

November 25, 2025

Item 13.2.6

HALIFAX

Second Quarter Financial Report

Audit & Finance Standing Committee

General Rate Surplus

- Projected surplus of \$579.6K primarily due to:
 - Decrease in fuel due to lower than budgeted average price per litre \$3.8M.
 - Savings from HST and compensation changes \$3.5M.
 - Decrease in RCMP contract costs due to delays in filling new positions \$1.1M.
 - Decrease in expected Heritage and Affordable Housing grants \$500K.
 - Decrease in operating costs net of decreases in revenues related to Extended Producer Responsibility changes \$400K.

General Rate Surplus

- Increase in parking revenues \$300K.
- Increase in various external contracts \$3.2M.
- Decrease in investment income \$1.8M.
- Estimated deficit related to a recreation contract \$1.5M.
- Decrease in secondment and extra duty recoveries in Police \$1.4M.
- Increase in various building related costs \$700K.
- Increase in compensation and benefits across the organization \$600K.

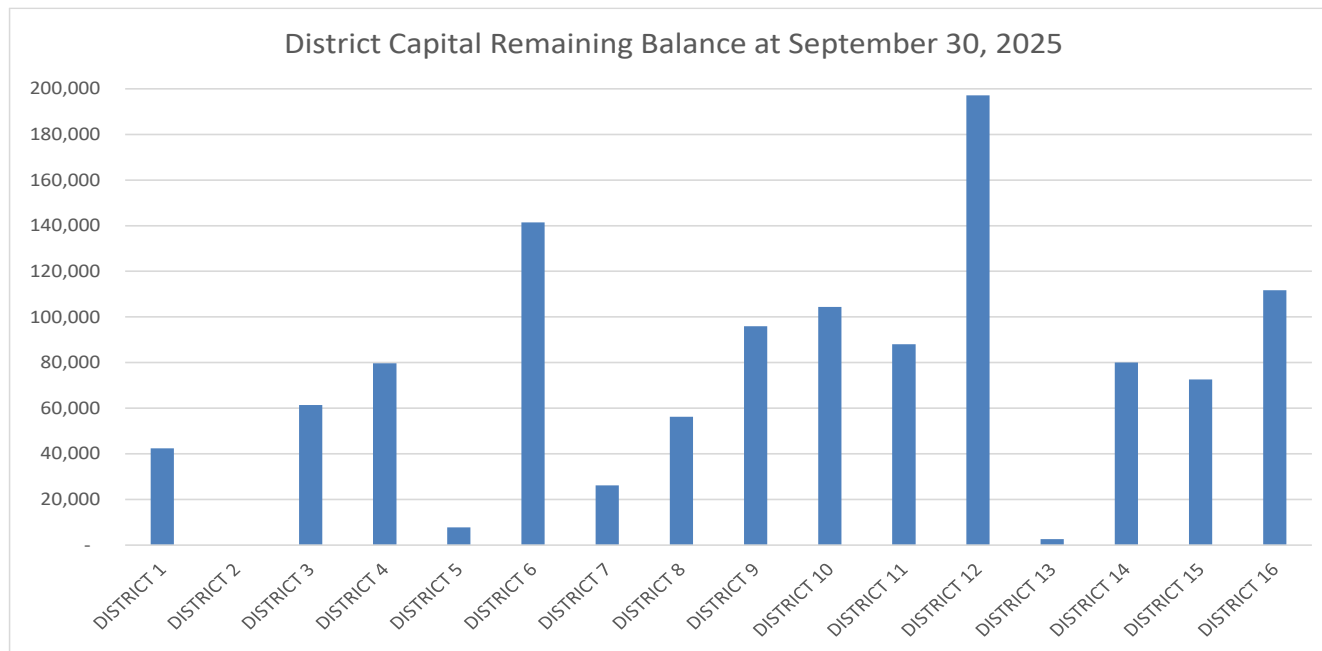
Risks & Opportunities

We continue to monitor other items that may affect our projections going forward:

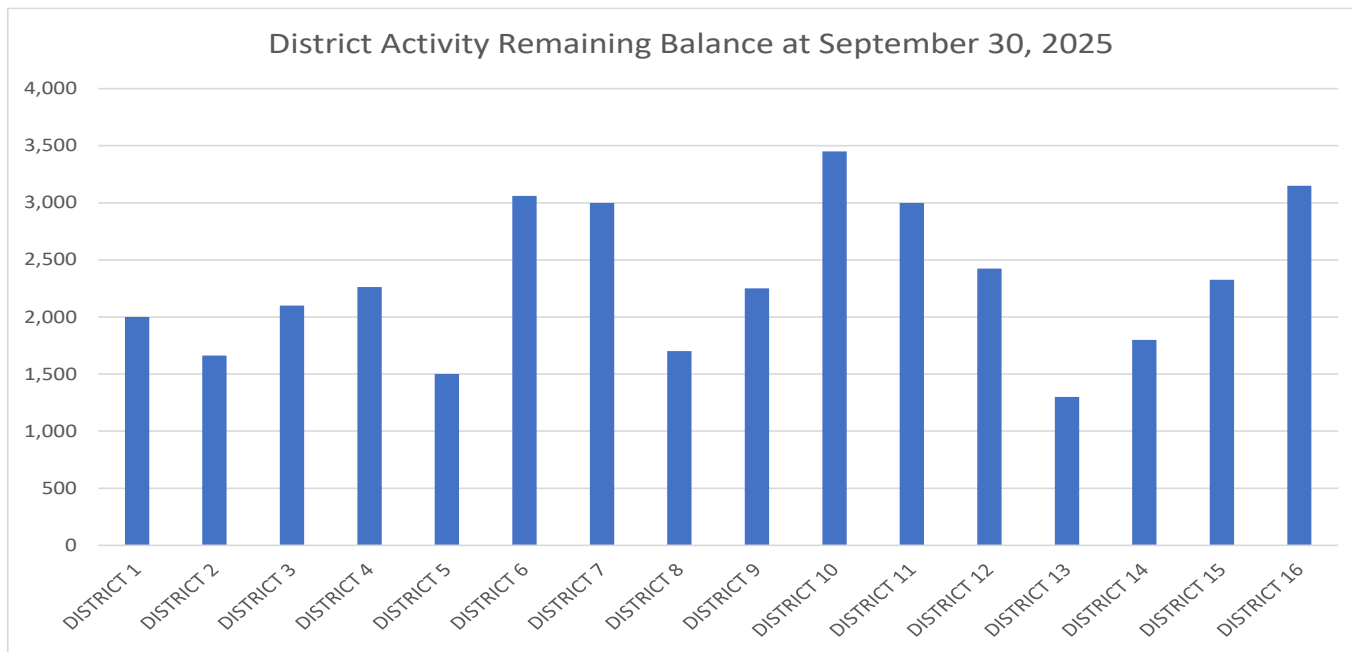
Risks:

- The impacts of severe weather-related events
- Commodity costs (fuel, diesel, salt, etc.)
- Global trade
- Lack of uncommitted reserve balances
- Unplanned project requests

District Capital Funds



District Activity Funds



Recreation Area Rates

- There are 22 Recreation Area Rate Accounts.
- The carry forward in these accounts at April 1, 2025 was \$1.0M.
- Revenues of \$495K have been earned.
- Expenses of \$908K have been spent.
- The carry forward at September 30, 2025 is \$598K.

Reserves

Reserve Summary											
	Reserve	Opening Balance	Current Commitments	Pending Contribution	Projected Closing Balance 2025/26	Projected Closing Balance 2026/27	Projected Closing Balance 2027/28	Projected Closing Balance 2028/29	Projected Closing Balance 2029/30	Future Commitments	Projected Uncommitted (As of 2029/30)
	TOTAL RISK RESERVES:	18,209,207	(1,636,303)	2,310,095	18,882,999	19,185,099	19,492,099	19,803,999	20,120,899	-	20,120,899
	TOTAL OBLIGATION RESERVE:	135,831,179	(62,088,575)	24,379,238	98,121,842	107,273,795	95,554,386	104,479,261	77,274,636	77,274,636	-
	TOTAL OPPORTUNITY RESERVE:	323,913,637	(97,135,443)	30,488,070	257,266,264	286,982,384	315,994,596	345,468,108	382,573,120	333,417,387	49,155,733
	TOTAL RESERVE	477,954,023	(160,860,321)	57,177,403	374,271,105	413,441,278	431,041,081	469,751,368	479,968,655	410,692,023	69,276,632

Aged Accounts Receivable

Property Taxes	\$	458M
Local Improvement Charges		9M
Payments-in-Lieu of Taxes		5M
General Revenue		14M
Total Gross Accounts Receivable	\$	<u>486M</u>

Capital Projection Summary

Net Budget available before expenditures, Sept 30, 2025	\$	736M
Spent by Sept 30, 2025	\$	148M
Projected expenditures to March 31, 2026	\$	349M
Projected Work to Progress into 2026/27	\$	220M

Expenses for Reportable Individuals

- For the three-month period ended September 30, 2025 there were \$15,840 in expenditures.

Name	Local Travel	Out of Town Travel	Development/ Training	Meals & Other Miscellaneous Expenses	Total
Total	12,736	2,043	974	87	15,840

Council Approvals April 1 – Sept 30

- Total new estimated operating costs \$16M
- Total reserve deposits net of withdrawals (\$14.6M)