

TOWN OF ARCOLA
Statement of Consolidated Operations
For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
Revenues			
Taxes Revenue	\$ 795,630	\$ 797,235	\$ 782,942
Other Unconditional Revenue	257,068	258,719	244,259
Fees and Charges	623,700	669,624	644,537
Conditional Grants	171,218	138,594	133,753
Tangible Capital Assets - Gain (Loss)	-	860	44,605
Intangible Capital Assets - Gain (Loss)	-	-	-
Land Sales - Gain	-	1,903	-
Investment Income and Commissions	109,800	118,160	184,871
Other Revenues	1,250	140,233	55,418
Restructurings	-	-	-
Provincial/Federal Capital Grants	39,100	39,623	80,680
Total Revenues	1,997,766	2,164,951	2,171,065
Expenses			
General Government Services	272,235	262,186	256,827
Protective Services	51,250	51,773	50,920
Transportation Services	339,966	249,575	453,488
Environmental and Public Health Services	185,077	168,961	167,073
Planning and Development Services	-	-	-
Recreation and Cultural Services	514,661	534,710	464,544
Utility Services	528,298	395,092	403,929
Total Expenses	1,891,487	1,662,297	1,796,781
Surplus (Deficit) of Revenues over Expenses	106,279	502,654	374,284
Accumulated Surplus (Deficit), Beginning of Year	11,019,970	11,019,970	10,645,686
Accumulated Surplus (Deficit), End of Year	\$ 11,126,249	\$ 11,522,624	\$ 11,019,970

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL CONSOLIDATED STATEMENTS

To the Mayor and Councillors
TOWN OF ARCOLA

Opinion

The summary consolidated financial statements, which comprise the consolidated statement of financial position as at December 31, 2025 and the consolidated statement of operations for the year then ended, are derived from the audited consolidated financial statements of the TOWN OF ARCOLA for the year ended December 31, 2025.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements in accordance with Canadian public sector accounting standards.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summary consolidated financial statements and the auditors' report thereon, therefore, is not a substitute for reading the municipality's audited consolidated financial statements and the auditors' report thereon.

The Audited Consolidated Financial Statements and Our Report Thereon

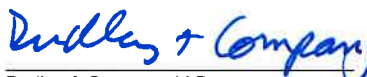
We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated June 9, 2026.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Canadian public sector accounting standards.

Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are a fair summary of the audited consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Consolidated Summary Financial Statements".


Dudley & Company LLP
Chartered Professional Accountants

TOWN OF ARCOLA
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
ASSETS		
Financial Assets		
Cash and Cash Equivalents	\$ 4,600,983	\$ 4,274,166
Investments	108,766	108,766
Taxes Receivable - Municipal	63,817	81,053
Other Accounts Receivable	230,896	253,290
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments	2,470	2,275
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	5,006,932	4,719,550
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	124,525	121,531
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue	35,243	750
Asset Retirement Obligations	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Long-Term Debt	689,170	740,776
Lease Obligations	-	-
Total Liabilities	848,938	863,057
NET FINANCIAL ASSETS	4,157,994	3,856,493
Tangible Capital Assets	6,968,538	6,772,985
Intangible Capital Assets	-	-
Prepayment and Deferred Charges	19,417	16,510
Stock and Supplies	80,938	78,245
Other	295,737	295,737
Total Non-Financial Assets	7,364,630	7,163,477
Accumulated Surplus (Deficit)	\$ 11,522,624	\$ 11,019,970

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

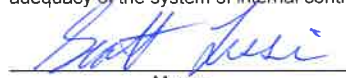
To the Residents of the
TOWN OF ARCOLA

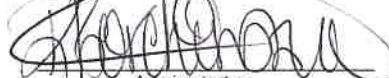
Management of the **TOWN OF ARCOLA** has the responsibility for preparing the accompanying consolidated financial statements and ensuring that all information in the related reports is consistent with the statements. This responsibility includes selecting appropriate accounting policies and making objective judgments and estimates in accordance with Canadian public sector accounting standards.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements and for the accounting systems from which they are derived, management maintains the necessary systems of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for consolidated financial statements to the residents of the municipality lies with the Council who review the consolidated financial statements in detail with management prior to their approval for publication.

External auditors are appointed by the Council to audit the consolidated financial statements and are available to meet separately with both the Council and management to review their findings. The external auditors have full and free access to the Council to discuss their audit and their findings as to the integrity of the municipality's financial reporting and the adequacy of the system of internal controls.


Mayor


Administrator