

**MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
FINANCIAL STATEMENTS
DECEMBER 31, 2025**

DRAFT

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the Municipality of the Town of Riverview, New Brunswick (the "Town") are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in the notes to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with certainty until future periods.

The Town's 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 financial statements. These systems are monitored and evaluated by management.

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

The financial statements have been audited by Baker Tilly GMA LLP, independent external auditors appointed by the Town. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion of the Town's financial statements.

Chief Administrative Officer
Colin Smith

Director of Finance
Shannon Parlee

INDEPENDENT AUDITORS' REPORT

To His Worship the Mayor and Members of Town Council of the Municipality of the Town of Riverview, New Brunswick:

Report on the Financial Statements

We have audited the accompanying financial statements of the Municipality of the Town of Riverview, New Brunswick, which comprise the statement of financial position as at December 31, 2025 and the statements of operations and accumulated surplus, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Municipality of the Town of Riverview, New Brunswick as at December 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

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

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 PSA Budget	2025 Actual	2024 Actual
Revenue (Schedule 2)			
Property tax warrant	\$ 36,310,212	\$ 36,310,212	\$ 33,741,212
Unconditional transfers from the Provincial Government	1,017,409	1,017,409	1,141,860
Other contributions and government transfers	23,221,630	23,025,830	13,594,018
Sales of services	1,219,022	1,472,893	1,329,024
Other revenue from own sources	1,405,007	1,905,054	3,523,144
Water and sewer revenue	<u>8,469,650</u>	<u>8,587,096</u>	<u>8,656,906</u>
Total revenue	<u>71,642,930</u>	<u>72,318,494</u>	<u>61,986,164</u>
Expenses (Schedule 3)			
General government services	3,590,107	3,511,367	3,592,811
Protective services	11,273,318	11,493,922	9,596,615
Transportation services	5,246,668	5,364,082	4,754,543
Environmental health and development services	3,001,104	3,028,373	2,449,136
Recreation and cultural services	6,595,160	6,621,901	6,260,271
Water supply	4,202,906	4,246,079	3,928,876
Sewerage collection and disposal	3,478,700	3,505,981	3,296,194
Amortization of tangible capital assets (Note 11)	7,380,015	7,380,015	6,708,009
Interest expense and miscellaneous	<u>1,013,920</u>	<u>899,362</u>	<u>926,833</u>
Total expenses	<u>45,781,898</u>	<u>46,051,082</u>	<u>41,513,288</u>
Annual surplus	25,861,032	26,267,412	20,472,876
Accumulated surplus at beginning of year	<u>198,574,091</u>	<u>198,574,091</u>	<u>178,101,215</u>
Accumulated surplus at end of year	<u>\$ 224,435,123</u>	<u>\$ 224,841,503</u>	<u>\$ 198,574,091</u>

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025

	2025	2024
FINANCIAL ASSETS		
Cash in bank (Note 3)	\$ 5,121,919	\$ -
Cash restricted (Note 3)	19,334,981	29,620,042
Receivables (Note 4)	10,659,729	10,527,316
Pension assets (Note 9)	<u>4,132,800</u>	<u>3,366,200</u>
	<u>39,249,429</u>	<u>43,513,558</u>
LIABILITIES		
Bank indebtedness (Note 3) and (Note 12)	\$ -	\$ 875,959
Accounts payable and accrued liabilities (Note 5)	11,430,271	5,522,460
Deferred revenue (Note 6)	781,304	724,357
Deferred government transfers (Note 7)	6,182,984	6,771,129
Long-term debt (Note 8)	27,489,000	27,294,000
Accrued retirement allowances (Note 10)	<u>1,565,157</u>	<u>1,417,357</u>
	<u>47,448,716</u>	<u>42,605,262</u>
Net (debt) assets	<u>(8,199,287)</u>	<u>908,296</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 11)	331,628,122	290,213,900
Accumulated amortization (Note 11)	<u>(99,304,363)</u>	<u>(93,334,925)</u>
	232,323,759	196,878,975
Inventories of materials and supplies	582,175	646,301
Prepaid expenses and deposits	<u>134,856</u>	<u>140,519</u>
	<u>233,040,790</u>	<u>197,665,795</u>
Accumulated surplus	<u>\$224,841,503</u>	<u>\$198,574,091</u>
Commitments (Note 14) and Contingencies (Note 15)		

APPROVED BY:

_____ Mayor _____ Treasurer

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF CHANGES IN NET DEBT
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 PSA Budget	2025	2024
Annual surplus	\$ <u>25,861,032</u>	\$ <u>26,267,412</u>	\$ <u>20,472,876</u>
Acquisition of tangible capital assets	(51,071,054)	(43,402,671)	(22,823,022)
Amortization of tangible capital assets	7,380,015	7,380,015	6,708,009
Gain (loss) on disposal of tangible capital assets	-	(68,974)	200,265
Proceeds on sale of tangible capital assets	47,000	217,692	94,497
Transfer of assets under construction	<u>130,183</u>	<u>429,154</u>	<u>176,337</u>
	<u>(43,513,856)</u>	<u>(35,444,784)</u>	<u>(15,643,914)</u>
Change in inventories of materials and supplies	-	64,126	292,894
Change in prepaid expenses and deposits	<u>-</u>	<u>5,663</u>	<u>(75,508)</u>
	<u>-</u>	<u>69,789</u>	<u>217,386</u>
Reduction (increase) in net debt	(17,652,824)	(9,107,583)	5,046,348
Net debt at beginning of year	<u>908,296</u>	<u>908,296</u>	<u>(4,138,052)</u>
Net (debt) assets at end of year	\$ <u>(16,744,528)</u>	\$ <u>(8,199,287)</u>	\$ <u>908,296</u>

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024
Operating transactions		
Annual surplus	\$ 26,267,412	\$ 20,472,876
Amortization of tangible capital assets	7,380,015	6,708,009
Gain (loss) on disposal of tangible capital assets	(68,974)	200,265
Change in accrued pension asset	(766,600)	(368,100)
Change in accrued retirement allowances	147,800	47,440
Change in receivables	(132,413)	(4,829,010)
Change in accounts payable and accrued liabilities	5,907,811	991,650
Change in deferred revenue	56,947	(51,983)
Change in deferred government transfers	(588,145)	444,012
Change in inventories of materials and supplies	64,126	292,894
Change in prepaid expenses and deposits	<u>5,663</u>	<u>(75,508)</u>
Cash provided by operating transactions	<u>38,273,642</u>	<u>23,832,545</u>
Capital transactions		
Acquisition of tangible capital assets	(43,402,671)	(22,823,022)
Change in assets under construction	429,154	176,337
Proceeds on sale of tangible capital assets	<u>217,692</u>	<u>94,497</u>
Cash applied to capital transactions	<u>(42,755,825)</u>	<u>(22,552,188)</u>
Investing transactions		
Proceeds from investments	-	37,819,642
Purchase of investments	<u>-</u>	<u>(18,995,609)</u>
Cash applied to investing transactions	<u>-</u>	<u>18,824,033</u>
Financing transactions		
Proceeds from long-term debt issue	2,500,000	-
Long-term debt repayment	<u>(2,305,000)</u>	<u>(2,380,000)</u>
Cash (provided by) applied to financing transactions	<u>195,000</u>	<u>(2,380,000)</u>
Change in cash and cash equivalents	(4,287,183)	17,724,390
Cash and cash equivalents at beginning of year	<u>28,744,083</u>	<u>11,019,693</u>
Cash and cash equivalents at end of year	<u>\$ 24,456,900</u>	<u>\$ 28,744,083</u>
Cash consists of the following:		
Cash in bank	\$ 5,121,919	\$ -
Cash restricted	19,334,981	29,620,042
Bank indebtedness	<u>-</u>	<u>(875,959)</u>
	<u>\$ 24,456,900</u>	<u>\$ 28,744,083</u>

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

Purpose of organization

The Municipality of the Town of Riverview, New Brunswick (the "Town") is incorporated and operates under the provisions of the Province of New Brunswick Local Governance Act. As a municipality, the Town is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act as a Public Service Body.

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

1. Adoption of new and revised standards and interpretations

Future Standards Changes

At the date of authorization of these financial statements, the accounting standards board of Canada has issued the following new and revised standards, amendments and interpretations which are not yet effective during the period covered by these financial statements:

New conceptual framework becomes effective for year ends beginning on or after April 1, 2026. This section will replace the current conceptual framework. This section establishes updated core concepts guiding recognition, measurement, presentation, and disclosure. In addition, PS 1202 Financial Statement presentation, will replace the current PS 1201 Financial statement presentation. This section will result in significant changes in the structure of the financial statements. The Town is currently assessing the potential impact on its financial statements.

New Standards Adopted

There are no Public Sector standards that are effective for the current year that have a material impact on the Town's future financial statements.

The Town is currently assessing the potential impact on its financial statements of the above standards. The Town expects the adoption of PS 3400 may have an impact on its financial statements, but it is not expected to be material. The Town expects there to be no material impact on the financial statement for the other standards to be adopted.

2. Summary of significant accounting policies

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

The focus of Public Sector Accounting financial statements is on the financial position of the Town and the changes thereto. The statement of financial position includes all of the assets and liabilities of the Town.

The significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

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

Interdepartmental and organizational transactions and balances are eliminated.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Summary of significant accounting policies (continued)

(b) Budget

The budget figures contained in these financial statements were approved by council on December 9, 2024 and the Minister of Local Government approved the Operating budgets on December 18, 2024.

(c) Use of estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in annual surplus in the period in which they become known. Actual results may differ from those estimates. Estimates are used when accounting for certain items such as allowance for doubtful accounts and the useful life of tangible capital assets.

(d) Financial instruments

Initial measurement

Financial instruments are measured at fair value when issued or acquired. For financial instruments subsequently measured at cost or amortized cost, fair value is adjusted by the amount of the related financing fees and transaction costs. Transaction costs and financing fees relating to financial instruments that are measured subsequently at fair value are recognized in operations in the year in which they are incurred. Financial instruments consist of cash in bank, receivables, pension assets/liabilities, investments, accounts payable and accrued liabilities, long-term debt and accrued retirement allowances.

Subsequent measurement

At each reporting date, the Town measures its financial assets and liabilities at cost or amortized cost (less impairment in the case of financial assets). The Town does not measure any assets or liabilities at fair value. The Town uses the effective interest rate method to amortize any premiums, discounts, transaction fees and financing fees to the statement of operations. The financial instruments measured at amortized costs are cash in bank, receivables, pension assets/liabilities, investments, accounts payable and accrued liabilities, long-term debt and accrued retirement allowances.

For financial assets measured at cost or amortized cost, the Town regularly assesses whether there are any indications of impairment. If there is impairment, and the Town determines there is a significant adverse change in the expected timing or amount of future cash flows from the financial asset, it recognizes an impairment loss in the statement of operations. Any reversals of previously recognized impairment losses are recognized in operations in the year the reversal occurs.

Unless otherwise noted, it is management's opinion that the Town is not exposed to significant interest, credit, liquidity or market risk arising from financial instruments.

(e) Cash and cash equivalents

Cash and cash equivalents are comprised of cash on hand, demand deposits and short term investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Summary of significant accounting policies (continued)

(f) Deferred revenue

Deferred revenue includes grants, contributions and other amounts received from third parties pursuant to legislation, regulation and agreement which may only be used in certain programs, in the completion of specific work, or the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired. In addition, all funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenues until used for the purpose specified.

(g) Employee future benefits

The Town and its employees contribute to the Town of Riverview Employees' Pension Plan, a jointly trustee defined benefit pension plan. The Plan provides for service pensions based on length of service and rate of pay.

In addition to the Employees' Pension Plan, a retirement allowance is provided for the Town's employees (Note 10).

Employees may carry forward unused sick leave throughout their employment. This sick leave does not vest to the employees, and as such the Town is not required to compensate employees for unused amounts upon leaving employment with the Town.

(h) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for 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 excess of revenues over expenses, provides the change in net debt for the year.

Tangible capital assets

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

Land improvements	15 - 25 years
Buildings	25 - 50 years
Vehicles and equipment	5 - 15 years
Computer hardware and software	5 years
Roads, streets, sidewalks and culverts	20 - 50 years
Water and wastewater networks	30 - 100 years

Assets under construction

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Summary of significant accounting policies (continued)

(h) Non-financial assets (continued)

Contribution of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value and as revenue at the date of receipt. Fair value is determined by the Town's engineering staff using current expected construction costs of similar assets.

Inventories of materials and supplies

Inventories of materials and supplies consist mainly of parts and road maintenance materials and are valued on an average cost basis, at the lower of cost and net realizable value.

(i) Reserve funds

Under the Province of New Brunswick Local Governance Act, Council may establish discretionary reserves for each type of its operating and capital funds. In addition, the Community Planning Act requires that a statutory Land Reserve be established and maintained for the purpose of acquiring and developing land held for public purposes.

Certain amounts, as approved by Town Council, are set aside in reserve funds for future operating and capital purposes. Transfers to and from reserve funds are recorded as an adjustment to accumulated surplus of that fund. Note 2 in the Schedules of Regulatory Requirements indicates the reserve fund balances as supplementary information.

(j) Segmented information

The Town of Riverview is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Town'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 Town. 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, roads and streets maintenance, street lighting, traffic services, parking and other transportation related functions.

Environmental health services and development services

This department is responsible for the provision of waste collection and disposal, planning and zoning, community development, tourism and other municipal development and promotion services.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Summary of significant accounting policies (continued)

(j) Segmented information

Recreation and cultural services

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

Water and wastewater system

This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks.

(k) Revenue recognition

Warrant revenue represents annual property tax levy administered and collected by the Province of New Brunswick on behalf of all New Brunswick Municipalities for municipal services.

Sale of services and other charge revenue including sales of services, licences and permits, fines, other, and water and wastewater are recorded on an accrual basis and recognized as earned which is usually when services are provided or facilities are utilized.

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

(l) Government transfers

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided the transfers are authorized, all eligibility criteria or stipulations have been met and reasonable estimates of the amounts can be made. Transfers received for which the above have not been met are included in deferred government transfers. Government transfers without eligibility criteria or stipulations are recognized as revenue when the transfer is authorized.

(m) Expense recognition

Expenses are recognized in the period that the goods and services were acquired and a liability was incurred. Expenses are recorded on an accrual basis.

(n) Liability for contaminated sites and asset retirement obligation

Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. the Town is directly responsible or accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

Management has reviewed potential sites where a material liability may exist and has concluded there is no known material liability at this time.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

2. Summary of significant accounting policies (continued)

(n) Liability for contaminated sites and asset retirement obligation

Asset retirement obligation

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

- a) There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- b) The past transaction or event giving rise to the liability has occurred;
- c) It is expected that future economic benefits will be given up; and
- d) A reasonable estimate of the amount can be made.

Management has reviewed potential sites where a material liability may exist and has concluded there is no known material liability at this time.

3. Cash in bank

	2025	2024
Cash - restricted	\$ 19,334,981	\$ 29,620,042
Cash (bank indebtedness) - unrestricted	<u>5,121,919</u>	<u>(875,959)</u>
	<u>\$ 24,456,900</u>	<u>\$ 28,744,083</u>

The Town has restricted cash balances which consist of amounts included in Reserve funds, which can only be accessed through Council Resolution. It also includes amounts from the Canada Community-Building Fund (CCBF) which can only be used for approved projects, donations for the new recreation complex, and amounts held on behalf of Riverview P.R.O. Kids.

Restricted cash balances consist of:

Riverview P.R.O. Kids	\$ 163,420	\$ 177,420
Recreation complex donations	124,704	62,307
Canada Community-Building Fund	5,309,243	5,595,101
General Operating Reserve	1,742,751	1,691,255
General Capital Reserve	7,561,992	18,107,516
General Parkland Reserve	307,881	298,783
Utility Operating Reserve	127,169	123,411
Utility Capital Reserve	<u>3,997,821</u>	<u>3,564,249</u>
	<u>\$ 19,334,981</u>	<u>\$ 29,620,042</u>

4. Receivables

	2025	2024
<u>General</u>		
Trade receivables - General operating	\$ 525,284	\$ 371,384
Water and sewer receivables - Utility operating	1,113,458	1,151,328
Local improvement receivables (see below)	2,157,758	2,084,262
Contractor receivable	<u>125,000</u>	<u>175,000</u>
	<u>3,921,500</u>	<u>3,781,974</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

4. Receivables (continued)

	2025	2024
<u>Federal Government</u>		
Canada Community Building Fund	761,466	731,006
Canada Revenue Agency (HST refundable)	1,779,422	1,306,529
Active Transportation Fund	201,075	-
Canada Housing Infrastructure Fund	<u>723,424</u>	<u>-</u>
	<u>3,465,387</u>	<u>2,037,535</u>
<u>Province of New Brunswick</u>		
Province of New Brunswick Finance and Treasury Board	-	489,101
New Brunswick Power Corporation	136,757	-
Regional Development Corporation	<u>3,136,085</u>	<u>4,218,706</u>
	<u>3,272,842</u>	<u>4,707,807</u>
	<u>\$ 10,659,729</u>	<u>\$ 10,527,316</u>

Local improvement receivables

Part of construction and borrowing costs associated with local improvement projects are recovered through a local improvement levy enacted through By-law. These levies are collectable from property owners either in one lump sum payment, or ten equal annual payments plus interest at 6% per annum. These amounts are secured by a lien on the property of the owner.

5. Accounts payable and accrued liabilities

	2025	2024
Accounts payable	\$ 8,695,590	\$ 4,685,725
Contractors' holdbacks	2,674,162	775,538
Accrued interest on long-term debt	<u>60,519</u>	<u>61,197</u>
	<u>\$ 11,430,271</u>	<u>\$ 5,522,460</u>

6. Deferred revenue

	2025	2024
Deferred revenue consists of the following:		
Recreation complex donations	124,704	62,307
Riverview P.R.O. Kids	163,420	177,420
Other	<u>493,180</u>	<u>484,630</u>
	<u>\$ 781,304</u>	<u>\$ 724,357</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

7. Deferred government transfers

Deferred government transfers represent amounts held at year end to be applied to approved projects. These deferred contributions consist of the following:

	2025	2024
Deferred revenue consists of the following:		
Canada Community-Building Funds	\$ 5,309,243	\$ 5,595,101
Housing Accelerator Fund (HAF)	<u>873,741</u>	<u>1,176,028</u>
	<u>\$ 6,182,984</u>	<u>\$ 6,771,129</u>

The Town has entered into an agreement with CMHC for Housing Accelerator Fund for \$4,954,750 payable in yearly amounts of \$1,238,687 from beginning of the agreement to March 31, 2027. This fund has specific initiatives and targets relating to assisting to remove systematic barriers to housing supply and boost supply in the community. The funding cannot be used for any other purposes except for costs associated with the permitted use of the funds as outlined in the program.

8. Long-term debt

New Brunswick Municipal Finance Corporation

<u>Interest rate</u>	<u>due date</u>	<u>Debenture/OIC #</u>	2025	2024
2.48% to 4.773%	2045	CI-11, OIC #23-0066	\$ 2,500,000	\$ -
1.20% to 3.80%	2036	BP-20, OIC #15-0042	6,179,000	6,641,000
1.65% to 3.30%	2037	BR-21, OIC #15-0042	2,724,000	2,910,000
2.55% to 3.55%	2033	BU-20, OIC #18-0019	2,658,000	2,944,000
1.95% to 2.80%	2034	BW-28, OIC #09-0014; 09-0045; 19-0026	2,901,000	3,305,000
0.50% to 2.30%	2035	BY-22, OIC #20-007	4,365,000	4,766,000
0.86% to 2.38%	2031	CA-19, OIC #21-0025	2,046,000	2,365,000
3.953% to 4.709%	2037	CC-13, OIC #22-0037	2,526,000	2,686,000
4.511% to 5.245%	2038	CE-15, OIC #23-0034	<u>1,590,000</u>	<u>1,677,000</u>
			<u>\$ 27,489,000</u>	<u>\$ 27,294,000</u>

All of the long-term debt above have annual principal payments ranging from \$87,000 to \$462,000 per debenture in 2025 and semi-annual interest payments.

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

2026	\$ 2,451,000
2027	2,513,000
2028	2,581,000
2029	2,652,000
2030	2,500,000

Approval of the Municipal Capital Borrowing Board has been obtained for the debenture debt reported and all the long-term debt has been approved by Order-in-Council of the Provincial Legislature.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

9. Pension asset

Pension benefits are provided to employees of the Municipality of the Town of Riverview, New Brunswick under the Town of Riverview Employees' Pension Plan established in 1974. The plan is registered and meets the requirements of the Canada Revenue Agency and the Superintendent of Pensions for New Brunswick. The plan is a defined benefit plan with employees contributing 6% of earnings. The Town is currently contributing 9% of employees' earnings (2024 - 9.3%).

The contribution by the Town in 2025 was \$979,658 (2024 - \$941,264). Total benefit payments to retirees during the year were \$1,545,541 (2024 - \$1,504,012). A separate pension fund is maintained. The Town is in a net funded position at December 31, 2025 as follows:

	2025	2024
Fair market value of plan assets	\$ 43,459,400	\$ 40,258,500
Accrued benefit obligation	<u>(34,176,100)</u>	<u>(33,078,100)</u>
Funded status	9,283,300	7,180,400
Unamortized actuarial gains	<u>(5,150,500)</u>	<u>(3,814,200)</u>
Accounting pension asset	<u>\$ 4,132,800</u>	<u>\$ 3,366,200</u>

Actuarial valuations for accounting purposes are performed annually using the traditional unit credit method. The most recent valuation of the Pension Plan by the Town's actuaries, Eckler Ltd. was carried out effective December 31, 2024. The valuation results from 2024 were used to extrapolate forward using valuations assumptions, along with actual contributions and benefit payments made during the extrapolation period. The net unamortized actuarial gain of \$5,150,500 (2024 - \$3,814,200) is to be amortized on a straight-line basis over the expected average remaining service life (16 years) of the employee group.

The actuarial valuation was based on a number of assumptions about future events, such as interest rates, employee turnover and mortality. The assumptions used reflect the Town's best estimates:

Discount rate	5% (2024 - 5%)
Expected plan return	5% (2024 - 5%)
Actual return	13.2% (2024 - (15.2%))
Mortality	2014 Mortality Table projected generationally with CPM Improvement Scale B
Normal retirement age	Earlier of age 65 or Rule of 85
Actuarial method	Traditional Unit Credit Method

	2025	2024
Current period benefit cost	\$ 1,562,482	\$ 1,468,681
Amortization of actuarial gain/losses	<u>(382,605)</u>	<u>(156,438)</u>
	1,179,877	1,312,243
Less: Employee contributions	<u>(607,248)</u>	<u>(570,463)</u>
Pension expense	572,629	741,780
Interest recovery on the average accrued benefit obligation	<u>(359,630)</u>	<u>(168,582)</u>
Total expenses related to pension	<u>\$ 212,999</u>	<u>\$ 573,198</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

10. Accrued retirement allowances

The Town provides a retirement allowance to eligible employees reaching the minimum retirement age under the pension plan. This amount is payable to the employee upon retirement. For non-union employees, upon completion of a minimum of 10 or more years of service, employees are entitled to 5 days pay for each year of service to a maximum of 125 days. For union employees, upon completion of a minimum of 10 or more years of service, employees are entitled to 1 month regular salary for each 5 years of service to a maximum of 6 months. The total liability included in these financial statements for this accrued retirement allowance is \$1,565,157 (2024 - \$1,417,357).

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MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION
DECEMBER 31, 2025

11. Schedule of Tangible Capital Assets

	General Fund					Water and Sewer Fund			Total 2025	
	Land	Land Improvements	Buildings	Vehicles and Equipment	Computer Hardware and Software	Roads Streets Sidewalks Culverts	Water and Sewer Buildings	Water and Sewer Pipes		Assets Under Construction
Cost										
Balance, beginning of year \$	1,318,488	\$ 14,087,688	\$ 33,688,190	\$ 19,288,736	\$ 684,001	\$ 136,710,236	\$ 8,215,204	\$ 68,873,994	\$ 7,347,363	\$ 290,213,900
Add:										
Additions and transfers	-	2,994,203	377,277	6,340,202	60,104	6,774,729	1,193	4,115,105	22,739,858	43,402,671
Less:										
Disposals and transfers	-	-	(97,489)	(1,196,251)	-	(146,971)	-	(118,584)	(429,154)	(1,988,449)
Balance, end of year	<u>1,318,488</u>	<u>17,081,891</u>	<u>33,967,978</u>	<u>24,432,687</u>	<u>744,105</u>	<u>143,337,994</u>	<u>8,216,397</u>	<u>72,870,515</u>	<u>29,658,067</u>	<u>331,628,122</u>
Accumulated amortization										
Balance, beginning of year	-	6,405,697	11,270,897	11,701,366	484,336	44,380,921	3,217,840	15,873,868	-	93,334,925
Add:										
Amortization	-	608,834	814,984	1,751,393	59,099	2,979,710	306,729	859,266	-	7,380,015
Less:										
Disposals and transfers	-	-	(97,489)	(1,089,075)	-	(114,495)	-	(109,518)	-	(1,410,577)
Balance, end of year	<u>-</u>	<u>7,014,531</u>	<u>11,988,392</u>	<u>12,363,684</u>	<u>543,435</u>	<u>47,246,136</u>	<u>3,524,569</u>	<u>16,623,616</u>	<u>-</u>	<u>99,304,363</u>
Asset net book value	<u>\$ 1,318,488</u>	<u>\$ 10,067,360</u>	<u>\$ 21,979,586</u>	<u>\$ 12,069,003</u>	<u>\$ 200,670</u>	<u>\$ 96,091,858</u>	<u>\$ 4,691,828</u>	<u>\$ 56,246,899</u>	<u>\$ 29,658,067</u>	<u>\$ 232,323,759</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION
DECEMBER 31, 2025

11. Schedule of Tangible Capital Assets (Continued)

	General Fund					Water and Sewer Fund			Assets Under Construction	Total 2024
	Land	Land Improvements	Buildings	Vehicles and Equipment	Computer Hardware and Software	Roads Streets Sidewalks Culverts	Water and Sewer Buildings	Water and Sewer Pipes		
Cost										
Balance, beginning of year \$	1,357,463	\$ 13,957,056	\$ 33,643,751	\$ 18,557,191	\$ 705,540	\$ 126,726,811	\$ 7,183,417	\$ 64,576,566	\$ 2,483,282	\$ 269,191,077
Add:										
Additions and transfers	-	267,109	44,439	1,354,848	81,295	10,551,383	1,031,787	4,451,743	5,040,418	22,823,022
Less:										
Disposals and transfers	<u>(38,975)</u>	<u>(136,477)</u>	<u>-</u>	<u>(623,303)</u>	<u>(102,834)</u>	<u>(567,958)</u>	<u>-</u>	<u>(154,315)</u>	<u>(176,337)</u>	<u>(1,800,199)</u>
Balance, end of year	<u>1,318,488</u>	<u>14,087,688</u>	<u>33,688,190</u>	<u>19,288,736</u>	<u>684,001</u>	<u>136,710,236</u>	<u>8,215,204</u>	<u>68,873,994</u>	<u>7,347,363</u>	<u>290,213,900</u>
Accumulated amortization										
Balance, beginning of year	-	5,917,860	10,423,134	10,830,315	527,641	42,097,295	2,962,761	15,197,011	-	87,956,017
Add:										
Amortization	-	540,140	847,763	1,450,555	53,318	2,755,078	255,080	806,075	-	6,708,009
Less:										
Disposals and transfers	<u>-</u>	<u>(52,303)</u>	<u>-</u>	<u>(579,504)</u>	<u>(96,623)</u>	<u>(471,452)</u>	<u>-</u>	<u>(129,219)</u>	<u>-</u>	<u>(1,329,101)</u>
Balance, end of year	<u>-</u>	<u>6,405,697</u>	<u>11,270,897</u>	<u>11,701,366</u>	<u>484,336</u>	<u>44,380,921</u>	<u>3,217,841</u>	<u>15,873,867</u>	<u>-</u>	<u>93,334,925</u>
Asset net book value	<u>\$ 1,318,488</u>	<u>\$ 7,681,991</u>	<u>\$ 22,417,293</u>	<u>\$ 7,587,370</u>	<u>\$ 199,665</u>	<u>\$ 92,329,315</u>	<u>\$ 4,997,363</u>	<u>\$ 53,000,127</u>	<u>\$ 7,347,363</u>	<u>\$ 196,878,975</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

12. Short-term borrowings compliance

The credit facility with the Town's bank has a combined authorized borrowing limit of \$10,000,000 for operations and capital purposes. This credit facility has an interest rate of prime less 0.75% (at December 31, 2025 - 3.70%) and is payable on a monthly basis. The agreement is secured by borrowing resolution authorizing financing granted. As of December 31, 2025, there was no amount outstanding on this credit facility (2024 - \$290,000).

Interim borrowing for capital

Short-term borrowing for capital funds are secured by resolutions signed by the Municipal Capital Borrowing Board, Province of New Brunswick through the issue of Orders in Council (OIC).

The Town has Orders In Council outstanding for short-term borrowings as follows:

		General Capital	Utility Capital	Total
OIC# 23-0066	October 10, 2023	\$ 17,000,000	\$ -	\$ 17,000,000
OIC# 25-0032	April 25, 2025	<u>\$ -</u>	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>
		<u>\$ 17,000,000</u>	<u>\$ 1,500,000</u>	<u>\$ 18,500,000</u>

As of December 31, 2025, the Town's temporary advances net of amounts receivable in the General and Utility Capital Funds were within its limits in accordance with the Municipal Capital Borrowing Act of New Brunswick.

Operating borrowing

As prescribed in the Province of New Brunswick Local Governance Act, the borrowing to finance its 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 Town's operating budget. As of December 31, 2025, the Town had no net borrowing in the General Operating or Utility Operating funds. 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. In the case of capital projects, the amount borrowed has to be repaid within one year of the completion of the project. The amounts payable between funds are in compliance with the requirements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2025

13. Financial Instrument Risk

Credit Risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Town has exposure to credit risk in its receivables. The Town reduces exposure to this risk by conducting a thorough assessment of debtors prior to granting credit and actively monitors the financial health of its debtors on an ongoing basis. For deferred local improvement receivables and water and sewer receivables, the owner of the properties are required to satisfy these receivables prior to transferring the property to another owner. As a result, exposure risk of these receivables is low. In management's opinion, credit risk exposure to the Town is low and has not changed significantly from the previous fiscal year. The municipality's maximum exposure to credit risk is \$10,659,729 (2024 - \$10,527,316).

Liquidity Risk

Liquidity risk arises from the potential that the Town will not be able to meet all cash outflow obligations as they come due. The Town has exposure to liquidity risk in its accounts payable and current year long-term debt payments. The Town reduces exposure to this risk by monitoring cash activities and expected outflows and maintains a line of credit sufficient to assist in discharging its short-term financial obligations. In management's opinion, liquidity risk exposure to the company is low and has not changed significantly from the previous fiscal year.

The maturity analysis of long-term debt is noted in Note 8. Other financial instruments have no specific maturity date.

14. Commitments

The Town entered into a 5-year agreement with the Friends of the Moncton Hospital in 2020 for their Extraordinary Campaign which is aimed at enhancing care for the hospital's Maternity and Newborn, and Cardiac patients. The agreement is for a total of \$25,000, with \$5,000 pledged annually. The current year is the fifth year of the commitment.

The Town entered into a 2-year agreement with the CHU Dumont foundation in 2024 for their Driving Surgery Forward campaign. The agreement is for a total of \$25,000, with \$12,500 pledged annually. The current year is the second year of the commitment.

The Town has entered into a number of multi-year contracts for delivery of services, the construction of assets and other expenditures. None of these multi-year contracts involve a high-degree of speculative risk, are abnormal in relation to the financial position or usual business operations, and govern the level of any type of expenditure for a considerable period into the future. These contract obligations will become liabilities in the future when the terms of the contract are met.

15. Contingencies

In the normal course of the Town's activities, the Town is subject to a number of claims and litigations. The Town intends to defend and negotiate such claims and litigations. The eventual outcome of these claims and litigations are not determinable at year end.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF SEGMENT DISCLOSURES
DECEMBER 31, 2025

Schedule 1

	<u>General Government</u>	<u>Protective</u>	<u>Transportation</u>	<u>Environmental Health & Development</u>	<u>Recreational and Cultural</u>	<u>Water & Sewer</u>	<u>Total 2025</u>
Revenue							
Property tax warrant	\$ 3,428,268	\$ 11,637,936	\$ 8,679,881	\$ 2,110,058	\$ 10,454,069	\$ -	\$ 36,310,212
Unconditional transfers from the Provincial Government	96,059	326,094	243,210	59,124	292,922	-	1,017,409
Other contributions and government transfers	-	649,222	18,721,010	391,031	-	3,264,567	23,025,830
Sales of services	-	-	70,406	-	1,402,487	-	1,472,893
Other revenue from own sources	907,741	14,490	-	607,737	-	306,112	1,836,080
Gain (loss) on disposal of tangible capital assets	39,012	92,798	(53,770)	-	-	(9,066)	68,974
Water and sewer revenue	-	-	-	-	-	8,587,096	8,587,096
Total revenue	<u>4,471,080</u>	<u>12,720,540</u>	<u>27,660,737</u>	<u>3,167,950</u>	<u>12,149,478</u>	<u>12,148,709</u>	<u>72,318,494</u>
Expenses							
Salaries and benefits	1,602,245	4,107,719	1,642,369	187,303	4,100,696	1,944,391	13,584,723
Goods and services	1,904,979	7,391,848	3,724,577	2,836,278	2,521,630	5,807,669	24,186,981
Amortization	225,359	385,623	4,502,038	-	1,022,866	1,244,129	7,380,015
Interest	15,260	-	744,871	-	41,406	97,826	899,363
	<u>3,747,843</u>	<u>11,885,190</u>	<u>10,613,855</u>	<u>3,023,581</u>	<u>7,686,598</u>	<u>9,094,015</u>	<u>46,051,082</u>
Surplus	<u>\$ 723,237</u>	<u>\$ 835,350</u>	<u>\$ 17,046,882</u>	<u>\$ 144,369</u>	<u>\$ 4,462,880</u>	<u>\$ 3,054,694</u>	<u>\$ 26,267,412</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF SEGMENT DISCLOSURES (CONTINUED)
DECEMBER 31, 2025

Schedule 1

	<u>General Government</u>	<u>Protective</u>	<u>Transportation</u>	<u>Environmental Health & Development</u>	<u>Recreational and Cultural</u>	<u>Water & Sewer</u>	<u>Total 2024</u>
Revenue							
Property tax warrant	\$ 2,337,001	\$ 9,581,508	\$ 9,671,878	\$ 2,273,040	\$ 9,877,785	\$ -	\$ 33,741,212
Unconditional transfers from the Provincial Government	79,087	324,255	327,313	76,924	334,281	-	1,141,860
Other contributions and government transfers	-	542,482	7,684,769	62,659	550,000	4,754,108	13,594,018
Sales of services	-	-	77,612	-	1,251,412	-	1,329,024
Other revenue from own sources	2,434,395	15,790	-	777,705	70,000	425,521	3,723,411
Gain (loss) on disposal of tangible capital assets	(6,211)	-	(205,142)	-	36,183	(25,097)	(200,267)
Water and sewer revenue	-	-	-	-	-	<u>8,656,906</u>	<u>8,656,906</u>
Total revenue	<u>4,844,272</u>	<u>10,464,035</u>	<u>17,556,430</u>	<u>3,190,328</u>	<u>12,119,661</u>	<u>13,811,438</u>	<u>61,986,164</u>
Expenses							
Salaries and benefits	1,579,167	3,740,640	1,577,025	140,403	3,980,585	1,922,557	12,940,377
Goods and services	2,013,041	5,856,579	3,178,677	2,307,574	2,279,686	5,302,512	20,938,069
Amortization	214,308	302,727	4,145,295	-	926,046	1,119,633	6,708,009
Interest	17,359	-	765,921	-	41,042	102,511	926,833
	<u>3,823,875</u>	<u>9,899,946</u>	<u>9,666,918</u>	<u>2,447,977</u>	<u>7,227,359</u>	<u>8,447,213</u>	<u>41,513,288</u>
Surplus	<u>\$ 1,020,397</u>	<u>\$ 564,089</u>	<u>\$ 7,889,512</u>	<u>\$ 742,351</u>	<u>\$ 4,892,302</u>	<u>\$ 5,364,225</u>	<u>\$ 20,472,876</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF REVENUES
DECEMBER 31, 2025

Schedule 2

	2025 PSA Budget	2025 Actual	2024 Actual
Other contributions and government transfers			
Infrastructure program	\$ 17,083,455	\$ 17,083,455	\$ 7,729,943
Recreation complex donations recognized	-	-	550,000
Canada Community-Building Fund	1,986,927	1,986,927	2,517,139
Contributed assets - developers	2,693,027	2,693,027	1,982,237
Housing accelerator funding	600,000	391,031	62,659
Fire-local service district	649,221	649,221	542,479
Roads and streets	183,000	195,886	183,278
Lane marking	26,000	26,283	26,283
	<u>\$ 23,221,630</u>	<u>\$ 23,025,830</u>	<u>\$ 13,594,018</u>
Sales of services			
Community centre	\$ 233,981	\$ 256,881	\$ 259,962
Swimming pools	440,000	534,706	470,004
Skating rinks and arenas	406,000	418,425	384,645
Other recreational programs	124,041	192,475	136,802
Other - culverts, curb cutting	15,000	70,406	77,611
	<u>\$ 1,219,022</u>	<u>\$ 1,472,893</u>	<u>\$ 1,329,024</u>
Other revenue from own sources			
Licences and permits			
Building	\$ 275,000	\$ 536,257	\$ 724,773
Animal	19,200	17,420	17,790
Planning commission	28,000	71,480	52,932
Fines			
Municipal By-Law	12,000	14,490	15,790
Other			
Local improvement levy	114,500	179,145	170,333
Development cost recovery	10,000	-	20,319
Sale of land	-	-	1,045,100
Miscellaneous	45,600	91,587	51,593
Money in lieu of parkland	-	-	70,000
Gain (loss) on disposal of assets	30,308	68,974	(200,265)
Return on investments			
Interest on cash in bank	120,000	167,919	290,186
Interest on past due accounts	123,000	130,382	137,466
Interest on reserve funds	627,399	627,400	1,127,127
	<u>\$ 1,405,007</u>	<u>\$ 1,905,054</u>	<u>\$ 3,523,144</u>
Water and sewerage revenue			
Water user charges - residential	\$ 3,400,000	\$ 3,419,726	\$ 3,348,199
- other	1,177,500	1,101,621	1,265,314
Sewer user charges - residential	1,428,000	1,432,085	1,405,608
- other	420,000	392,682	455,429
Sewer treatment levy	1,983,000	1,947,641	2,027,806
Water and sewer other revenue	61,150	293,341	154,550
	<u>\$ 8,469,650</u>	<u>\$ 8,587,096</u>	<u>\$ 8,656,906</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES
DECEMBER 31, 2025

Schedule 3

	2025 PSA Budget	2025 Actual	2024 Actual
General government services			
Legislative			
Mayor	\$ 56,826	\$ 51,960	\$ 49,090
Councilors	168,228	168,436	159,225
Other	<u>88,950</u>	<u>89,874</u>	<u>47,894</u>
	<u>314,004</u>	<u>310,270</u>	<u>256,209</u>
Administrative			
Manager	159,233	157,451	157,242
Corporate services	224,154	209,545	243,364
Office building	88,975	100,603	82,466
Solicitor	50,000	42,972	64,170
Other	<u>340,850</u>	<u>335,657</u>	<u>540,164</u>
	<u>863,212</u>	<u>846,228</u>	<u>1,087,406</u>
Financial and Human Resources			
Administrative	118,587	118,128	116,565
Accounting and human resources	<u>1,065,158</u>	<u>1,047,724</u>	<u>995,243</u>
	<u>1,183,745</u>	<u>1,165,852</u>	<u>1,111,808</u>
Other General Government Services			
Civic relations	101,400	96,230	95,422
Other general government services	30,600	26,393	25,323
Public liability insurance premiums	228,667	200,740	215,724
Grants to organizations	362,186	359,361	346,881
Assessment costs	<u>506,293</u>	<u>506,293</u>	<u>454,038</u>
	<u>1,229,146</u>	<u>1,189,017</u>	<u>1,137,388</u>
	<u>\$ 3,590,107</u>	<u>\$ 3,511,367</u>	<u>\$ 3,592,811</u>
Protective services			
Police			
RCMP contract	\$ 6,325,674	\$ 6,325,673	\$ 4,835,907
RCMP building consulting fees	<u>-</u>	<u>-</u>	<u>9,313</u>
	<u>6,325,674</u>	<u>6,325,673</u>	<u>4,845,220</u>
Fire			
Administration	3,711,789	3,839,620	3,487,132
Volunteers	116,901	115,212	113,329
Fire alarm system	121,537	115,450	125,875
Fire investigation and prevention	17,715	7,578	9,188
Training and development	76,700	71,514	90,588

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2025

Schedule 3

	2025 PSA Budget	2025 Actual	2024 Actual
Protective services (continued)			
Fire (continued)			
Station and building	139,730	170,223	149,858
Firefighting equipment	303,761	377,393	328,280
Other	<u>23,460</u>	<u>28,775</u>	<u>9,642</u>
	<u>4,511,593</u>	<u>4,725,765</u>	<u>4,313,892</u>
Other			
Bylaw enforcement	208,192	211,027	205,058
Animal and pest control	125,359	127,038	130,653
Crosswalk guards	<u>102,500</u>	<u>104,419</u>	<u>101,792</u>
	<u>436,051</u>	<u>442,484</u>	<u>437,503</u>
	<u>\$ 11,273,318</u>	<u>\$ 11,493,922</u>	<u>\$ 9,596,615</u>
Transportation services			
Common Services			
Administration	\$ 1,188,642	\$ 1,105,257	\$ 1,056,836
General equipment	239,100	226,233	230,832
Workshops, yard and other buildings	<u>172,800</u>	<u>178,344</u>	<u>174,565</u>
	<u>1,600,542</u>	<u>1,509,834</u>	<u>1,462,233</u>
Road transport			
Engineering planning, supervision	<u>44,375</u>	<u>30,994</u>	<u>33,352</u>
Roads and streets			
Summer maintenance	501,000	500,168	383,626
Culverts and drainage ditches	32,000	38,688	27,252
Storm sewers	85,000	80,006	53,066
Snow and ice removal	<u>1,242,185</u>	<u>1,337,140</u>	<u>1,100,132</u>
	<u>1,860,185</u>	<u>1,956,002</u>	<u>1,564,076</u>
Street lighting	<u>750,000</u>	<u>774,025</u>	<u>737,379</u>
Traffic services			
Street signs	15,000	17,933	16,408
Traffic lane marking	61,000	66,631	48,909
Traffic signals	31,000	35,634	22,818
Crosswalks	15,000	17,328	2,914
Public transit	<u>869,566</u>	<u>955,701</u>	<u>866,454</u>
	<u>991,566</u>	<u>1,093,227</u>	<u>957,503</u>
	<u>\$ 5,246,668</u>	<u>\$ 5,364,082</u>	<u>\$ 4,754,543</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2025

Schedule 3

	2025 PSA Budget	2025 Actual	2024 Actual
Environmental health and development services			
Environmental health services			
Garbage and waste collection	\$ 470,000	\$ 442,759	\$ 568,533
Landfill costs	<u>328,624</u>	<u>328,624</u>	<u>395,941</u>
	<u>798,624</u>	<u>771,383</u>	<u>964,474</u>
Environmental development services			
Community planning	779,609	779,609	727,124
Economic development and tourism	928,794	972,840	287,206
Beautification and land rehabilitation	<u>494,077</u>	<u>504,541</u>	<u>470,332</u>
	<u>2,202,480</u>	<u>2,256,990</u>	<u>1,484,662</u>
	<u>\$ 3,001,104</u>	<u>\$ 3,028,373</u>	<u>\$ 2,449,136</u>
Recreation and cultural services			
Administration	\$ 3,641,821	\$ 3,594,255	\$ 3,488,087
Community centres and halls	991,780	868,508	791,057
Swimming pools	535,060	600,323	594,459
Rinks and arenas	491,518	596,831	502,625
Parks and playgrounds	401,444	370,217	380,227
Other recreational facilities	394,900	451,410	359,592
Library	41,382	39,930	43,991
Other	<u>97,255</u>	<u>100,427</u>	<u>100,233</u>
	<u>\$ 6,595,160</u>	<u>\$ 6,621,901</u>	<u>\$ 6,260,271</u>
Water supply			
Administration	\$ 141,668	\$ 138,407	\$ 143,181
Billing and collection	145,833	167,605	157,850
Water purchased	1,750,500	1,762,318	1,514,223
Other	<u>2,164,905</u>	<u>2,177,749</u>	<u>2,113,622</u>
	<u>\$ 4,202,906</u>	<u>\$ 4,246,079</u>	<u>\$ 3,928,876</u>
Sewerage collection and disposal			
Administration	\$ 141,668	\$ 138,115	\$ 143,181
Sewerage treatment and disposal	2,015,370	2,015,370	1,929,060
Other	<u>1,321,662</u>	<u>1,352,496</u>	<u>1,223,953</u>
	<u>\$ 3,478,700</u>	<u>\$ 3,505,981</u>	<u>\$ 3,296,194</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2025

Schedule 3

	2025 PSA Budget	2025 Actual	2024 Actual
Interest and miscellaneous			
Bank fees	\$ 127,000	\$ 69,119	\$ 44,947
Interest on long-term debt	<u>886,920</u>	<u>830,243</u>	<u>881,886</u>
	<u>\$ 1,013,920</u>	<u>\$ 899,362</u>	<u>\$ 926,833</u>

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MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2025

The Department of Local Government of New Brunswick has requested some disclosures in addition to Canadian Public Sector Accounting Standards for monitoring purposes. The Town has provided these disclosure requirements in the following pages

1. Reconciliation of Annual Surplus in Financial Statements to Provincial Municipal Reporting Standards

	<u>General Operating Fund</u>	<u>General Capital Fund</u>	<u>Water & Sewer Operating Fund</u>	<u>Water & Sewer Capital Fund</u>	<u>General Reserve Fund</u>	<u>Water & Sewer Reserve Fund</u>	<u>Total</u>
2025 annual fund surplus per financial statements	\$ 10,640,248	\$ 11,925,820	\$ 765,090	\$ 2,308,855	\$ 515,070	\$ 112,330	\$ 26,267,413
<i>Adjustments to annual surplus for funding requirements</i>							
Second previous year surplus	113,127	-	10,537	-	-	-	123,664
Transfers between funds:							
Transfer from operating to capital	(20,379,662)	20,379,662	(635,446)	635,446	-	-	-
Transfer from reserve to capital	11,000,000	-	-	-	(11,000,000)	-	-
Transfer from operating to reserve	-	-	(325,000)	-	-	325,000	-
Addition to accrued pension asset	(766,600)	-	-	-	-	-	(766,600)
Amortization expense	-	6,135,886	-	1,244,129	-	-	7,380,015
Contributed tangible capital assets	-	(1,664,650)	-	(1,028,377)	-	-	(2,693,027)
Water cost transfer	(300,000)	-	300,000	-	-	-	-
Deferred local improvement	(84,117)	-	-	-	-	-	(84,117)
Total adjustments to 2025 annual surplus	<u>(10,417,252)</u>	<u>24,850,898</u>	<u>(649,909)</u>	<u>851,198</u>	<u>(11,000,000)</u>	<u>325,000</u>	<u>3,959,935</u>
2025 annual surplus	<u>\$ 222,996</u>	<u>\$ 36,776,718</u>	<u>\$ 115,181</u>	<u>\$ 3,160,053</u>	<u>\$ (10,484,930)</u>	<u>\$ 437,330</u>	<u>\$ 30,227,348</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2025

2. Statement of reserves

	<u>General Operating</u>	<u>General Capital</u>	<u>General Parkland</u>	<u>Water & Sewer Operating</u>	<u>Water & Sewer Capital</u>	<u>Total 2025</u>	<u>Total 2024</u>
<i>Assets</i>							
Cash	\$ 1,742,751	\$ 7,561,992	\$ 307,881	\$ 127,169	\$ 3,997,821	\$ 13,737,614	\$ 23,785,214
	<u>\$ 1,742,751</u>	<u>\$ 7,561,992</u>	<u>\$ 307,881</u>	<u>\$ 127,169</u>	<u>\$ 3,997,821</u>	<u>\$ 13,737,614</u>	<u>\$ 23,785,214</u>
<i>Surplus</i>							
Accumulated Surplus, beginning of year	\$ 1,691,254	\$ 18,107,516	\$ 298,784	\$ 123,411	\$ 3,564,249	\$ 23,785,214	\$ 21,566,142
Annual surplus	<u>51,497</u>	<u>(10,545,524)</u>	<u>9,097</u>	<u>3,758</u>	<u>433,572</u>	<u>(10,047,600)</u>	<u>2,219,072</u>
Accumulated Surplus, end of year	<u>\$ 1,742,751</u>	<u>\$ 7,561,992</u>	<u>\$ 307,881</u>	<u>\$ 127,169</u>	<u>\$ 3,997,821</u>	<u>\$ 13,737,614</u>	<u>\$ 23,785,214</u>
<i>Revenue</i>							
Interest	\$ 51,497	\$ 454,476	\$ 9,097	\$ 3,758	\$ 108,572	\$ 627,400	\$ 1,127,127
Transfers from operating funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>325,000</u>	<u>325,000</u>	<u>1,091,945</u>
	51,497	454,476	9,097	3,758	433,572	952,400	2,219,072
<i>Expenses</i>							
Transfer to operating funds	<u>-</u>	<u>11,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,000,000</u>	<u>-</u>
Annual surplus	<u>\$ 51,497</u>	<u>\$ (10,545,524)</u>	<u>\$ 9,097</u>	<u>\$ 3,758</u>	<u>\$ 433,572</u>	<u>\$ (10,047,600)</u>	<u>\$ 2,219,072</u>

**MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2025**

2. Statement of reserves (continued)

Council Resolutions regarding transfers to and from reserves:

Resolution #1

Moved by: Councillor J. Coughlan
Seconded by: Deputy Mayor J. Thorne

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$7,000,000 from the General Capital reserve Fund to the General Operating Fund.

Resolution #2

Moved by: Councillor J. Coughlan
Seconded by: Councillor H. Johnson

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$4,000,000 from the General Capital Reserve Fund to the General Operating Fund.

Resolution #3

Moved by: Councillor J. Coughlan
Seconded by: Councillor H. Johnson

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$325,000 from the Utility Operating Fund to the Utility Capital Reserve Fund.

I hereby certify that the above are true and exact copies of resolutions adopted at a meeting of Council on July 14, 2025 for resolution #1 and December 8, 2025 for #2 and #3.

Mareika Dow
Town Clerk
Town of Riverview

Date

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2025

3. Reconciliation of Operating Budget to Public Sector Accounting for year ended December 31, 2025

	<u>Operating</u>	<u>Amortization</u>	<u>Other</u>	<u>Transfers</u>	<u>Total</u>
Revenue					
Warrant of assessment	\$ 36,310,212	\$ -	\$ -	\$ -	\$ 36,310,212
Unconditional transfers from Provincial Government	1,017,409	-	-	-	1,017,409
Other contributions and government transfers	1,458,221	-	21,763,409	-	23,221,630
Sales of services	1,219,022	-	-	-	1,219,022
Other revenue from own sources	995,300	-	409,707	-	1,405,007
Water and sewer revenue	8,769,650	-	(300,000)	-	8,469,650
	<u>49,769,814</u>	<u>-</u>	<u>21,873,116</u>	<u>-</u>	<u>71,642,930</u>
Expenses					
General government services	3,675,208	-	(85,101)	-	3,590,107
Protective services	11,798,511	-	(525,193)	-	11,273,318
Transportation services	5,350,201	-	(103,533)	-	5,246,668
Environment health and development	3,011,458	-	(10,354)	-	3,001,104
Recreation and cultural services	6,814,699	-	(219,539)	-	6,595,160
Water supply	4,286,758	-	(83,852)	-	4,202,906
Sewerage collection and disposal	3,517,728	-	(39,028)	-	3,478,700
Amortization of tangible capital assets	-	7,380,015	-	-	7,380,015
Interest expense and miscellaneous	1,013,920	-	-	-	1,013,920
	<u>39,468,483</u>	<u>7,380,015</u>	<u>(1,066,600)</u>	<u>-</u>	<u>45,781,898</u>
Fiscal services					
Transfer from operating fund to capital fund	9,481,083	-	-	(9,481,083)	-
Transfer from operating fund to reserve fund	1,293,912	-	-	(1,293,912)	-
Transfer from reserve fund to operating fund	(350,000)	-	-	350,000	-
Second previous years' surplus	(123,664)	-	-	123,664	-
	<u>10,301,331</u>	<u>-</u>	<u>-</u>	<u>(10,301,331)</u>	<u>-</u>
	<u>49,769,814</u>	<u>7,380,015</u>	<u>(1,066,600)</u>	<u>(10,301,331)</u>	<u>45,781,898</u>
Annual surplus	<u>\$ -</u>	<u>\$ (7,380,015)</u>	<u>\$ 22,939,716</u>	<u>\$ 10,301,331</u>	<u>\$ 25,861,032</u>