

RURAL MUNICIPALITY OF EASTERN KINGS
Financial Statements
March 31, 2026

RURAL MUNICIPALITY OF EASTERN KINGS

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March 31, 2026

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MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The accompanying financial statements of Rural Municipality of Eastern Kings are the responsibility of management and have been prepared in accordance with Canadian Accounting Standards for the Public Sector. A summary of the significant accounting policies are described in the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management judgement, particularly when transactions affecting the current period cannot be finalized with a certainty until future periods.

To meet its responsibility, management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements. These systems are monitored and evaluated by management.

Mayor and Council meet 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 MRSB Chartered Professional Accountants Inc., independent external auditors appointed by the Rural Municipality. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the financial statements.

On behalf of the Rural Municipality of Eastern Kings:

Mayor

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Councillors of Rural Municipality of Eastern Kings

Opinion

We have audited the financial statements of Rural Municipality of Eastern Kings (the Municipality), which comprise the statement of financial position as at March 31, 2026, and the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes and schedules to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Municipality in accordance with 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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian Accounting Standards for the Public Sector, and for such internal control as management determines is necessary to enable the preparation of 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.

Auditor's 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.

(continues)

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 auditor's 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

MRSB Chartered Professional Accountants Inc.

MRSB CHARTERED PROFESSIONAL ACCOUNTANTS INC.

Charlottetown, PE

August 20, 2026

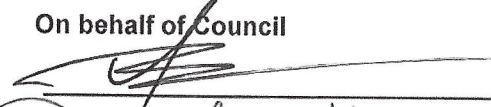
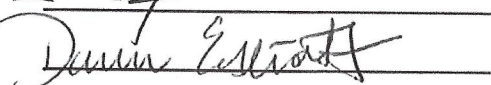
RURAL MUNICIPALITY OF EASTERN KINGS

Statement of Financial Position

March 31, 2026

	2026	2025
Financial assets		
Cash and cash equivalents		
Cash	\$ 324,889	\$ 278,660
Restricted cash	42,574	41,460
Accounts receivable (Note 3)	4,378	5,044
	<u>371,841</u>	<u>325,164</u>
Liabilities		
Accounts payable and accrued liabilities	5,565	2,653
Deferred revenue (Note 4)	42,574	41,461
	<u>48,139</u>	<u>44,114</u>
Net financial assets (Statement 6)	<u>323,702</u>	<u>281,050</u>
Non-financial assets		
Prepaid expense	2,200	3,541
Tangible capital assets (Schedule 1)	3,479	9,036
Intangible assets (Note 5)	70,059	79,442
	<u>75,738</u>	<u>92,019</u>
Accumulated surplus (Statement 5)	<u>\$ 399,440</u>	<u>\$ 373,069</u>
Commitments (Note 6)		

On behalf of Council


 _____ Mayor

 _____ Councillor

Notes 1 - 14 are an integral part of these financial statements

RURAL MUNICIPALITY OF EASTERN KINGS

Statement of Operations Year Ended March 31, 2026

	Budget 2026	Actual 2026	Actual 2025
Revenues			
Property tax assessments	\$ 245,111	\$ 280,279	\$ 268,063
Property tax assessments - commercial wind farm	82,134	82,134	82,134
Government transfers for operations (Note 7)	-	15,000	-
Building and subdivision permits	9,000	11,574	12,311
Interest	-	3,443	4,141
Miscellaneous	-	257	1,191
	<u>336,245</u>	<u>392,687</u>	<u>367,840</u>
Expenditures (Schedule 2)	<u>409,131</u>	<u>363,234</u>	<u>285,326</u>
Operating surplus (deficit)	<u>(72,886)</u>	<u>29,453</u>	<u>82,514</u>
Other revenues			
Government transfers for capital (Note 8)	-	-	23,016
Loss on disposal of tangible capital assets	-	(3,082)	-
	<u>-</u>	<u>(3,082)</u>	<u>23,016</u>
Annual Surplus (deficit)	<u>(72,886)</u>	<u>26,371</u>	<u>105,530</u>
Accumulated surplus - beginning of year	<u>373,069</u>	<u>373,069</u>	<u>267,539</u>
Accumulated surplus - end of year (Note 9)	<u>\$ 300,183</u>	<u>\$ 399,440</u>	<u>\$ 373,069</u>

Notes 1 - 14 are an integral part of these financial statements

RURAL MUNICIPALITY OF EASTERN KINGS
Statement of Changes in Net Financial Assets
Year Ended March 31, 2026

	Budget 2026	Actual 2026	Actual 2025
Annual Surplus (deficit)	\$ (72,886)	\$ 26,371	\$ 105,530
Amortization of intangible assets	-	9,384	9,384
Amortization of tangible capital assets	-	975	3,268
Loss on disposal of tangible capital assets	-	3,082	-
Proceeds on disposal of tangible capital assets	-	1,500	-
Increase in prepaid expense	-	1,340	(1,565)
Purchase of intangible assets	-	-	(21,850)
	-	16,281	(10,763)
Increase (decrease) in net financial assets	(72,886)	42,652	94,767
Net financial assets - beginning of year	281,050	281,050	186,283
Net financial assets - end of year	\$ 208,164	\$ 323,702	\$ 281,050

Notes 1 - 14 are an integral part of these financial statements

RURAL MUNICIPALITY OF EASTERN KINGS

Statement of Cash Flows

Year Ended March 31, 2026

	2026	2025
Cash flows from operating activities		
Annual surplus	\$ 26,371	\$ 105,530
Items not affecting cash:		
Amortization of intangible assets	9,384	9,384
Amortization of tangible capital assets	975	3,268
Loss on disposal of tangible capital assets	3,082	-
	<u>39,812</u>	<u>118,182</u>
Changes in non-cash working capital:		
Accounts receivable	666	394
Prepaid expense	1,341	(1,565)
Accounts payable and accrued liabilities	2,911	(5,340)
Deferred revenue	1,113	(19,960)
	<u>6,031</u>	<u>(26,471)</u>
	<u>45,843</u>	<u>91,711</u>
Cash flows from capital activities		
Proceeds on disposal of tangible capital assets	1,500	-
Purchase of intangible assets	-	(21,850)
	<u>1,500</u>	<u>(21,850)</u>
Increase in cash	47,343	69,861
Cash - beginning of year	320,120	250,259
Cash - end of year	\$ 367,463	\$ 320,120
Cash consists of:		
Cash	\$ 324,889	\$ 278,660
Restricted cash	<u>42,574</u>	<u>41,460</u>
	<u>\$ 367,463</u>	<u>\$ 320,120</u>

Notes 1 - 14 are an integral part of these financial statements

RURAL MUNICIPALITY OF EASTERN KINGS

Notes to Financial Statements

Year Ended March 31, 2026

1. DESCRIPTION OF BUSINESS

The Rural Municipality of Eastern Kings (the "Rural Municipality") was incorporated under the Municipalities Act of Prince Edward Island. The Rural Municipality is a non-profit organization under the Income Tax Act.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The financial statements of the Rural Municipality of Eastern Kings are the representations of management prepared in accordance with Canadian Accounting Standards for the Public Sector.

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

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

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

Cash

Cash is comprised of unrestricted, restricted balances and deposits with banks and credit unions.

Accounts receivable

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

Tangible capital assets

Tangible capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives on a declining balance basis at the following rates:

Computer hardware	45%
Computer software	100%
Equipment	20%
Signage	20%
Motor vehicle	30%

One-half of the annual rate is recorded in the year of acquisition; no amortization is recorded in the year of disposal.

All tangible capital assets that have a useful life greater than one year and are in excess of \$200 are capitalized.

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RURAL MUNICIPALITY OF EASTERN KINGS

Notes to Financial Statements

Year Ended March 31, 2026

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Intangible assets

The official plan and land use plan are stated at cost and will be amortized on a straight-line basis over the estimated useful life of ten years.

Impairment of long lived assets

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

Asset Retirement Obligations

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

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 annual surplus, provides the change in net financial assets for the year.

Government transfers

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

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

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RURAL MUNICIPALITY OF EASTERN KINGS

Notes to Financial Statements

Year Ended March 31, 2026

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition

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

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

Interest is earned on time proportionate basis.

Financial instruments

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

Measurement uncertainty

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

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

3. ACCOUNTS RECEIVABLE

	2026	2025
HST receivable	\$ 4,378	\$ 4,638
Miscellaneous	-	406
	<u>\$ 4,378</u>	<u>\$ 5,044</u>

RURAL MUNICIPALITY OF EASTERN KINGS

Notes to Financial Statements

Year Ended March 31, 2026

4. DEFERRED REVENUE

The Rural Municipality of Eastern Kings has approved funding under the Canada Community Building Funding for Cities & Communities. These funds, along with interest earned, must be used for eligible infrastructure and capacity building projects. Any funds received under this program, including interest earned, but not yet spent are recognized as deferred revenue at the end of the year.

During the year, the Rural Municipality received Canada Community Building Funding of \$Nil (2025 - \$Nil), and earned interest of \$1,114.

	2026	2025
Canada Community Building Funding	\$ 42,574	\$ 41,461

5. INTANGIBLE ASSETS

	2026	2025
Intangible assets	\$ 93,841	\$ 93,840
Accumulated amortization	(23,782)	(14,398)
	<u>\$ 70,059</u>	<u>\$ 79,442</u>

6. COMMITMENTS

The Municipality has entered into a lease for office space at the Eastern Kings Community Centre for \$390 per month with the option of continuous annual renewal, until terminated with 60 days notice.

7. GOVERNMENT TRANSFERS FOR OPERATIONS

	2026	2025
PEI Department of Housing, Lands, and Communities rural municipality grant	\$ 15,000	\$ -

8. GOVERNMENT TRANSFERS FOR CAPITAL

	2026	2025
Canada Community Building Fund	\$ -	\$ 21,850
Municipal Capital Expenditure Grant	-	1,166
	<u>\$ -</u>	<u>\$ 23,016</u>

RURAL MUNICIPALITY OF EASTERN KINGS

Notes to Financial Statements

Year Ended March 31, 2026

9. ACCUMULATED SURPLUS

	2026	2025
Unrestricted surplus	\$ 194,565	\$ 169,466
Reserves (Note 10)	131,337	115,125
Investment in intangible capital assets (Note 5)	70,059	79,442
Investment in tangible capital assets (Schedule 1)	3,479	9,036
	<u>\$ 399,440</u>	<u>\$ 373,069</u>

10. Reserves

	2026	2025
Contingent reserve	\$ 23,337	\$ 22,125
Emergency management reserve	8,000	8,000
Housing planning and development reserve	15,000	15,000
Rural Municipality grant	15,000	-
Wind farm and IRAC reserve	70,000	70,000
	<u>\$ 131,337</u>	<u>\$ 115,125</u>

11. FINANCIAL INSTRUMENTS

The Rural Municipality's financial instruments consist of cash, accounts receivable and accounts payable and accrued liabilities.

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

(a) Credit risk

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

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Rural Municipality is exposed to this risk mainly in respect of its receipt of government funding and accounts payable and accruals.

RURAL MUNICIPALITY OF EASTERN KINGS

Notes to Financial Statements

Year Ended March 31, 2026

12. SEGMENT DISCLOSURE

The Municipality is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the Rural Municipality's operations and activities are organized and reported by segment. The major segment is as follows:

General Government

This segment is responsible for the overall financial and local government administration. Its tasks include, but are not limited to, daily accounting functions, preparation and coordination of annual financial statements, development of the annual budget, maintenance of bylaws and policies, and administration of municipal services.

13. BUDGET FIGURES

A reconciliation of the 2026 fiscal operating budget prepared by Council to the budget figures disclosed in the consolidated financial statements is as follows:

	<u>2026</u>
Budgeted surplus	\$ -
Less: Surplus prior year	<u>(72,886)</u>
	<u>\$ (72,886)</u>

The budget figures provided on the Statement of Operations, Statement of Changes in Net Financial Assets and schedule 2 have not been audited or reviewed by the external auditor.

14. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

RURAL MUNICIPALITY OF EASTERN KINGS

Schedules to Financial Statements

Tangible Capital Assets

Year Ended March 31, 2026

(Schedule 1)

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
2026									
Computer hardware	\$ 4,872	-	-	\$ 4,872	\$ 4,535	151	\$ -	\$ 4,686	\$ 186
Computer software	2,157	-	-	2,157	2,117	9	-	2,125	32
Equipment	1,142	-	-	1,142	429	143	-	572	570
Signage	7,301	-	-	7,301	3,937	672	-	4,609	2,692
Motor vehicle	7,700	-	(7,700)	-	3,119	-	(3,119)	-	-
	<u>\$ 23,172</u>	<u>\$ -</u>	<u>\$ (7,700)</u>	<u>\$ 15,472</u>	<u>\$ 14,137</u>	<u>\$ 975</u>	<u>\$ (3,119)</u>	<u>\$ 11,992</u>	<u>\$ 3,479</u>
2025									
Computer hardware	\$ 4,872	-	-	\$ 4,872	\$ 4,260	275	\$ -	\$ 4,535	\$ 337
Computer software	2,157	-	-	2,157	2,107	10	-	2,117	40
Equipment	1,142	-	-	1,142	251	178	-	429	713
Signage	7,301	-	-	7,301	3,096	841	-	3,937	3,364
Motor vehicle	7,700	-	-	7,700	1,155	1,964	-	3,119	4,581
	<u>\$ 23,172</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,172</u>	<u>\$ 10,869</u>	<u>\$ 3,268</u>	<u>\$ -</u>	<u>\$ 14,137</u>	<u>\$ 9,036</u>

Notes 1 - 14 are an integral part of these financial statements

RURAL MUNICIPALITY OF EASTERN KINGS

Schedules to Financial Statements

(Schedule 2)

Year Ended March 31, 2026

	Budget 2026	Actual 2026	Actual 2025
Administration			
Advertising and promotion	\$ 1,860	\$ 1,874	\$ 326
Amortization of intangible assets	-	9,384	9,384
Amortization of tangible capital assets	-	975	3,268
By-law enforcement	7,800	5,683	13
Insurance	7,700	7,784	7,369
Legal fees	36,590	1,187	7,583
Memberships	1,850	1,636	1,614
Municipal community activity	3,500	1,764	875
Office	4,500	5,041	2,785
Office space lease	5,520	5,960	5,010
Professional and consultant fees	8,100	4,807	5,484
Telephone	2,280	2,231	2,134
Training and travel	680	885	164
	<u>80,380</u>	<u>49,211</u>	<u>46,009</u>
Fly program			
Bacterial larvicide	16,260	17,704	3,499
Seasonal staff	64,545	63,974	27,242
Supplies, vehicle and small equipment	4,195	8,823	4,405
	<u>85,000</u>	<u>90,501</u>	<u>35,146</u>
Grants and subsidies			
Contingency	6,402	-	5,000
Donations	6,950	8,041	9,131
Eastern Kings Community Centre grant	10,800	10,800	9,600
Eastern Kings Fire Department project	5,000	5,000	3,014
Emergency management plan	500	80	340
Fire protection	119,500	119,500	100,805
Housing and economic development	12,517	-	-
Sign maintenance	550	-	122
Small grants	10,000	10,000	9,872
	<u>172,219</u>	<u>153,421</u>	<u>137,884</u>
Wages and contracts			
Chief administrative officer	43,930	44,431	41,834
Development officer	17,212	18,368	18,453
Honorariums	9,700	6,000	6,000
Workers compensation	690	1,302	-
	<u>71,532</u>	<u>70,101</u>	<u>66,287</u>
	<u>\$ 409,131</u>	<u>\$ 363,234</u>	<u>\$ 285,326</u>

Notes 1 - 14 are an integral part of these financial statements



Rural Municipality of Eastern Kings
"Where the sun rises and the tides meet"

COPY

Topic: Formal approval of RMEK Financial Statements as at March 31, 2026

Date: August 20, 2026

Moved by Councillor: Danette Elliott

Seconded by Councillor: Don Humphrey

Whereas Section 171 of the *Municipal Government Act* requires that the Council prepare annual financial statements of the municipality for the immediately preceding fiscal year ending March 31st which are in accordance with Canadian accounting standards;

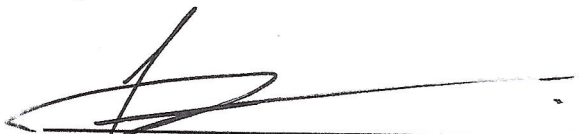
And whereas the Council engaged MRSB Chartered Professional Accountants Inc. to perform an audit of these financial statements;

And whereas MRSB Chartered Professional Accountants Inc. have expressed the opinion that the financial statements which they audited present fairly, in all material respects, the financial position of the Municipality as at March 31, 2026 and the results of its operations and its cash flows for the 12-month period then ended, in accordance with Public Sector Accounting Standards;

Be it resolved that the Financial Statements as at March 31, 2026 be formally approved by the Council of the Rural Municipality of Eastern Kings.

with numbers added to Fly Program.

Signed:


Larry Fitzpatrick, Mayor


Sonya Martin, Chief Administrative Officer