RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

Non-Consolidated Financial Statements

March 31, 2026

MRSB

RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

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March 31, 2026

MANAGEMENT'S RESPONSIBILITY FOR THE NON-CONSOLIDATED FINANCIAL STATEMENTS

The non-consolidated financial statements of the Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico are the responsibility of management and have been prepared in accordance with Canadian Accounting Standards for the Public Sector. A summary of the significant accounting policies are described in the non-consolidated financial statements. The preparation of non-consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with a certainty until future periods.

To meet its responsibility, management maintains a system of internal controls 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 non-consolidated financial statements. These systems are monitored and evaluated by management.

Mayor and Council meet with management and the external auditors to review the non-consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the non-consolidated financial statements.

The non-consolidated financial statements have been audited by MRSB Chartered Professional Accountants Inc., independent external auditors appointed by the Municipality. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the non-consolidated financial statements.

On behalf of the Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico:

Mayor

MRSB
Accounting Tax Consulting Valuation Bookkeeping

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Councillors of the Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico

Opinion

We have audited the non-consolidated financial statements of the Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico (the Municipality), which comprise the non-consolidated statement of financial position as at March 31, 2026, and the non-consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes and schedules to the non-consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying non-consolidated financial statements present fairly, in all material respects, the financial position of the Municipality as at March 31, 2026, and the results of its operations and its cash flows for the year then ended in accordance with Canadian Accounting Standards for the Public Sector.

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 Non-Consolidated Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the non-consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those 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 Non-Consolidated Financial Statements

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

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

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

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Auditor's Responsibilities for the Audit of the Non-Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the non-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 non-consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

MRSB Chartered Professional Accountants Inc.

MRSB CHARTERED PROFESSIONAL ACCOUNTANTS INC.

Charlottetown, PE

July 20, 2026

RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

Non-Consolidated Statement of Financial Position

March 31, 2026

		2026		2025
Financial assets				
Cash				
Unrestricted cash	$	**594,757**	$	723,567
Restricted cash		**21,862**		84,932
Accounts receivable (Note 3)		**257,839**		20,802
Funds held in trust		**64,612**		28,628
Recreation fund (Note 4)		**67,352**		64,333
Contingency fund (Note 5)		**18,066**		17,944
		1,024,488		940,206
Liabilities				
Accounts payable and accrued liabilities		**177,434**		88,966
Security deposits payable		**64,612**		28,628
Deferred revenue (Note 6)		**226,863**		165,438
Long term debt (Note 7)		**-**		33,768
Due to related party		**145,244**		175,609
		614,153		492,409
Net financial assets (Statement 7)		**410,335**		447,797
Non-financial assets				
Prepaid expense		**16,413**		15,506
Tangible capital assets (Schedules 1 and 2)		**1,886,476**		1,476,994
Intangibles (Note 8)		**97,034**		115,699
		1,999,923		1,608,199
Accumulated surplus (Statement 5)	**$**	**2,410,258**	$	2,055,996

Lease Commitments (Note 9)

ON BEHALF OF COUNCIL

_______________ *Mayor*

_______________ *Councillor*

Notes 1 - 16 are an integral part of these non-consolidated financial statements

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Non-Consolidated Statement of Changes in Accumulated Surplus

Year Ended March 31, 2026

	2026	2025
Accumulated surplus - beginning of year	$ 2,055,996	$ 2,113,144
Change in restricted funds	3,142	2,436
Annual surplus (deficit) (Statement 6)	351,120	(59,584)
Accumulated surplus - end of year	$ 2,410,258	$ 2,055,996

Notes 1 - 16 are an integral part of these non-consolidated financial statements

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RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

Non-Consolidated Statement of Operations

Year Ended March 31, 2026

	Budget 2026	Actual 2026	Actual 2025
Revenues			
Municipal tax	$ 483,884	$ 565,349	$ 394,589
Building permits	15,000	31,797	20,556
Government transfers for operations (Note 13)	-	22,823	9,614
Administration fees (Note 14)	21,000	20,480	20,480
Miscellaneous	5,000	6,000	11,300
Interest	7,500	5,003	9,077
	532,384	651,452	465,616
Expenditures			
Advertising	6,000	223	4,486
Amortization of intangible assets	-	18,665	19,049
Amortization of tangible capital assets	100,600	120,565	105,051
Bad debts	-	-	243
Community engagement	10,000	6,667	6,427
Community projects	30,000	9,742	8,604
Election	-	435	12,786
Fire protection	125,000	124,059	103,593
Honorariums	21,000	16,693	16,744
Insurance	19,000	18,258	14,170
Interest and bank charges	900	610	1,021
Meetings and seminars	1,700	170	40
Memberships and dues	1,600	1,463	1,234
Office supplies and equipment	14,000	12,971	10,491
Professional fees	72,000	55,425	26,427
Property tax and sewer	600	539	537
Recreation rebate	250	250	-
Rent	13,000	11,319	11,319
Street lighting and maintenance	45,000	49,985	43,982
Telephone	6,000	5,202	4,906
Travel	9,000	2,299	2,770
Wages and wage levies	195,000	180,386	138,803
	670,650	635,926	532,683
Operating surplus (deficit)	(138,266)	15,526	(67,067)
Other revenues (expenditures)			
Government transfers for capital (Note 13)	800,000	335,670	7,483
Loss on disposal of tangible capital assets	-	(76)	-
	800,000	335,594	7,483
Annual surplus (deficit)	$ 661,734	$ 351,120	$ (59,584)

Notes 1 - 16 are an integral part of these non-consolidated financial statements

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RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

Non-Consolidated Statement of Changes in Net Financial Assets

Year Ended March 31, 2026

	Budget 2026	Actual 2026	Actual 2025
Annual surplus (deficit)	$ 661,734	$ 351,120	$ (59,584)
Amortization of tangible capital assets	100,600	120,565	105,051
Purchase of tangible capital assets	(800,000)	(530,121)	(55,749)
Amortization of intangible assets	-	18,665	19,049
Purchase of intangible assets	-	-	(26,486)
Increase in prepaid expense	-	(908)	(1,600)
Increase in recreation fund	-	3,019	2,189
Increase in contingency fund	-	122	247
Loss on disposal of tangible capital assets	-	76	-
	(699,400)	(388,582)	42,701
Decrease in net financial assets	(37,666)	(37,462)	(16,883)
Net financial assets - beginning of year	447,797	447,797	464,680
Net financial assets - end of year	$ 410,131	$ 410,335	$ 447,797

Notes 1 - 16 are an integral part of these non-consolidated financial statements

RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

Non-Consolidated Statement of Cash Flows

Year Ended March 31, 2026

	2026	2025
Cash flows from operating activities		
Annual surplus (deficit)	$ **351,120**	$ (59,584)
Items not affecting cash:		
Amortization of tangible capital assets	**120,565**	105,051
Amortization of intangible assets	**18,665**	19,049
Loss on disposal of tangible capital assets	**76**	-
	490,426	64,516
Changes in non-cash working capital:		
Accounts receivable	**(237,037)**	65,222
Funds held in trust	**(35,984)**	756
Prepaid expense	**(907)**	(1,599)
Accounts payable and accrued liabilities	**88,466**	(2,391)
Security deposits payable	**35,984**	(756)
Deferred revenue	**61,425**	81,490
	(88,053)	142,722
	402,373	207,238
Cash flows from capital activities		
Purchase of tangible capital assets	**(530,121)**	(55,749)
Purchase of intangible assets	**-**	(26,486)
	(530,121)	(82,235)
Cash flows from financing activities		
Advances (to) from related party	**(30,364)**	103,516
Repayment of long term debt	**(33,768)**	(32,423)
	(64,132)	71,093
Increase (decrease) in cash	**(191,880)**	196,096
Cash - beginning of year	**808,499**	612,403
Cash - end of year	$ **616,619**	$ 808,499
Cash consists of:		
Unrestricted cash	$ **594,757**	$ 723,567
Restricted cash	**21,862**	84,932
	$ **616,619**	$ 808,499

Notes 1 - 16 are an integral part of these non-consolidated financial statements

1. DESCRIPTION OF BUSINESS

The Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico (the "Municipality") was incorporated under the Municipalities Act of Prince Edward Island. The Municipality is a non-profit organization under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met. Its principal activities include the provision of local government services to residents of the incorporated area.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The non-consolidated financial statements of the Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico are the representations of management prepared in accordance with Canadian Accounting Standards for the Public Sector.

The non-consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs and in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the year when the related expenditures are incurred, services are performed or the tangible capital assets are acquired.

Cash

Cash is comprised of unrestricted, internally restricted and restricted balances on deposits with banks.

Accounts receivable

Accounts receivable arise from government funding receivable, Harmonized Sales Tax receivable and other miscellaneous receivables. An allowance for bad debts has been calculated through discussions with management, assessment of the other circumstances influencing the collectibility of amounts, and using historical loss experience. Amounts deemed uncollectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

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2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Tangible capital assets

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

Street lights	25 years
Land improvements	20 years
Leasehold improvements	20 years
Sidewalks and trails	20 years
Heritage Park	20 years
Boardwalk	15 years
Fencing	10 years
Equipment	10 years
Signage	5 years
Computer equipment	5 years
Motor vehicles	10 years

The Municipality regularly reviews its tangible capital assets to eliminate obsolete items.

Intangible assets

The official plan and water study are recorded at cost and amortized on a straight-line basis over their estimated useful life of ten years.

The trail management plan is recorded at cost and amortized on a straight-line basis over its estimated useful live of five years.

Impairment of long lived assets

The Municipality tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Asset retirement obligation

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Non-Consolidated Statement of Operations. As at March 31, 2026, no asset retirement obligations have been identified by management.

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2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for the use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net financial assets for the year.

Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the non-consolidated financial statements as revenue in the year in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates on the amounts can be determined.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in surplus. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issuance of financial instruments that are subsequently measured at amortized cost are shown as an adjustment to the carrying value of the related financial instrument.

Revenue recognition

Property tax billings are based on the assessed value of real property in the Municipality and are payable in each calendar year. Municipal tax rates are reviewed, established, and approved annually by the Council. These revenues are recognized when received monthly from Province.

Revenue from transactions with performance obligations are recognized when (or as) the Municipality satisfies a performance obligation. Revenue from transactions with no performance obligations are recognized when the Municipality has the authority to claim or retain an inflow of economic resources and a past transaction has given rise to an asset.

Interest revenue is recognized on a time proportion basis.

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2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Measurement uncertainty

The presentation of the non-consolidated financial statements in conformity with Canadian Accounting Standards for the Public Sector requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the non-consolidated financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. The following are areas in which management makes significant accounting estimates:

- The amounts recorded for amortization of tangible capital assets on the non-consolidated statement of operations and schedules is subject to management's assessment of the estimated useful life of the Resort's tangible capital assets;
- The recognized amounts of potential claims and liabilities depend on management's assessment of future costs and the probability these events will occur.

3. ACCOUNTS RECEIVABLE

	2026	2025
Government funding receivable	$ 191,943	$ 3,334
Other receivables	39,141	9,391
HST receivable	26,755	8,320
Allowance for doubtful accounts	-	(243)
	$ 257,839	$ 20,802

4. RECREATION FUND

The Members of Council have internally restricted the purpose for which recreation funds arising from subdivision fees may be used. During the year, the Members of Council did not approve the release of funds for the purpose of funding general operating activities.

	2026	2025
Balance - beginning of year	$ 64,333	$ 62,145
Subdivision fees	2,818	1,568
Interest	201	620
Balance - end of year	$ 67,352	$ 64,333

5. CONTINGENCY FUND

The Members of Council have internally restricted the purpose for which contingency funds set aside in an earlier fiscal year may be used. During the year, the Members of Council did not approve the release of any funds for the purpose of funding general operating activities.

	2026	2025
Balance - beginning of year	$ **17,944**	$ 17,696
Interest	**122**	248
Balance - end of year	$ **18,066**	$ 17,944

6. DEFERRED REVENUE

	2026	2025
Canada Community Building Fund	$ **221,863**	$ 21,688
Permit fees	**5,000**	-
Government of PEI - Active Transportation	**-**	143,750
	$ **226,863**	$ 165,438

During the year, the Municipality was allocated $200,000 under the Canada Community Building Fund and earned interest of $175. Total funds expended for projects during the year totaled $Nil. The Municipality must use its allocation for eligible infrastructure and capacity building projects.

7. LONG TERM DEBT

	2026	2025
Canada Mortgage and Housing Corporation - 4.15%; repaid during the year.	$ **-**	$ 33,768

8. INTANGIBLE ASSETS

	2026	2025
Official plan	$ **143,005**	$ 143,005
Water study	**33,502**	33,502
Trail management plan	**18,150**	18,150
Accumulated amortization	**(97,623)**	(78,958)
	$ **97,034**	$ 115,699

9. LEASE COMMITMENTS

The Municipality has entered into a lease agreement with the Department of Transportation and Public Works for the lease of office space. The lease is due to expire February 28, 2027 at an annual fixed rate of $10,290.

The Municipality has entered into a lease agreement with RCAP leasing for the lease of a photocopier. The lease is due to expire August 29, 2030 at a quarterly fixed rate of $690.

The lease commitments over the next five years are as follows:

2027	$ 14,021
2028	3,174
2029	3,174
2030	3,174
2031	1,587

10. ACCUMULATED SURPLUS

	2026	2025
Unrestricted surplus	**$ 275,323**	$ 130,284
Reserves (Note 12)	**66,007**	284,508
Restricted surplus		
Recreation fund (Note 4)	**67,352**	64,333
Contingency fund (Note 5)	**18,066**	17,944
Investment in tangible capital assets (Note 11)	**1,886,476**	1,443,228
Investment in intangible assets (Note 8)	**97,034**	115,699
	$ 2,410,258	$ 2,055,996

11. INVESTMENT IN TANGIBLE CAPITAL ASSETS

	2026	2025
Tangible capital assets (Schedules 1 and 2)	**$ 3,341,904**	$ 2,811,974
Accumulated amortization (Schedules 1 and 2)	**(1,455,428)**	(1,334,978)
Long term debt (Note 7)	**-**	(33,768)
	$ 1,886,476	$ 1,443,228

12. RESERVES

	2026	2025
HR Contingency Reserve	$ 30,000	$ 30,000
Infastructure Reserve	16,007	-
Planning Reserve	10,000	-
Community Hub / Municipal Building Reserve	5,000	25,000
Extended Year Round Activites Reserve	5,000	20,000
Mainentance Truck Reserve	-	29,508
Land Acquisition and Suitability Reserve	-	20,000
Bylaw Review Reserve	-	5,000
Active Transportation Reserve	-	125,000
Wayfinding Reserve	-	30,000
	$ 66,007	$ 284,508

13. GOVERNMENT TRANSFERS

	2026	2025
Government transfers for operations		
Province of PEI - Rural Municipality Grant	$ 15,000	$ -
Province of PEI Transportation and Infrastructure	6,613	6,694
Government of Canada - MCH Day	1,210	1,920
Province of PEI - Seniors' Secretariat Grant	-	1,000
	22,823	9,614
Government transfers for capital		
Province of PEI Transportation and Infrastructure	287,500	-
Municipal Capital Expenditure Grant	48,170	7,483
	335,670	7,483
	$ 358,493	$ 17,097

14. RELATED PARTY TRANSACTIONS

During the year, Resort Municipality of Stanley Bridge, Hope River, Bayview, Cavendish and North Rustico received administrative fees in the amount of $20,480 (2025 - $20,480) and paid sewer fees of $539 (2025 - $538) to the Cavendish Sewer Utility, a related party.

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

15. BUDGET FIGURES

Budget figures provided on Statements 5 and 6 have not been audited or reveiwed by the internal auditor and are presented for information purposes only.

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16. FINANCIAL INSTRUMENTS

The Municipality's financial instruments consist of cash, restricted cash, accounts receivable, funds held in trust, accounts payable and accrued liabilities, security deposits payable, due to related party, and long term debt.

The Municipality is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Municipality's risk exposure and concentration as of March 31, 2026.

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Municipality is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Municipality has a significant number of customers which minimizes concentration of credit risk.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Municipality is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long term debt, and accounts payable.

RESORT MUNICIPALITY OF STANLEY BRIDGE, HOPE RIVER, BAYVIEW, CAVENDISH AND NORTH RUSTICO

Schedules to Non-Consolidated Financial Statements (Schedule 1)

Tangible Capital Assets

Year Ended March 31, 2026

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Resort Municipality									
Land	$ 58,300	$ -	$ -	$ 58,300	$ -	$ -	$ -	$ -	$ 58,300
Street lights	138,036	-	-	138,036	107,447	1,525	-	108,972	29,064
Land improvements	4,500	-	-	4,500	3,769	225	-	3,994	506
Leasehold improvements	61,166	-	-	61,166	61,166	-	-	61,166	-
Sidewalks and trails	964,707	520,934	-	1,485,641	289,917	61,259	-	351,174	1,134,467
Heritage Park	823,435	-	-	823,435	237,800	41,172	-	278,972	544,463
Boardwalk	616,806	-	-	616,806	581,270	2,958	-	584,227	32,579
Fencing	53,021	-	-	53,021	24,873	5,017	-	29,890	23,131
Equipment	16,290	8,780	-	25,069	7,430	1,678	-	9,108	15,961
Signage	10,487	-	-	10,487	9,565	254	-	9,819	668
Computer equipment	11,073	407	190	11,290	9,035	1,062	114	9,983	1,307
Motor vehicles	54,153	-	-	54,153	2,708	5,415	-	8,123	46,030
	$ 2,811,974	$ 530,121	$ 190	$ 3,341,904	$ 1,334,980	$ 120,565	$ 114	$ 1,455,428	$ 1,886,476

Schedules to Non-Consolidated Financial Statements (Schedule 2)
Tangible Capital Assets
Year Ended March 31, 2025

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Resort Municipality									
Land	$ 58,300	$ -	$ -	$ 58,300	$ -	$ -	$ -	$ -	$ 58,300
Street lights	138,036	-	-	138,036	105,923	1,524	-	107,447	30,589
Land improvements	4,500	-	-	4,500	3,544	225	-	3,769	731
Leasehold improvements	61,166	-	-	61,166	61,166	-	-	61,166	-
Sidewalks and trails	964,707	-	-	964,707	241,681	48,236	-	289,917	674,790
Heritage Park	823,435	-	-	823,435	196,629	41,171	-	237,800	585,635
Boardwalk	844,090	-	227,284	616,806	805,597	2,957	227,284	581,268	35,536
Fencing	53,021	-	-	53,021	19,856	5,017	-	24,873	28,148
Equipment	15,519	771	-	16,290	6,122	1,308	-	7,430	8,860
Signage	9,662	825	-	10,487	9,144	421	-	9,565	922
Computer equipment	11,073	-	-	11,073	7,551	1,484	-	9,035	2,038
Motor vehicles	-	54,153	-	54,153	-	2,708	-	2,708	51,445
	$ 2,983,509	$ 55,749	$ 227,284	$ 2,811,974	$ 1,457,213	$ 105,051	$ 227,284	$ 1,334,978	$ 1,476,994

Notes 1 - 16 are an integral part of these non-consolidated financial statements

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