

HARTLAND

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

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HARTLAND

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING


DECEMBER 31, 2025


The accompanying consolidated financial statements are the responsibility of management. The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards and necessarily include estimates which are based on management's best judgments.

Management is also responsible for implementing and maintaining a system of internal controls designed to give reasonable assurance that transactions are appropriately authorized, assets are safeguarded from loss and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control. The consolidated financial statements have been reviewed and approved by Mayor and Council.

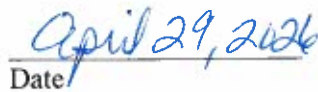
Lenehan McCain & Associates, an independent firm of Chartered Professional Accountants, has been engaged to examine the consolidated financial statements in accordance with Canadian generally accepted auditing standards. Their report stating the scope of their examination and opinion on the consolidated financial statements, follows.



Mayor


CAO

Date



Date

Independent Auditor's Report

To Her Worship the Mayor and Council, of
Hartland

Opinion

We have audited the consolidated financial statements of Hartland, which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including 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 the Town as at December 31, 2025, and the results of its consolidated operations, its changes in its consolidated net debt, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Town 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 Town'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 Town or to cease operations, or has no realistic alternative but to do so.

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

Independent Auditor's Report, continued

- ◆ 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 Town'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 Town'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 Town to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Leah M'Caugh + Associates

Chartered Professional Accountants

**Hartland, New Brunswick
April 28, 2026**

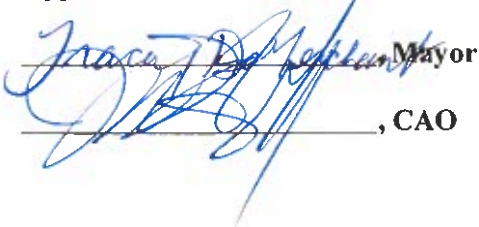
HARTLAND

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2025

	2025	2024
Financial Assets		
Cash and cash equivalents (Note 3)	\$ 1,466,792	\$ 1,200,899
Accounts receivable (Note 4)	244,272	336,630
Federal Government and its agencies receivable (Note 5)	75,557	296,322
	<u>1,786,621</u>	<u>1,833,851</u>
Liabilities		
Bank loan	-	350,086
Accounts payable and accruals (Note 6)	546,954	1,034,172
Deferred revenue (Note 7)	320,379	179,015
Accrued sick leave and other benefits (Note 10)	128,138	110,654
Pension (asset) liability (Note 11)	(29,400)	42,100
Long-term debt (Note 8)	2,655,429	2,393,000
Capital lease obligations (Note 9)	66,300	77,807
	<u>3,687,800</u>	<u>4,186,834</u>
Net debt	<u>(1,901,179)</u>	<u>(2,352,983)</u>
Non-financial Assets		
Tangible capital assets (Note 17)	17,033,589	17,257,017
Prepaid expenses and inventory	4,248	13,973
	<u>17,037,837</u>	<u>17,270,990</u>
Accumulated Surplus	<u>\$ 15,136,658</u>	<u>\$ 14,918,007</u>

Approved on behalf of the Council


_____, Mayor
_____, CAO

The accompanying notes are an integral part of the financial statements

HARTLAND

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024
Surplus	\$ 218,647	\$ 4,407,542
Acquisition of tangible capital assets	(787,505)	(6,894,337)
Amortization of tangible capital assets	1,010,934	435,536
Proceeds on disposal of tangible capital assets	20,857	7,791
Net disposal of tangible capital assets	(20,857)	82,209
	223,429	(6,368,801)
Acquisition of prepaid asset	(4,248)	4,403
Use of prepaid asset	13,976	(6,682)
	9,728	(2,279)
Decrease in net financial assets	451,804	(1,963,538)
Net debt at beginning of year	(2,352,983)	(389,445)
Net debt at end of year	\$ (1,901,179)	\$ (2,352,983)

The accompanying notes are an integral part of the financial statements

HARTLAND

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 Budget	2025 Actual	2024 Actual
Revenue			
Water and sewer user fees	\$ 377,790	\$ 391,007	\$ 348,844
Warrant of assessment	3,969,252	3,969,252	3,614,385
Other revenue from own sources	68,190	209,374	161,530
Unconditional grant	74,613	74,613	90,475
Other government transfers	10,900	543,391	312,463
Sales of service	150,219	216,204	120,647
Complex revenue	-	-	4,238,637
Interest income	12,500	31,492	59,534
Services provided to other governments	74,904	116,608	83,840
Other	-	1,800	1,400
Other transfers	-	-	25,656
Gain on disposal of tangible capital assets	-	20,857	-
	4,738,368	5,574,598	9,057,411
Expenditures			
General government services	549,895	486,864	498,148
Protective services	1,497,541	1,498,254	1,483,741
Transportation services	629,096	675,719	588,390
Environmental health services	463,790	478,575	452,750
Public health services	2,000	3,633	3,212
Environmental development services	257,257	208,388	289,822
Recreational and cultural services	1,456,228	1,471,693	801,296
Water and sewer	497,325	532,825	450,301
Loss on disposal of tangible capital assets	-	-	82,209
	5,353,132	5,355,951	4,649,869
Surplus	(614,764)	218,647	4,407,542
Accumulated surplus at beginning of year	-	14,918,012	10,510,470
Accumulated surplus at end of year	\$ -	\$ 15,136,659	\$ 14,918,012

The accompanying notes are an integral part of the financial statements

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

	<u>2025</u>	<u>2024</u>
Cash flows from		
Operating activities		
Surplus (deficit)	\$ 218,647	\$ 4,407,542
Items not affecting cash		
Amortization of tangible capital assets	1,010,934	435,536
(Gain) loss on proceeds of tangible capital assets	(20,857)	82,209
	<u>1,208,724</u>	<u>4,925,287</u>
Change in non-cash operating working capital		
Accounts receivable	92,358	830,470
Federal Government and its agencies receivable	220,765	(1,452)
Accounts payable and accruals	(487,218)	(590,751)
Accrued sick leave and other benefits	17,484	3,219
Pension (asset) liability	(71,500)	4,200
Prepaid expenses and inventory	9,728	(2,278)
Deferred revenue	141,364	(1,324,284)
	<u>1,131,705</u>	<u>3,844,411</u>
Capital activities		
Proceeds on disposal of tangible capital assets	20,857	7,791
Acquisition of tangible capital assets	(787,505)	(6,894,337)
	<u>(766,648)</u>	<u>(6,886,546)</u>
Financing activities		
Long-term debt repayment	(197,571)	(123,000)
Long-term debt proceeds	460,000	1,840,000
Repayment of short-term financing	(350,086)	-
Proceeds from short-term financing	-	105,914
Lease obligation repayment	(11,507)	(11,394)
	<u>(99,164)</u>	<u>1,811,520</u>
Increase (decrease) in cash and cash equivalents	265,893	(1,230,615)
Cash and cash equivalents, beginning of year	1,200,899	2,431,514
Cash and cash equivalents, end of year	\$ 1,466,792	\$ 1,200,899

The accompanying notes are an integral part of the financial statements

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

1. Description of entity

The Town of Hartland (the "Town") was incorporated as a Town by the Province of New Brunswick Municipalities Act on October 2, 1918 and was approved for status as a Municipality effective October 2, 1918. As a municipality, the Town is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act.

The Town provides municipal services such as police, fire, public works, engineering, parks and recreation, community development and general government operations.

New Brunswick Regulation 2022-50 under the Local Governance Act filed on August 30, 2022, stated "For the purpose of the elections held under An Act Respecting Local Governance Reform, former "Town of Hartland", is renamed "Hartland" and will continue with certain unincorporated areas contiguous to Hartland and are annexed to Hartland". The effective date of the annexation is January 1, 2023.

2. Basis of Presentation and Significant Accounting Policies

The consolidated financial statements of Hartland 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.

Management maintains a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

The focus of Public Sector Accounting (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:

(a) Budget

The budget figures contained in these consolidated financial statements were approved by Council on November 26, 2024 and were approved by the Minister of Local Government on December 13, 2024. The budget figures are unaudited.

(b) Cash

Cash and cash equivalents include cash on hand and balances with banks. Bank borrowings are considered to be financing activities.

HARTLAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Basis of Presentation and Significant Accounting Policies, continued

(c) Reporting entity

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

Inter-departmental and organizational transactions and balances are eliminated on consolidation, but in order to present the results of operations for each specific fund, transactions amongst funds have not necessarily been eliminated on the individual schedules.

Members of the Hartland Fire Department participate in various fund raising activities to help purchase equipment. The Town does not have any control of the fundraising activities or the funds raised, and does not have access to the financial information. These figures, therefore, are not included in the consolidated financial statements of the Town.

(d) Revenue recognition

Taxation revenue represents annual levy administered and collected by the Province of New Brunswick on behalf of all New Brunswick Municipalities for municipal services. They are recorded as warrant of assessment as the funds are received by the Town.

Government transfers are recognized as revenue in the period that the transfer is authorized, eligibility criteria, if any, have been met by the Town, and a reasonable estimate of the amount to be received can be made.

Fee and charge revenue for building permits, water and sewer, and transportation are recorded on the accrual basis and recognized as earned which is usually when services are provided or facilities are utilized.

Donations are recognized as revenue in the year received.

Other revenue is recorded when it is earned, and collection is reasonably assured.

(e) Expenditure recognition

Expenditures are recorded on the accrual basis. Outstanding commitments for goods and services relating to the current year are accrued at the statement of financial position date.

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

2. Basis of Presentation and Significant Accounting Policies, continued

(f) Use of estimates

The preparation of the consolidated financial statements in conformity with public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue 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. Significant estimates reported in these financial statements include amortization of tangible capital assets, and the accrued sick leave and other benefits obligation. Actual results may differ from those estimates.

(g) Financial instruments

Financial instruments are financial assets or liabilities of the Town where the Town has the right to receive cash or another financial asset from another party or has the obligation to pay cash or other financial assets to another party or equity instruments of another entity.

The Town's financial instruments consist of cash, accounts receivable, and accounts payable. Unless otherwise noted, it is council's opinion that the Town is not exposed to any significant interest or credit risk arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

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

(h) Deferred revenue

Funding is recorded as deferred revenue if it has been restricted by the government for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

(i) Reserve funds

Certain amounts, as approved by Council, are set aside in reserve funds for future operating and capital purposes. Transfers to and from reserve funds are recorded as an adjustment within accumulated surplus. "Statement of Reserves" to the consolidated financial statements is included to show the reserve fund balances as supplementary information.

(j) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, and prepaid expenses and supplies inventory.

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

2. Basis of Presentation and Significant Accounting Policies, continued

(k) Government transfers

Government transfers are transfers of monetary or tangible capital assets from a government to an individual, an organization or another government that are not the result of an exchange transaction, expected to be repaid in the future or expected to produce a direct financial return. Government transfers received are recognized in the financial statements as revenue when the transfers are authorized and all eligibility criteria have been met except when there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as a liability and recognized as revenue as the stipulations are met.

(l) Tangible capital assets

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

Buildings	25 years
Vehicles	8 years
Small equipment	7-15 years
Machinery and equipment	10-30 years
Infrastructure	10-60 years

Amortization commences in the month following the date of purchase.

Assets under construction are not amortized until the asset is available for productive use, at which time they are transferred to their respective tangible capital asset categories.

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

(m) Net debt or net financial assets

The consolidated financial statements are presented so as to highlight net financial assets (debts) as the measurement of financial position. The net financial assets (debts) of the Town is determined by its financial assets less its liabilities. Net financial assets (debts) is comprised of two components, non-financial assets and accumulated surplus.

HARTLAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Basis of Presentation and Significant Accounting Policies, continued

(n) Segmented information

The Municipality 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.
- 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, road and street 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.
- Public health services
This department is responsible for the maintenance and operation of cemeteries.
- 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 swimming pool, arena, parks and playgrounds and other recreational and cultural facilities.
- Water and sewer
This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks, treatment plants, reservoirs and lagoons.

Amounts that are directly attributable to a number of segments have been allocated on a reasonable basis. Taxation, unconditional grant, fees and user charges are allocated to those segments that are funded by these amounts based on percent of budgeted expense.

HARTLAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025

3. Cash and cash equivalents

	2025	2024
Externally restricted		
Gas Tax	\$ 196,255	\$ 76,965
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Internally restricted		
Complex	-	95,857
Reserve General Fund (note 21)	514,608	227,347
Reserve Utility Fund (note 21)	229,580	136,203
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	744,188	459,407
<hr/>		
Unrestricted		
Cash	526,349	664,527
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	\$ 1,466,792	\$ 1,200,899
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4. Accounts receivable

	2025	2024
Trade receivables	\$ 148,050	\$ 64,257
Complex receivable	-	180,000
Canada Community-Building Fund	96,222	92,373
<hr/>		
	\$ 244,272	\$ 336,630
<hr/>		

5. Due from Federal Government and its agencies receivable

	2025	2024
Canada Revenue Agency - HST receivable	\$ 75,557	\$ 42,307
Canada Revenue Agency - HST receivable - Complex	-	254,015
<hr/>		
	\$ 75,557	\$ 296,322
<hr/>		

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

6. Accounts payable and accruals

	2025	2024
Trade payables	\$ 279,553	\$ 378,173
Complex payables	-	391,997
Source deductions payable	8,533	13,882
Minister of Finance	258,868	250,120
	<u>\$ 546,954</u>	<u>\$ 1,034,172</u>

7. Deferred revenue

	December 31, 2024	Funding received, 2025	Funding utilized, 2025	December 31, 2025
Federal government				
Canada Community-Building Fund	\$ 169,339	\$ 196,008	\$ (91,850)	\$ 273,497
Provincial Government				
Environment and Local Government	9,096	-	(9,096)	-
Other				
General fund	-	46,612	-	46,612
Social committee	580	-	(310)	270
	<u>580</u>	<u>46,612</u>	<u>(310)</u>	<u>46,882</u>
	<u>\$ 179,015</u>	<u>\$ 242,620</u>	<u>\$ (101,256)</u>	<u>\$ 320,379</u>

Deferred Canada Community-Building Fund - The Province of New Brunswick administers gas tax funding for the federal government. The Town has to submit a plan for use of the gas tax funds. The Capital Investment Plan submitted by the Town requires approval by the government before the release of funding. Projects approved have to fall under one of the following categories: public transit, wastewater infrastructure, drinking water, solid waste management, community energy systems, capacity building, local roads and bridges, highways and many more. Funding released is based on population and is received twice a year. Any remaining unspent funding is recorded as deferred revenue until the revenue recognition criteria are met.

HARTLAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025

8. Long-term debt

	2025	2024
NB Municipal Finance Corporation Debenture CH14, interest at 2.85% to 4.895% per annum, matures in 2036, authorized under OIC #24-0064.	\$ 350,000	\$ -
NB Municipal Finance Corporation Debenture BN15, interest at 1.05% to 3.9% per annum, matures in 2025, authorized under OIC #13-0038.	-	19,000
NB Municipal Finance Corporation Debenture BT14, interest at 2.1% to 3.7% per annum, matures in 2028, authorized under OIC #17-0095.	96,000	126,000
NB Municipal Finance Corporation Debenture BZ16, interest at 0.3% to 2.95% per annum, matures in 2031, authorized under OIC #20-0028.	221,000	256,000
NB Municipal Finance Corporation Debenture BW24, interest at 1.95% to 2.95% per annum, matures in 2029, authorized under OIC #17-0011.	57,000	70,000
NB Municipal Finance Corporation Debenture BP16, interest at 1.2% to 3.8% per annum, matures in 2026, authorized under OIC #06-0018.	22,000	43,000
NB Municipal Finance Corporation Debenture BW25, interest at 1.95% to 2.95% per annum, matures in 2029, authorized under OIC #17-0011.	32,000	39,000
CNH Capital Loan payable, \$1,972 monthly blended payment, interest at 2.90% per annum, matures in 2030, authorized under OIC #25-0042.	101,429	-
NB Municipal Finance Corporation Debenture CG16, interest at 3.36% to 4.463% per annum, matures in 2044, authorized under OIC #22-0015 and OIC #22-0026.	1,776,000	1,840,000
	\$ 2,655,429	\$ 2,393,000

Approval of the Municipal capital Borrowing Board has been obtained for the long-term debt.

HARTLAND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2025

8. Long-term debt, continued

Principal portion of long-term debt due within the next five years:

2026	\$ 196,996
2027	202,613
2028	208,248
2029	179,902
2030 and thereafter	1,867,670
	<hr/>
	\$ 2,655,429

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

9. Capital lease obligations

2025

0.99% capital lease financing with Kubota Canada Ltd., repayable in monthly blended payments of \$1,019, due December 2028, secured by a 2023 Kubota Tractor.	\$	66,300
Current portion		(11,622)
<hr/>		
Due in 2027 and thereafter	\$	(54,678)

10. Accrued sick leave obligation

The Municipality provides every full-time employee a sick leave entitlement that accumulates at a rate of 1.25 days for each calendar month. All employees can accumulate up to 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 up to a maximum of 90 days. The estimated obligation at the end of the year has been accrued. The sick leave is a non-vesting benefit and is unfunded. Benefits are paid out of general revenue as they come due.

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

11. Pension Plan

The Town 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 employee and employer representatives under the provisions of the Local Governance 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 accounting valuation was prepared as at December 31, 2023 and resulted in an overall NB MEPP accrued benefit obligation of \$158,648,800 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% per annum
- ♦ 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 funding 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 expects 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 Hartland:

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

11. Pension Plan, continued

The following illustrates the reconciliation of Accrued Benefit Obligation from the beginning of period to the end of period:

	2025 Estimated	2024 Actual
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation at beginning of period	\$ 1,117,800	\$ 1,169,800
Current service cost	50,800	67,400
Benefit payments	(60,100)	(61,000)
Interest for period	67,300	71,000
Experience loss/(gain) during period	-	(129,400)
Accrued benefit obligation at end of period	\$ 1,175,800	\$ 1,117,800

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

	2025 Estimated	2024 Actual
Reconciliation of Plan Assets		
Plan assets at beginning of period	\$ 1,203,800	\$ 1,064,500
Employer contributions	45,600	44,300
Employee contributions	45,600	44,300
Benefit payments	(60,100)	(61,000)
Return on Plan assets during period	73,800	111,700
Plan assets at end of period	\$ 1,308,700	\$ 1,203,800

Total Expenses related to pensions include the following components:

	2025 Estimated	2024 Actual
Pension Expense		
Employer current service cost	\$ 5,200	\$ 23,100
Interest on accrued benefit obligation	67,300	71,000
Expected Return on Assets	(73,800)	(65,200)
Experience loss/(gain)	(8,000)	5,000
Pension expense	\$ (9,300)	\$ 33,900

The Pension expense is included in the statement of operations.

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

12. Short-term borrowings compliance

Interim borrowing for capital

The Town has arranged a revolving operating facility bearing interest at prime - .75 for the General Fund. The facility is used to provide interim financing for capital expenditures.

The Town has ministerial authority for short-term borrowings as follows:
General Capital Fund, #24-0064 \$350,000.

Operating borrowing

As prescribed in the Local Governance Act, borrowing to finance General Fund operations is limited to 4% of the Town's operating budget. Borrowing to finance Utility Fund operations is limited to 50% of the operating budget for the year. In 2025, the Town has complied with these restrictions.

Inter-fund borrowing

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

13. Water and Sewer Fund Surplus/Deficit

The Local Government Act requires Water and Sewer Fund surplus/deficit amounts to be absorbed into one of the Operating Budgets commencing with the second next ensuing year. The balance of the surplus/deficit at the end of the year consists of:

	2025	2024
2025 surplus	\$ 21,566	\$ -
2024 surplus	22,879	22,879
2023 surplus	-	66,308
	<u>\$ 44,445</u>	<u>\$ 89,187</u>

14. Water cost transfer

The town's water cost transfer is within the maximum allowable by Regulation based on the applicable percentage of system expenditures for the population.

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

15. Contingent liabilities

In the normal course of operations, the Town may become involved in various claims and legal proceedings. While the final outcome with respect to claims, if any, and legal proceedings, if any, pending at December 31, 2025 cannot be predicted with certainty, it is the opinion of management and council that resolution of these matters, if any will not have a material adverse effect as the Town maintains insurance coverage in amounts considered appropriate.

16. Central Carleton Community Complex

On April 28, 2022, it was announced that the Government of Canada and the Government of New Brunswick would be investing funds towards the construction of the Central Carleton Community Complex, located in the Town. The new Complex will feature a year round accessible facility, and include an indoor walking track, multipurpose room, canteen, community room, storage, kitchen and dressing rooms. Site excavation began in the fall of 2022 and the Complex is completed and the soft opening took place on November 15, 2024.

HAWKLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

17. Schedule of Tangible Capital Assets

	Infrastructure							Assets under construction	2025 Total	2024 Total
	Buildings and leasehold improvements	Vehicles	Machinery and equipment	Roads and streets	Treatment facilities	Water and sewer	Small equipment			
COST										
Balance, beginning of year	\$ 365,200	\$ 13,507,996	\$ 50,394	\$ 3,443,866	\$ 4,308,849	\$ 1,571,486	\$ 3,280,006	\$ 80,254	\$ -	\$ 19,803,714
Add:	-	114,229	-	155,386	492,190	-	-	10,000	15,700	13,426,490
Less:	-	-	-	(83,237)	-	-	-	-	-	(6,622,153)
BALANCE, END OF YEAR	365,200.00	13,622,225.00	50,394.00	3,516,014.35	4,801,039.24	1,571,486.00	3,280,006.00	90,254.00	15,699.55	27,312,318
ACCUMULATED AMORTIZATION										
Balance, beginning of year	-	775,782	50,394	2,261,904	2,998,915	1,108,665	2,076,503	78,870	-	\$ 9,351,032
Add:	-	548,063	-	192,282	162,888	39,287	67,655	759	-	1,010,934
Less:	-	-	-	(83,237)	-	-	-	-	-	(83,237)
BALANCE, END OF YEAR	-	1,323,844	50,394	2,370,949	3,161,803	1,147,952	2,144,158	79,629	-	10,278,728
NET BOOK VALUE OF TANGIBLE CAPITAL	\$ 365,200	\$ 12,298,381	\$ -	\$ 1,145,065	\$ 1,639,237	\$ 423,534	\$ 1,135,848	\$ 10,625	\$ 15,700	\$ 17,033,590
Consists of:										
General Fund Assets	\$ 371,500	\$ 12,298,381	\$ -	\$ 1,145,065	\$ 1,639,237	\$ -	\$ -	\$ 10,625	\$ 15,700	\$ 15,430,508
Water and Sewer Fund Assets	43,700	-	-	-	-	423,534	1,135,848	-	-	1,603,082
BALANCE, END OF YEAR	\$ 365,200	\$ 12,298,381	\$ -	\$ 1,145,065	\$ 1,639,237	\$ 423,534	\$ 1,135,848	\$ 10,625	\$ 15,700	\$ 17,033,590
										\$ 17,257,020

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

18. Schedule of Segment Disclosure

	General Government services	Protective services	Transportation services	Environmental health services	Public health services	Environmental development services	Recreation and cultural services	Water and sewer	2025 Consolidated	2024 Consolidated
Revenues										
Warrant of assessment	\$ 539,523	\$ 1,369,836	\$ 522,526	\$ 455,390	\$ 1,964	\$ 238,170	\$ 841,843	\$ -	\$ 3,969,252	\$ 3,614,385
Unconditional grant	10,142	25,750	9,822	8,560	37	4,477	15,825	-	74,613	90,475
Services provided to other governments	-	45,113	71,495	-	-	-	-	-	116,608	83,840
Water and sewer user fees	-	-	-	-	-	-	-	391,007	391,007	348,845
Sale of services	-	-	-	-	-	-	216,204	-	216,204	120,647
Other government transfers	13,541	-	446,552	-	-	27,963	28,841	26,494	543,391	312,463
Other revenue from own source	8,930	46,028	-	-	-	9,034	85,382	60,000	209,374	161,530
Complex revenue	-	-	-	-	-	-	-	-	-	4,238,637
Interest	27,383	-	-	-	-	-	-	4,109	31,492	59,534
Other	-	-	-	-	-	-	-	1,800	1,800	1,400
Other transfers	-	-	-	-	-	-	-	-	-	25,656
Gain on disposal of tangible capital assets	-	-	-	-	-	-	-	20,857	20,857	-
	\$ 599,519	\$ 1,486,727	\$ 1,050,395	\$ 463,950	\$ 2,001	\$ 279,644	\$ 1,188,095	\$ 504,267	\$ 5,574,598	\$ 9,057,412
Expenses										
Salaries and benefits	\$ 253,046	\$ 77,158	\$ 246,204	\$ -	\$ -	\$ 46,955	\$ 460,496	\$ 126,644	\$ 1,210,503	\$ 1,187,715
Goods and services	221,214	1,268,965	269,830	478,575	3,633	146,740	343,237	297,144	3,029,338	2,900,931
Amortization	10,420	147,324	155,141	-	-	14,693	576,413	106,943	1,010,934	435,536
Interest	2,184	4,807	4,544	-	-	-	91,547	2,094	105,176	43,479
Loss on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	82,209
	\$ 486,864	\$ 1,498,254	\$ 675,719	\$ 478,575	\$ 3,633	\$ 208,388	\$ 1,471,693	\$ 532,825	\$ 5,355,951	\$ 4,649,870
Annual surplus (deficiency)	\$ 112,655	\$ (11,527)	\$ 374,676	\$ (14,625)	\$ (1,632)	\$ 71,256	\$ (283,598)	\$ (28,558)	\$ 218,647	\$ 4,407,542

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

19. Reconciliation of Annual Surplus

	General Operating Fund	Water and Sewer Operating Fund	General Capital Fund	Water Capital Fund	General Operating Reserve Fund	General Capital Reserve Fund	Water & Sewer Operating Reserve Fund	Water & Sewer Capital Reserve Fund	Total
\$	633,559	54,151	(391,336)	(86,086)	613	4,369	1,364	2,012	218,647
2025 annual surplus (deficit) per PSAB	61,038	66,308	-	-	-	-	-	-	127,346
Adjustments to annual surplus (deficit) for funding requirements	(274,850)	-	274,850	-	-	-	-	-	-
Second previous year's surplus (deficit)	-	(65,000)	-	-	-	-	65,000	-	-
Transfers between funds:	-	(25,000)	-	-	-	-	-	25,000	-
Transfer from general operating fund to general capital fund	-	-	-	-	-	-	-	-	-
Transfer to utility operating reserve fund from utility operating fund	-	-	-	-	-	-	-	-	-
Transfer to utility capital reserve fund from utility operating fund	-	-	-	-	-	-	-	-	-
Transfer from general operating fund to general capital reserve fund	(145,857)	-	-	-	-	145,857	-	-	-
Transfer from general capital reserve fund to general capital fund	(136,422)	-	-	-	136,422	-	-	-	-
Transfer from general operating fund to general operating reserve fund	(350,086)	-	350,086	-	-	-	-	-	-
Short-term financing repayment	(11,507)	-	11,507	-	-	-	-	-	-
Capital lease obligation repayment	(169,571)	-	169,571	28,000	-	-	-	-	-
Long-term debt principal repayment	460,000	-	(460,000)	-	-	-	-	-	-
Long-term debt principal proceeds	(71,500)	-	-	-	-	-	-	-	(71,500)
Provision for pension liability	19,234	-	-	-	-	-	-	-	17,484
Provision for sick leave accrual	-	(1,750)	903,991	106,943	-	-	-	-	1,010,934
Amortization of tangible capital assets	-	-	-	-	-	-	-	-	20,857
Proceeds of tangible capital assets	-	20,857	-	-	-	-	-	-	-
Total adjustments to 2025 annual surplus (deficit)	(619,521)	(32,585)	1,250,005	134,943	136,422	145,857	65,000	25,000	1,105,121
2025 annual fund surplus (deficit)	\$ 14,038	\$ 21,566	\$ 858,669	\$ 48,857	\$ 137,035	\$ 150,226	\$ 66,364	\$ 27,012	\$ 1,323,767

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

20. Reconciliation of Operating Budget to PSAB Budget

	General Operating Budget	Water and Sewer Operating Budget	Amortization	Transfers	2025
Revenue					
Warrant of assessment	\$ 3,969,252	\$ -	\$ -	\$ -	\$ 3,969,252
Unconditional grant	74,613	-	-	-	74,613
Services provided to other governments	74,904	-	-	-	74,904
Water and sewer user fees	-	377,790	-	-	377,790
Sales of services	147,219	3,000	-	-	150,219
Other revenue from own sources	55,690	25,000	-	(12,500)	68,190
Unconditional transfers	-	-	-	-	-
Conditional transfers	10,900	-	-	-	10,900
Interest	-	-	-	12,500	12,500
Other transfers	-	-	-	-	-
Surplus of second previous year	61,038	66,308	-	(127,346)	-
	4,393,616	472,098	-	(127,346)	4,738,368
Expenditures					
General government services	538,725	-	10,420	750	549,895
Protective services	1,345,344	-	147,324	4,873	1,497,541
Transportation services	468,569	-	155,141	5,386	629,096
Environmental health services	463,790	-	-	-	463,790
Public health services	2,000	-	-	-	2,000
Environmental development services	242,564	-	14,693	-	257,257
Recreation and cultural services	809,815	-	576,413	70,000	1,456,228
Water and sewer services	-	385,782	106,943	4,600	497,325
Fiscal services	522,809	86,316	-	(609,125)	-
Deficit of second previous year	-	-	-	-	-
	4,393,616	472,098	1,010,934	(523,516)	5,353,132
Surplus (deficit)	\$ -	\$ -	\$ (1,010,934)	\$ 396,170	\$ (614,764)

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

21. Statement of Reserves

	General Operating Reserve	General Capital Reserve	Water & Sewer Operating Reserve	Water & Sewer Capital Reserve	2025	2024
Assets						
Cash and cash equivalents (Note 3)	157,653	356,955	81,364	148,216	744,188	\$ 363,550
Investments	-	-	-	-	-	-
Receivable from Operating Funds	-	-	-	-	-	-
	157,653	356,955	81,364	148,216	744,188	\$ 363,550
Liabilities						
Payable to General Operating Fund	-	-	-	-	-	\$ -
	\$ 157,653	\$ 356,955	\$ 81,364	\$ 148,216	\$ 744,188	\$ 363,550
Revenue						
Transfers from general and water & sewer operating funds	181,422	145,857	65,000	25,000	417,279	\$ 167,447
Interest income	613	4,369	1,364	2,015	8,361	13,461
Transfers from Federal Government	-	-	-	-	-	-
	182,035	150,226	66,364	27,015	425,641	180,908
Expenditures	45,000	-	-	3	45,003	90,000
	137,035	150,226	66,364	27,012	380,638	\$ 90,908
Annual surplus (deficit)	20,618	206,729	15,000	121,203	363,550	272,642
Accumulated surplus at beginning of year						
Accumulated surplus at end of year	\$ 157,653	\$ 356,955	\$ 81,364	\$ 148,216	\$ 744,188	\$ 363,550

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

21. Statement of Reserves Continued

Council resolutions regarding transfers to and from reserves:

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Britton for \$25,000.00 be transferred from the Utility Operating Fund to the Utility Capital Reserve Fund. Motion carried.

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Britton for \$30,000.00 be transferred from the Utility Operating Fund to the Utility Operating Reserve Fund. Motion carried.

I hereby certify that the above is a true and exact copy of resolution adopted at a regular meeting of Council on July 22, 2025.

Moved by Councillor Smith, seconded by Councillor Boone for \$20,857.19 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

I hereby certify that the above is a true and exact copy of resolution adopted at a regular meeting of Council on September 9, 2025.

Moved by Councillor Smith, seconded by Deputy Mayor Fairgrieve for \$50,000.00 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

Moved by Councillor Patterson, seconded by Deputy Mayor Fairgrieve for \$25,000.00 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Smith for \$10,000.00 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

I hereby certify that the above is a true and exact copy of resolution adopted at a regular meeting of Council on November 25, 2025.

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Smith for \$81,422.00 be transferred from the General Operating Fund to the General Operating Reserve Fund. Motion carried.

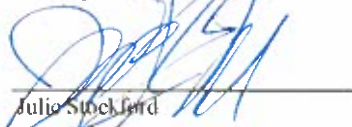
Moved by Deputy Mayor Fairgrieve, seconded by Councillor Smith for \$40,000.00 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Smith for \$100,000.00 be transferred from the General Operating Fund to the General Operating Reserve Fund. Motion carried.

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Smith for \$35,000.00 be transferred from the Utility Operating Fund to the Utility Operating Reserve Fund. Motion carried.

Moved by Deputy Mayor Fairgrieve, seconded by Councillor Smith for \$45,000.00 be transferred from the General Operating Reserve Fund to the General Operating Fund. Motion carried.

I hereby certify that the above is a true and exact copy of resolution adopted at a regular meeting of Council on December 23, 2025.


Julie Stuchford
CAO/ Clerk
Hartland

April 29, 2026
Date



HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

22. Statement of Detailed Revenue and Expenditures

	2025 Budget (Unaudited)	2025	2024
Revenue			
Services to other governments			
Fire protection	\$ 45,113	\$ 45,113	\$ 51,501
Transportation	27,566	69,270	23,753
Lane marking	2,225	2,225	8,586
	74,904	116,608	83,840
Sales of service			
Recreational programs	147,219	213,204	120,647
Environmental health services	3,000	3,000	-
	150,219	216,204	120,647
Other government transfers			
Gas tax funding	-	104,278	48,493
Government grants - unconditional	-	412,619	241,373
Government grants - conditional	10,900	26,494	22,597
	10,900	543,391	312,463
Conditional transfers - other	-	-	25,656
Other revenue from own sources			
Rentals	9,190	9,743	7,045
Licenses, permits and fines	14,000	46,443	49,455
Tourism	-	3,847	12,112
Gifts and miscellaneous	45,000	149,341	92,918
	68,190	209,374	161,530
Complex revenue			
Donations	-	-	260,647
RDC funding	-	-	3,939,132
Interest	-	-	38,858
	-	-	4,238,637

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

22. Statement of Detailed Revenue and Expenditures

	2025 Budget (Unaudited)	2025	2024
Expenses			
General government services			
Legislative			
Mayor's remuneration and expenses	14,500	13,106	13,706
Councilor's' remuneration and expenses	44,000	41,237	49,936
Other legislative costs	7,500	7,237	1,506
Administrative			
Office salaries and benefits	150,980	203,665	147,532
Office building	96,841	58,843	107,791
Solicitor	8,000	5,906	4,232
Other	2,500	12,226	6,811
Financial management			
Administration and accounting	97,677	31,199	53,433
External audit	15,000	6,573	14,115
Other financial management	-	684	680
Other general government services			
Civic relations	5,000	1,088	-
Assessment costs	79,727	79,727	74,438
Public liability insurance	-	1,242	1,845
Membership	2,000	-	-
Grants for social or environmental purposes	10,000	5,900	9,097
Training and development	5,000	6,208	789
Amortization	10,420	10,420	10,420
Interest	750	1,603	1,817
	549,895	486,864	498,148
Protective services			
Police			
R.C.M.P.	1,034,812	1,034,811	999,819
Fire			
Administration	31,720	25,222	23,694
Firefighting force	85,000	79,444	56,736
Training and development	6,500	2,198	8,554
Equipment and supplies	102,836	73,960	101,475
Station and building	59,706	85,172	88,127
Fire alarm system	-	38,008	33,990
Other contract agreement	3,092	-	-
Emergency measures	2,500	-	82
Other			
Animal and pest control	2,500	581	9,637
By-Law enforcement	12,000	2,048	5,214
Regional collaboration	4,679	4,679	3,443
Interest	4,873	4,807	5,767
Amortization	147,324	147,324	147,203
	1,497,541	1,498,254	1,483,741

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

22. Statement of Detailed Revenue and Expenditures

	2025 Budget (Unaudited)	2025	2024
Expenses (continued)			
Transportation services			
Common services			
Administration	20,825	187,770	227,268
Training and development	5,000	862	-
Engineering services	-	-	1,009
Building and equipment	235,459	82,326	63,448
Road transport			
Administration	-	-	-
Engineering	5,000	60,714	-
Summer maintenance	50,000	49,129	58,891
Culverts and drainage ditches	7,500	-	2,086
Sidewalks	-	413	-
Snow and ice removal	87,557	68,430	35,387
Traffic lane marking	5,000	4,805	6,202
Street signs	5,000	5,700	1,026
Other	-	-	-
Street lighting	47,000	55,657	52,938
Other			
Amortization	155,141	155,141	132,944
Interest	5,386	4,544	6,596
Gas tax expenditures	-	-	-
Regional transport	228	228	595
	629,096	675,719	588,390
Environmental health services			
Solid waste collection and disposal	305,000	297,633	282,842
Solid waste disposal; tipping fees	158,790	180,942	169,908
Amortization	-	-	-
	463,790	478,575	452,750
Public health services			
Public health - cemeteries	2,000	3,633	3,212
Environmental development services			
Planning and zoning	107,046	86,546	121,364
Community and social development	8,299	4,385	20,368
Tourism	47,795	45,977	46,156
Economic development	71,924	48,382	79,486
Beautification and land rehabilitation	7,500	8,405	7,755
Amortization	14,693	14,693	14,693
	257,257	208,388	289,822

HARTLAND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

22. Statement of Detailed Revenue and Expenditures

	2025 Budget (Unaudited)	2025	2024
Expenses (continued)			
Recreation and cultural services			
Administration	170,426	163,841	221,681
Community centres and halls	12,500	8,000	11,500
Swimming pool	96,717	76,498	82,468
Skating rinks and arenas	463,142	488,480	309,763
Parks and playgrounds	25,950	24,298	57,800
Training and development	2,500	26	30
Other recreation facilities	-	-	9,718
Library	35,804	39,813	55,897
Contribution to RSC	2,777	2,777	3,105
Interest and debenture cost	70,000	91,547	26,000
Amortization	576,413	576,413	23,334
	<u>1,456,228</u>	<u>1,471,693</u>	<u>801,296</u>
Water and sewer supply			
Administration	171,357	219,303	107,076
All other wages, excluding admin	96,675	74,469	88,284
Interest on long term debt	2,100	2,094	2,674
Amortization	106,943	106,943	106,942
All other water and sewer expenses	120,250	130,016	145,325
	<u>\$ 497,325</u>	<u>\$ 532,825</u>	<u>\$ 450,301</u>