

Gillies Bay Improvement District
Consolidated Financial Statements
December 31, 2025

Gillies Bay Improvement District Contents

For the year ended December 31, 2025

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Management's Responsibility

To the Members of Gillies Bay Improvement District:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Board of Directors is composed entirely of Directors who are neither management nor employees of the District. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the District's external auditors.

MNP LLP is appointed by the Members to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

April 14, 2026



Juanita Walton, Corporate Officer

To the Members of Gillies Bay Improvement District:

Opinion

We have audited the consolidated financial statements of Gillies Bay Improvement District (the "District"), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

Other Matter

The consolidated financial statements for the year ended December 31, 2024 were audited by another auditor who expressed an unmodified opinion on those statements on May 5, 2025.

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 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 Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 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 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 District 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.

Nanaimo, British Columbia

April 14, 2026

MNP LLP

Chartered Professional Accountants

Gillies Bay Improvement District
Consolidated Statement of Financial Position

As at December 31, 2025

	2025	2024 <i>(Restated - Note 11)</i>
Financial assets		
Cash and cash equivalents <i>(Note 3)</i>	260,085	102,579
Term deposits <i>(Note 4)</i>	885,538	909,159
Accounts receivable <i>(Note 5)</i>	46,797	73,127
	1,192,420	1,084,865
Liabilities		
Accounts payable and accruals <i>(Note 6)</i>	42,798	34,121
Deferred revenue	8,218	9,376
Long-term debt <i>(Note 7)</i>	93,936	109,547
	144,952	153,044
Net financial assets	1,047,468	931,821
Non-financial assets		
Tangible capital assets <i>(Schedule 1)</i>	907,522	805,067
Inventory	59,824	111,514
Prepaid expenses	27,241	27,241
	994,587	943,822
Accumulated surplus <i>(Note 8)</i>	2,042,055	1,875,643

Approved on behalf of the Board of Trustees

C. White

Trustee

[Signature]

Trustee

The accompanying notes are an integral part of these consolidated financial statements

Gillies Bay Improvement District Consolidated Statement of Operations and Accumulated Surplus

For the year ended December 31, 2025

	<i>Schedules</i>	2025 <i>Budget (Note 13)</i>	2025	<i>2024</i> <i>(Restated - Note 11)</i>
Revenue				
Parcel tax		187,270	187,270	173,857
Water tolls		173,194	179,739	142,260
Tax revenue		157,725	157,725	137,595
Contributed assets		-	39,663	-
Grants and donations		-	38,334	41,101
Interest		-	30,844	43,731
Street lighting		20,230	20,230	19,857
Bylaw assessment		-	20,222	20,222
Other charges		-	9,885	4,242
Water metering		-	5,938	1,250
Gain on sale of tangible capital assets		-	1,600	-
		538,419	691,450	584,115
Expenses				
Water Services	2	146,800	204,303	134,241
Fire Department	3	128,805	183,854	151,395
Street lighting	4	18,000	15,953	16,971
Governance and Administration	5	112,500	115,687	116,521
Water Services Development	6	-	5,241	32,487
		406,105	525,038	451,615
Annual surplus		132,314	166,412	132,500
Accumulated surplus, beginning of year		1,875,643	1,875,643	1,743,143
Accumulated surplus, end of year		2,007,957	2,042,055	1,875,643

The accompanying notes are an integral part of these consolidated financial statements

Gillies Bay Improvement District Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2025

	2025 <i>Budget (Note 13)</i>	2025	2024 <i>(Restated - Note 11)</i>
Annual surplus	132,314	166,412	132,500
Acquisition of tangible capital assets	(108,920)	(113,624)	(18,877)
Amortization of tangible capital assets	-	50,832	48,446
Contributions of tangible capital assets	-	(39,663)	-
	(108,920)	(102,455)	29,569
Decrease in inventory	-	51,690	2,096
Increase in net financial assets	23,394	115,647	164,165
Net assets, beginning of year	931,821	931,821	767,656
Net financial assets, end of year	955,215	1,047,468	931,821

The accompanying notes are an integral part of these consolidated financial statements

Gillies Bay Improvement District Consolidated Statement of Cash Flows

For the year ended December 31, 2025

	2025	2024 <i>(Restated - Note 11)</i>
Operating activities		
Annual surplus	166,412	132,500
Non-cash items		
Amortization	50,832	48,446
Non-cash reduction of debt	(15,611)	(16,442)
Contributed tangible capital assets	(39,663)	-
	161,970	164,504
Changes in working capital accounts		
Accounts receivable	26,330	(13,886)
Inventory	51,690	2,096
Accounts payable and accruals	8,678	1,615
Deferred revenue	(1,158)	-
	247,510	154,329
Capital activities		
Purchases of tangible capital assets	(113,624)	(18,877)
Investing activities		
Net change in term deposits	23,620	(124,701)
Increase in cash resources	157,506	10,751
Cash resources, beginning of year	102,579	91,828
Cash resources, end of year	260,085	102,579

The accompanying notes are an integral part of these consolidated financial statements

Gillies Bay Improvement District

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

1. Incorporation and operations

The Gillies Bay Improvement District (the "District") provides waterworks, street lighting, and fire protection to the properties within the District's boundaries. The District's Letter Patent was established in 1963 and the District is governed by its own bylaws. Under Section 149(1)(c) of the Income Tax Act, the District is exempt from taxation.

2. Significant accounting policies

These consolidated financial statements are the representations of management, prepared in accordance with Canadian public sector accounting standards and including the following significant accounting policies:

Cash and cash equivalents

Cash and cash equivalent include balances with banks and short-term investments with maturities of three months or less.

Inventory

Inventory consists of waterworks replacement parts and consumables and is recorded at the lower of cost and replacement cost. Cost is determined by the first-in, first-out method.

Tangible capital assets

Tangible capital assets are initially recorded at cost based on historical cost accounting records. Contributed tangible assets are recorded at their fair value at the date of contribution.

When conditions indicate that a tangible capital asset no longer contributes to the District's ability to provide goods and services, or that the value of future economic benefits associated with a tangible capital asset is less than its net book value, the District reduces the cost of the asset to reflect the decline in its value. Write-downs of tangible capital assets are not reversed.

Amortization

Amortization is provided once the tangible capital asset is in use using the following methods at rates intended to amortize the cost of the assets over their estimated useful lives:

	Method	Rate
Buildings	declining balance	4 %
Equipment	declining balance	5 to 55 %
Dams	declining balance	2 %
Water distribution, pipework and meters	declining balance	3 %
Vehicles	straight-line	25 years

Asset retirement obligation

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date when there is a legal obligation for the District to incur retirement costs in relation to a tangible capital asset (or component thereof), 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. The best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at December 31, 2025. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an asset retirement obligation are expected to occur over extended future periods.

When a liability for an asset retirement obligation is initially recognized, a corresponding asset retirement cost is capitalized to the carrying amount of the related tangible capital asset (or component thereof). The asset retirement cost is amortized over the useful life of the related asset.

At each financial reporting date, the District reviews the carrying amount of the liability. The District recognizes period-to-period changes to the liability due to the passage of time as accretion expense. Changes to the liability arising from revisions to either the timing, the amount of the original estimate of undiscounted cash flows or the discount rate are recognized as an increase or decrease to the carrying amount of the related tangible capital asset.

Gillies Bay Improvement District
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. Significant accounting policies *(Continued from previous page)*

Asset retirement obligation *(Continued from previous page)*

The District continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

The District has not recorded any asset retirement obligation as at December 31, 2025 as no obligation exists.

Liability for contaminated site

A liability for remediation of a contaminated site is recognized at the best estimate of the amount required to remediate the contaminated site when contamination exceeding an environmental standard exists, the District is either directly responsible or accepts responsibility, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount is determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at December 31, 2025.

At each financial reporting date, the District reviews the carrying amount of the liability. Any revisions required to the amount previously recognized is accounted for in the period revisions are made. The District continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

The District has not recorded any liability for contaminated sites as at December 31, 2025 as no sites exist.

Revenue recognition

Government transfers

The District recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the District recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Tax revenue

The District recognizes taxes as assets and revenue when they meet the definition of an asset; are authorized by a legislature, council, or legislative convention; and the taxable event has occurred.

Tax revenue is initially measured at management's best estimate of the amount resulting from the original taxable event in accordance with tax legislation. The related tax receivable is initially recognized at its realizable value at the date of acquisition. At each financial statement date, the District evaluates the tax receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

The District recognizes revenue from non-exchange transactions such as fines, penalties, fees, and interest.

These non-exchange transactions have no performance obligations and are recognized at their realizable value when the District has the authority to claim or retain economic inflows based on a past transaction or event giving rise to an asset.

Revenue from transactions with performance obligations is recognized when the District satisfies a performance obligation by providing the promised goods or services to a payor. The performance obligation is evaluated as being satisfied either over a period of time or at a point in time.

Measurement uncertainty

The preparation of consolidated financial statements in conformity with Canadian 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.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets.

Gillies Bay Improvement District
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. **Significant accounting policies** *(Continued from previous page)*

Measurement uncertainty *(Continued from previous page)*

By their nature, these judgments are subject to measurement uncertainty, and the effect on the consolidated financial statements of changes in such estimates and assumptions in future years could be material. These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the years in which they become known.

Financial instruments

The District recognizes its financial instruments when the District becomes party to the contractual provisions of the financial instrument. All financial instruments are initially recorded at their fair value.

At initial recognition, the District may irrevocably elect to subsequently measure any financial instrument at fair value. The District has not made such an election during the year.

The District subsequently measures investments in equity instruments quoted in an active market and all derivative instruments, except those that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, at fair value. Fair value is determined by published price quotations. Transactions to purchase or sell these items are recorded on the trade date. Net gains and losses arising from changes in fair value are recognized in the statement of remeasurement gains and losses, with the exception of gains and losses on externally restricted financial assets measured at fair value, which are recognized as an increase or decrease to the associated liability until the resources are used in accordance with their specified purpose. The District has not presented a statement of remeasurement gains and losses as it does not have any items giving rise to remeasurement gains (losses). Interest income is recognized in the statement of operations. Investments in equity instruments not quoted in an active market and derivatives that are linked to, and must be settled by delivery of, unquoted equity instruments of another entity, are subsequently measured at cost. With the exception of those instruments designated at fair value, all other financial assets and liabilities are subsequently measured at amortized cost using the effective interest rate method.

Transaction costs directly attributable to the origination, acquisition, issuance or assumption of financial instruments subsequently measured at fair value are immediately recognized in operating annual surplus. Conversely, transaction costs are added to the carrying amount for those financial instruments subsequently measured at cost or amortized cost.

All financial assets except derivatives are tested annually for impairment. Any impairment, which is not considered temporary, is recorded in the statement of operations. Write-downs of financial assets measured at cost and/or amortized cost to reflect losses in value are not reversed for subsequent increases in value. Reversals of any net remeasurements of financial assets measured at fair value are reported in the statement of remeasurement gains and losses.

Gillies Bay Improvement District
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. Significant accounting policies *(Continued from previous page)*

Fund accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to the District, the accounts are maintained on a fund accounting basis. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by contributors or in accordance with directives issued by the Board of Trustees.

The following funds are maintained:

Water Services fund - reports the revenues and expenses related to the provision of water services by the District.

Fire Department fund - reports the revenue and expenses related to the provision of fire protection services by the District.

Street Lighting fund - reports the revenue and expenses related to the provision of street lighting by the District.

Governance and Administration fund - reports the revenues and expenses related to program delivery and administrative activities of the District.

Water Services Development fund - reports the revenues and expenses related to the development of the water services provided by the District.

Tangible Capital Asset fund - accounts for all the tangible capital assets of the District used in the provision of services.

3. Cash and cash equivalents

	2025	2024
Operations	66,028	27,900
Fire Department	176,842	28,073
Capital Works and Equipment Renewal Reserve Fund	1,744	31,606
Capital Expenditure Charge Reserve Fund	15,471	15,000
	260,085	102,579

4. Term deposits

	2025	2024
Water services		
Term deposits, bearing interest at 3.00%, maturing January 23, 2026	477,397	-
Term deposit, bearing variable interest, maturing January 23, 2026	147,741	-
Term deposit, bearing interest at 2.70%, maturing March 15, 2026	210,400	-
Term deposit, bearing interest at 2.70%, maturing January 6, 2026	50,000	-
Term deposit, bearing variable interest, maturing January 23, 2025	-	147,743
Term deposit, bearing interest at 5.10%, maturing January 23, 2025	-	477,396
Term deposit, bearing interest at 5.20%, maturing March 15, 2025	-	200,000
	885,538	825,139
Fire Department		
Term deposit, bearing variable interest rate, maturing January 23, 2025	-	84,020
	885,538	909,159

Gillies Bay Improvement District Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

5. Accounts receivable

	2025	2024
Trade receivable	32,445	30,657
Interest receivable	22,412	40,298
Good and services tax receivable	13,929	9,308
	68,786	80,263
Less: Allowance for doubtful accounts	21,989	7,136
	46,797	73,127

6. Accounts payable and accruals

	2025	2024
Trade payables	29,647	15,856
Wages payable	13,151	18,265
	42,798	34,121

7. Long-term debt

The District obtained debt through the Province of British Columbia, pursuant to security issuing bylaws under the authority of the Local Government Act, to finance capital expenditures. The annual payments are applied to the debt directly by the Province from the proceeds of property tax assessments.

	2025	2024
Bylaw 216, blended annual payments of \$22,022 including interest at 3%, maturing July 2030	93,936	109,547
	93,936	109,547

Principal repayments on long-term debt in each of the next five years are estimated as follows:

	Principal
2026	17,444
2027	17,967
2028	18,506
2029	19,061
2030	20,958
	93,936

Interest on long-term debt amounted to \$4,611 (2024 - \$3,794).

Gillies Bay Improvement District
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

8. Accumulated surplus

Accumulated surplus consists of the following:

	2025	2024 <i>(Restated - Note 11)</i>
Operating fund	235,985	215,668
Equity in tangible capital assets	813,586	695,520
Internal reserves (Note 9)	992,484	964,455
	2,042,055	1,875,643

9. Internal reserves

The District created the Capital Works and Equipment Renewal Reserve fund for the upgrading, repair, replacement, and renewal of tangible capital assets.

The District created the Capital Expenditure Charge Reserve fund for the development and upgrading of the water service facilities to new types of systems.

	2024	Increases	Decreases	2025
Capital Works and Equipment Renewal Reserve	949,455	27,558	-	977,013
Capital Expenditure Charge Reserve	15,000	471	-	15,471
	964,455	28,029	-	992,484

10. Financial Instruments

The District as part of its operations carries a number of financial instruments. It is management's opinion that the District is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Credit Risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations.

Risk management

The District manages its credit risk by providing allowances for potentially uncollectible accounts receivable.

11. Prior period restatement

During the year, it was determined that deferred government grants recorded in the prior year did not meet the criteria for deferral under PS 3410 *Government Transfers*. These amounts were adjusted in the prior year comparatives as follows: deferred revenue decreased, revenue increased and accumulated surplus increased by \$23,266.

Gillies Bay Improvement District Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

12. Comparative figures

Certain comparative figures have been reclassified to conform with current year's presentation.

13. Budget information

The disclosed budget information has been approved by the Board of Trustees of the Gillies Bay Improvement District at the Board of Trustee meeting held on September 17, 2024 for the Fire Department and October 15, 2024 for the Water Services, Street Lighting, Governance and Administration, and Water Services Development.

Budgeted surplus approved by the Trustees	23,394
Tangible capital asset acquisitions	108,920
<hr/>	
Budgeted surplus, as per Consolidated Statement of Operations	132,314

14. Dam

The District utilizes Cranby Lake as its main water source. The impoundment dam on Cranby Lake is not owned by the District, but sits partially on Provincial Crown Land and partially on a Statutory Right of Way with Selkirk Mount Forest Ltd. No amount has been recorded in these consolidated financial statements for the Dam or the Right of Way Access.

Gillies Bay Improvement District
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended December 31, 2025

	<i>Land</i>	<i>Buildings</i>	<i>Equipment</i>	<i>Dams</i>	<i>Subtotal</i>
Cost					
Balance, beginning of year	64,804	95,515	381,240	100,000	641,559
Acquisition of tangible capital assets	-	6,312	34,339	11,220	51,871
Balance, end of year	64,804	101,827	415,579	111,220	693,430
Accumulated amortization					
Balance, beginning of year	-	65,653	311,462	69,941	447,056
Annual amortization	-	1,236	13,241	726	15,203
Balance, end of year	-	66,889	324,703	70,667	462,259
Net book value of tangible capital assets	64,804	34,938	90,876	40,553	231,171
2024 Net book value of tangible capital assets	64,804	29,862	69,778	30,059	194,503

Gillies Bay Improvement District
Schedule 1 - Consolidated Schedule of Tangible Capital Assets

For the year ended December 31, 2025

	<i>Subtotal</i>	<i>Water distribution, pipework and meters</i>	<i>Vehicles</i>	<i>2025</i>	<i>2024</i>
Cost					
Balance, beginning of year	641,559	767,186	504,392	1,913,137	1,894,260
Acquisition of tangible capital assets	51,871	53,435	47,981	153,287	18,877
Balance, end of year	693,430	820,621	552,373	2,066,424	1,913,137
Accumulated amortization					
Balance, beginning of year	447,056	367,710	293,304	1,108,070	1,059,624
Annual amortization	15,203	14,494	21,135	50,832	48,446
Balance, end of year	462,259	382,204	314,439	1,158,902	1,108,070
Net book value of tangible capital assets	231,171	438,417	237,934	907,522	805,067
2024 Net book value of tangible capital assets	194,503	399,476	211,088	805,067	

Gillies Bay Improvement District
Water Services
Schedule 2 - Consolidated Schedule of Revenue and Expenses
For the year ended December 31, 2025

	2025 Budget (Note 13)	2025	2024
Revenue			
Water tolls	173,194	179,739	142,260
Other charges	-	8,320	-
Water metering	-	5,938	1,250
	173,194	193,997	143,510
Expenses			
Amortization of tangible capital assets	-	16,043	16,175
Bad debts	-	14,853	680
Contractors	7,000	1,545	918
Freight	8,000	10,647	9,905
Licenses and permits	800	787	849
Repairs and maintenance	17,100	7,193	7,309
Supplies	16,500	63,965	11,259
Telephone	500	-	-
Travel and training	4,000	5,131	2,370
Utilities	6,250	5,827	4,899
Wages and benefits	86,650	78,312	79,877
	146,800	204,303	134,241
Annual surplus (deficit)	26,394	(10,306)	9,269

Gillies Bay Improvement District
Fire Department
Schedule 3 - Consolidated Schedule of Revenue and Expenses
For the year ended December 31, 2025

	2025 <i>Budget</i> <i>(Note 13)</i>	2025	<i>2024</i> <i>(Restated -</i> <i>Note 11)</i>
Revenue			
Tax revenue	157,725	157,725	137,595
Contributed assets	-	39,663	-
Grants and donations	-	38,334	41,101
Bylaw assessment	-	20,222	20,222
Gain on sale of tangible capital assets	-	1,600	-
Interest	-	102	3,578
	157,725	257,646	202,496
Expenses			
Advertising	2,500	342	2,708
Amortization of tangible capital assets	-	34,789	32,271
Freight	250	3,037	488
Honorarium	10,000	10,100	9,571
Insurance	16,000	16,409	16,096
Interest and bank charges	45	173	192
Interest on debt	-	4,611	3,794
Licenses and permits	1,400	1,426	1,389
Memberships	600	684	275
Professional fees	6,000	8,927	5,601
Repairs and maintenance	17,000	16,752	15,022
Supplies	12,200	21,170	3,557
Telephone	3,500	3,078	2,794
Travel and training	13,000	8,159	27,111
Utilities	6,000	5,421	5,392
Vehicle	14,000	22,736	11,466
Wages and benefits	26,310	26,040	13,668
	128,805	183,854	151,395
Annual surplus	28,920	73,792	51,101

Gillies Bay Improvement District
Street lighting
Schedule 4 - Consolidated Schedule of Revenue and Expenses
For the year ended December 31, 2025

	2025 Budget (Note 13)	2025	2024
Revenue			
Street lighting	20,230	20,230	19,857
Expenses			
Utilities	18,000	15,953	16,971
Annual surplus	2,230	4,277	2,886

Gillies Bay Improvement District
Governance and Administration
Schedule 5 - Consolidated Schedule of Revenue and Expenses
For the year ended December 31, 2025

	2025 Budget (Note 13)	2025	2024
Revenue			
Parcel tax	187,270	187,270	173,857
Interest	-	30,742	40,153
Other charges	-	1,565	4,242
	187,270	219,577	218,252
Expenses			
Advertising	250	45	261
Board	3,000	356	117
Honorarium	3,000	2,800	2,700
Insurance	15,000	16,274	15,269
Interest and bank charges	400	353	529
Office and administration	5,500	6,218	3,879
Professional fees	8,000	13,216	7,798
Telephone	3,500	4,423	3,748
Travel and training	1,000	375	-
Wages and benefits	72,850	71,627	82,220
	112,500	115,687	116,521
Annual surplus	74,770	103,890	101,731

Gillies Bay Improvement District
Water Services Development
Schedule 6 - Consolidated Schedule of Revenue and Expenses
For the year ended December 31, 2025

	<i>2025 Budget (Note 13)</i>	<i>2025</i>	<i>2024</i>
Expenses			
Contractors	-	5,091	5,636
Engineering	-	-	26,307
Supplies	-	150	544
	-	5,241	32,487
Annual deficit	-	(5,241)	(32,487)