DISTRICT OF HOUSTON

STATEMENT OF FINANCIAL INFORMATION

Pursuant to
"Financial Information Act"

For the Year Ended December 31, 2025

HOUSTON
NATURALLY AMAZING

TABLE OF CONTENTS

MANAGEMENT REPORT

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with generally accepted accounting principles or stated accounting principles, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

Mayor and Council is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control.

Management has the responsibility for assessing the management systems and practices of the District.

The external auditors, MNP LLP, conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the corporation's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to the Audit Committee of the Board and meet with it on a regular basis.

On behalf of the District of Houston

____
(signature)

Name: Jennifer Larson, CPA, CGA
Title: Director of Finance
Date June 3, 2026

Prepared pursuant to Financial Information Regulation, Schedule 1, section 9

Schedule of Guarantee and Indemnity Agreements

FIR, Schedule 1, section 5

The District of Houston has not given any guarantees or indemnities und the *Guarantees and Indemnities Regulation.*

Schedule of Remuneration and Expenses

FIR, Schedule 1, section 6

Financial Statements - Schedule 2 - Salaries, Wages & Benefits	3,974,161

Elected Officials:

NAME	POSITION	REMUNERATION	EXPENSES
Brienen	Mayor	$ 21,840	13,453
Euverman	Councillor	10,932	16,055
Reitsma	Councillor	10,932	
Stringfellow	Councillor	10,932	
Van Barneveld	Councillor	10,932	
Hougan	Councillor	10,932	5,304
Mueller	Councillor	10,932	6,244
TOTAL: Council Remuneration and expenses		**$ 87,432**	**$ 41,056**

Other Employees:

NAME	REMUNERATION	EXPENSES
Barden	$ 75,932	2,447
Chaffer	77,974	6,668
Close	111,263	931
Cooper	126,760	-
Czirfusz	84,752	-
Daigneault	100,356	7,679
Duval	98,159	333
Ebenal	77,851	
Gould	78,683	270
Hamblin	88,995	
Hogstead	102,843	5,166
Kerr	87,376	6,350
Larson	136,402	2,086
Prins	81,377	333
Sanders	104,931	4,753
Saretsky	83,653	
Stanbridge	75,813	161
Tait	98,603	14,132
Winsor	81,959	
Remuneration over $75,000 and expenses	**$ 1,773,682**	**$ 51,309**
Remuneraiton under $75,000 and expenses	1,344,601	35,114
TOTAL: Employee Remuneration and expenses	**$ 3,118,283**	**$ 86,423**

Reconciliation to the Financial Statements:

Total Council and Employee Remuneration	3,205,715	
Other non-taxable benefits	309,012	
Employer;s Contributions to CPP, EI, Pension & WCB	459,434	
Financial Statements - Schedule 2 - Salaries, Wages & Benefits		**3,974,161**

Statement of Severance Agreements

FIR, Schedule 1, section 6(7)

There were no severance agreements under which payment commenced between the District of Houston and its non-unionized employees during the fiscal year 2025.

DISTRICT OF HOUSTON
Statement of Financial Information
For the Year Ended December 31, 2025

Schedule of Suppliers of Goods and Services

FIR, Schedule 1, section 7

Alphabetical list of suppliers who received aggregate payments exceeding $25,000

A & H DRILLING LTD.	$	330,278
B.C. HYDRO & POWER AUTHORITY		367,156
BEETLE CONTRACTING		77,606
BLU SKY LANDSCAPING		84,877
BROGAN FIRE AND SAFETY		79,059
BROOKES DOWNS VENNARD LLP		464,891
BULKLEY VALLEY HOME CENTRE LTD		31,909
CANADIAN NATIONAL RAILWAY		26,907
CENTRALSQUARE CANADA SOFTWARE INC.		46,210
CHEMTRADE WEST LIMITED PARTNERSHIP		42,068
CITYSPACES CONSULTING Ltd. 0098028 BC0001		204,576
COUNTRY WIDE PRINTING & STATIONERY LTD INC NO		26,511
D & P JANITORIAL		38,367
DELOITTE MANAGEMENT SERVICES LP		231,233
EMBERSON PLUMBING & HEATING		87,956
ENGLOBE CORP		65,885
FOUR RIVERS CO-OPERATIVE ASSOCIATION		111,590
FRESHWATER FISHERIES SOCIETY OF BC		44,426
HBH LAND SURVEYING INC.		42,262
HOUSTON AND DISTRICT CHAMBER OF COMMERCE		104,226
HOUSTON PUBLIC LIBRARY		129,467
HOUSTON VOLUNTEER FIRE FIGHTERS ASSOCIATION		47,100
HUB FIRE ENGINES & EQUIPMENT		191,435
INLAND KENWORTH PARTNERSHIP		484,773
INSURANCE CORPORATION OF B.C.		49,345
INTEGRITY LOCK AND KEY		28,236
JACKSON SARAH		28,097
LIDSTONE & COMPANY		108,749
LIONS DEN FORESTRY OPERATIONS LTD		28,801
M. BROWN CONTRACTING		44,105
MEQUIPCO LTD		30,544
MIDWAY PURNEL LTD		168,384
MNP LLP		26,765
NORTHWEST SEALCOATING COMPANY		225,504
PACIFIC NORTHERN GAS		175,925
PARTNERS & HAWES MARKETING CONSULTING INC.		148,429
PINNA SUSTAINABILITY INC		31,504
PLAN NORTH CONSULTING LTD		25,799
PRO-TECH FOREST RESOURCES LTD.		268,855
PSD CITYWIDE INC.		127,534
R.D. OF FRASER-FORT GEORGE		61,933
REITSMA'S HOME HARDWARE		38,350
ROBBINS DRILLING & PUMP LTD		27,615
ROCKY MOUNTAIN PHOENIX		32,986
SULLIVAN MOTOR PRODUCTS LTD. INC NO. BC0120991		90,854
SUNSET MEMORIAL AND STONE LTD		61,479
T&B SEALCOATING & ASHPHALT MAINTENANCE		80,034
TERUS CONSTRUCTION LTD. a dvision of Colas Western		1,516,651
TOWER COMMUNICATIONS LTD.		128,851
TRIAHN ENTERPRISES (2018) LTD		260,330
URBAN SYSTEMS Ltd.		458,959
WESTERN WATER ASSOCIATES LTD		43,824
WSP CANADA GROUP LIMITED		166,009
YETI REFRIGERATION INC.		332,071
	$	**8,177,294**

DISTRICT OF HOUSTON
Statement of Financial Information
For the Year Ended December 31, 2025

Alphabetical list of suppliers who received aggregate payments exceeding $25,000			**$**	**8,177,294**
Consolidated total paid to suppliers who received aggregate payments of $25,000 or less				
			$	**1,876,213**
Total of payments to suppliers for grants and contributions exceeding $25,000				
Consolidated total of grants exceeding $25,000	$	-		
Consolidated total of contributions exceeding $25,000		280,793		
Consolidated total of all grants and contributions exceeding $25,000			**$**	**280,793**
Reconciliation				
Total of aggregate payments exceeding $25,000 to suppliers	$	8,177,294		
Consolidated total of payments of $25,000 or less paid to suppliers	$	1,876,213		
Consolidated total of all grants and contributions exceeding $25,000	$	280,793		
TOTAL			**$**	**10,334,300**
Deduct:				
Acquisition of TCA	-	3,653,953		
GST Rebated	-	376,865	-	4,030,818
Add:				
Wages		3,118,283		
Council Remuneration		87,432		
Employer Related Costs		768,446		
Interest		51,834		
Amortization		1,652,312		5,678,307
Change in accounts payable				162,577
Change in prepaid expenses				8,481
Change in inventory			-	29,606
Financial Statements - Stmt of Operations - Total Expenses			**$**	**12,123,241**

Approval of Financial Information

FIR, Schedule 1, section 9

DISTRICT OF HOUSTON

STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approves all the statements and schedules included in this Statement of Financial Information, produced under the *Financial Information Act.*

(signature)		*(signature)*	
NAME:	**Jennifer Larson, CPA, CGA**	**NAME:**	**Shane Brienen**
POSITION:	**Director of Finance**	**POSITION:**	**Mayor**
DATE	June 3, 2026	**DATE:**	June 3, 2026

Access to the Financial Information

FIR, Schedule 1, section 10, Minister of Finance Directive, section 3.6

Reasonable Accommodation

Reasonable accommodation must be provided to any individual who makes a request to examine the SOFI. Corporations must keep copies of the financial information for three years following the fiscal year reported on. Corporations are also authorized to provide public access to their SOFIs by posting them on an appropriate internet website or by other electronic means.

Members of the public are not required to pay the fee if they are willing to view the SOFI on the premises of the corporation. If the individual requests copies by mail, corporations should mail SOFIs on payment of the fee.

Severing Information

FIR, Schedule 1, subsection10(3)

Under this section, the corporation may supply only the part of the SOFI that the member of the public desires, if that person is satisfied with this. The charge for a part of the SOFI is determined, in part, by the duplication fees as stated in the Freedom of Information and Protection of Privacy Regulation (excerpt included below). The fee cannot exceed $5, which is the current fee under the FIR.

For instance, a common request is for the remuneration and expenses of a particular person. A photocopied page is less expensive for the member of the public. Corporations may be able to anticipate which parts will be in demand and duplicate them ahead of time. Excerpts should be accompanied by the approval page from the SOFI.

APPENDIX 1

District of Houston
Audited Consolidated Financial Statements
December 31, 2025

DISTRICT OF HOUSTON

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2025

HOUSTON

NATURALLY AMAZING

DISTRICT OF HOUSTON

COUNCIL - 2025

MAYOR

Shane Brienen

COUNCILLORS

Tom Euverman	Troy Reitsma
Tom Stringfellow	Jonathan Van Barneveld
Lisa Mueller	Rebecca Hougan

DISTRICT OF HOUSTON

DECEMBER 31, 2025

CONTENTS

DISTRICT OF HOUSTON

DECEMBER 31, 2025

MANAGEMENT REPORT

The consolidated financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles as prescribed by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the notes to the consolidated financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

Council is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and exercises this responsibility through Council. Council reviews internal financial statements on a regular basis and the external Audited Financial Statements yearly.

The external auditors, MNP LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. Their examination includes a review and evaluation of the District's system of internal control and appropriate tests and procedures to prove reasonable assurance that the consolidated financial statements are presented fairly. The external auditors have full and free access to financial management of the District of Houston and meet when required.

On behalf of the District of Houston,

Gerald Pinchbeck
Chief Administrative Officer
May 5, 2026

To the Mayor and Council of the District of Houston:

Opinion

We have audited the consolidated financial statements of the District of Houston and its subsidiaries (the "District"), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations, 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 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.

Supplementary Information

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The current year's supplementary information, including Schedules 1 to 8, has been presented for purposes of additional analysis. The supplementary information presented in Schedules 1 to 7 have been subjected to the auditing procedures applied in the financial statements and, in our opinion, this supplementary information is presented fairly, in all material aspects, in relation to the financial statements taken as a whole. We do not express an opinion on Schedule 8 because our examination did not extend to the detailed information therein.

Other Information

Management is responsible for the other information. The other information comprises the annual report. The annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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.

Terrace, British Columbia

May 5, 2026

MNP LLP

Chartered Professional Accountants

DISTRICT OF HOUSTON

Consolidated Statement of Financial Position

As at December 31, 2025

	2025	2024
FINANCIAL ASSETS		
Cash (Note 4)	$ 5,115,678	$ 2,861,630
Investments (Note 4)	30,103,127	26,536,571
Taxes Receivable (Note 5)	594,363	434,808
Other Receivables (Note 5)	563,912	637,640
MFA Debt Reserve Fund Cash (Note 6)	42,228	39,621
Investment in Dungate Community Forest LP (Note 8)	2,760,372	2,888,866
	39,179,680	33,399,136
LIABILITIES		
Accounts payable & accrued liabilities (Note 9)	790,186	952,763
Deferred revenue (Note 10)	2,020,034	2,172,885
Long term debt (Note 12)	807,733	924,825
Asset retirement obligations (Note 13)	316,525	296,394
	3,934,478	4,346,867
NET FINANCIAL ASSETS	35,245,202	29,052,269
NON-FINANCIAL ASSETS		
Prepaid expenses	301,425	292,944
Inventory of supplies	305,232	334,838
Tangible Capital Assets (Schedule 1)	40,196,496	38,931,048
	40,803,153	39,558,830
ACCUMULATED SURPLUS (Note 14)	$ 76,048,355	$ 68,611,099

Commitments and Contingencies (Note 19)

Approved by:

Shane Brienen

Shane Brienen, Mayor

Gerald Pinchbeck
Chief Administrative Officer

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

DISTRICT OF HOUSTON

Consolidated Statement of Operations

For the Year Ended December 31, 2025

	2025	Budget (Note 24)	2024
REVENUE			
Property Taxes (Note 16)	$ 6,180,015	6,169,934	$ 5,741,807
Fees, Rates & Service Charges (Note 17)	1,850,257	1,571,687	1,751,395
Revenue from own sources	320,201	796,026	820,254
Dungate Community Forest (loss)(Note 8)	(128,495)	-	(77,084)
Return on Investments	1,141,843	60,000	1,379,717
Government Transfers and Grants (Note 18)	10,089,914	3,200,662	4,435,338
Other income	98,762	-	55,994
Gain (Loss) on Disposal of Assets	8,000	-	(321,706)
	19,560,497	11,798,309	13,785,715
EXPENSES			
General Government	2,240,833	2,107,918	1,861,839
Protective Services	999,070	1,114,066	1,109,198
Transportation	3,717,764	2,216,161	2,621,310
Environmental / Solid Waste	148,016	155,102	122,120
Public Health - Cemeteries	32,618	33,100	29,016
Development Services	1,210,002	3,038,509	773,451
Recreation and Culture	2,783,642	2,510,808	2,593,315
Water and Sewer Utilities	991,296	908,637	1,036,113
	12,123,241	12,084,301	10,146,362
Annual Surplus (Deficit)	**7,437,256**	**(285,992)**	**3,639,353**
ACCUMULATED SURPLUS, beginning of year	68,611,099	68,611,099	64,971,746
ACCUMULATED SURPLUS, end of year	**$ 76,048,355**	**$ 68,325,107**	**$ 68,611,099**

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

DISTRICT OF HOUSTON

Consolidated Statement of Changes in Net Financial Assets

For the Year Ended December 31, 2025

	2025	Budget (Note 24)	2024
Annual Surplus (Deficit)	$ 7,437,256	$ (285,992)	$ 3,639,353
Acquisition of tangible capital assets	(3,653,953)	(11,151,837)	(3,206,713)
Recognition of asset retirement obligations	(8,363)	-	-
Amortization of tangible capital assets	1,603,891	-	1,461,360
Amortization of asset retirement obligations	36,655	-	49,201
Transfers from work in progress	748,322	-	-
Loss on disposal of tangible capital assets	-	-	323,597
Proceeds on sale of tangible capital assets	8,000	-	1,605
Changes in other non-financial assets	21,125	-	(391,837)
Increase (decrease) in net financial assets	**6,192,933**	**(11,437,829)**	**1,876,566**
Net Financial assets, beginning of year	29,052,269	29,052,269	27,175,703
Net Financial assets, end of year	$ 35,245,202	$ 17,614,440	$ 29,052,269

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

DISTRICT OF HOUSTON

Consolidated Statement of Cash Flows

December 31, 2025

	2025	2024
Operating Transactions		
Annual Surplus	$ 7,437,256	$ 3,639,353
Non-Cash Items		
Dungate Community Forest loss (earnings)	128,495	77,084
Amortization of tangible capital assets	1,603,891	1,461,360
Amortization of asset retirement obligations	36,655	49,201
Disposal of tangible capital assets	748,322	-
Loss on disposal of tangible capital assets	-	323,597
Asset retirement accretion	11,768	12,191
Changes to financial assets/liabilities		
Decrease (increase) in Taxes Receivable	(159,555)	(38,858)
Decrease (increase) in Other Receivables	73,728	699,901
Decrease (increase) in MFA Deposit	(2,607)	(1,194)
Decrease (increase) in Prepaid expenses	(8,481)	(228,650)
Decrease (increase) in Inventory of supplies	29,606	(163,187)
Increase (decrease) in Accounts payable & accrued liabilities	(162,577)	(648,992)
Increase (decrease) in Deferred revenue	(152,851)	1,331,718
Cash provided by operating transactions	9,583,650	6,513,524
Capital Transactions		
Acquisition of tangible capital assets	(3,653,953)	(3,206,713)
Proceeds from the disposal of tangible capital assets	8,000	1,605
Cash provided (used) by capital transactions	$ (3,645,953)	$ (3,205,108)
Financing and Investing Activities		
Debt repayment	(117,092)	(112,588)
Transfers to investments	(3,566,557)	(5,446,741)
Houston Community Forest Inc.- drawings	-	62,445
Cash provided (used) by financial and investing transactions	(3,683,649)	(5,496,884)
Increase (decrease) in cash position	2,254,048	(2,188,468)
Cash, beginning of year	2,861,630	5,050,098
Cash, end of year	$ 5,115,678	$ 2,861,630

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

1. NATURE OF OPERATIONS

The District of Houston (the "District"), was incorporated as a municipality on March 4, 1957 in the Province of British Columbia and operates under the provisions of the Local Government Act and the Community Charter of British Columbia. The District provides municipal services such as public works, protective services, planning, parks, recreation and other general government services to the residents of the District.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

The Consolidated Financial Statements of the District are prepared by management in accordance with Canadian generally accepted accounting principals for local governments as prescribed by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada.

(b) Principles of Consolidation

The consolidated financial statements reflect the combined results of the reporting entity which is comprised of the Operating, Capital and Reserve funds and all organizations that are accountable for the administration of their financial affairs and resources to the Council and are controlled or owned by the District. Inter-fund transactions have been eliminated on consolidation.

The consolidated financial statements of the District include the operations of the Dungate Community Forest Limited Partnership ("DCFLP") and the Houston Community Forest Inc. ("HCFI"). The District accounts for its investment in this government enterprises using full consolidation for HCFI and the modified equity method for DCFLP.

c) Fund Accounting

The resources and operations of the District have been segregated for accounting and financial reporting purposes into the following funds:

Operating Funds: These funds report the General, Water and Sewer operating activities of the District.

Capital Funds: These funds report the District's General, Water and Sewer capital activities and are used to record the acquisition and disposal of tangible capital property and their related financing.

Reserve Funds: Under the Community Charter, District Council may, by bylaw, establish reserve funds for specified purposes. Money is held in a reserve fund, and interest earned thereon, must be expended by bylaw only for the purpose for which the fund was established.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Revenue Recognition

The District follows the accrual method of accounting for revenues and expenses. Expenses are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.

Taxation: Annual levies for non-optional municipal services and general administrative services are recorded as taxes for municipal services in the year they are levied. Levies imposed by other taxing authorities are not included as taxes for municipal purposes. Through the British Columbia Assessment appeal process, taxes may be adjusted by way of supplementary roll adjustments. The affects of these adjustments on taxes levied are recognized at the time the supplementary roll adjustment is received and the adjustment is reasonably anticipated.

Government Transfers: Government transfers without stipulations are recognized as revenue in the period which the events giving rise to the transfer occur, when the transfer is authorized and all eligibility criteria, if any, have been met, and reasonable estimates of the amount can be made. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability (deferred revenue). In such circumstances, the District recognized the revenue as the criteria are met or decreases the liability when repayment is made.

Investment Income: Investment income is recognized when earned. Income generated on reserve funds held in separate investment accounts is allocated to the reserve fund on which it was earned.

Other Income: Other income includes fees, rates and service charges and revenue from own sources. Other income is recognized as revenue when the performance obligation to the customer is satisfied, amounts can be measured and collectability is reasonably assured.

(e) Cash and Cash Equivalents

Cash consists of cash and equivalents. Cash equivalents are highly liquid investments with terms to maturity of three months or less at the time of purchase.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life of the asset commencing the year the asset is put into service. Work-in-progress is recorded at cost. Donated tangible capital assets are reported at fair value at the time of donation. Estimated useful lives are as follows:

Information Technology Infrastructure	5 years
Vehicles	7 to 20 years
Machinery and Equipment	10-15 years
Leisure Services Infrastructure	15-20 years
Buildings	50 years
Public Works Infrastructure	50 years
Land	unlimited

(g) Use of Estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Circumstances may arise that cause actual results to differ from management estimates, however, management does not believe it is likely that such differences will materially affect the District's financial position. Adjustments, if any, will be reflected in operations in the period of settlement.

Significant areas requiring the use of management estimates relate to the determination of the useful lives of tangible capital assets, asset retirement obligations, inventory and sick pay.

(h) Asset Retirement Obligations

PS 3280 Asset Retirement Obligations issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets.

A liability for an asset retirement obligation is recognized at the best estimate of the amount required to retire a tangible capital asset at the financial statement date when there is a legal obligation for the District to incur retirement costs, the past transaction or even 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 year end. 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.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Asset Retirement Obligations (continued)

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. The asset retirement cost is amortized over the useful life of the related asset. Asset retirement obligations which are incurred incrementally with use of the asset are recognized in the period incurred with a corresponding asset retirement cost expensed in the period.

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. 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.

(i) Financial Instruments

The District's financial instruments consist of cash and investments, other receivables, accounts payable and accrued liabilities, and long term debt.

Financial instruments are recorded at fair value on initial recognition. Equity instruments quoted in an active market are subsequently measured at fair value as at the reporting date except for investments in Municipal Finance Authority of British Columbia pooled investments, which are carried at market value. All other financial instruments are subsequently recorded at cost or amortized cost.

Unless otherwise indicated, it is management's opinion that the District is not exposed to any significant interest, credit, or currency risks arising from these financial instruments.

All financial assets except derivatives are tested annually for impairment. Management considers whether the investee has experienced continued losses for a period of years, recent collection experience for the loan, such as a default or delinquency in interest or principal payments, in determining whether objective evidence of impairment exists. 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. A statement of remeasurement gains and losses has not been presented in the financial statements as it would not contain any balances or transactions.

3. SEGMENTED INFORMATION

The District of Houston is a municipal government that provides a wide range of services to its residents and taxpayers. The District operations and activities are organized and reported by segments in Schedule 2.

General Government: This segment includes the revenues and expenses associated with legislative (Council), administration, finance,information technology and the municipal building services.

Protective Services: This segment includes the revenues and expenses associated with operations of the fire department, emergency services, bylaw enforcement, animal control and building inspection.

Transportation: This segment includes the revenues and expenses associated with public works administration, works yard, roads and street maintenance including snow removal, drainage ditches and storm drains, street lighting, bridges, railway crossings and airport operations.

Environmental / Solid Waste: This segment includes the revenues and expenses associated with solid waste management, recycling and weed control.

Public Health - Cemeteries: This segment includes the revenues and expenses associated with operations and maintenance of the cemeteries.

Development Services: This segment includes the revenues and expenses associated with economic development, planning, zoning, and commercial and housing development.

Recreation and Cultural Services: This segment includes the revenues and expenses associated with operations of the recreational facilities, parks, trails, events, recreational programs, library, and heritage properties.

Utilities Services: this segment includes the revenues and expenses associated with the provision of water, sewer systems.

4. CASH AND INVESTMENTS

	2025	2024
Cash	**$ 5,115,678**	**$ 2,861,630**
Investments - Term Deposits:		
1 year locked, interest 3.3%, matured Dec 20, 2025	-	10,536,732
1 year redeemable, interest 3.3%, matured Dec 20, 2025	-	5,260,836
1 year redeemable, interest 3.3%, matured Dec 20, 2025	-	5,260,836
1 year redeemable, interest 5.25%, matured April 4, 2025	-	1,000,000
1 year redeemable, interest 5.25%, matured April 4, 2025	-	250,000
1 year redeemable, interest 5.25%, matured April 4, 2025	-	247,917
1 year locked, interest 4.3%, matured August 26, 2025	-	2,834,402
9 mnth locked, interest 2.6%, maturing May 26, 2026	2,916,225	-
6 mnth locked, interest 2.15%, maturing June 23, 2026	8,000,000	-
9 mnth locked, interest 2.4%, maturing Sept 23, 2026	8,000,000	-
1 year locked, interest 2.45%, maturing Dec 23, 2026	10,000,000	-
	28,916,225	25,390,723
Investments - Municipal Finance Authority		
Money Market Fund	389,987	379,091
Short-term Bond Fund	796,542	766,397
	1,186,529	1,145,488
Bulkley Valley Credit Union - Equity Shares	373	360
Total Investments	**30,103,127**	**26,536,571**
Total Cash and Investments	**$ 35,218,805**	**$ 29,398,201**
Consists of:		
Restricted investments - reserves (Schedule 3)	27,845,774	22,756,280
Restricted investments - deferred government transfers	2,010,631	2,152,763
Unrestricted Cash and Investments	5,362,400	4,489,158
	$ 35,218,805	**$ 29,398,201**

5. TAXES AND OTHER ACCOUNTS RECEIVABLE

	2025	2024
Property Taxes		
Current	$ 359,347	$ 260,248
Arrears	233,159	173,823
Delinquent	1,857	737
	594,363	**434,808**
Other Receivables		
Due from Province of British Columbia	64,040	173,443
GST Receivable	95,464	105,899
Houston Curling Club Loan Receivable	-	74,579
Utilities Receivable	111,009	91,191
Trade and Other Receivables	293,399	192,528
	563,912	**637,640**
Total Receivables	**$ 1,158,275**	**$ 1,072,448**

6. DEPOSIT AND RESERVE - MUNICIPAL FINANCE AUTHORITY

The Municipal Finance Authority of British Columbia (the Authority) provides capital financing for regional districts and their member municipalities. The Authority is required to establish a Debt Reserve Fund. The Authority must then use this fund if at any time there are insufficient funds to meet payment on its obligations. If this occurs the regional districts may be called upon to restore the fund.

Each regional district, through its member municipalities who share in the proceeds of a debt issue, is required to pay into the Debt Reserve Fund certain amounts set out in the financing agreements. The interest earned on the Debt Reserve Fund, less administrative expenses, becomes an obligation of the Authority to the regional districts.

Upon the maturity of a debt issue, the unused portion of the Debt Reserve Fund established for that issue will be discharged to the Municipality. The proceeds from these discharges will be credited to income in the year they are received. As at December 31, the total of the Debt Reserve Fund was comprised of:

	2025	2024
Cash deposit*	$ 42,228	$ 39,621
Demand notes	58,033	58,033
	$ 100,261	$ 97,654

**Only the cash portion of the MFA deposit is included as a financial asset.*

7. INVESTMENT IN HOUSTON COMMUNITY FOREST INC.

The District purchased 100 common shares of Houston Community Forest Inc. ("HCFI") for $10,000 on January 25, 2008. The District is the sole shareholder of HCFI and HCFI earnings are consolidated with the District's operating results. HCFI earnings comprise a 1% share of Dungate Community Forest Limited Partnership ("Dungate").

Houston Community Forest Inc.(HCFI)	**2025**	**2024**
Shareholders' Equity, beginning of the year	76,835	79,685
Investment income	68	11
1% income (loss) allocation from Dungate LP	(1,285)	(771)
Less: expenses and taxes paid by HCFI	(4,142)	(2,090)
	71,476	76,835
Elimination of investment in HCFI	(10,000)	(10,000)
Retained Earnings HCFI 1%	**$ 61,476**	**$ 66,835**

The operations of HCFI are consolidated into the financial statements of the District of Houston using full consolidation due to control over the enterprise and classified as an Other Government Organization for financial statement presentation.

Dungate Community Forest LP retains the majority of its funds within the partnership a working capital for future operations. Dungate distributes cash to the partners when deemed appropriate.

8. INVESTMENT IN DUNGATE COMMUNITY FOREST LIMITED PARTNERSHIP

On February 7, 2008, the District purchased a 99% interest in Dungate Community Forest LP. for $99. Dungate holds the forest license and undertakes the operations of the Community Forest. The original Community Forest Agreement has been replaced with an agreement commencing on April 12, 2015 for a period of 25 years. All operations are conducted within the Houston, BC area.

The District accounts for its investment in this government enterprise using the modified equity method. The condensed financial information of the investment for the year ending December 31, 2025 with comparative figures for December 30, 2024 are as follows:

Dungate Community Forest Limited Partnership	2025	2024
Assets:		
Cash and investments	$ 3,026,814	$ 3,150,250
Accounts receivable	86,823	91,925
Prepaid expenses	758	2,463
	3,114,395	3,244,638
Liabilities:		
Current liabilities	12,955	20,977
Accrued silviculture costs	70,068	63,795
Accrued road maintenance costs	271,000	271,000
	354,023	355,772
Partner's' Equity	**$ 2,760,372**	**$ 2,888,866**
Results of operations, net income for the year	$ (128,494)	$ (77,084)
Partnership Equity Reconciliation in District of Houston		
99% income allocation since inception	7,968,567	8,095,776
Less: partnership draws	(5,202,955)	(5,202,955)
Investment in Dungate Community Forest LP 99%	$ 2,765,612	$ 2,892,821
1% income allocation since inception - HCFI	80,490	81,775
Less: partnership draws	(85,730)	(85,730)
	(5,240)	(3,955)
Total Partner's Equity	**$ 2,760,372**	**$ 2,888,866**

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		2025		2024
Taxes payable to (from) other Governments	$	(1,075)	$	(3,935)
Accrued wages and benefits		371,785		283,722
Trade payables and accrued liabilities		360,829		595,098
Holdbacks payable		34,736		62,324
Deposits payable		4,741		15,116
Tax Sale Proceeds held in trust		18,462		-
Cemetery & Columbarium Care Trust Fund		708		438
	$	**790,186**	**$**	**952,763**

10. DEFERRED REVENUE

		2025		2024
Canada Community-Building Fund (Fed Gas Tax) (Note 11)	$	425,171	$	212,501
Deferred Government Grants		1,585,460		1,940,262
Deferred Government Grants and Transfers		2,010,631		2,152,763
Unearned Revenue		9,403		20,122
	$	**2,020,034**	**$**	**2,172,885**

11. FEDERAL GAS TAX AGREEMENT

Gas tax funding is provided by the Government of Canada and distributed under the Canada Community-Building Fund. Use of the funding is restricted by the terms of a funding agreement between the local government and the Union of British Columbia Municipalities. Gas Tax funding may be used towards certain public transit, community energy, water, wastewater, solid waste and capacity building projects, as specified in the funding agreements.

		2025		2024
Opening balance of unspent funds	$	212,501	$	183,132
Add: Amounts received during the year		202,381		202,381
Interest earned		10,289		10,120
Less: Amounts spent on eligible project costs		-		(183,132)
	$	**425,171**	**$**	**212,501**

12. LONG-TERM DEBT

		2025		2024
Municipal Finance Authority Debenture Issue #99 (expires October 2031) repayable in annual principal payments of $57,800 and semi-annual interest payments of $18,415, interest at 1.53% for the leisure facility construction with a current net book value of $3,725,892 (2024 - $3,848,053).	$	807,733	$	924,825

Principle repayments, due over the next five years

2026		57,800
2027		57,800
2028		57,800
2029		57,800
2030		57,800
Subsequent years		518,733
	$	807,733

13. ASSET RETIREMENT OBLIGATION

Asbestos Abatement

The District owns buildings which contains asbestos and, therefore, the District is legally required to perform abatement activities upon renovation or demolition of these buildings. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. The estimated total liability of $167,525 is based on the sum of discounted future cash flows for abatement activities using a discount rate of 4.06% to 4.61% based on the years of estimated remaining useful life and assuming annual inflation of 2.3%.

Water Wells

The District owns 4 water wells. Under the Water Sustainability Act, Groundwater Protection Regulation under sections 56.1, 56.2, 56.3, 56.4, 56.5 and 56.6 if a well is deemed to be no longer in service, the well owner must ensure that the well is deactivated or decommissioned as soon as practicable which involves completely filling in the well by a qualified professional.

Well #1 is still in use and the useful life has been estimated at 10 years. The other three wells are expected to be decommissioned as soon as practicable within the next 2 years.

Gravel Pit - Licence to Occupy

The District holds a Licence to Occupy from the Province of BC for a Gravel Pit. Section 4.1(t) of the agreement requires the removal of improvements and to return the surface of the land to the condition described in the Gravel Pit Reclamation Management Plan.

13. ASSET RETIREMENT OBLIGATION (continued)

Asset		Estimated Liability 2024		Additions (Removals)		Accretion Expense		Estimated Liability 2025
Community Hall	$	32,968	$	-	$	1,339	$	34,307
Service BC Building		43,466		-		1,886		45,352
Fire Hall		17,454		-		709		18,163
Municipal Office		26,218		-		1,138		27,356
Library		27,491		-		1,267		28,758
Arena		13,325		-		614		13,939
Airport Terminal		9,056		-		414		9,470
Heritage Church		4,347		-		189		4,536
2700 Rail Street		-		8,363		158		8,521
Well#3 Pumphouse		1,859		-		81		1,940
Pumphouse #2		1,012		-		41		1,053
Pumphouse #4		1,956		-		79		2,035
Total Buildings	$	179,152	$	8,363	$	7,915	$	195,430
Well # 1	$	13,168	$	-	$	572	$	13,740
Well # 2		15,441		-		258		15,699
Well # 3		15,440		-		258		15,698
Well # 4		15,440		-		258		15,698
Total Water Wells	$	59,489	$	-	$	1,346	$	60,835
Gravel Pit	$	57,753	$	-	$	2,507	$	60,260
Total	**$**	**296,394**	**$**	**8,363**	**$**	**11,768**	**$**	**316,525**

14. ACCUMULATED SURPLUS

		2025		2024
Operating Fund	$	6,053,445	$	4,959,730
Investment in Dungate Community Forest LP (Note 8)		2,760,372		2,888,866
Equity in Tangible Capital Assets (Note 15)		39,388,764		38,006,223
Reserve Funds (Schedule 3)		27,845,774		22,756,280
	$	76,048,355	$	68,611,099

15. EQUITY IN TANGIBLE CAPITAL ASSETS

	2025	2024
Equity in Tangible Capital Assets, beginning of year	$ 38,006,223	$ 36,522,684
Add: Capital acquisitions	3,653,953	3,206,713
Debt principal repayment	57,800	57,800
Actuarial adjustment	59,292	54,788
Recognition of asset retirement obligations	8,363	-
Less: Proceeds from the issuance of debt	-	-
Less: Dispositions at net book value	-	(325,201)
Transfers from Work in Progress	(756,321)	-
Amortization	(1,603,891)	(1,461,360)
Amortization of asset retirement obligations	(36,655)	(49,201)
Equity in Tangible Capital Assets, end of year	$ 39,388,764	$ 38,006,223

16. NET TAXATION AND GRANTS IN LIEU

	2025	2024
Property Taxes	$ 7,656,121	$ 7,100,235
Grants in Lieu of Taxes	11,516	11,301
1% Utility Tax	123,486	136,314
Penalties and Interest on Taxes	70,059	58,749
Water and Sewer Frontage Taxes	421,245	430,672
	8,282,427	7,737,271
Less Transfers to Other Governments		
Provincial School Tax	1,116,296	1,054,869
Regional District of Bulkley-Nechako	448,278	446,014
North West Regional Hospital District	311,281	277,927
Police Tax	196,542	188,389
BC Assessment and Municipal Finance Authorities	30,015	28,265
	$ 2,102,412	$ 1,995,464
Net Taxes Available for Municipal Purposes	$ 6,180,015	$ 5,741,807

17. FEES, RATES AND SERVICE CHARGES

	2025	2024
Water user fees and bulk water sales	$ 615,454	$ 671,898
Sewer user fees and effluent dumping sales	381,793	476,311
Garbage collection fees	135,037	135,055
Leisure facility user fees and rentals	182,917	180,885
Arena user fees and rentals	75,094	74,575
Other fees, user rates and rentals	459,962	212,671
	$ 1,850,257	$ 1,751,395

18. GOVERNMENT TRANSFERS AND GRANTS

		2025	2024
Federal:	Conditional transfers	$ 2,420	$ 185,052
Provincial	Conditional transfers	8,854,873	3,451,497
	Unconditional transfers	531,000	593,700
Regional/Other	Conditional transfers	701,621	205,089
		$ 10,089,914	$ 4,435,338

19. COMMITMENTS AND CONTINGENCIES

Municipal Pension Plan

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

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

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2024, indicated a $2,675 million funding surplus for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2027.

The District of Houston paid $201,151 (2024 - $179,581) for employer contributions to the plan in fiscal 2025.

19. COMMITMENTS AND CONTINGENCIES (continued)

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

Municipal Insurance Association

The District is a subscribed member of the Municipal Insurance Association of British Columbia ("The Exchange") as provided by section 3.02 of the Insurance Act of British Columbia. The main purpose of the Exchange is to pool the risks of liability so as to lessen the impact upon any subscriber. Under the Reciprocal Insurance Exchange Agreement, the District is assessed a premium and specific deductible for its claims based on population. The obligation of the City with respect to the Exchange and/or contract and obligations entered into by the Exchange on behalf of its subscribers in connection with the Exchange are in every case several, not joint and several. The District irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other subscribers against liability losses and costs which the other subscriber may suffer.

20. CONTRACTUAL RIGHTS

In 2020, the District entered into an agreement with Pro-Tech Forest Resources for the allocation of revenue generated from the Forestry Licence To Cut (FLTC) related to a portion of the Forest Enhancement Project to allow for the removal of mature coniferous timber to help minimize wildfire risk to the community of Houston.

The agreement stated that the proposed revenue allocation from the sale of the timber would allow for the licensee (Pro-Tech) to maintain a 20% share of the gross revenue and the balance would pay for the obligations under the FLTC with the remainder given to the District as a legacy fund.

Gross revenue was estimated by Pro-Tech in 2021 to be $739,000 with cost obligations estimated at $415,000 leaving a balance of $324,000 that would be given to the District of Houston once all obligations were completed.

On April 4, 2023 the District received an initial payment of $250,000 with a balance of $139,000 retained by Pro-Tech for the completion of work related to the FLTC obligations.

In 2024 and 2025 some of the remaining funds were used for additional wildfire fuel mitigation works. It is expected that this work will be completed and the final payment of the remaining funds received in 2026.

The District has established a Wildfire Protection Reserve Fund and will transfer all proceeds from Pro-Tech into this reserve in order to provide funds for the purpose of continuing to manage and maintain the fire break for continued wildfire mitigation.

21. CONTAMINATED SITES

Effective January 1, 2014, Canadian municipalities were required under PSAB 3260 to account for contaminated site liabilities that exist on municipal owned lands. The District has not identified any significant contaminated site liability on its lands.

22. IMPACT OF CURTAILMENT OF CANFOR SAWMILL OPERATIONS

On January 26, 2023, Canfor announced a temporary curtailment of its sawmill operations in Houston, BC and subsequently announced that it would build a new facility.

In May 2024 Canfor announced that they were suspending plans to reinvest in its facility in Houston and as of April 2025 the mill is for sale and there has been no indication that it will reopen.

In November 2025 the District was advised by BC Assessment that Canfor had applied for the closure allowance on the sawmill resulting in a reduction in the Class 4 taxable assessment value of $12,673,000. This represents a loss of property tax revenue of approximately $1.2 million at 2025 rates (21.6% of total property tax revenue).

The District has a Revenue Stabilization Reserve that will be utilized to minimize the effect of tax loss in the short-term and is in the process of determining a longer term strategy.

23. TRUST FUNDS

The District operates two cemeteries and maintains a cemetery perpetual care fund in accordance with the *Cremation, Interment and Funeral Services Act.* The trust fixed assets and liabilities are not included in the consolidated financial statements. At December 31, 2025 the balance of funds held in trust was $70,790 (2024 - $68,082).

24. COMPLIANCE WITH LEGISLATIVE FINANCIAL PLAN REQUIREMENTS

The Community Charter of British Columbia requires the District to prepare annual Financial Plans in which proposed cash outflows (expenditures) must not exceed proposed inflows (revenues). Financial Plan revenues include items such as proceeds from issuing debt and selling assets, as well as transfers from reserve funds and surplus. Similarly debt principal repayment, asset purchase costs and transfers to reserve funds are Financial Plan expenditures. The legislation does not require, but does not restrict, the funding of non-cash items such as infrastructure cost amortization or liability accruals, to provide for their future replacement or payment respectively.

The Five-year (2025-2029) Financial Plan Bylaw No. 1209, 2025 was adopted on May 6, 2025.

The Financial Statements are prepared in accordance with Public Sector Accounting Board ("PSAB") financial reporting requirements and those differ significantly from those used in the Financial Plan. The PSAB Statement of Operations on reports on actual and estimated revenue and expense items on the accrual rather than cash basis.

This note bridges the difference between the Financial Statements and the Financial Plan, and demonstrates the requirement for preparation of a balanced Financial Plan ("Budget") was met.

	2025 Budget
PSAB Basis - Annual Surplus - Consolidated Statement of Operations	$ (285,992)
Add: Transfers from Surplus and Reserve	12,316,270
Deduct:	
Capital expenditures	(11,151,837)
Transfers to Surplus and Reserves	(878,441)
Financial Plan Basis - Balanced Budget	**$ -**

DISTRICT OF HOUSTON

Schedule 1

Schedule of Changes in Tangible Capital Assets and Accumulated Amortization

For the Year Ended December 31, 2025

	Land	Buildings	Machinery & Equipment	Engineered Structures	Utilities	Works in Progress	2025	2024
Tangible Capital Assets - Cost								
Opening Balance	$ 2,927,742	$ 13,765,421	$ 7,791,438	$ 39,787,243	$ 18,032,596	$ 905,026	$ 83,209,466	$ 81,455,128
Additions	234,291	389,892	1,517,903	242,264	176,079	1,093,524	3,653,953	3,206,713
Additions - ARO	-	8,363	-	-	-	-	8,363	-
Disposals and adjustments	-	-	-	(13,054)	-	(756,322)	(769,376)	(1,452,375)
Closing Balance	3,162,033	14,163,676	9,309,341	40,016,453	18,208,675	1,242,228	86,102,406	83,209,466
Accumulated Amortization								
Opening Balance	12,214	6,019,308	3,970,982	25,216,146	9,059,768	-	44,278,418	43,895,030
Amortization	-	260,045	396,059	456,053	491,734	-	1,603,891	1,461,360
Amortization - ARO	7,714	18,649	-	10,292	-	-	36,655	49,201
Disposals and adjustments	-	-	-	(13,054)	-	-	(13,054)	(1,127,173)
Closing Balance	19,928	6,298,002	4,367,041	25,669,437	9,551,502	-	45,905,910	44,278,418
Net Book Value, end of year	$ 3,142,105	$ 7,865,674	$ 4,942,300	$ 14,347,016	$ 8,657,173	$ 1,242,228	**$ 40,196,496**	**$ 38,931,048**
Net Book Value, beginning of year	$ 2,915,528	$ 7,746,113	$ 3,820,456	$ 14,571,097	$ 8,972,828	$ 905,026	$ 38,931,048	$ 37,560,098

DISTRICT OF HOUSTON

Schedule 2

Schedule of Revenue and Expenses by Segment

For the Year Ended December 31, 2025

	General Government	Protective Services	Transportation	Environment / Solid Waste	Public Health / Cemeteries	Development Services
Revenue:						
Property Taxes and Grants in Lieu	$ -	$ 681,889	$ 3,581,583	$ 4,745	$ 18,113	$ 123,165
Sale of Services	401,653	18,726	2,555	136,424	12,253	300,056
Government Transfers	7,729,131	298,455	133,626	6,847	2,252	786,781
Investment Income	1,141,843	-	-	-	-	-
Income (loss) from Dungate Comm Forest	(128,495)	-	-	-	-	-
Other Income (loss)	106,762	-	-	-	-	-
Total Operating Revenue	9,250,894	999,070	3,717,764	148,016	32,618	1,210,002
Expenses						
Goods and Services	845,209	649,126	2,092,009	41,376	6,304	1,086,786
Salaries, Wages & Benefits	1,342,683	187,731	700,435	78,989	25,441	123,216
Interest and Finance Charges	15,005	-	-	-	-	-
Amortization and Accretion of TCA and ARO	37,936	162,213	925,320	27,651	873	-
Other Expenses	-	-	-	-	-	-
Total Operating Expenses	2,240,833	999,070	3,717,764	148,016	32,618	1,210,002
Operating Surplus (Deficit)	$ 7,010,061	$ -	$ -	$ -	$ -	$ -

	Recreation and Culture	Water and Sewer Utilities	2025	Budget 2025 (Note 24)	2024
Revenue:					
Property Taxes and Grants in Lieu	$ 1,349,276	$ 421,244	$ 6,180,015	$ 6,169,934	$ 5,741,807
Sale of Services	301,544	997,247	2,170,458	2,367,713	2,571,649
Government Transfers	1,132,822	-	10,089,914	3,200,662	4,435,338
Investment Income	-	-	1,141,843	60,000	1,379,728
Income from Dungate Community Forest	-	-	(128,495)	-	(77,084)
Other Income	-	-	106,762	-	(265,723)
Total Operating Revenue	2,783,642	1,418,491	19,560,497	11,798,309	13,785,715
Expenses:					
Goods and Services	1,128,021	596,103	6,444,934	7,766,679	5,034,984
Salaries, Wages & Benefits	1,295,750	219,916	3,974,161	4,215,996	3,525,021
Interest and Finance Charges	36,829	-	51,834	101,626	63,606
Amortization and Accretion of TCA and ARO	323,042	175,277	1,652,312	-	1,522,751
Other Expenses	-	-	-	-	-
Total Operating Expenses	2,783,642	991,296	12,123,241	12,084,301	10,146,362
Operating Surplus (Deficit)	$ -	$ 427,195	$ 7,437,256	$ (285,992)	$ 3,639,353

DISTRICT OF HOUSTON

Schedule 2

Schedule of Revenue and Expenses by Segment

For the Year Ended December 31, 2024

	General Government	Protective Services	Transportation	Environment / Solid Waste	Public Health / Cemeteries	Development Services
Revenue:						
Property Taxes and Grants in Lieu	$ (49,374)	$ 239,519	$ 2,322,661	$ -	$ 18,408	$ 569,146
Sale of Services	236,771	643,520	7,299	136,610	10,608	78,655
Government Transfers	3,709,161	226,159	291,350	-	-	199,248
Investment Income	1,379,728	-	-	-	-	-
Income from Dungate Community Forest	(77,084)	-	-	-	-	-
Other Income	(265,723)	-	-	-	-	-
Total Operating Revenue	4,933,479	1,109,198	2,621,310	136,610	29,016	847,049
Expenses						
Goods and Services	795,723	804,583	1,016,266	55,917	1,613	657,832
Salaries, Wages & Benefits	1,008,679	144,847	762,723	66,203	26,807	115,619
Interest and Finance Charges	26,777	-	-	-	-	-
Amortization	30,660	159,768	842,321	-	596	-
Other Expenses	-	-	-	-	-	-
Total Operating Expenses	1,861,839	1,109,198	2,621,310	122,120	29,016	773,451
Operating Surplus (Deficit)	**$ 3,071,640**	**$ -**	**$ -**	**$ 14,490**	**$ -**	**$ 73,598**

	Recreation and Culture	Water and Sewer Utilities	Other Charges	2024	Budget 2024	2023
Revenue:						
Property Taxes and Grants in Lieu	$ 2,210,775	$ 430,672	$ -	$ 5,741,807	$ 5,738,070	$ 5,485,009
Sale of Services	309,977	1,148,209	-	2,571,649	2,201,080	3,137,298
Government Transfers	9,420	-	-	4,435,338	2,977,802	3,957,401
Investment Income	-	-	-	1,379,728	-	1,328,487
Income (loss) Dungate Community Forest	-	-	-	(77,084)	-	1,004,710
Other Income (loss)	-	-	-	(265,723)	-	-
Total Operating Revenue	2,530,172	1,578,881	-	13,785,715	10,916,952	14,912,905
Expenses:						
Goods and Services	1,107,866	595,184	-	5,034,984	6,528,028	5,000,585
Salaries, Wages & Benefits	1,144,924	255,219	-	3,525,021	3,761,004	3,066,899
Interest and Finance Charges	36,829	-	-	63,606	100,630	49,555
Amortization	303,696	185,710	-	1,522,751	-	1,444,185
Other Expenses	-	-	-	-	-	-
Total Operating Expenses	2,593,315	1,036,113	-	10,146,362	10,389,662	9,561,224
Operating Surplus (Deficit)	**$ (63,143)**	**$ 542,768**	**$ -**	**$ 3,639,353**	**$ 527,290**	**$ 5,351,681**

DISTRICT OF HOUSTON

Schedule 3

Schedule of Reserve Fund Activities

For the Year Ended December 31, 2025

Reserve:	Balance, Beginning of Year	Transfers In	Investment Income	Transfers Out	Balance, End of Year
Northern Capital and Planning Grant Reserve (Sch 4)	$ 295,503	$ -	$ -	$ (295,503)	$ -
Growing Communities Fund Grant Reserve (Sch 5)	827,753	-	26,155	(60,675)	793,233
Wildfire Protection Reserve	186,214	-	5,994	(6,928)	185,280
Parkland Acquisition Reserve	9,448	-	310	-	9,758
Emergency Reserve	1,823,258	-	59,801	-	1,883,059
Revenue Stabilization Reserve	1,768,008	-	57,989	-	1,825,997
Cultural and Recreational Reserve	26,056	-	855	-	26,911
Fire Department Reserve	971,394	113,973	30,660	(73,233)	1,042,794
Capital Works, Machinery & Equip Reserve	2,582,920	-	60,708	(1,466,041)	1,177,587
Recreation Facilities Capital Reserve	3,485,242	-	110,310	(244,106)	3,351,446
Water Capital Reserve	4,200,449	337,737	137,258	(31,326)	4,644,118
Sewer Capital Reserve	3,053,207	106,506	97,550	(158,099)	3,099,164
Northwest BC Regional Funding Reserve (Sch 7)	2,834,402	8,381,100	327,106	(2,485,044)	9,057,564
Climate Action Plan Reserve	282,988	-	8,355	(56,522)	234,821
Woodstove Exchange Program Reserve	409,438	-	13,424	(296)	422,566
Rail Crossing Reserve	-	90,000	1,476	-	91,476
	$ 22,756,280	**$ 9,029,316**	**$ 937,951**	**$ (4,877,773)**	**$ 27,845,774**

DISTRICT OF HOUSTON

Schedule 4

Northern Capital and Planning Grant - Schedule of Reserve Fund Activities
For the Year Ended December 31, 2025

	2025	2024
Balance, beginning of year	$ 295,503	$ 1,481,120
Transfers in:		
Investment income	-	44,794
Transfers out:		
Downtown Revitalization Project	(8,025)	-
Paving	(232,057)	(738,093)
Leisure Facility Heat Pump Replacement	-	(486,702)
Asset management plan	-	(5,616)
Multi-use Trail project	(55,421)	-
Balance, end of year	**$ -**	**$ 295,503**

DISTRICT OF HOUSTON

Schedule 5

Growing Communities Fund Grant - Schedule of Reserve Fund Activities

For the Year Ended December 31, 2025

The Province of British Columbia distributed conditional Growing Community Fund ("GCF") grants to communities at the end of March 2023 to help local governments build community infrastructure and amenities to meet the demands of population growth. The GCF provided a one-time total of $1 billion in grants to all 161 municipalities and 27 regional districts in British Columbia.

The District of Houston received $1,759,000 of the GCF funding in March 2023.

	2025	2024
Balance, beginning of year	$ 827,753	$ 1,252,417
Transfers in:		
Investment income	26,155	52,447
Transfers out:		
Downtown Revitalization Project	-	(477,111)
Land use planning - Seniors' Housing	(60,675)	-
Balance, end of year	**$ 793,233**	**$ 827,753**

DISTRICT OF HOUSTON

Schedule 6

COVID-19 Safe Restart Funds - Schedule of Activities

For the Year Ended December 31, 2025

		2025		2024
Balance, beginning of year	$	371,263	$	488,308
Transfers in:				
Investment income		10,681		21,672
Transfers out:				
Computers and Electronic Equipment		(20,638)		-
Electronic keyless security systems		(76,191)		-
Workspace improvements		(86,781)		(138,717)
Support economic development initiatives		(15,000)		-
Balance, end of year	**$**	**183,334**	**$**	**371,263**

DISTRICT OF HOUSTON

Schedule 7

Northwest BC Regional Funding - Schedule of Reserve Fund Activities

For the Year Ended December 31, 2025

	2025	2024
Balance, beginning of year	$ 2,834,402	$ -
Transfers in:		
Government transfer	8,381,100	2,793,700
Investment income	327,106	40,702
Transfers out:		
General Government & Development	(70,744)	-
First Nation Outreach Projects & Initiatives	(52,626)	-
Water	(404,609)	-
Sewer & Wastewater	(300,000)	-
Roads & Transportation	(1,457,146)	-
Parks, Recreation & Culture	(199,919)	-
Balance, end of year	**$ 9,057,564**	**$ 2,834,402**

DISTRICT OF HOUSTON

Schedule 8

Cemetery and Columbarium Care Trust Funds (unaudited)

For the Year Ended December 31, 2025

Statement of Financial Position - Trust Funds

As at December 31,		2025		2024
Financial Assets				
Cash				
Houston Cemetery Trust	$	64,083	$	62,154
Mountainview Cemetery Trust		5,999		5,489
Receivable from General Operating Fund		708		439
Net Assets and Accumulated Surplus	**$**	**70,790**	**$**	**68,082**

Statement of Operations - Trust Funds

For the year ended December 31		2025		2024
Revenue				
Cemetery care fees	$	708	$	438
Investment income		2,000		3,125
Surplus		**2,708**		**3,563**
Accumulated Surplus, beginning of year		68,082		64,519
Accumulated Surplus, end of year	**$**	**70,790**	**$**	**68,082**

APPENDIX 2

District of Houston

Financial Information Regulation, Schedule 1 Checklist
Statement of Financial Information December 31, 2025

Financial Information Act
Financial Information Regulation (FIR), Schedule 1

Statement of Financial Information (SOFI)
<u>Index to FIR Schedule 1 and the Checklist</u>

Page 1: Corporation Information

Ministry Information

General: Section One

1(1)(a)	Statement of assets and liabilities
1(1)(b)	Operational statement
1(1)(c)	Schedule of debts
1(1)(d)	Schedule of guarantee and indemnity agreements
1(1)(e)	Schedule of employee remuneration and expenses
1(1)(f)	Schedule of suppliers of goods and services
1(2)	[Explanatory information for reference]
1(3)	Statements prepared on a consolidated basis or for each fund
1(4) & (5)	Notes to the statements and schedules in section 1(1)

Page 2: Statement of Assets & Liabilities: Section Two

2	Balance sheet
	Changes in equity and surplus or deficit

Operational Statement: Section Three

3(1)	Statement of Income / Statement of Revenue and Expenditures
	Statement of Changes in Financial Position
3(2) & (3)	Omission of Statement of Changes in Financial Position, with explanation
3(4)	Requirement for community colleges, school districts and municipalities

Statement of Debts: Section Four

4(1)(a) & 4(2)	List and detail the schedule of long-term debts
4(1)(b)	Identify debts covered by sinking funds / reserves
4(3) & (4)	Omission of schedule, with explanation

Page 3: Schedule of Guarantee and Indemnity Agreements: Section Five

5(1)	List agreements under the Guarantees and Indemnities Regulation
5(2)	State the entities and amounts involved
5(3) & (4)	Omission of schedule, with explanation

Page 3 & 4: Schedule of Remuneration and Expenses: Section Six

6(1)	[Definitions for reference]
6(2)(a)	List remuneration / expenses for each elected official, member of board, Cabinet appointees
6(2)(b)	List each employee with remuneration exceeding $75,000, plus expenses
6(2)(c)	Consolidated total for all employees with remuneration of $75,000 or less
6(2)(d)	Reconcile difference in total remuneration above with operational statement
6(3)	Exclude personal information other than as required

Page 3 & 4: Schedule of Remuneration and Expenses: Section Six (continued)

6(4) & (5)	[Explanatory information for reference]
6(6)	Report employer portion of EI and CPP as a supplier payment
6(7)(a) & (b)	Statement of severance agreements
6(8)	Explain an omission of statement of severance agreements
6(9)	[Statement of severance agreements to minister – not required unless requested]

Page 4: Schedule of Suppliers of Goods or Services: Section Seven

7(1)(a)	List suppliers receiving payments exceeding $25,000
7(1)(b)	Consolidated total of all payments of $25,000 or less
7(1)(c)	Reconcile difference in total above with operational statement
7(2)(a)	[Explanatory information for reference]
7(2)(b)	Statement of payments of grants or contributions
7(2)(c)	[Explanatory information for reference]

Page 5: Inactive Corporations: Section Eight

8(1)	Ministry to report for inactive corporations
8(2)(a)	Contents of report – statements and schedules under section 1(1) to extent possible
8(2)(b)	Contents of report – operational status of corporation

Approval of Financial Information: Section Nine

9(1)	Approval of SOFI for corporations (other than municipalities)
9(2)	Approval of SOFI for municipalities
9(3)	Management report
9(4)	Management report must explain roles and responsibilities
9(5)	Signature approval is for all contents of the SOFI

Access to the Financial Information: Section Ten

10(1) to (3)	[Explanatory information for reference]

Financial Information Regulation, Schedule 1

Checklist – Statement of Financial Information (SOFI)

For the Corporation:

Corporate Name: DISTRICT OF HOUSTON

Contact Name: JENNIFER LARSON

Fiscal Year End: DECEMBER 31, 2025

Phone Number: (250) 845-2238

Date Submitted:

E-mail: finance@houston.ca

For the Ministry:

Ministry Name:

Reviewer:

Date Received:

Deficiencies: Yes ☐ No ☐

Date Reviewed:

Deficiencies Addressed: Yes ☐ No ☐

Approved (SFO):

Further Action Taken:

Distribution: Legislative Library ☐ Ministry Retention ☐

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
General					
1 (1) (a)	Statement of assets and liabilities	☒	☐	☐	APPENDIX 1 - FINANCIAL STMTS - PG 5
1 (1) (b)	Operational statement	☒	☐	☐	APPENDIX 1 - FINANCIAL STMTS - PG 6
1 (1) (c)	Schedule of debts	☒	☐	☐	APPENDIX 1 - FINANCIAL STMTS - NOTE 12
1 (1) (d)	Schedule of guarantee and indemnity agreements	☒	☐	☐	SOFI - PG 3
1 (1) (e)	Schedule of employee remuneration and expenses	☒	☐	☐	SOFI - PG 4
1 (1) (f)	Schedule of suppliers of goods and services	☒	☐	☐	SOFI - PG 6-7
1 (3)	Statements prepared on a consolidated basis or for each fund, as appropriate	☒	☐	☐	APPENDIX 1 - FINANCIAL STATEMENTS
1 (4) 1 (5)	Notes to the financial statements for the statements and schedules listed above	☒	☐	☐	APPENDIX 1 - FINANCIAL STATEMENTS

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Statement of Assets & Liabilities					
2	• A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and • Show changes in equity and surplus or deficit due to operations	☒	☐	☐	APPENDIX 1 - FINANCIAL STATEMENTS-PG 5
Operational Statement					
3 (1)	Prepared in accordance with GAAP or stated accounting principles / policies and consists of: • a Statement of Income or Statement of Revenue and Expenditures, and • a Statement of Changes in Financial Position	☒	☐	☐	APPENDIX 1 - FINANCIAL STATEMENTS
3 (2) 3 (3)	• The Statement of Changes in Financial Position may be omitted if it provides no additional information • The omission must be explained in the notes	☒	☐	☐	APPENDIX 1 - FINANCIAL STATEMENTS
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund	☒	☐	☐	APPENDIX 1 - FINANCIAL STATEMENTS
Schedule of Debts					
4 (1) (a) 4 (2)	List each long-term debt (secured by debentures, mortgages, bonds, etc.), stating the amount outstanding, the interest rate, and the maturity date	☒	☐	☐	APPENDIX 1 - FINANCIAL STMTS - NOTE 12
4 (1) (b)	Identify debts covered by sinking funds or reserves and amounts in these accounts	☒	☐	☐	APPENDIX 1 - FINANCIAL STMTS - NOTE 6
4 (3) 4 (4)	• The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information • The omission must be explained in a note to the schedule	☐	☐	☒	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Guarantee and Indemnity Agreements					
5 (1)	List financial agreements that required government approval prior to being given (see Guarantees and Indemnities Regulation in FIA Guidance Package)	☒	☐	☐	NONE - SOFI PG 3
5 (2)	State the entities involved, and the specific amount involved if known	☐	☐	☒	
5 (3) 5 (4)	• The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information • The omission must be explained in a note to the schedule	☐	☐	☒	
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (2) (a)	List separately, by name and position, the total remuneration and the total expenses for each elected official, member of the board of directors, and employee appointed by Cabinet	☒	☐	☐	SOFI - PG 4
6 (2) (b)	List alphabetically each employee whose total remuneration exceeds $75,000 and the total expenses for each [excluding the persons listed under 6 (2) (a)]	☒	☐	☐	SOFI - PG 4
6 (2) (c)	Include a consolidated total for employees whose remuneration is $75,000 or less [excluding the persons listed under 6 (2) (a)]	☒	☐	☐	SOFI - PG 4
6 (2) (d)	Reconcile or explain any difference between total remuneration in this schedule and related information in the operational statement	☒	☐	☐	SOFI - PG 4
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	☒	☐	☐	SOFI - PG 4

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (6)	Report the employer portion of EI and CPP as a supplier payment to the Receiver General for Canada rather than as employee remuneration	☒	☐	☐	SOFI - PG 6-7
6 (7) (a) 6 (7) (b)	Include a statement of severance agreements providing: • the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and • the range of equivalent months' compensation for them (see Guidance Package for suggested format)	☒	☐	☐	NONE - SOFI PG 5
6 (8)	Provide the reason for omitting a statement of severance agreements in a note to the schedule of remuneration and expenses	☐	☐	☒	
Schedule of Suppliers of Goods or Services (See Guidance Package for suggested format)					
7 (1) (a)	List in alphabetical order all suppliers of goods and services who received aggregate payments exceeding $25,000	☒	☐	☐	SOFI - PG 6
7 (1) (b)	Include a consolidated total of all payments to suppliers who received $25,000 or less	☒	☐	☐	SOFI - PG 7
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	☒	☐	☐	SOFI - PG 7
7 (2) (b)	Include a statement of payments for the purposes of grants or contributions	☒	☐	☐	SOFI - PG 7

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Inactive Corporations					
8 (1)	The ministry reports for the corporation if the corporation is not operating to the extent required to produce a SOFI	☐	☐	☒	
8 (2) (a)	The ministry's report contains the statements and schedules required under section 1 (1), to the extent possible	☐	☐	☒	
8 (2) (b)	The ministry's report contains a statement of the operational status of the corporation (see Guidance Package regarding what to include)	☐	☐	☒	
Approval of Financial Information					
9 (1)	Corporations other than municipalities – the SOFI is signed as approved by the board of directors or the governing body (see Guidance Package for example)	☐	☐	☒	
9 (2)	Municipalities – the SOFI is approved by its council and by the officer assigned responsibility for financial administration (see Guidance Package for example)	☒	☐	☐	SOFI - PG 8
9 (3)	A management report is included, signed by the head and chief financial officer, or by the municipal officer assigned responsibility for financial administration (see examples in annual report at http://www.gov.bc.ca/cas/popt/)	☒	☐	☐	SOFI - PG 2
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	☒	☐	☐	SOFI - PG 2
9 (5)	Signature approvals required in section 9 are for each of the statements and schedules of financial information, not just the financial statements	☒	☐	☐	SOFI - PG 8