

Item 13.1.3

HALIFAX

Third Quarter Financial Report

Audit & Finance Standing Committee

February 25, 2026

General Rate Surplus

- Projected surplus of \$26.8K primarily due to:
 - Decrease in fuel due to lower than budgeted average price per litre \$4.4M
 - Savings in Fiscal related to compensation changes and contracts \$4.2M
 - Decrease in RCMP contract costs due to delays in filling new positions \$1.1M
 - Decrease in expected Heritage and Affordable Housing grants \$500K

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General Rate Surplus

- Increase in unbudgeted equipment purchase and repairs \$900K
- Increase in compensation and benefits across the organization \$1.1M
- Decrease in secondment and extra duty recoveries in Police \$1.4M
- Decrease in investment income \$2.8M
- Increase in various external contracts \$4.1M

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Risks & Opportunities

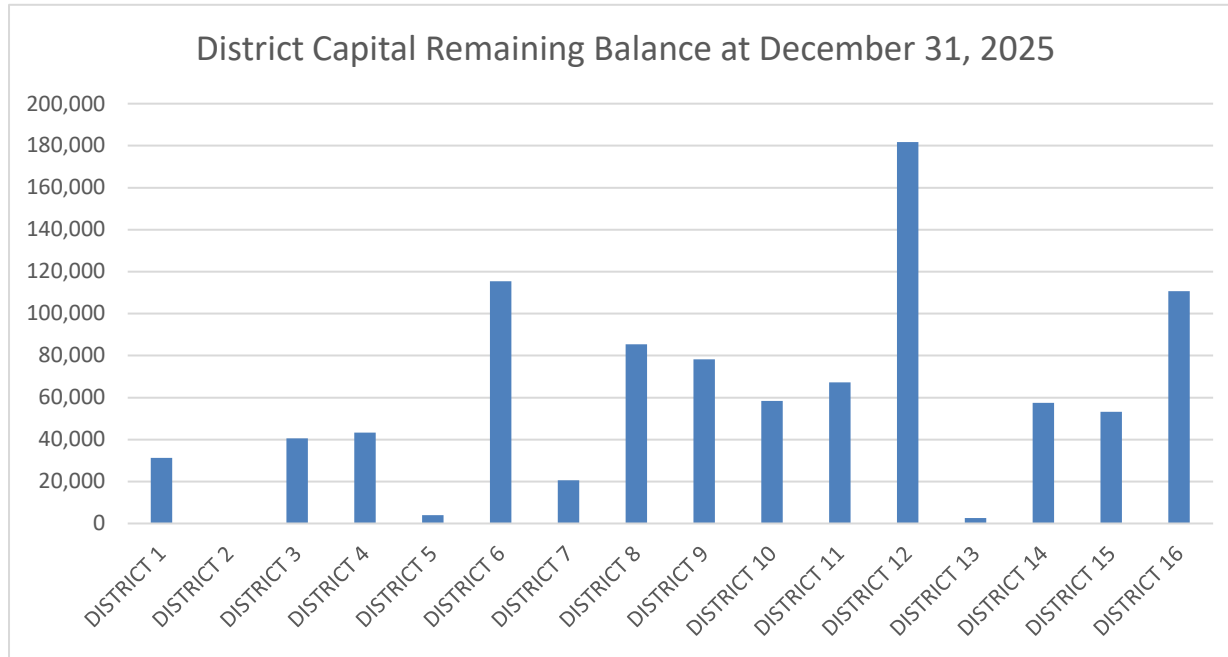
We continue to monitor other items that may affect our projections going forward:

Risks:

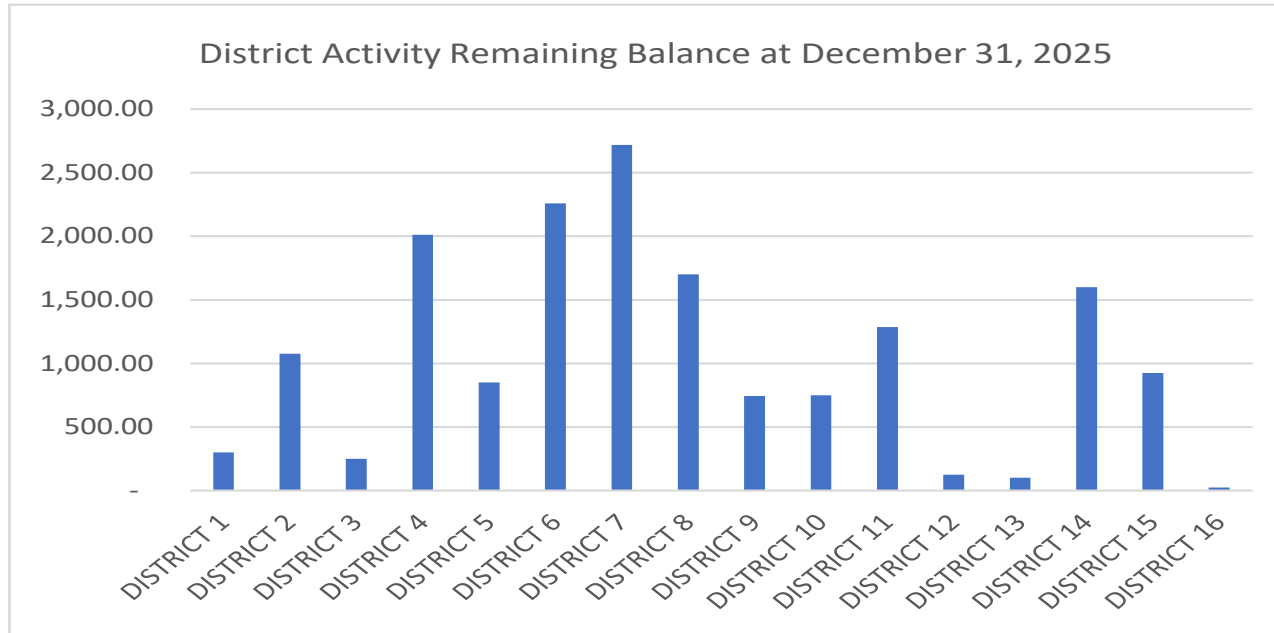
- The impacts of severe weather-related events
- Commodity costs (fuel, diesel, salt, etc.)
- Global trade
- Lack of uncommitted reserve balances
- Unplanned project requests
- Softening of building permit fee revenue
- Increasing debt levels

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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 \$808K have been earned
- Expenses of \$994K have been spent
- The carry forward at December 31, 2025 is \$833K

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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:	19,270,051	(1,636,303)	1,381,214	19,014,961	24,213,920	28,022,827	31,944,949	35,983,653		-	35,983,653
TOTAL OBLIGATION RESERVE:	144,219,849	(50,468,748)	11,882,292	105,633,393	147,627,833	165,107,000	193,185,464	180,048,723		180,048,723	-
TOTAL OPPORTUNITY RESERVE:	354,499,032	(142,004,769)	16,114,245	228,608,508	267,633,572	304,009,210	346,228,551	399,588,170		339,305,253	60,282,917
TOTAL RESERVE	517,988,932	(194,109,820)	29,377,751	353,256,862	439,475,324	497,139,036	571,358,964	615,620,546		519,353,976	96,266,570

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Aged Accounts Receivable

Property Taxes	\$	56M
Local Improvement Charges		9M
Payments-in-Lieu of Taxes		14M
General Revenue		15M
Total Gross Accounts Receivable	\$	94M

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Capital Projection Summary

Net Budget available before expenditures, Dec 31, 2025	\$	721M
Spent by Dec 31, 2025	\$	255M
Projected expenditures to March 31, 2026	\$	109M
Projected Work to Progress into 2026/27	\$	343M

Expenses for Reportable Individuals

- For the three-month period ended December 31, 2025 there were \$23,194 in expenditures.

Name	Local Travel	Out of Town Travel	Development/ Training	Meals & Other Miscellaneous Expenses	Total	YTD Total
Total	13,279	8,602	1,270	43	23,194	97,189

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Council Approvals April 1 – Dec 31

- Total new estimated operating costs \$16.2M
- Total reserve deposits net of withdrawals (\$14.2M)

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