$ 1,995,046	**$ 4,599,903**	**$ 1,894,078**	**$ 1,424,844**	**$ 9,913,871**

December 31, 2025

8. Tangible Capital Assets

2025

	Land	Land Improvements	Buildings & Structures	Vehicles	Equipment	Transportation Infrastructure	Water Infrastructure	Sewer Infrastructure	Work in Progress	**Total**
Cost, beginning of year	$ 7,265,754	$ 8,800,141	$ 28,596,454	$ 7,795,923	$ 3,794,077	$ 32,883,124	$ 7,155,859	$ 7,961,372	$ 1,094,564	**$ 105,347,269**
ARO Remeasurement	-	-	(102,083)	-	-	-	(4,791)	(1,124)	-	**(107,998)**
Additions	-	36,034	286,522	328,580	189,564	-	-	5,602	2,450,165	**3,296,467**
Disposals	-	-	-	(406,659)	(190,175)	-37221	(86,859)	(165,140)	-	**(886,054)**
Transfers	-	-	-	-	-	-	-	567,993	(567,993)	**-**
Cost, end of year	7,265,754	8,836,175	28,780,893	7,717,844	3,793,466	32,845,903	7,064,209	8,368,703	2,976,736	**107,649,684**
Accumulated amortization, beginning of year	-	2,610,941	12,736,843	4,912,681	2,095,499	14,487,059	2,697,304	2,370,539	-	**41,910,866**
Amortization	-	212,211	635,254	250,749	186,871	507,848	91,295	114,273	-	**1,998,501**
ARO Amortization	-	-	10,897	-	-	-	5,037	667	-	**16,601**
Disposals	-	-	-	(386,326)	(188,258)	(37,221)	(86,859)	(165,140)	-	**(863,804)**
Accumulated amortization, end of year	-	2,823,152	13,382,994	4,777,104	2,094,112	14,957,686	2,706,777	2,320,339	-	**43,062,164**
Net carrying amount, end of year	**7,265,754**	**6,013,023**	**15,397,899**	**2,940,740**	**1,699,354**	**17,888,217**	**4,357,432**	**6,048,364**	**2,976,736**	**64,587,520**

December 31, 2025

8. Tangible Capital Assets

										2024
	Land	Land Improvements	Buildings & Structures	Vehicles	Equipment	Transportation Infrastructure	Water Infrastructure	Sewer Infrastructure	Work in Progress	**Total**
Cost, beginning of year	$7,165,754	$ 8,098,114	$ 28,416,162	$ 6,960,432	$ 2,664,157	$ 27,608,122	$ 6,154,712	$ 5,216,833	$ 9,081,613	**$ 101,365,899**
Additions	100,000	97,019	180,292	835,491	898,205	-	-	285,836	1,584,526	**3,981,370**
Disposals	-						-	-	-	**-**
Transfers	-	605,008	-	-	231,715	5,275,002	1,001,147	2,458,703	(9,571,575)	**-**
Cost, end of year	7,265,754	8,800,141	28,596,454	7,795,923	3,794,077	32,883,124	7,155,859	7,961,372	1,094,564	**105,347,269**
Accumulated amortization,										
beginning of year	-	2,433,831	12,095,200	4,699,533	2,008,854	14,091,282	2,558,588	2,247,569	-	**40,134,857**
Amortization	-	177,110	630,746	213,148	86,645	395,777	133,679	122,303	-	**1,759,408**
ARO Amortization	-	-	10,897	-	-	-	5,037	667	-	**16,601**
Disposals	-		-			-	-	-	-	**-**
Accumulated amortization, end of year	-	2,610,941	12,736,843	4,912,681	2,095,499	14,487,059	2,697,304	2,370,539	-	**41,910,866**
Net carrying amount, end of year	**$7,265,754**	**$ 6,189,200**	**$ 15,859,611**	**$ 2,883,242**	**$ 1,698,578**	**$ 18,396,065**	**$ 4,458,555**	**$ 5,590,833**	**$ 1,094,564**	**$ 63,436,403**

9. Accumulated Surplus

The District segregates its net assets in the following categories:

		2025		2024
Equity in tangible capital assets	$	**54,237,608**	$	52,404,238
Current funds				
Appropriated surplus - general				
Computer replacement		**14,997**		14,997
Parks and playgrounds		**2,961**		2,961
Greenspace and trails		**203,826**		203,826
Unappropriated surplus				
General		**2,569,693**		1,995,194
Water		**1,274,558**		754,658
Sewer		**1,142,416**		1,236,922
Reserve funds (Note 13)		**11,601,062**		11,236,951
	$	**71,047,121**	**$**	**67,849,747**

10. Asset Retirement Obligations

The District owns and operates several assets that are known to have asbestos and lead paint. There is a legal obligation to remove and dispose of the hazardous materials.

		2025		2024
Opening asset retirement obligation	**$**	**525,308**	$	507,360
Changes in assumptions		**(107,998)**		**-**
Increase due to accretion		**18,731**		**17,948**
Closing asset retirement obligation	**$**	**436,041**	**$**	**525,308**

11. Pension Liability

The municipality and its employees contribute to the Municipal Pension Plan (a jointly trusteed pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of the assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2024, the plan has about 273,000 active members and approximately 133,000 retired members. Active members include approximately 47,000 contributors from local governments.

11. Pension Liability (continued)

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

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2024, indicated a $2,675 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2027. The District of Elkford paid $265,426 for employer contributions to the plan in fiscal 2025. Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

12. Cemetery Trust

The District holds funds in trust for specific purposes. As at the fiscal year end the funds held totaled $26,350 (2024 - $23,150). The assets and offsetting liabilities are not reflected in the District's financial statements.

December 31, 2025

13. Summary of Reserve Fund Positions

	2025	2024
Land sales reserve fund	**$ 1,423,773**	$ 1,489,974
Equipment reserve fund	**2,406,699**	1,970,194
Capital reserve fund	**2,524,013**	2,331,732
Water system reserve fund	**761,749**	1,528,245
Sewer system reserve fund	**2,421,759**	2,219,150
Energy conservation reserve fund	**216,841**	192,183
Transportation infrastructure reserve fund	**627,694**	313,789
Tax diversification and sustainability reserve fund	**336,134**	283,684
Financial stabilization reserve fund	**193,753**	370,952
Community works reserve fund	**386,253**	190,541
Community recreation reserve fund	**302,394**	322,785
	$ 11,601,062	$ 11,213,229

14. Property and other Taxes

	2024 Budget	**2025 Actual**	2024 Actual
Real Property Taxes			
Municipal tax levy (Parcel Taxes)	*$ 9,170,557*	$ *9,311,162*	$ 9,764,683
Tax sharing agreement	*(693,049)*	**(878,892)**	(1,729,791)
	8,477,508	**8,432,270**	8,034,892
Collections for other governments			
Regional District of East Kootenay	*676,414*	**731,509**	663,151
Ministry of Education	*1,306,398*	**1,389,258**	1,280,782
Police (RCMP)	*298,813*	**315,325**	292,954
Regional Hospital District	*436,794*	**517,167**	428,229
BC Assessment Authority	*99,981*	**108,857**	98,019
Municipal Finance Authority	*244*	**261**	239
	2,818,644	**3,062,377**	2,763,374
	11,296,152	**11,494,647**	10,798,266
Special Assessments, Grants in Lieu of Taxes			
% of revenue taxes	*286,092*	**286,092**	261,376
Grants in lieu of taxes			
Federal governments and agencies	*9,934*	**10,318**	9,739
Provincial governments and agencies	*2,521*	**4,415**	2,472
	12,455	**14,733**	12,211
	298,547	**300,825**	273,587
	$ 11,594,699	**$ 11,795,472**	$ 11,071,854

December 31, 2025

15. Transfers from other Governments

	2025 Budget	**2025 Actual**	2024 Actual
Federal Government			
Conditional			
Canada Day	$ 2,000	**$ -**	**$ -**
Infrastructure	1,600	**1,600**	**-**
	3,600	**1,600**	-
Provincial Government			
Unconditional			
Small communities and equalization payment	410,000	**412,000**	451,100
Conditional			
BC Rural Dividend Fund	50,000	**98,984**	101,820
Infrastructure	-	**-**	162,103
Climate Action	-	**-**	282,741
CBT/RDEK Grant	247,200	**177,715**	296,737
	707,200	**688,699**	1,294,501
Other Local Governments			
Conditional			
UBCM (Fuel Management)	170,000	**21,374**	32,320
UBCM Strategic Priorities and miscellaneous	190,000	**52,286**	254,486
Community Tourism	15,000	**15,000**	**15,000**
Community works fund	188,584	**188,584**	188,584
Misc Grants	2,000	**1,321**	1,490
	565,584	**278,565**	491,880
	$ 1,276,384	**$ 968,864**	$ 1,786,381

December 31, 2025

16. Expenses by Object

	2025	2024
Advertising and promotion	**$ 29,294**	$ 45,376
Amortization	**2,015,102**	1,776,009
Accretion	**18,731**	17,949
Community Events	**87,467**	70,475
Contract services	**762,323**	928,951
Contributions to organizations	**133,397**	255,112
Debt servicing and bank charges	**285,463**	248,910
Insurance	**241,271**	208,222
Legal and audit	**38,039**	63,081
Materials, supplies, equipment, printing	**755,291**	653,012
Memberships, subscriptions, education and training	**199,843**	190,697
Miscellaneous and adjustments	**-**	900
Property and equipment costs	**607,346**	713,570
Telephone and utilities	**572,272**	551,463
Wages and benefits	**4,670,057**	4,529,965
	10,415,896	10,253,692
Principal payments on long-term debt	**512,740**	512,740
	$ 10,928,636	$ 10,766,432

December 31, 2025

17. Commitments and Contingencies

a) Other Contingencies

Debts of the Regional District of East Kootenay (the"RDEK") are, under the provisions of the British Columbia Community Charter, a direct, joint and several liability of the RDEK and each member municipality within the RDEK, including the District.

From time to time the District is brought forth as a defendant in various lawsuits. The District reviews its exposure to any potential litigation for which it would not be covered by insurance and assesses whether a successful claim would materially affect the financial statements of the District. The District is currently not aware of any claims brought against it that if not defended successfully would result in a material change to the financial statements.

The District is a participant in the Municipal Insurance Association of British Columbia. Should the Association pay out claims in excess of premiums received, it is possible the District, along with other participants, would be required to contribute towards the deficit.

b) Service Contracts

The District has several service contracts. The estimated aggregate minimum payments to expiry for the contracts is $10,147 ($2,452 in 2026-2028, $1,966 in 2029 and $825 in 2030).

December 31, 2025

18. Budget Figures

The District's Financial Plan (Budget) Bylaw adopted by Council on April 14, 2025 was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. The budget figures anticipated use of surpluses accumulated in previous years to reduce current year expenditures in excess of current year revenues at an amount of $1,850,105. As a result, the budget figures presented in the statements of operations and changes in net financial assets represent the Financial Plan adopted by Council on April 14, 2025 with adjustments as follows:

	2025
Financial Plan (Budget) Bylaw surplus for the year	$ -
Add:	
Capital expenditures	8,582,500
Debt repayment	512,740
Less:	
Reserve transfers	(4,532,757)
Accumulated surplus transfers	(1,850,105)
Budget surplus per statement of operations	**$ 2,712,378**

December 31, 2025

19. Financial Instruments

Financial Instrument Risk Management

The District is exposed to credit risk, liquidity risk, and interest rate risk from its financial instruments. This note describes the District's objectives, policies, and processes for managing those risks and the methods used to measure them. Futher qualitative and quantitative information in respect of these risks is presented below and throughout these financial statements.

There have not been any changes from the prior year in the District's exposure to above risks or the policies, procedures and methods it uses to manage and measure the risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The District is exposed to credit risk through its cash, accounts receivable, and portfolio investments.

The District manages its credit risk by limiting investments to the safest types of securities, prequalifying the financial institutions, brokers, intermediaries, and advisors with which the local government will do business and diversifying the investment portfolio so that potential losses on individual securities will be minimized wherever possible. The District measures its exposure to credit risk based on how long the amounts have been outstanding and historical experience regarding collections. The maximum exposure to credit risk at the financial statement date is the carrying value of its cash and accounts receivable as outlined in Note 2. Accounts receivable arise primarily as a result of utilities and grants receivable. Based on this knowledge, credit risk of cash and accounts receivable are assessed as low.

The District manages exposure to credit risk for portfolio investments by ensuring adequate diversification and by maintaining its investments in the Ministry of Finance Authority which meets the investment requirements of Section 183 of the Community Charter of the Province of BC. As a result, the Municipality has reduced exposure to market or value risk.

Liquidity Risk

Liquidity risk is the risk that the District will encounter difficulty in meeting obligations associated with financial liabilities. The District is exposed to liquidity risk through its accounts payable, long-term debt, and investments.

The District manages this risk by maintaining a balance of short term or highly liquid investments, holds a credit facility with its primary banking institution, staggers maturity dates of investment portfolio for cash flow needs and monitoring cash activities and expected outflows through budgeting and maintaining investments that may be converted to cash in the near-term if unexpected cash flows arise. Also to help manage the risk, the District has in place a planning, budgeting and forecasting process to help determine the funds required to support the normal operating requirements. The District’s five-year financial plan is approved by the Mayor and Council, which includes operational activities and capital investments. The District measures its exposure to liquidity risk based on extensive budgeting and expected cash flows.

The District manages long term debt by initially raising property taxes as stated in the Alternative Approval Process. The District over the past five years, has increased revenues to support the current long term debt into the future. A transportation reserve fund has been established to save annually to fund the future projects. The District must ensure cash flow is sufficient to meet the long term liabilities.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The District is exposed to interest rate risk through its long-term debt and the value of portfolio investments.

The District manages interest rate risk on its long-term debt by holding all debt through MFA at a fixed rate, with refinancing typically being completed at the ten or fifteen year mark. Therefore, fluctuations in market interest rates would not impact future cash flows and operations relating to long-term debt. See Note 7 for interest rates and maturity dates for long term debt.

Investments that are subject to interest rate risk are MFA pooled investment funds. The risk is caused by changes in interest rates. As interest rates rise, the fair value of the MFA pooled investment funds notes decrease and, as interest rates fall, the fair value of these investments increase.

As a result of diversification by security type, only a portion of the overall investment portfolio is exposed to interest rate risk. As at December 31, 2025 the amount of the investment portfolio exposed was $2,000,000 (2024 - $3,000,000). To mitigate interest rate risk and market risk on its portfolio investments, the District holds its MFA long term pooled investment funds by laddering maturity dates and holding to maturity.

20. Segmented Information

The District of Elkford provides a wide range of services to its citizens, and these services are accounted for within three funds: General, Water and Sewer. The General Fund is further comprised of seven service components which are as follows: General Government Services, Protective Services, Transportation Services, Environmental Health Services (Solid Waste), Public Health Services, Environmental Development Services, and Community Recreation Services. These service components have been separately disclosed in the segmented information that is presented in the schedule of segment disclosure.

General Government Services includes the activities of Council, the overall administration of the District, the financial management of the District and the computer support provided for all departments. The Administration and Finance employees also provide support services for building inspection, bylaw enforcement, and zoning / planning services.

Protective Services is comprised of Fire Protection, Emergency Measures, Building Inspection, Bylaw Enforcement, and Animal and Pest Control. Fire Protection provides fire prevention, suppression and investigation services for the District. The department is led by a paid fire chief and deputy fire chief, and a complement of paid-on-call (volunteer) firefighters. The emergency measures function coordinates the District's involvement with the Emergency Management as legislated by the Province, and the coordination of emergency plans and actions related to the District of Elkford. The Ground Search and Rescue programs are coordinated by volunteers, with the District's financial support. This function along with Emergency Social Services is also supported by the Regional District of East Kootenay (RDEK), who have an emergency coordinator for the East Kootenay. The District has one employee who provides bylaw enforcement services and a contract for building inspection services. The District also has a contract for mosquito control services.

Transportation Services include a variety of functions that support the network of roads throughout the Municipality. In addition to street cleaning, street maintenance and snow removal, these functions also include sidewalks, water runoff and drainage, street lighting and signage. Engineering services that support planning functions for the department are contracted to external engineering firms. District employees of the Public Works Department coordinate and perform the majority of the activities. In summarizing the cost of transportation services, the administration and equipment costs are allocated to the specific tasks (street lighting etc).

Environmental Health Services (Solid Waste) is for the collection of solid waste in Elkford. The transfer station is a function of the RDEK and the fees and expenditures are included in the collection of taxes for other governments. In 2008, the RDEK took over the function of recycling within the District, and this cost is now included in the collection of taxes for other governments.

Public Health Services is for the cemetery function which includes not only interment, but also maintaining the cemetery grounds. Operation and administration costs are dependent upon the number of interments performed.

20. Segmented Information (continued)

Environmental Development Services encompass a broad range of services from land use planning and zoning, economic development, tourism services, to community enhancement. Based on information from the Business Vitality Initiative, and the Strategic Planning Session of Council, the District anticipates significant plans for community development in the coming years.

Community Recreation Services incorporates a broad range of services and activities which include the Aquatic and Library Complex, the Recreation Centre (Ice Rink and Curling), Community Conference Centre, Parks, Trails, Playgrounds and all the programs, community group support and the general administration that supports all the activities within Community Recreation Services.

The Water Fund incorporates the management of the collection and distribution of potable water to property within the District.

The Sewer Fund incorporates the management of the collection and treatment of waste water from property within the District. The District provides primary treatment to effluent through the use of chemical treatment and settling ponds.

For each reported segment, the expenses are allocated based on the expenses by object as found in Note 16 of these financial statements. The largest source of District revenue is property taxation, and this revenue has been allocated based on a percentage allocation according to the budget for that year. Segments not receiving property tax allocation are Environmental Health Services (Solid Waste), and the Water and Sewer Funds. These three segments are funded by sales of service (user fees). Other revenues that can be directly attributable to a segment is allocated in this manner, with all other revenues allocated to general government.

District of Elkford
Schedule of Segment Disclosure
Schedule A-1

December 31, 2025

	General Fund							Other Funds		
	General Government	Protective Services	**Transportation Services**	**Environmental Health Services**	**Public Health Services**	**Environmental Development Services**	**Community Recreation Services**	**Water Fund**	**Sewer Fund**	**Consolidated**
Revenues										
Property and other taxes	$ 1,926,170	$ 1,232,567	$ 1,757,659	$ -	$ 19,619	$ 1,203,699	$ 2,225,776	$ 239,360	$ 128,245	8,733,095
Sale of services	-	-	6,548	231,757	6,204	-	429,775	968,399	1,081,101	2,723,784
Revenue from own sources	915,525	94,313	2,140	-	-	46,577	30,804	-	-	1,089,359
DCC contribution	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-	-
MFA actuarial adjustment	80,246	-	-	-	-	-	-	-	-	80,246
MFA DRF Interest	4,312									4,312
Transfers from other governments	1,321	593,384	188,584	-	-	98,984	86,591	-	-	968,864
Gain on disposal of tangible capital assets	13,610	-	-	-	-	-	-	-	-	13,610
Gain on sale of land held for resale	-	-	-	-	-	-	-	-	-	-
	2,941,184	1,920,264	1,954,931	231,757	25,823	1,349,260	2,772,946	1,207,759	1,209,346	13,613,270
Expenses										
Advertising and promotion	20,254	-	-	-	-	7,904	1,136	-	-	29,294
Amortization	155,330	198,504	705,609	137,693	1,582	-	485,199	127,684	203,501	2,015,102
ARO Amortization		-	-	-	-	-	-			-
Accretion	16,224	-	-	-	-	-	-	2,095	412	18,731
Community events	-	-	-	-	-	87,467	-	-	-	87,467
Contract services	109,926	123,320	152,931	5,339	-	132,404	118,168	35,689	84,546	762,323
Contributions to organizations	-	16,400	-	-	-	19,947	97,050	-	-	133,397
Council expenses	-	-	-	-	-	-	-	-	-	-
Debt servicing and finance charges	266,889	-	-	-	-	-	18,574	-	-	285,463
Principal payments on long-term debt	512,740	-	-	-	-	-	-	-	-	512,740
Insurance	37,198	31,552	38,188	2,219	305	-	112,574	10,772	8,463	241,271
Legal and audit	37,016	-	-	-	-	1,023	-	-	-	38,039
Materials, supplies, equipment, printing	160,174	213,089	63,309	3,324	257	54,905	257,615	2,618		755,291
Memberships, subscriptions, education and training	98,031	18,365	11,728	-	-	14,422	27,333	25,707	4,257	199,843
Miscellaneous and adjustments	-	-	-	-	-	-	-	-	-	-
Property and equipment costs	21,154	61,459	313,573	46,561	692	-	63,750	39,539	60,618	607,346
Telephone and utilities	31,710	32,486	123,961	-	-	-	220,640	123,200	40,275	572,272
Wages and benefits	1,246,829	646,592	799,949	101,565	17,683	266,219	1,273,096	195,650	122,474	4,670,057
Eliminations	(40,000)	38,155	(20,000)	-	-	-	-	(8,155)	30,000	-
	2,673,475	1,379,922	2,189,248	296,701	20,519	584,291	2,675,135	554,799	554,546	10,928,636
Excess (Deficiency) of Revenues over Expenses	**$ 267,709**	**$ 540,342**	**$ (234,317)**	**$ (64,944)**	**$ 5,304**	**$ 764,969**	**$ 97,811**	**$ 652,960**	**$ 654,800**	**$ 2,684,634**

District of Elkford
Schedule of Segment Disclosure
Schedule A-2

December 31, 2024

	General Fund							Other Funds		
	General Government	Protective Services	Transportation Services	Environmental Health Services	Public Health Services	Environmental Development Services	Community Recreation Services	Water Fund	Sewer Fund	Consolidated
Revenues										
Property and other taxes	$ 1,935,687	$ 1,076,820	$ 1,630,443	$ -	$ 20,109	$ 1,165,507	$ 2,189,225	$ 170,990	$ 119,700	$ 8,308,480
Sale of services	-	-	2,623	206,976	12,928	-	438,249	899,863	1,411,831	2,972,470
Revenue from own sources	1,008,664	121,072	-	-	-	15,354	22,016	-	-	1,167,106
DCC contibutions	-	-	-	-	-	-	-	-	-	-
Donations	3,597	50,000	-	-	-	-	153,807	-	-	207,404
MFA actuarial adjustment	41,215	-	-	-	-	-	-	-	-	41,215
Transfers from other governments	446,334	674,349	188,584	-	-	327,552	149,562	-	-	1,786,381
Gain on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-
Gain on sale of land held for resale	260,960	-	-	-	-	-	-	-	-	260,960
	3,696,457	1,922,241	1,821,650	206,976	33,037	1,508,413	2,952,859	1,070,853	1,531,531	14,744,016
Expenses										
Advertising and promotion	29,262	-	-	-	-	15,052	1,062	-	-	45,376
Amortization	152,770	164,746	529,278	135,077	1,582	-	433,103	170,068	189,385	1,776,009
ARO Amortization		-	-	-	-	-	-			-
Accretion	15,546	-	-	-	-	-	-	2,008	395	17,949
Community events	-	-	-	-	-	70,475	-	-	-	70,475
Contract services	112,274	94,384	131,080	-	-	253,389	109,804	64,479	163,541	928,951
Contributions to organizations	-	12,920	-	-	-	147,047	95,145	-	-	255,112
Council expenses	-	-	-	-	-	-	-	-	-	-
Debt servicing and finance charges	237,602	-	-	-	-	-	11,308	-	-	248,910
Principal payments on long-term debt	512,740	-	-	-	-	-	-	-	-	512,740
Insurance	34,855	20,273	36,371	2,271	360	-	95,934	10,166	7,992	208,222
Legal and audit	52,263	-	-	-	-	10,818	-	-	-	63,081
Materials, supplies, equipment, printing	152,084	163,091	72,653	185	470	54,156	209,006	1,367		653,012
Memberships, subscriptions, education and training	96,698	20,936	19,476	-	-	15,304	24,759	5,243	8,281	190,697
Miscellaneous and adjustments	900	-	-	-	-	-	-	-	-	900
Property and equipment costs	13,632	59,551	329,510	56,809	-	-	55,325	86,730	112,013	713,570
Telephone and utilities	31,932	29,421	104,726	-	-	-	230,106	116,370	38,908	551,463
Wages and benefits	1,136,931	710,083	748,759	97,931	6,629	336,488	1,223,906	152,590	116,648	4,529,965
Eliminations	(40,000)	35,432	(20,000)	-	-	-	-	(5,432)	30,000	-
	2,539,489	1,310,837	1,951,853	292,273	9,041	902,729	2,489,458	603,589	667,163	10,766,432
Excess (Deficiency) of Revenues over Expenses	**$ 1,156,968**	**$ 611,404**	**$ (130,203)**	**$ (85,297)**	**$ 23,996**	**$ 605,684**	**$ 463,401**	**$ 467,264**	**$ 864,368**	**$ 3,977,584**

District of Elkford
Schedule of Housing Initiatives Fund
Schedule B-1
(unaudited)

December 31, 2025

Local Government Housing Initiatives		**2025**		**2024**
Local Government Housing Initiatives received January 2025	**$**	**152,603**	$	-
Eligible costs incurred:				
Housing Needs Report		**61,122**		-
Balance, December 31, 2025	**$**	**91,481**	$	-

District of Elkford
Schedule of Rural Economic Diversification
Schedule C-1
(unaudited)

December 31, 2025

Rural Economic Diversification & Infrastructure Program (REDIP)		**2025**		**2024**
Rural Economic Diversification received February 2025	**$**	**98,984**	$	-
Eligible costs incurred:				
		0		-
Balance, December 31, 2025	**$**	**98,984**	$	-