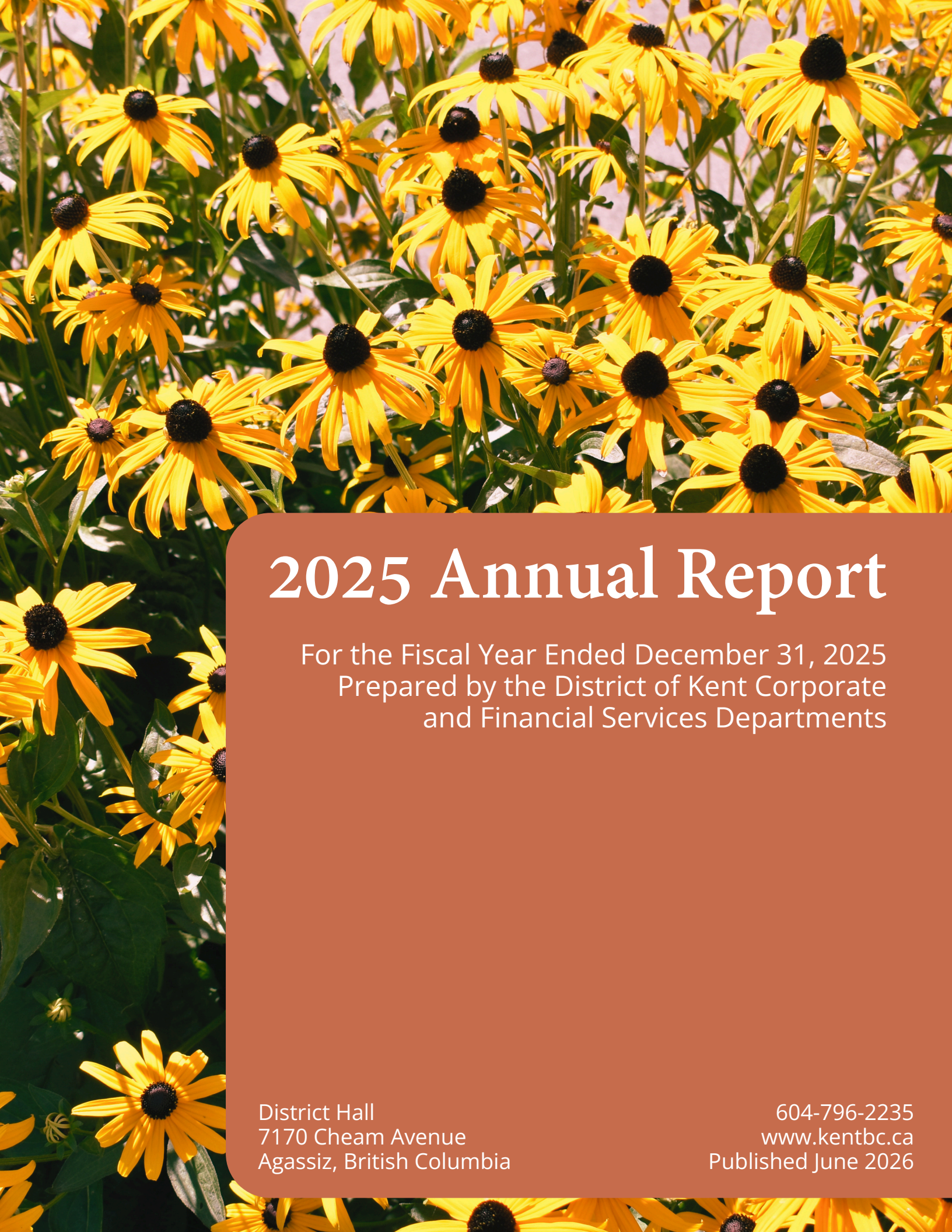


District of Kent
British Columbia

2025 Annual Report

For the Fiscal Year Ended December 31, 2025



2025 Annual Report

For the Fiscal Year Ended December 31, 2025
Prepared by the District of Kent Corporate
and Financial Services Departments

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Introductory Section



Community Profile

The District of Kent spans a wide area in the Eastern Fraser Valley. Consisting of several small communities, the largest and most well-known being the townsite of Agassiz which contains the majority of the population and is the District's commercial and industrial centre.

Agassiz is a friendly agricultural community that offers the comfort and lifestyle of country-living, with a touch of urban convenience and services to meet everyone's needs.

Other areas in the District include Rockwell Drive along the eastern shore of Harrison Lake, Mount Woodside, Harrison Highlands and Harrison Mills to the West, and Seabird Island and Ruby Creek to the Northeast.

Within the District's boundaries are separately-governed First Nations communities including: Seabird Island Band, Cheam First Nation, Sts'ailes Nation, Sq'ewlets First Nation, and Yale First Nation.

Much of the District of Kent is scenic, unspoiled nature which offers opportunities for fishing, boating and camping. Local mountains attract hikers, skiers and outdoor enthusiasts.

Scenic golf courses, local shopping, museums and historical sites are just a few of the many things that attracts residents and visitors to this vibrant and growing community.

No longer one of the Fraser Valley's best kept secrets, the District of Kent is a vibrant, growing community and popular tourist destination for visitors from all over the world.



Mayor Sylvia Pranger

Message From The Mayor

All governments faced new challenges in 2025 with an unstable global economy. Our neighbour to the south continues to create a disruptive economy with various tariff impositions on a regular basis that ultimately have a significant impact on all communities in Canada.

The District of Kent, along with other B.C. municipalities, cannot be very effective with the budgeting if the financial economy, with tariff fees, are fluctuating up and down. Manufacturers and suppliers face great uncertainty, and consequently the materials we need for our capital projects and operations are impacted with inflated prices.

Generally local governments are relatively stable with our financial planning as we cannot exceed our budget limitations. However, these are different economic times, and we at the District may be seen as audacious as we are constantly changing, adapting, and seeking funding grants and private donations to help offset our capital project like the new Lets'emot aquatic centre.

While staff and Council work tirelessly to improve our community, and to meet operational requirements, we are faced with new legislation that governs what we can and cannot do. Housing requirements, are a huge challenge in our community as we are surrounded by 90% agriculture with very little land to expand and diversify our community. While we are proud to support agriculture, this is only one sector of our economy.

Land designated for agriculture and not used for food production does not necessarily allow our municipality to diversify our tax base to grow our community with more businesses, light industry, and housing. For years, Council has said we need land to develop a large grocery store, new school, urgent medical care centre, and an elderly care home for the future. How do we meet these socio-economic challenges in a community that needs land to grow?

Based on our new housing study we are expected to have another 475 new homes constructed immediately, and another 1,700 homes by 2034. Where can all these homes be constructed if we have limited land space. How do we attract professional people and families to live in a community with limited housing.

Council is doing their best to densify our community with more homes. We have adopted the new Provincial legislation to allow more small scale unit housing to fit in our neighbourhoods. We have agreed to permit more densification for townhouse, duplexes, condos, and high rise apartments.

Like all B.C. communities, we face other Provincial issues today with homelessness, healthcare, poverty, global warming, increased policing cost, wildfires and flooding. We as local governments are not equipped to take on all these rising costs without increasing taxes and user fees. We continue do our best to lobby Provincial and the Federal governments for financial support. In the past these responsibilities have predominately been administered by the Province and the Federal government. Lately, both senior levels of government are shifting these financial burdens to local governments. The District of Kent is not immune from these increases to our budget.

- Sylvia Pranger, Mayor

Wallace Mah

Message From The CAO



Prime Minister Mark Carney conveyed in his recent speech in Davos that Canada's economy was in the "midst of a geo-political rupture, not a transition". The Prime Minister is not incorrect as we are all feeling the financial pinch with our economic situation in British Columbia.

Going forward during difficult economic times, the District of Kent needs to seek out various opportunities to generate more revenue for our community. We cannot just rely on one or two economic sectors to do all the heavy lifting.

We are all tackling a harsh reality in society in facing social needs, and the Federal/Provincial governments cannot keep up with all the challenges as well. The one size fits all approach on new housing legislation for example does not work for all communities in British Columbia. Our housing crisis is real, along with poverty, mental health, homelessness, medical care, and global warming. How do we manage all these issues with a limited budget?

The District of Kent needs to not get trapped in the provincial/federal rabbit hole of fragmentation in administering social responsibilities that are beyond our authority and financial responsibility. We need to stay focused and concentrate on diversifying our economy to help solve problems in our community.

When we can, we need to build relationships with other communities to share recreation amenities, resources for services, and infrastructure. Too often communities like to be totally independent, and we get trapped in our archaic thinking that we cannot step outside our municipal boundaries to share resources.

We get boxed in, and we do not use our creative energy to expand our ability to serve the public in a more cost effective way. We cannot always solve our community problems by spending more, or spending less. What we can do in some cases is to be more creative in sharing our social amenities like the new aquatic center and our wastewater infrastructure by engaging community partnerships.

We have the most to lose when we build socio-economic infrastructure and amenities without engaging other communities to partner with us in contributing towards the capital infrastructure that we all tend to use.

- Wallace Mah, Chief Administrative Officer

A handwritten signature in blue ink, appearing to read "Wallace Mah". The signature is fluid and cursive, with a long horizontal stroke at the end.

Elected Officials

Page 7



Mayor Sylvia Pranger

Portfolios: Bylaw, Finance, Information and Privacy, Personnel, Policing

Council Committees (Primary): Kent-Harrison Joint Emergency Program Committee

Alternate: Regional Aquatic Centre Fundraising Committee

Regional Committees and External Agencies: Fraser Valley Regional District Board, Fraser Valley Regional Hospital District, Lower Mainland Local Government Association Flood Control and River Management Committee

Alternate: Fraser Valley Regional Library Board, Fraser Health Municipal Government Advisory Council, Healthy Communities



Councillor Duane Post

Portfolio: Public Works / Utilities

Council Committees (Primary): Agassiz-Harrison Mills Drainage Committee, Kent Agricultural Committee

Alternate: Kent-Harrison Joint Emergency Program Committee

Regional Committees and External Agencies: Mountain Penal Institution

Alternate: Lower Mainland Government Association Flood Control and River Management Committee

Deputy Mayor Appointment: November 1, 2024 to April 30, 2025



Councillor Kerstin Schwichtenberg

Portfolios: Farmers' Market, Museum

Council Committees Alternate: Agassiz-Harrison Mills Drainage Committee, Accessibility Advisory Committee

Regional Committees and External Agencies: Fraser Heritage Society - Kilby, Fraser Valley Regional Library Board

Deputy Mayor Appointment: November 1, 2025 to April 30, 2026



Councillor Susan Spaeti

Council Committees (Primary): Parks, Recreation, and Trails Committee, Regional Aquatic Centre Fundraising Committee

Alternate: Kent Agricultural Advisory Committee

Regional Committees and External Agencies: Harrison-Agassiz Chamber of Commerce, Fraser Health Municipal Government Advisory Council, Healthy Communities, Tourism Harrison River Valley Board

Alternate: Fraser Valley Regional District Board, Fraser Valley Regional Hospital District

Deputy Mayor Appointment: May 1, 2026 to October 31, 2026



Councillor Stan Watchorn

Portfolios: Fire Department, Personnel, Information and Privacy, Canada Day

Council Committees Primary: Accessibility Advisory Committee

Council Committees Alternate: Parks, Recreation, and Trails Committee

Regional Committees and External Agencies: Agassiz Agricultural and Horticultural Association, Kent-Harrison Foundation

Deputy Mayor Appointment: May 1, 2025 to October 31, 2025

Guiding Principles

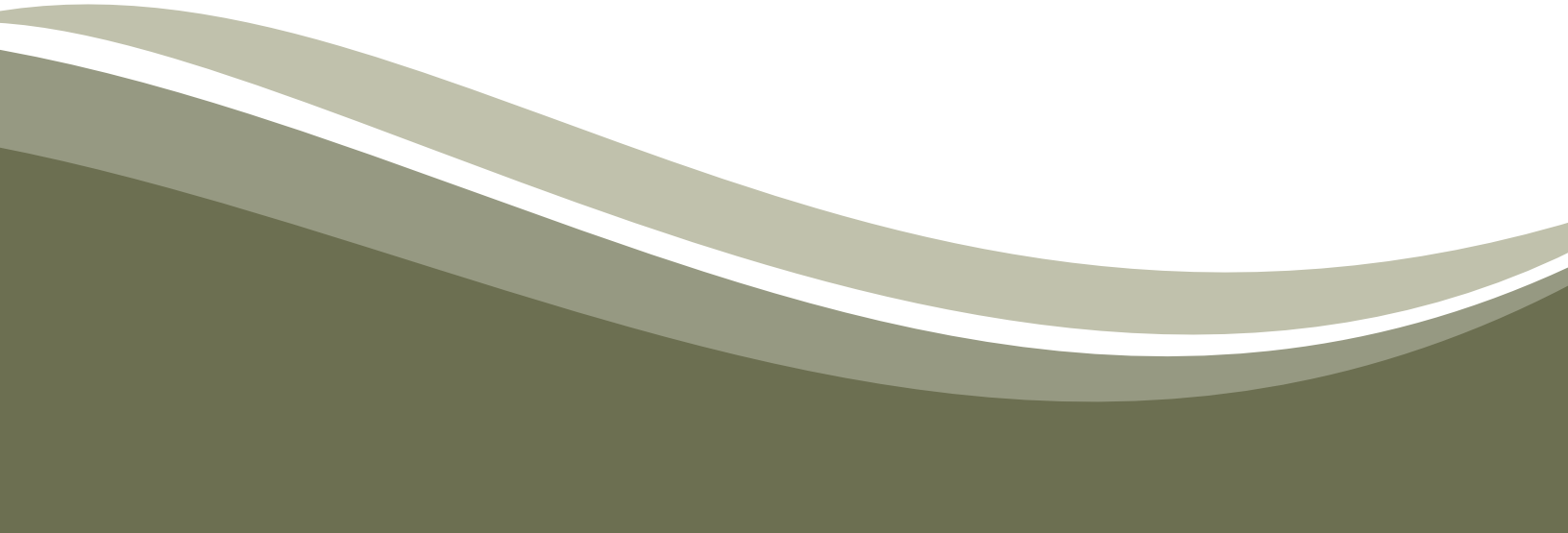


District Leadership Team

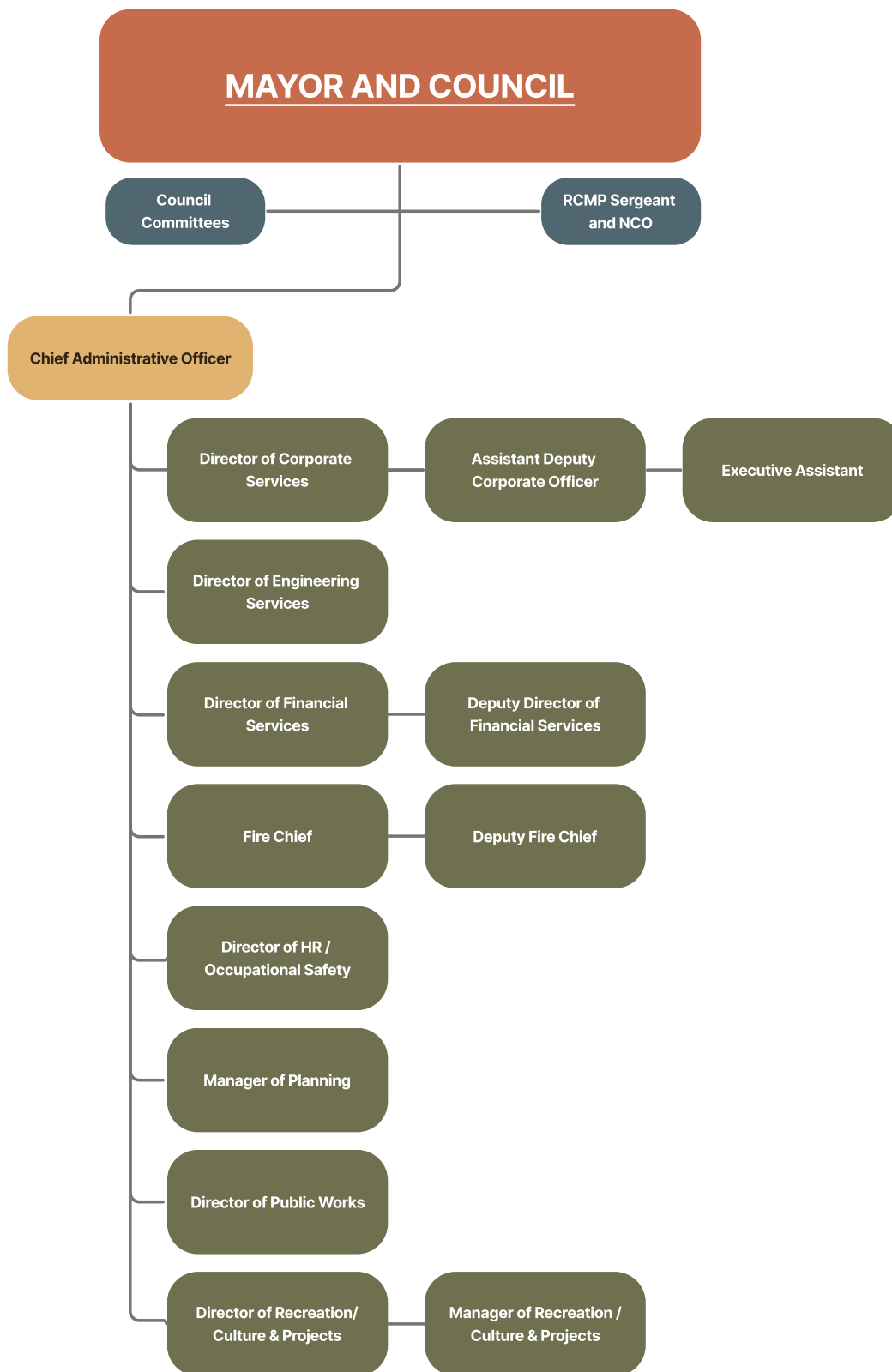
Chief Administrative Officer.....	Wallace Mah
Director of Corporate Services.....	Clair Lee
Director of Engineering Services.....	Martin Rankin
Director of Financial Services/Collector.....	Mike Veenbaas
Fire Chief.....	Gerald Basten
Director of Human Resources / Occupational Safety.....	Alan Lucas
Manager of Planning.....	Sean Yilmaz
Director of Public Works.....	Jonathan Mothus
Director of Recreation/Culture & Projects.....	Jason Blood



District Solicitors.....	Lidstone & Company
District Auditors.....	KMPG LLP
Financial Insitution.....	Envision Financial



Corporate Structure



Canadian Award for Financial Reporting

The District of Kent has been a recipient of the GFOA Award for Excellence in Financial Reporting since 2007.



Government Finance Officers Association

Canadian Award for Financial Reporting

Presented to

District of Kent

British Columbia

For its Annual
Financial Report
for the Year Ended

December 31, 2024

Christopher P. Morill

Executive Director/CEO

Report from the Director of Financial Services





DATE: June 22, 2026

FROM: Mike Veenbaas, Director of Financial Services

SUBJECT: 2025 Audited Financial Statements

BACKGROUND:

The District of Kent prepares audited financial statements annually to report on the results of its operations and its financial position for the reporting year. These statements are prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS) and are supported by internal control systems designed to ensure the integrity and accuracy of the data presented.

The responsibility of the District's external auditor, KPMG LLP, is to express an opinion on the fairness and accuracy of these financial statements. The 2025 audit was conducted in accordance with Canadian Generally Accepted Auditing Standards and the auditor's report is included with the statements. The 2025 Audited Financial Statements were approved by Council resolution on April 27, 2026.

LEGISLATIVE AUTHORITY:

The Community Charter and Local Government Act provide municipalities with the authority and legal framework to carry out the financial functions reflected in these statements. These include:

- a) legal authority to govern finances and deliver services;
- b) discretion to manage financial resources to meet current and future community needs; and
- c) the flexibility to determine and serve the public interest of the community.

SIGNIFICANT FINANCIAL MANAGEMENT POLICIES:

The District is governed by various financial bylaws and policies that support accountability, transparency, and sound financial management. These include policies related to purchasing and disbursements, tangible capital assets, reserve funds, and asset retirement obligations. Note One (1) of the financial statements outlines all significant accounting policies applied in 2025.

DISCUSSION:

The financial statements include the Consolidated Statement of Financial Position as at December 31, 2025, and the Consolidated Statements of Operations and Accumulated Surplus, Changes in Net Financial Assets, and Cash Flows for the year then ended, along with accompanying notes and schedules.

Consolidated Statement of Financial Position

The District's accumulated surplus increased by \$9,942,636 in 2025 to a year-end total of \$101,564,282, reflecting continued investment in infrastructure, particularly the Lets'emot Regional Recreation & Aquatic Centre (LRRAC), while maintaining a strong overall financial position.

Net Financial Assets

Net financial assets decreased to \$22,464,131 from \$28,515,789 in 2024. The decrease reflects the use of financial resources to fund significant capital projects currently under construction. Despite the reduction, the District continues to maintain a positive net financial asset position, indicating that financial assets exceed liabilities.

Tangible Capital Assets

The net book value of tangible capital assets increased by \$16,007,545 to \$78,668,612. This substantial increase was driven primarily by ongoing construction of the LRRAC, as well as continued investment in transportation, drainage, water, and sewer infrastructure.

Long-Term Debt & Capital Leases

The District's long-term debt decreased by \$83,979, ending the year at \$782,788. The District also entered into a new capital lease for information technology equipment, resulting in obligations under capital leases of \$84,787 at year-end. All outstanding long-term debt remains within the General Fund and continues to be serviced through general taxation.

Consolidated Statement of Operations

The Consolidated Statement of Operations shows the difference between revenues and expenses for the year.

Revenues

Total revenues for 2025 were \$25,256,773, an increase of approximately \$2.75 million from the restated 2024 total of \$22,507,261. Key contributors included:

- Municipal Taxation increased by \$722,758 to \$10,754,991, mainly the result of increased tax rates to account for inflation and onboarding of the LRRAC.

-
- Government Grants and Transfers increased by approximately \$2.57 million to \$8,912,890, reflecting continued external funding support for major capital projects.
 - Sale of Services increased to \$3,297,066, driven by increased recreation and utility revenues.
 - Return on Investments declined to \$1,309,133 as interest rates moderated compared to 2024.
 - Contributions from Developers decreased to \$463,887, reflecting lower development-related infrastructure contributions during the year.
 - Licences, Permits, Penalties and Fines increased to \$518,806.

Government transfers represented the largest year-over-year increase in revenue and continue to play a critical role in supporting the District's capital investment strategy. Municipal taxation remains the District's largest stable source of operating revenue.

Expenses

Consolidated expenses include operational expenditures and capital expenditures that do not meet the capitalization threshold established by the District's Tangible Capital Asset Policy. Amortization is calculated based on the historical acquisition cost and estimated useful life of each capital asset.

Total expenses for 2025 were \$15,314,137, compared to the restated 2024 total of \$14,462,144. Increases occurred across several service areas due to inflationary pressures, contractual obligations, facility operating costs, utility expenditures, and ongoing infrastructure maintenance requirements. Parks, recreation and cultural services experienced notable growth as preparations continued for the opening of the LRRAC. Water and sewer service costs also increased due to higher operating and maintenance expenditures.

Reserve Fund Operations

The District maintains several statutory reserve funds to support future capital projects and long-term financial sustainability.

At December 31, 2025, statutory reserve balances totaled \$11,471,975, compared to \$14,636,549 in 2024. The decrease reflects planned utilization of reserve funds to advance major capital projects, including the LRRAC.

Contributions to reserves continued to include interest earnings, development contributions, provincial funding allocations, and tax-supported transfers.

Accounting Standards

No significant new Public Sector Accounting Standards were implemented in 2025 that materially affected the District's financial reporting.

During 2025, management identified historical developer-contributed infrastructure assets and related amortization that had not been recorded in prior years. In addition, certain soil permit revenues had previously been recorded as liabilities rather than revenue. As a result, the 2024 comparative figures were restated, increasing the District's previously reported 2024 accumulated surplus by \$2,050,603. The restatement improved the accuracy of the District's historical financial reporting and does not impact current operations or cash balances.

Future Outlook

Changing Economic Conditions

Although inflation has moderated from recent highs, uncertainty remains regarding construction costs, supply chains, labour availability, and broader economic conditions. These factors continue to impact the delivery and budgeting of capital projects. The District will continue to monitor economic trends and adjust financial planning assumptions as required.

Lets'emot Regional Recreation & Aquatic Centre

Construction of the LRRAC continued throughout 2025. The project remains the District's largest capital investment and is being funded through a combination of grants, reserves, and other available funding sources. At December 31, 2025, approximately \$6.0 million remained under the construction contract, with project completion anticipated in Fall 2026.

Policing Costs

Policing continues to present financial challenges under the Municipal Police Agreement. Salary increases negotiated through national collective bargaining, accommodation costs, and other operational expenditures continue to place pressure on municipal budgets. These costs remain one of the most significant uncontrollable expenditures within the General Fund.

Grant Strategy

Grant funding remains essential to the District's long-term capital strategy. With each 1% increase in property taxation generating approximately \$94,000 in annual revenue, major infrastructure projects are generally not feasible without external funding support, reserve contributions, or long-term debt financing. The District will continue pursuing senior government funding opportunities to address infrastructure renewal and growth-related capital needs while minimizing taxation impacts on residents.

CONCLUSION:

The District of Kent remains in a strong financial position. Prudent financial policies, strategic investment in infrastructure, and a disciplined approach to budgeting continue to support the long-term sustainability of the community.

Departmental Highlights



Administration and Corporate Services



The Corporate Services Department provides administrative support to Council, Committees of Council, and departmental operations.

The Department fulfills a wide variety of statutory responsibilities and supports the legislative matters and decisions of Council. This involves maintaining transparency, accountability and integrity, all while protecting personal and confidential information.

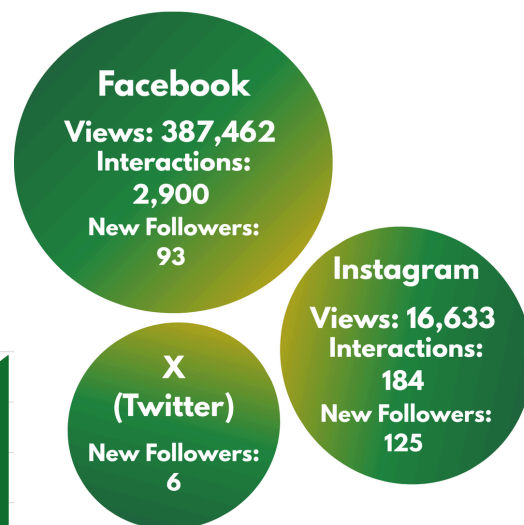
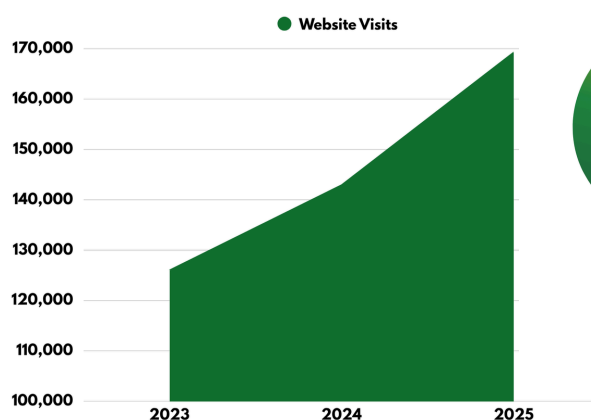
It is the Department's goal to:

1. Encourage open communication with the community to create a better understanding and appreciation of Council's role, its policies and its statutory responsibilities;
2. Continue to foster a positive and mutually respectful relationship with First Nations;
3. Ensure all municipal services are provided in a timely and professional manner; and
4. Ensure departments and municipal operations are responsive to community needs.

The Department also includes staff managing Research, Communications, and Information Technology/Geographic Information Systems (IT/GIS).

In 2025 Council conducted a total of 62 meetings. The District continues to partner in the Lets'emot Community to Community Forum and participated in 4 meetings.

The Inaugural Freedom of the District of Kent award was presented by Mayor and Council to Mr. Neil Brewer for his unwavering dedication to the Kent-Harrison Search and Rescue team for 35 years, as well as his contributions Provincially and Federally.



Council Meetings



Resolutions



Proclamations/
Recognitions



Freedom of
Information
Requests



Job Postings

Throughout the year, members of Council attended Lets'emot Regional Recreation and Aquatic Centre (LRRAC) facility tours, providing opportunities to observe construction progress and stay informed on project milestones.

Fundraising efforts for the Lets'emot Regional Recreation and Aquatic Centre (LRRAC) reached \$500,000, representing achievement of the campaign's halfway target.



Financial Services





Awards: Canadian Award for Financial Reporting for 2024 Annual Report

Financial Services is responsible for the overall financial administration of the District of Kent. Duties include allocating and monitoring financial resources, accounts payable and receivable, payroll, maintenance of property records, property tax and utility billing and collection, investment portfolio administration, risk and insurance management, as well as internal, external, and statutory financial reporting requirements.

Financial Services is also responsible for preparing and monitoring the five year Financial Plan (budget) that details short and long-term operational and capital needs, including annual tax rate recommendations made to Council.

The Finance Department continued its focus in 2025 on enhancing the customer experience while improving internal efficiency and cost effectiveness, with particular emphasis on expanded digital service offerings.

Building on work completed in prior years, Finance advanced additional customer service software improvements in 2025. This included the continued rollout of electronic business licence renewal invoices and licences, allowing customers to receive documents digitally rather than by mail. When residents contacted the office to renew their business licences, staff actively promoted electronic delivery, which was very well received. Approximately 115 business licences were issued electronically during the year, resulting in meaningful savings in postage and paper costs, particularly given rising postage rates. While a small number of residents continue to prefer paper copies, overall uptake has been strong.

Significant progress was also made in the digitization of burn permits. All burn permits are now issued online, eliminating the need for paper permit books. Finance staff continue to assist residents who are not computer-savvy by providing access and support at the public computer kiosk in the front reception area, ensuring accessibility without reverting to paper processes. By comparison, 55 paper burn permits were issued in 2024, whereas only one paper permit was required in 2025, demonstrating the effectiveness and efficiency of the digital approach.

The public computer kiosk introduced in prior years remains an important customer service tool, supporting residents in accessing online homeowner grants, District website information, and provincial and federal government services.

Throughout 2025, Finance continued to work through staffing changes and transitions. As in previous years, these changes required training, knowledge transfer, and process review. The team remained focused on maintaining service continuity while strengthening internal capacity and resilience.

Finance also continued to play a pivotal role in supporting the Lets'emot Regional Recreation & Aquatic Centre project throughout 2025. This included ongoing internal project management support, financial oversight, and reporting to Council on design, budget considerations, and emerging challenges.



Protective Services



\$26,000



Annual Charity
Golf Classic

11



Public
Education
Events

374



Emergency
Calls

2,882



Training
Hours

Protective Services supports a safe community and enhances the quality of life for residents by providing fire and rescue services and responding to motor vehicle accidents. Engagement with the community through education, inspection and community events. Protective Services consists of Fire Protection, Kent-Harrison Joint Emergency Program, Emergency Support Services and Victim Services.

Agassiz Fire Department 2025 Accomplishments & Goals

In the Community

The Agassiz Fire Department (AFD) attended the Canada Day and Fall Fair celebrations showcasing apparatus, equipment, and firefighters at information booths.

The AFD Charitable Society was active in the community with notable events including:

- Firefighters hosted a BBQ at the slide into summer event at the Ferny Coombe Pool
- The AFD Charitable Society annual Golf Classic was a resounding success once again nearing \$26,000 raised.
- On Remembrance Day, the AFD participated in the local service with the legion. The AFD had honor guard members carry flags at the service.
- The most successful community food drive year to date, the AFD collected 6,421 pounds of food and \$6,671 in cash donations.
- Community Christmas Dinner: The AFD hosted the annual community Christmas dinner on December 17, in conjunction with the Agricultural Association (hall rental waived) and donations from local community businesses to offset logistics cost. Special thanks to Chef Michael and Ines Dicks for preparing the food for the meal.

Training

AFD firefighters committed 2,882 hours to training in 2025. These hours were categorized:

1. **Regular weekly sessions** – 1,680 hours
2. **Weekends on call** - 366 hours
3. **Extra training typically on evenings and weekends** - 836 hours
4. **Public education** - 306 hours
5. **Other department tasks** - 236 hours

Wildfire training highlights included 4 firefighters travelling to the Chilliwack Fire Hall to complete the Responding to the Interface (RTI) training. The RTI is specifically targeted to wildland interface fire fighting within municipal boundaries. Similar to the RTI training, 10 AFD firefighters participated in the Engine Boss training administered by the BC Wildfire Service. The Engine Boss course targets wildland interface fire fighting as well, but from a BC Wildfire prospective, and is the standard when deployed outside of municipal boundaries. Engine Boss is a requirement to be deployed Provincially. Both the RTI and the Engine Boss training was funded through wildfire grant funding.

The AFD hosted a recruitment drive to fill vacancies within the ranks and return the paid on call complement to 30 firefighters.

The AFD company officers have been working hard again this year challenging the Fire Officer I (FO I) program. This year the group of 6 Company Officers achieved certification as an Incident Safety Officer and Fire Service Instructors.

Operations

The AFD responded to 374 calls for service totaling 4,023 staff hours. Medical aid was the number 1 call type with crews dispatched 101 times and representing 27% of the total calls. Next was monitored alarm calls at 80 (21%) followed by motor vehicle incidents at 65 (17%). The AFD responded to 16 residential and 2 commercial structure fires. Sadly there was 1 fire fatality in 2025. In addition the AFD responded to 26 brush fires, 9 vehicle fires and a garbage dumpster fire.

2025 saw the addition of a FireSmart Coordinator to the team. This full time – time duration two year contract position is fully funded through the FireSmart program and the Union of British Columbia Municipalities (UBCM).



Major Projects

2025 was a year of implementation of the major additions to the department from 2024.

Regional Live Fire Training facility.

The AFD continues to put the finishing touches on this project through compliance with Technical Safety BC. The new and modern facility has provided many challenges to meet, and in some cases develop new standards to provide safe and realistic training evolutions. The facility provides interior operations with 2 live burn rooms outfitted to replicate a commercial kitchen fire and the second being a bedroom fire. Countless hours were invested by the AFD firefighters to plan and

allow for the most value possible in the facility. The AFD facility includes training props such as forcible entry doors, garage door entry, theatrical smoke piped throughout, movable walls to allow for changing configurations, wall breach, confined space operations, and sprinkler operations. Exterior props include a barbecue on a balcony, vehicle fires, garbage containers fires. The addition of this facility enhances the training capabilities exponentially for the AFD.

New Fire Engine

In September 2024 the AFD took delivery of a new front line fire engine. With the new engine came a vast amount of learning to be proficient with the new technology onboard. 2025 saw considerable time dedicated by driver operators to become proficient and best utilize to the fullest all of the engines capabilities.

Structure Protection Trailer

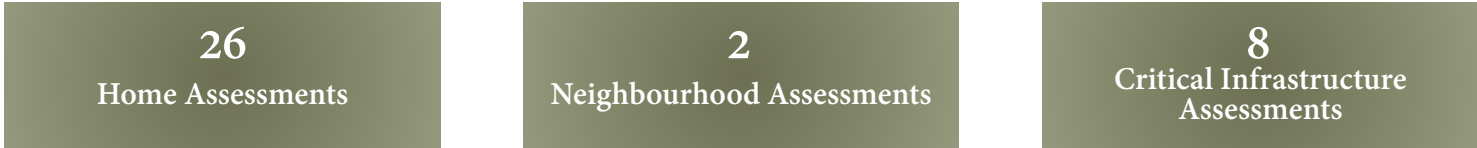
The structure protection unit continues to be a work in progress following the guidelines of the grant funded project. 2025 saw \$45,000.00 in equipment purchased to add to the already acquired cache. We are now halfway through the project with completion expected in the spring of 2027.

Looking Forward to 2026

2025 saw a number of firefighters move on to new jobs outside of Agassiz or resign due to increased commitments outside of the fire hall. This led the AFD to bring on 4 new firefighters to fill vacancies, and led to a shift in the Company Officer ranks. 2026 will be a year devoted to training new firefighters and training new Company Officers. The AFD will be replacing all the self contained breathing apparatus (SCBA) units as the current inventory has aged out and is no longer compliant. With the adjustment of weekly training to Tuesday evenings, the AFD looks forward to more training opportunities with mutual aid partners from Popkum, Harrison, North Fraser, and Seabird Island Fire Departments.

FireSmart Program

The District of Kent’s FireSmart Program has completed a strong inaugural year where awareness was raised which is required to meaningfully reduce wildfire risk across the municipality. From a standing start, the program delivered 36 formal property and infrastructure assessments, completed an extensive personal and departmental training portfolio, advanced critical equipment readiness, and engaged many residents across 11 community events.



A total of 36 assessments were conducted across residential and critical infrastructure sites. Home and neighbourhood assessments identify immediate hazards around structures, while critical infrastructure assessments address the assets most vital to emergency response and community continuity.

FireSmart Year Two Forecast

Building on a strong foundation, Year two shifts focus from broad public awareness to targeted, direct action. Programs will zero in on high-risk areas and underserved audiences, moving the needle from community familiarity with FireSmart to meaningful, measurable mitigation on the ground.

Educaton Program in Schools

Implement FireSmart education program into local schools, building fire-smart awareness from the ground up in younger generations.

Targeted Door Knocking Campaign

Launch a targeted door knocking and events campaign focused on high-risk areas, specifically Rockwell and Mt. Woodside, to directly engage residents most at risk.

Farm and Ranch Program

Engage with Farms in the area to build wildfire and emergency resilience.

Library Program

Establish a FireSmart resource program at the local library, providing accessible information and materials to residents year-round.

Community Presence

Maintain a public-facing image by continuing to be present and visible at community events throughout the year.

Action Community Wildfire Resiliency Plan Recommendations

Implement a strong push on actioning the recommendations presented in the CWRP from both a FireSmart level and District level.

Emergency Program Planning and Emergency Support Services (ESS)

The District of Kent Emergency Program is currently operated by a paid coordinator with several volunteer members and is cost shared with the Village of Harrison Hot Springs and in partnership with the Seabird Island Band.

Kent Harrison Joint Emergency Program and ESS plan for the response and recovery of both natural and human-caused disasters and assist with the well-being of those affected by such incidents.

Highlights

Wildfire season monitoring included the Cogburn Creek fire (3.4 ha) and the Bear Creek fire (224 ha).

Weather events tracked included: August 14-16 atmospheric river (46.9 mm) and a major December 8-18 atmospheric river period. The District of Kent activated their Emergency Operations Centre for tracking and coordination over the weekend.

Volunteer capacity supported ongoing readiness; monthly meetings continued for training and coordination.

Training completed included Advanced Assisting Individuals in Crisis (Talking Trauma) and an animal care/sheltering training night with the Canadian Disaster Animal Response Team.

ESS systems readiness maintained, including evacuee registration and reception-centre preparedness.

2025 By the Numbers

ESS grants: Kent \$23,253.50;
Harrison \$40,000

Major Rainfall Tracked: ~265mm
(December 8-18); ~100 mm
(December 10)

Wildfires Monitored: 2
(V13059 3.4ha; V11110 224ha)

Peak Heat: 36°C (August 18)

THE DISTRICT OF KENT USES ALERTABLE!

SIGN UP TO RECEIVE EMERGENCY NOTIFICATIONS TODAY

Download the Free ALERTABLE App Today

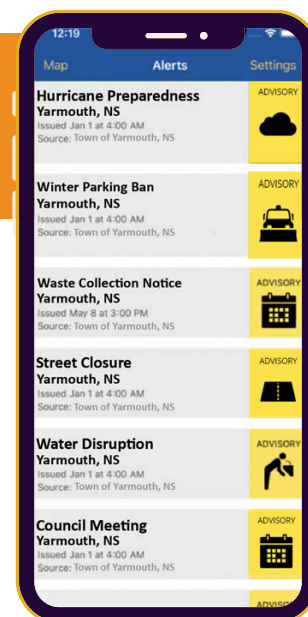


STAY AWARE & PLAN AHEAD

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the Apple App store



Engineering Services



The Engineering Service Department is responsible for the infrastructure planning, design, construction, and maintenance of the District's sanitary sewer systems, potable water systems, and wastewater treatment plants. The Engineering Services Utilities group maintains and operates sanitary pump stations, water production wells, water reservoirs, sanitary sewer mains, and the water distribution system. This group also oversees and monitors drinking water quality.

The Department is also responsible for the provision of roads and transportation (road construction, drainage, signs, streetlighting, etc.) in conjunction with the Public Works Department.

Further, the Department is also responsible for directing the execution of a wide variety of municipal engineering initiatives (including the Climate Action Plan) in accordance with applicable legislation. The Department also provides oversight of all engineering, development, and capital projects.

2025 brought more successes and challenges for the District of Kent's Engineering Department. The District experienced a relatively mild freshet season on the Fraser and Harrison Rivers, followed by record setting rainfall in the month of December.

Wastewater/Water Services & Treatment Plant

- Commencing in the spring, the consultant-led Agassiz Wastewater (WWTP) Facility Update Plan and Septage Receiving Station (SRS) Preliminary Design Project focused on identifying short- and long-term asset renewals and additions related to capacity, age, condition, and serviceability of the plant, as well as the feasibility of constructing a new SRS to address regional septage challenges. This multi-year, multi-phase, and multi-disciplinary project is critical for the continued successful operation of the WWTP ensuring a safe and effective treatment process that continues to produce effluent compliant with federal and provincial regulations.

At the direction of Council, staff worked together with the consultant to prepare and submit a grant application to the Union of British Columbia Municipalities' (UBCM) "Strategic Priorities Fund – Capital Infrastructure Stream" for Sludge Dewatering Upgrades at the Agassiz WWTP. These upgrades are critical to replace existing sludge (biosolids) dewatering equipment at the end of its service life.

While the overall project is expected to be completed in 2026, the year ended with the consultant preparing the following deliverables:

- **Technical Memo:** Historical Data Review and Design Basis (June 19, 2025, updated September 11, 2025)
- **Technical Memo:** Agassiz WWTP Biosolids Dewatering Upgrades – Feasibility Study (September 12, 2025)



- **Grant application:** Collaborated with staff to prepare the application for the Strategic Priorities Fund – Capital Infrastructure Stream, for Sludge Dewatering Upgrades (September 2025)
- **Report:** Agassiz WWTP Concrete Condition Assessment Report (December 12, 2025)
- **Report:** Septage Receiving Station Preliminary Design Report (December 24, 2025)

Working with neighboring First Nation communities including Sq'ewqel (Seabird Island Band), Xwchíyò:m (Cheam First Nation), and Sts'ailes to find a regional solution to the septage challenges facing the eastern Fraser Valley continues to be a priority for the District. A Class 'D' cost estimate for a proposed SRS is now complete, and will be advanced to a Class 'C' cost estimate following a site legal and topographic survey. Future project phases will continue to advance the cost estimate towards a Class 'A', in anticipation of applications for project grant funding.

- Following the recommendations of a previous study identifying critical SCADA and electrical upgrades across the Agassiz townsite's water and wastewater systems, the District completed the second (final) phase of the project focused on the Agassiz townsite wastewater system. Phase 2 of the project included upgrades at the Maples, Aberdeen, and Vimy Lift Stations focusing on controls and communication hardware, specifically new Programmable Logic Controllers and radios.
- Ongoing inspection, maintenance and repair of District's wastewater treatment and collection system facilities, equipment, and infrastructure. Utilities staff performed scheduled maintenance of SBR #2 over the course of several weeks in the summer. The maintenance included completely draining the over 5m deep tank, pressure washing the entire tank, and replacing the pipe grid and diffuser system responsible for aerating the wastewater as part of the biological treatment process. The same maintenance is scheduled for SBR #1 in the summer of 2026.
- Standby generators were installed at two sanitary lift stations in Agassiz, and the Rockwell Bay water pumphouse. The generators all required new concrete pads to site the generators. Commissioning and integration into the SCADA network is scheduled for early 2026
- The District's consultant, Active Earth Consulting, performed another pair of sampling events in the Fraser River for the Mount Woodside Wastewater Treatment Plant Receiving Environment Monitoring Program. The sampling demonstrated that the plant is functioning as designed and all discharge parameters are within Provincial and Federal freshwater standards. Complete reports were submitted to the Province as required by the Municipal Wastewater Regulations, as part of the Environmental Management Act.
- Utilities staff continued to troubleshoot operations at the Mount Woodside water and wastewater treatment plants. Staff received training on the water treatment plant, and were able to address several deficiencies in the system while continuing to evaluate options for operational improvements to decrease operational costs.
- New water service connections continue to be facilitated by Utilities staff, with two new connections made to the Agassiz water distribution system in 2025.

- The annual flushing program continues for the Agassiz, Rockwell and Mount Woodside water distribution systems to ensure that quality standards are met.
- The annual fire hydrant maintenance program continues as part of ensuring fire protection services for the community.
- Ongoing inspection, maintenance and repair of District's water supply and distribution facilities, equipment and infrastructure.

Drainage and Flood Control

- The Fraser River Bank Armouring project is a 250m long section of rip rap located immediately upstream from McDonald Road adjacent to Dike 'A', upstream from the Agassiz WWTP and the Fraser River Lodge. Funding for this \$1.3 million project was provided by the Province through grant funding awarded to the District and other local governments throughout the Fraser Valley following the devastating atmospheric river events in November 2021.

After awarding the detailed design and construction administration services to R.F. Binnie & Associates in the fall of 2022, staff worked with the consultant to finalize the detailed design and apply for the necessary federal and provincial permits. This process took over 2 years to complete with the District receiving the required provincial and federal permits at the end of 2024. The construction tender for this project was awarded in November 2024 to the low bidder, Timbro Contracting. Timbro completed the construction in the spring of 2025, with Binnie providing construction administration and inspection services, and AquaTerra Environmental providing the necessary permit application and inspection services, as well habitat compensation design and plant monitoring in the future (as required by provincial and federal permits).

- Each year the District proactively undertakes drainage maintenance to remove grass and sediment from drainage ditches and sloughs to improve conveyance. Prolific instream vegetation growth and accumulated sediments reduce conveyance capacity over time in many of the District's drainage channels and that can result in flooding and the loss of agricultural productivity.

The 2025 Annual Drainage Maintenance Program achieved approximately 11.5 kilometers of ditch maintenance including cleaning portions of the Duncan Slough, McCallum, Westlin, MS 1, Clark, Hot Springs and Calendar ditches, as well as tributaries to the Hogg Slough.

Together with maintaining vegetation in the channels for conveyance of flow, staff manage an annual culvert inspection and replacement program using both Public Works staff and third party contractors. This year six culverts previously identified as nearing end of useful life were replaced by District Public Works staff. Additionally, a pair of culverts within a triple-barrel cluster on the McCallum Ditch were replaced under a low-bid contract to Mission Civil Contracting due to the overall channel size and water depth within the ditch.

- The Annual Drainage Maintenance Program process includes the following:
 - Liaise with landowners and other stakeholders;

- Liaise with senior regulators including the Ministry of Land, Water, and Resource Stewardship, Department of Fisheries and Oceans, and Environment Canada regarding drainage maintenance and species listed under the Species at Risk Act;
 - Obtaining approvals and permits from Provincial and Federal regulatory agencies;
 - Arranging contractors and consultants;
 - Undertaking/arranging environmental monitoring and species salvages during the works; and,
 - Preparing and submitting reports to senior agencies.
- Standby generators were installed at the Hammersley and Duncan-Bateson drainage pump stations, the two largest pump stations in the District. These pump stations are required to pump out the water from the agricultural ditch systems in the Hammersley Prairie and Harrison Mills areas when seasonal flood gates are closed in response to high river levels in the Fraser and Harrison rivers during summer freshet where river flow volumes increase up to tenfold compared to winter flows. Commissioning of these generators is scheduled for early 2026.
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- A small drone purchased in 2023 for the Engineering & Public Works Departments to assist staff with drainage assessments and inspections in difficult to access areas continues to be a useful tool and has been employed on numerous occasions with great results.
 - Performed the annual dike inspection and reporting for approximately 42 kilometers of District-owned dike including a inspection report submitted to the province's Inspector of Dikes, in accordance with the requirements of the Dike Maintenance Act (DMA).
 - Staff monitored a pilot rip-rap "wind row" near Bridge Road installed in 2022 as an extra protective measure against potential future riverbank erosion. Observations made indicate that very little material from the wind row has eroded into the Fraser River, and the bank erosion appears to have stalled or slowed down in this area since the time of installation.
 - Worked with Province on flood management during the freshet by collecting and submitting staff gauge readings.
 - Participated and provided feedback on the comprehensive Flood Strategy and Flood Construction Level mapping being developed by the Fraser Basin Council with funding from the Province.
 - Liaise with Development Services, Building contractors and landowners regarding flood protection and Riparian Area Requirements.

Climate & Sustainability

- Staff developed the District's first ever Agricultural Waterways Restoration Strategy (AWRS), a strategic planning document endorsed by Council, with the aim of providing a clear, practical framework for balancing agricultural productivity with ecological restoration in the District's rural ditch network. While the initial driver for the creation of rural ditch network was primarily for agricultural drainage, the District's rural ditch network plays host to an ecosystem that includes designated species-at-risk such as Oregon Spotted Frog, Salish Sucker, and various salmonids.
- The Local Government Climate Action Program (LGCAP) is a five year provincial program designed to provide consistent, regular funding to local governments for the purpose of advancing climate action from planning to implementation. Funds are released following the completion of an annual report/survey on climate initiatives within the District. Specifically, reporting is on initiatives linked to on the provincial CleanBC Roadmap to 2030 and/or Climate Preparedness and Adaptation Strategy.
- The District has received \$84,082 per year for a five year period inclusive of 2022-2026. The first two years of funds for years 2022 and 2023 (\$168,164) must be spent by March 31st, 2025. In addition, the District must show 20% in additional spending towards the climate investment, although that can be in the form of in-kind support through staff time or resources.
- As an alternative, the LGCAP allows for local governments to submit an extension request in the form of a "forecast" showing how and by what date these funds will be spent beyond the March 31st deadline. The "forecast" must be submitted by February 28th, 2025. If the funds are neither spent nor a forecast submitted, the District may no longer be eligible for future LGCAP funding.
- Following a detailed staff report and discussion at a Regular Council meeting, Council adopted the following allocation of funds into focal areas, with a proposed "spend by" date of December 31st, 2025:

New Staff Position (Senior Environmental Coordinator)	\$12,000
Climate Action Plan	Staff Time, In Kind) \$33,633
Seeding Stewardship Fund (Corporate)	\$40,000
Seeding Stewardship Fund (Community)	\$10,000
Fleet Electrification	\$50,000
Energy-Efficient Building Improvements	\$25,000
Climate Adaptation Infrastructure Improvements	\$31,163
Total	\$201,796

- Staff initiated the development of the District's first corporate Climate Action Plan with an anticipated submission to Council for adoption in early 2026. There are two main components within a Climate Action Plan. The first being climate change mitigation, which refers to those efforts taken by local governments to reduce or prevent the emission of greenhouse gases. This can be further broken down into corporate climate change mitigation and community climate change mitigation.

The second component is climate change adaptation. While mitigation refers to the reduction of greenhouse gases, adaptation involves preparing for climate changes and the impacts they will have on natural systems and communities. The goal is to reduce risk and vulnerability associated with climate change by integrating adaptation principles into decision-making and every day activities. This can be again broken down into corporate climate change adaptation and community climate change adaptation.

- Aligning with LGCAP goals and climate change adaptation strategies, the funding allocated to the corporate Seeding Stewardship Fund was utilized for creating the Hammersley Nature Park, located adjacent to the Fraser River and Hammersley Drainage Pump Station. This project was identified in the Agricultural Waterways Restoration Strategy (AWRS) document and highlights the climate mitigation benefits that can be achieved through increased tree canopy area. In this case, the project resulted in 800 new plants being planted on District land with a group of staff and local volunteers providing the labour.
- 
- Funding allocated to the community Seeding Stewardship Fund was utilized by staff to develop a local grant program to allow for individual community members or community groups to apply for a portion of the funds for their own environmental projects on private land (e.g. planting of native tree species) The local grant program administered by staff received five applications totaling slightly under \$5,000.
 - Arranged the Green Waste Yard Clean-up program for residents in the spring and fall with the assistance of volunteers from the Agassiz Community Gardens.
 - Continue to work with the Fraser Valley Invasive Species Society to implement the annual District-wide herbicide application program on Knotweed species.

General Engineering Services

- Review and approve all Highway Use Permits within the District and continue to provide record drawings to BC One Call in support of the provincial service.
- Work closely with natural gas provider Enbridge, on the new Sunrise Expansion project, to review and approve conceptual design details for the various road and infrastructure crossings required to accommodate the proposed additional pipeline within the District.
- Continue to work with Urban Systems to update the District's Subdivision and Development Bylaw which is scheduled to be presented to Council for adoption in 2026.

- Staff continued to work closely with a 3rd party Utility provider, FibreConnect, to review and approve the installation of a new fibre optic communications network throughout the District.
- Worked with financial services staff to provide input to ensure short term and long-term capital and operating budgets are addressed and appropriately identified.

Development

- Engineering Staff continue to provide comprehensive services to support all land subdivision and development projects in the District including:
 - Project feasibility and conceptual planning reviews and meetings with potential developers and project managers;
 - Preparation of Referral Packages for proposed developments communicating the District's relevant engineering standards, specifications and requirements;
 - Review and approval of Issued for Construction (IFC) drawings for off-site upgrades and utility service connections;
 - Review and approval of engineered cost estimates for off-site works;
 - Preparation and administration of development servicing agreements;
 - Construction and post-construction inspections; and,
 - Construction deficiency and warranty administration for off-site works.

Public Works



The Public Works Department is responsible for the operation and maintenance of the District's Roads, Parks and Trails, Sports Fields, Open Drainage, and Dike Infrastructure. Services provided include (but are not limited to) roadside mowing, ditching, operation of drainage pump stations, inspection and maintenance of roads and sidewalks, gardening/beautification, playground inspection, and winter road maintenance.

Roads, Transportation and Walkways

- Staff retained both ISL and GB Paving to facilitate the paving of approximately 2.1 km of District roadways, which included Cameron Road and Bridge Road, as well as multiple repair locations along Martin Road, McDonald Road, and Tramner Road totaling \$1,202,622.50. This coordinated effort improved road surface conditions, enhanced drivability, and extended the service life of several District roadways.
- To improve public safety and reduce trip hazards throughout the District, staff removed multiple sections of raised or uneven sidewalk using a concrete planer, totaling \$4,697.50 in repairs. This work restored a smoother, more accessible walking surface for pedestrians and helped prevent potential injuries, supporting the District's commitment to safe and inclusive infrastructure.
- Staff administered and completed the annual asphalt crack sealing program, retaining Sealtec Industries, at \$22,238.83, to treat cracks along approximately 7.7 km of roadways in various areas throughout the District. This preventative maintenance program helps extend the lifespan of the asphalt by reducing water penetration, slowing pavement deterioration, and minimizing future repair costs.
- Staff carried out routine roadside mowing maintenance along approximately 42.5 km of District roadways and an additional 20 km of District dikes. This work helps maintain clear sightlines, improve public safety, control vegetation growth, and uphold the overall aesthetic standards of the community.
- Staff administered the painting of approximately 1,800 m of yellow curb markings along Pioneer Avenue, Heath Road, and Morrow Road. These refreshed markings, which cost \$2,670.33 in staff time and supplies, support improved traffic control, reinforce parking restrictions, and enhance visibility for motorists, contributing to safer transportation routes across the District.

Drainage and Flood Control

- Staff performed an emergency removal and replacement of a failed culvert along Tuytens Road. The failure posed an immediate risk to road stability, and the timely response ensured continued safe access for residents while restoring proper water flow.
- Staff completed multiple culvert replacement projects across the District's drainage network, including along the Clark Ditch off Wilson Road, three culverts along the Miami Ditch (two off Cameron Road and one off Else Road), and an additional culvert along the Calendar Ditch off Hardy Road. These upgrades addressed aging and deteriorating infrastructure, improved overall drainage capacity, and reduced the risk of localized flooding. Collectively, these replacements enhanced system reliability and supported long-term water management throughout the District.

- Staff replaced the swing gate with a more reliable slide gate on the Agassiz Flood Box. This upgrade improves staff's ability to safely remove debris buildup and ensures consistent, unobstructed water flow through the waterway. The new gate design enhances operational efficiency, reduces maintenance challenges, and supports the overall effectiveness of the District's flood management infrastructure.
- Staff removed multiple blockages along ditches throughout the District to restore proper water flow and reduce the risk of localized flooding. In addition, the District retained a licensed wildlife contractor to relocate beavers from known problem areas where their activity was causing repeated obstructions or infrastructure concerns. This combined approach helped maintain the effectiveness of the drainage system while ensuring responsible wildlife management practices.

Fleet Management

- To improve the efficiency of the District's garbage collection operations, staff purchased a Mitsubishi Fuso chassis and a Haul-All garbage box, which the District's Mechanics assembled in-house to create the District's first fully functional garbage truck. This unit will enhance collection capacity and reduce travel time, ultimately reducing operational costs.
- To support the District's environmental objectives, an older vehicle with poor fuel efficiency was retired and replaced with a Ford Maverick, marking the District's first hybrid vehicle. This transition not only reduces fuel consumption and emissions but also aligns with the District's long-term sustainability goals by modernizing the fleet with more environmentally responsible technology.

Parks

- Staff retained Habitat Systems Inc. and Riverstone Excavating to complete the installation of a new playground in the newly developed Harrison Highlands Park. This project included site preparation, equipment assembly, and final safety surfacing, resulting in a modern and engaging play space that enhances recreational opportunities for families in the growing area.
- Staff assembled, hung, and maintained 70 hanging baskets at various locations throughout the District. This work included soil preparation, planting, regular watering, fertilizing, and seasonal upkeep, contributing to the beautification of key public areas and enhancing the community's overall visual appeal.
- Staff planted and maintained 48 planter boxes and 18 garden beds at locations across the District. These efforts involved selecting appropriate plant species, performing seasonal plantings, weeding, watering, and ongoing maintenance to ensure vibrant, healthy displays that enrich public spaces and support community pride.



- Staff maintained nine parks throughout the District, encompassing approximately 140,000 m² of green space. This includes the ongoing care of playgrounds, trail systems, dog parks, sports courts, sports fields, and various other public amenities. Maintenance activities ranged from regular mowing, trimming, and garbage pickup, inspection and upkeep of park equipment and infrastructure, ensuring these community spaces remain safe, functional, and welcoming for residents and visitors year-round.
- To better understand how frequently the District's trail systems are being used, staff purchased and installed seven trail counters at key locations throughout the network. These devices provide valuable data on user volumes, peak usage times, and seasonal trends, helping staff make informed decisions about maintenance priorities, future upgrades, and long-term planning.
- In preparation for the installation of the Lets'emot Regional Recreation & Aquatic Centre, staff loaded 285 contractor dump trucks with approximately 2,850 m³ of pit run, which was then used by the contractor to establish the base for the installation of the new pool facility.
- Assisted in the successful planning, setup, cleanup, traffic control and parking organization for events at Centennial Park and Pioneer Park which included Fall Fair, Winter Night Lights and the CPKC Holiday Train Event.

Solid Waste and Recycling

- Staff coordinated the transport of approximately 6,000 m³ of green waste generated at the District's designated green waste location. This material, which includes branches, yard debris, and other organic matter dropped off by residents.
- The District contracted Timbro Contracting Ltd. to complete the chipping, removal, and disposal of approximately 6,000 m³ of accumulated green waste stored at the District gravel pit. This work helped manage the high volume of material collected over the year, reduced fire risk and storage pressures, and ensured the green waste was processed and disposed of in an environmentally responsible manner.

Community Services



The Recreation/Culture & Projects Department is responsible for the coordination and provision of recreation and leisure services.

The Department operates, maintains, and services several facilities and coordinates the use of sports fields, parks, trails, recreation facilities, and aquatic amenities. The Department also facilitates recreational programming and organizes various community events.

Some communities use the District amenities on a regular basis, but do not actually contribute to the capital infrastructure/operations, which places an additional financial cost to the District of Kent taxpayers.

The Recreation and Cultural Department is proud to provide year-round health and wellness programs and events through the Community Recreation and Cultural Centre, Ferny Coombe Pool, and neighbourhood parks across the District.

These services are an important contributor to the quality of life in our community. They support personal health and well-being, promote environmental stewardship, encourage volunteerism, strengthen community connections, and contribute to local economic growth and tourism.

The Recreation and Cultural department also works closely with community partners each year, including Agassiz-Harrison Community Services, the Agassiz Harrison Historical Society, Fraser Valley Regional Library, the Agassiz Harrison Lions Club, Agassiz Agricultural Association, and others, to deliver special events for residents. Many of these initiatives are supported through grants and community sponsorships to ensure they remain accessible and successful.

Ferny Coombe Pool

- The Ferny Coombe Pool continued to support training of local youth by providing subsidized lifeguard certification to 12 District of Kent residents through the Bronze Cross and Bronze Medallion programs.
- A wide selection of swim programs, including Swim for Life lessons, school group sessions, and private instruction, served 845 participants over the summer.
- Public swimming participation increased significantly, with nearly 1,000 more visits recorded compared to 2024.
- Aquafit programs experienced continued growth as well, welcoming approximately 450 more participants than the previous year.
- The “Slide into Summer” community event brought together 120 attendees for games, a water slide, free hot dogs, and family-friendly activities.



- On July 12 – 13, the Ferny Coombe Pool proudly hosted the Kristy Hatt Memorial Swim Meet, drawing hundreds of swimmers from across the Fraser Valley.

Current and Future Objectives

Lets'emot Regional Recreation & Aquatic Centre

Construction is underway on the Lets'emot Regional Aquatic Facility, an indoor swimming centre designed to serve residents of Kent as well as surrounding communities. The facility is scheduled to open its doors in 2026.

Community Recreation and Cultural Centre

- Continued implementing the weight room improvement plan, replacing and upgrading eight pieces of equipment in 2025.
- Achieved a record-breaking Annual Pass Sale, selling 245 passes and generating \$65,815 in revenue, an increase of \$13,852 over the previous high set in 2024. Overall membership sales for the year were up by approximately 25%.
- Weight room participation grew by approximately 22%, with a steady increase in participation throughout the year.
- Fitness class offerings doubled in 2025, and with it, participation grew significantly, with approximately a 58% increase in participation.
- The recreation program experienced another year of strong participation, with revenue increasing by approximately 12%, driven by the introduction of new programs and initiatives, including full-day, large-scale camps such as Splash and Dodge Camp.



- Agassiz Minor Soccer continued to grow, with the addition of the Age 3 to 4 division. This program continues to be supported by many local businesses, which help offset the cost and keep the league affordable for all.
- Wonderful Winterfest, a winter camp for children, experienced increased demand. To accommodate this growth, staff expanded program capacity to address ongoing waitlists. Many recreation programs continue to see increased waitlists, highlighting a sustained and growing need for recreation opportunities within the community.

Current and Future Objectives

- Begin the rebranding process from the Community Recreation and Cultural Centre to the Lets'emot Regional Recreation and Aquatic Centre, including the installation of new signage.
- Continue the weight room improvement plan by revitalizing the space and installing new equipment to replace outdated units.
- Enhance accessibility at the Community Recreation and Cultural Centre.
- Expand full- and half-day camp programming to increase recreation opportunities for the community.
- Continue to strive towards fundraising for the new Lets'emot Regional Recreation and Aquatic Centre, having surpassed \$600,000 of our \$1 million dollar goal.
- Ongoing efforts to work with the Village of Harrison Hot Springs to seek funding with the capital cost sharing contributions for the new pool, which is approximately \$25 million dollars for the District of Kent. With 50% of their population using the current facilities, we continue to be optimistic in entering into a recreation services agreement with the Village of Harrison Hot Springs that will contribute to the capital and operational costs proportionally, based on their population, for the new facility.

Community Events

- Hosted the third annual Easter Egg Hunt in Pioneer Park in collaboration with the Agassiz-Harrison Museum & Visitor Information Centre and the Agassiz Library, attracting approximately 300 attendees.
- Canada Day celebrations featured a "Dinosaur" theme and offered a full day of themed activities, entertainment, crafts, live music, and more. The event attracted over 1,750 attendees, with District staff securing sponsorship and a federal grant to offset a portion of the event costs.
- The Halloween Spooktacular, held on October 31 in partnership with the Agassiz Agricultural and Horticultural Association and the Agassiz-Harrison Lions Club, attracted approximately 350 attendees.



- Winter Night Lights, held on December 12 and 13, offered two evenings of family-friendly activities, including visits with Santa and the Grinch, passenger train rides, food trucks, family activities, and a winter carnival. The event attracted over 1,400 attendees across both days and was made possible through sponsorship from Prospera Credit Union, FortisBC, Burden Propane, the Harrison Agassiz Chamber of Commerce, and Community Futures-North Fraser.

- The CPKC Holiday Train stopped in Agassiz on December 19, featuring a performance by the Barenaked Ladies. In partnership with Harrison Tourism River Valley, the District offered additional entertainment, including visits with Mr. and Mrs. Claus and pre-arrival activities. The event was highly successful, drawing an estimated 3,000 attendees and collecting food donations for the Agassiz Harrison Community Services Food Bank.

Community Initiatives

- Secured funding through the BC Hydro ReGreening Grant to plant fifteen trees across various roads and parks in the community, including Westlin Park and Highlands Park.
- Provided support and participated in Seabird Island's March for Missing and Murdered Indigenous Women on May 5.
- In partnership with Fraser Health and Chilliwack Community Services, the Community Recreation and Cultural Centre hosted the Reflections on Belonging mobile art exhibit from June 13-15.
- Provided staff support with a range of community initiatives in partnership with local organizations, including Storytime in the Park, Spring Break Science World, the Kent Elementary School Soccer Tournament, and others.
- Collaborated with the Old Agassiz Cemetery Preservation Society to establish an ongoing management agreement enabling the Society to oversee the maintenance and upkeep of the Old Agassiz Cemetery.





Development Services



The Development Services Department provides land use planning, building inspection, business licencing, and bylaw enforcement services.

The Department is responsible for current and long-range planning, development (rezoning, Agricultural Land Commission applications and permits), and updating of the District’s Official Community Plan (OCP). The Department also coordinates the permitting and inspection of residential, commercial and industrial buildings.

The 2025 calendar year reflected steady development activity and meaningful progress on both policy and capital initiatives. While application volumes remained moderate, Development Services staff supported a diverse range of residential, institutional, agricultural, and municipal projects, alongside continued advancement of long-range planning efforts.

A major milestone in 2025 was progress on the District’s Official Community Plan (OCP) update. Planning staff dedicated substantial effort in the latter part of the year to consultant coordination, Provincial policy development, public engagement, and Council direction. This work positions the District well to respond to future growth opportunities with greater clarity and consistency.

At the same time, staff continued to adapt to evolving provincial legislation and infrastructure considerations. Through early collaboration, front-end guidance, and cross-department coordination, Development Services focused on enabling feasible development while aligning growth with available servicing and community objectives.



In 2025, Development Services continued to support the District’s broader accessibility objectives under the Accessibility Plan by integrating inclusive design considerations into planning and development review processes. This included coordination with internal departments on public-facing infrastructure, supporting clear and accessible development information for applicants, and aligning policy implementation with universal design and equity-based principles. These efforts complement District-wide initiatives to remove barriers and promote inclusive community development.



Planning Services

Development Activity

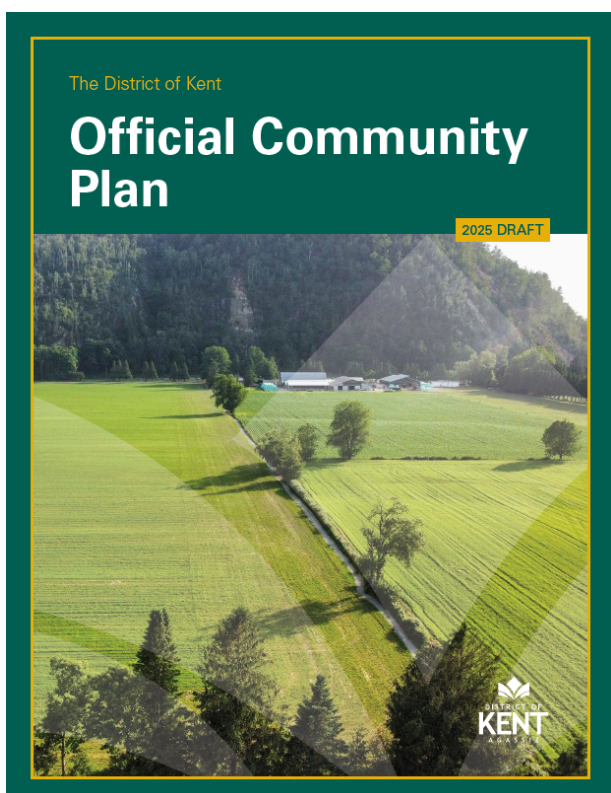
In 2025, Planning staff processed 22 development and land-use applications, including development permits, variances, subdivisions, rezonings, Agricultural Land Commission applications, and liquor and cannabis retail applications.

While application volumes were consistent with recent years, many files involved increased coordination due to servicing considerations, provincial housing legislation, and environmental or agricultural requirements. Planning staff increasingly focused on early advisory work, helping applicants navigate requirements and advance proposals that are implementable and aligned with Council direction.

Housing and Policy Initiatives

Housing remained a key focus area in 2025. Planning staff supported new housing supply through development approvals, including the five-storey, 47-unit apartment building at 1849 Evergreen Drive, which represents a meaningful addition to the District's rental housing stock.

In parallel, staff advanced foundational work to support affordable housing delivery, including development of standardized housing agreement templates. This work provides greater clarity and consistency for future projects and supports Council's housing objectives.



Official Community Plan (OCP) Update

Significant progress was made on the District's Official Community Plan update in 2025, with a strong focus on residential growth, housing policy, and alignment with evolving provincial legislation. Planning staff advanced consultant coordination, policy development, public engagement, and Council direction, strengthening the District's long-range policy framework and providing clearer guidance for future residential and mixed-use development.

This work represents an important step forward in positioning the District to respond to growth in a coordinated and strategic manner. Building on this momentum, work on non-residential land use policies, including commercial and employment areas, is anticipated to be advanced as the next phase of the OCP update in 2026.

Building Services

Building Services issued 54 building permits in 2025, representing 55 dwelling units and approximately \$28.7 million in construction value. Permit activity spanned residential, agricultural, institutional, and municipal development.

Notable projects included multi-family residential construction, two school expansion projects, and major municipal capital works such as the Lets'emot Regional Recreation and Aquatic Centre. Building staff worked closely with Planning and Engineering to support inspections, compliance, and coordinated project delivery.



Bylaw Services and Business Licencing

Bylaw Services responded to 196 enforcement files in 2025, supporting property standards, land-use compliance, and community safety objectives. Staff also coordinated with Planning and Building on complex or development-related compliance matters.

Business licensing activity remained steady, with 47 new business licences issued in 2025. New licences were led by home occupations and trades-related businesses, followed by commercial, hospitality, tourism, and service-based uses—reflecting continued local economic activity and investment. In addition, 41 Inter-Municipal Business Licences (IMBLs) were processed, further contributing to administrative and coordination workload across departments.

The District's first cannabis retail store application advanced through Council consideration in 2025, with a second application remaining under review.

Looking Ahead

As the District moves into 2026, Development Services will continue building on the steady progress made in 2025. Priorities include advancing implementation of the Official Community Plan, supporting new housing delivery, and maintaining strong coordination across departments to ensure growth aligns with servicing capacity and infrastructure planning.

Staff will also focus on improving development application management, including intake processes, record-keeping, and internal coordination, to enhance consistency, efficiency, and transparency across the development review process. These efforts are intended to support timely decision-making, provide more transparent communication with applicants, and improved tracking of applications as volumes and complexity continue to increase.

With key projects underway and clearer policy direction emerging, the District is well positioned to support practical, well-coordinated development that responds to community needs and long-term objectives.

Financial Section



Financial Statements





Consolidated Financial Statements of

**CORPORATION OF THE
DISTRICT OF KENT**

And Independent Auditors' Report thereon

Year ended December 31, 2025

CORPORATION OF THE DISTRICT OF KENT

Consolidated Financial Statements

Year ended December 31, 2025

Financial Statements

Management's Responsibility Statement

Independent Auditor's Report

Consolidated Statement of Financial Position

Consolidated Statement of Operations and Accumulated Surplus

Consolidated Statement of Change in Net Financial Assets

Consolidated Statement of Cash Flows

Notes to Consolidated Financial Statements

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the Corporation of the District of Kent (the "District") have been prepared by management in accordance with Canadian Public Sector Accounting Standards ("PSAS"). Preparation and fair presentation of the financial statements is the responsibility of the District. Council ensures management fulfills its responsibility for financial reporting, budgeting, and internal controls by approving bylaws and policies, reviewing variance reports and financial statements, and having discussions with the District's auditors.

The audit firm of KPMG LLP, appointed by Council has expressed its opinion that the financial statements prepared by management fairly present, in all material respects, the financial position of the District as at December 31, 2025, and the results of the 2025 operations in accordance with PSAS. The District maintains a system of internal and administrative controls designed to provide reliable and accurate financial information and to ensure assets of the District are appropriately accounted for and adequately safeguarded. Expenditures and revenues are analyzed regularly by management and updates are provided to council on a monthly basis, and as required.



Mike Veenbaas, Director of Financial Services



KPMG LLP
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Chilliwack BC V2P 1B4
Canada
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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the Corporation of the District of Kent

We have audited the consolidated financial statements of the Corporation of the District of Kent (the "District") which comprise:

- the consolidated statement of financial position as at December 31, 2025
- the consolidated of operations and accumulated surplus for the year then ended
- the consolidated statement of changes in net financial assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information

(Hereinafter referred to as the "financial statements").

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 its consolidated results of operations, its consolidated changes in 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 Financial Statements"*** section of our auditor's report.

We are independent of the District in accordance with the 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.



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Emphasis of Matter - Comparative Information

We draw attention to Note 23 to the financial statements ("Note 23"), which explains that certain comparative information presented for the year ended December 31, 2024 has been restated.

Note 23 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

Other Matter - Comparative Information

As part of our audit of the financial statements for the year ended December 31, 2025, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended December 31, 2024. In our opinion, such adjustments are appropriate and have been properly applied.

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 public sector accounting standards, 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 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 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 the financial statements.



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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 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 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's 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.
- 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.

A handwritten signature in black ink that reads "KPMG LLP" with a horizontal line underneath.

Chartered Professional Accountants

Chilliwack, Canada

April 27, 2026

CORPORATION OF THE DISTRICT OF KENT

Consolidated Statement of Financial Position

December 31, 2025, with comparative information for 2024

	2025	2024
		(restated - note 23)
Financial assets:		
Cash and cash equivalents (note 2)	\$ 33,917,439	\$ 36,914,375
Accounts receivable (note 3)	1,408,346	4,367,458
Deposit - Municipal Finance Authority (note 4)	52,300	51,737
	35,378,085	41,333,570
Liabilities:		
Accounts payable and accrued liabilities (note 5)	6,760,034	4,217,426
Refundable deposits	544,299	867,517
Unearned revenue (note 6)	1,567,457	3,661,775
Restricted revenue (note 7)	2,958,289	3,008,523
Asset retirement obligation (note 8)	164,000	141,191
Reserve - Municipal Finance Authority (note 4)	52,300	51,737
Long-term debt (note 9)	782,788	866,767
Obligations under capital leases (note 10)	84,787	2,845
	12,913,954	12,817,781
Net financial assets	22,464,131	28,515,789
Non-financial assets:		
Tangible capital assets (note 11)	78,668,612	62,661,067
Other non-financial assets	431,539	444,790
	79,100,151	63,105,857
Contingencies (note 16)		
Commitments (note 17)		
Accumulated surplus (note 12)	\$ 101,564,282	\$ 91,621,646

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

On behalf of the District:



Director of Financial Services

CORPORATION OF THE DISTRICT OF KENT

Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2025, with comparative information for 2024

	2025 Budget (note 20)	2025 Actual	2024 Actual (restated - note 23)
Revenues:			
Municipal taxation (note 13)	\$ 10,727,450	\$ 10,754,991	\$ 10,032,233
Government grants and transfers (note 14)	10,897,680	8,912,890	6,341,177
Sale of services	2,881,620	3,297,066	3,074,538
Contributions from developers	2,647,750	463,887	716,128
Return on investments	1,144,810	1,309,133	1,939,034
Licenses, permits, penalties and fines	798,430	518,806	404,151
	29,097,740	25,256,773	22,507,261
Expenses:			
General government services	3,313,390	3,279,547	2,910,326
Engineering services	2,702,380	2,633,415	2,794,501
Parks, recreation and cultural services	2,577,240	2,743,792	2,385,461
Water and sewer services	2,384,080	2,703,509	2,461,344
Protective services	2,537,270	2,435,828	2,340,618
Development services	1,007,410	797,884	933,806
Drainage and diking services	654,590	720,162	636,088
	15,176,360	15,314,137	14,462,144
Earnings before the undernoted	13,921,380	9,942,636	8,045,117
Loss on disposal of tangible capital assets	-	-	(18,236)
Annual surplus	13,921,380	9,942,636	8,026,881
Accumulated surplus, beginning of year	91,621,646	91,621,646	83,594,765
Accumulated surplus, end of year	\$ 105,543,026	\$ 101,564,282	\$ 91,621,646

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

CORPORATION OF THE DISTRICT OF KENT

Consolidated Statement of Change in Net Financial Assets

Year ended December 31, 2025, with comparative information for 2024

	2025 Budget (note 20)	2025 Actual	2024 Actual (restated - note 23)
Annual surplus	\$ 13,921,380	\$ 9,942,636	\$ 8,026,881
Acquisition of tangible capital assets	(29,087,000)	(18,192,385)	(9,982,773)
Tangible capital assets acquired through a capital lease	-	(84,787)	-
Amortization of tangible capital assets	2,011,000	2,312,967	2,126,049
Loss on disposal of tangible capital assets	-	-	18,236
Tangible capital assets contributed by developers	-	(30,000)	-
Remeasurement of asset retirement obligation	-	(13,340)	-
	(13,154,620)	(16,007,545)	(7,838,488)
Change in other non-financial assets	-	13,251	(16,389)
Change in net financial assets	766,760	(6,051,658)	172,004
Net financial assets, beginning of year	28,515,789	28,515,789	28,343,785
Net financial assets, end of year	\$ 29,282,549	\$ 22,464,131	\$ 28,515,789

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

CORPORATION OF THE DISTRICT OF KENT

Consolidated Statement of Cash Flows

Year ended December 31, 2025, with comparative information for 2024

	2025	2024
		(restated - note 23)
Cash provided by (used in):		
Operating activities:		
Annual surplus	\$ 9,942,636	\$ 8,026,881
Items not involving cash:		
Amortization of tangible capital assets	2,312,967	2,126,049
Loss on disposal of tangible capital assets	-	18,236
Tangible capital assets contributed by developers	(30,000)	-
Accretion of asset retirement obligation	9,469	10,001
Actuarial adjustment on debt	21,813	18,973
Change in non-cash operating assets and liabilities:		
Accounts receivable	2,959,112	(3,075,682)
Other non-financial assets	13,251	(16,389)
Accounts payable and accrued liabilities	2,542,608	1,557,082
Refundable deposits	(323,218)	(41,851)
Unearned revenue	(2,094,318)	(448,354)
	15,354,320	8,174,946
Capital activities:		
Acquisition of tangible capital assets	(18,195,230)	(9,982,773)
	(18,195,230)	(9,982,773)
Financing activities:		
Change in restricted revenues, net	(50,234)	(416,069)
Repayment of obligations under capital lease	-	(8,534)
Repayment of long-term debt	(105,792)	(100,111)
	(156,026)	(524,714)
Decrease in cash and cash equivalents	(2,996,936)	(2,332,541)
Cash and cash equivalents, beginning of year	36,914,375	39,246,916
Cash and cash equivalents, end of year	\$ 33,917,439	\$ 36,914,375
Non-cash transaction:		
Tangible capital assets acquired through a capital lease	\$ 84,787	\$ -
Remeasurement of asset retirement obligation added to tangible capital assets	13,340	-

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

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements

Year ended December 31, 2025

The Corporation of the District of Kent (the "District") was incorporated on January 1, 1895 under Letters Patent and operates under the authority of the British Columbia Community Charter. The District's principal activities include the provision of local government services to residents of the incorporated area including administrative, protective, transportation, recreational, water, sewer, diking and drainage services.

1. Significant accounting policies:

The accounting policies of the District have been presented in accordance with current standards as issued in the CPA Canada Public Sector Handbook.

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

(a) Basis of presentation:

These consolidated financial statements include the operations of the General, Water, Sewer, Diking, Drainage and Reserve Funds.

All material interfund accounts and transactions have been eliminated.

The consolidated financial statements do not include assets, liabilities or surplus of trust funds administered by the District.

(b) Financial instruments:

Financial instruments include cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, refundable deposits, and long term debt. Cash and cash equivalents include cash, high interest savings accounts and short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value, including those in the Municipal Finance Authority investment short-term money market investment pool.

Financial instruments are recorded at fair value on initial recognition. Equity instruments quoted in an active market and derivatives are subsequently measured at fair value as at the reporting date. All other financial instruments are subsequently measured at cost or amortized cost unless the District has elected to carry the financial instrument at fair value. The District has not elected to carry any financial instruments at fair value.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

1. Significant accounting policies (continued):

(b) Financial instruments (continued):

Unrealized changes in fair value would be recognized on the consolidated statement of remeasurement gains and losses. They are recorded in the consolidated statement of operations when they are realized. There are no unrealized changes in fair value as at December 31, 2025 and December 31, 2024. As a result, the District does not have a consolidated statement of remeasurement gains and losses.

Transaction costs incurred on the acquisition of financial instruments subsequently measured at fair value are expensed as incurred. Transaction costs incurred on the acquisition of financial instruments recorded at cost or amortized cost are included in the cost. Sales and purchases of investments are recorded on the trade date.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the consolidated statement of operations.

(c) Revenue recognition:

Municipal taxation revenue is recognized on the accrual basis using the approved mill rates and the assessment related to each year. Grants in lieu of taxes and utility charges are recognized when the levies are billed or billable to the property owner. Revenue from sales of services are recognized when the services are provided. Development cost charges are recognized as revenue in the period the funds are expended on a development project. Development cost charges not expended are recorded as restricted revenue.

License revenues are recognized over the term of the license. Permit revenues are recognized over time as obligations are completed. Penalties and fines are recognized at time of issuance when collectability is reasonably assured.

(d) Use of estimates:

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Areas that contain estimates include assumptions used in estimating provisions for accrued liabilities, asset retirement obligations, contributions from developers, and the estimated useful lives of tangible capital assets. Actual results could differ from those estimates.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

1. Significant accounting policies (continued):

(e) Government transfers:

Government transfers received by the District are recognized as revenue once the transfer has been authorized by the transferring government and the District has met any eligibility requirements. In cases where stipulations have been imposed by the transferring government on the District with respect to the use or retention of funds already transferred and those stipulations have not been met, a liability is recognized. Transfers from the District to other agencies are normally granted only in return for services provided to the community. As such, they would be recognized on the same basis as other expenses.

(f) 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 ordinary course of operations.

(i) Tangible capital assets:

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, are amortized on a straight line basis over their estimated useful lives as follows:

Asset	Useful life - years
Land and land improvements	Indefinite
Buildings and building improvements	35
Machinery and equipment	15-20
Furniture and fixtures	5
Transportation equipment	10-15
Office and information technology	5-10
Infrastructure	25-100
Dikes	Indefinite

Annual amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for productive use.

(ii) Contributions of tangible capital assets:

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also are recorded as revenue.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

1. Significant accounting policies (continued):

(f) Non-financial assets (continued):

(iii) Interest capitalization:

The District does not capitalize interest costs associated with the acquisition or construction of a tangible capital asset.

(iv) Leased tangible capital assets:

Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets. All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

(v) Other non-financial assets:

Other non-financial assets consist of inventories which recorded at the the lower of cost and net realizable value and prepaid expenses which are amortized in the period the expenses relate to.

(g) Contaminated sites:

A liability for contaminated sites is recognized when a site is not in productive use and the following criteria are met:

- (i) An environmental standard exists;
- (ii) Contamination exceeds the environmental standard;
- (iii) The District is directly responsible or accepts responsibility;
- (iv) It is expected that future economic benefits will be given up; and
- (v) A reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

(h) Asset retirement obligation:

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

- (i) There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- (ii) The past transaction or event giving rise to the liability has occurred;
- (iii) It is expected that future economic benefits will be given up; and
- (iv) A reasonable estimate of the amount can be made.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

1. Significant accounting policies (continued):

(h) Asset retirement obligation (continued):

The estimate of the asset retirement obligation includes costs directly attributable to the asset retirement activities and is recorded as a liability and increase to the related tangible capital assets if the tangible capital asset is in productive use. The asset retirement obligation is recorded as a liability and expense if the related tangible capital asset is unrecognized or no longer in productive use.

2. Restricted assets:

Included in cash and cash equivalents are the following restricted amounts:

	2025	2024
Cash and cash equivalents	\$ 33,917,439	\$ 36,914,375
Less restricted for:		
Statutory Reserve Funds	11,471,975	14,636,549
Restricted revenue	2,958,289	3,008,523
Unearned revenue	1,567,457	3,661,775
	15,997,721	21,306,847
Funds available for operations	\$ 17,919,718	\$ 15,607,528

In agreement with Envision Financial, the District has an available \$500,000 line of credit, in which nil (2024 - nil) has been drawn on as at December 31, 2025. The line of credit bears interest at the lender's prime rate.

3. Accounts receivable:

	2025	2024
Taxes	\$ 413,824	\$ 327,440
Government of Canada	359,023	352,189
Trade accounts	254,100	3,196,595
Accrued interest on term deposits	230,879	316,999
Water and sewer trade receivable	150,520	174,235
	\$ 1,408,346	\$ 4,367,458

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

4. Municipal Finance Authority reserve deposits and demand notes:

The District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds are withheld by the Municipal Finance Authority as a debt reserve fund. The District also executes demand notes in connection with each debenture whereby the District may be required to loan certain amounts to the Municipal Finance Authority.

The cash deposit and demand notes at the year end totaled \$52,300 (2024 - \$51,737).

5. Accounts payable and accrued liabilities:

	2025	2024
		(restated - note 23)
Trade accounts	\$ 2,136,162	\$ 1,216,805
Holdbacks	2,064,404	641,810
Province of British Columbia	1,183,909	1,114,977
Accrued payroll and benefits	973,803	868,889
Due to Trust Fund	401,756	374,945
	\$ 6,760,034	\$ 4,217,426

6. Unearned revenue:

	2024	Amounts received	Revenue earned	2025
Prepaid taxes	\$ 801,659	\$ 900,273	\$ (801,659)	\$ 900,273
Water meter deposits	102,785	-	-	102,785
Flood recovery grant	2,230,879	-	(2,206,051)	24,828
Other	526,452	544,603	(531,484)	539,571
	\$ 3,661,775	\$ 1,444,876	\$(3,539,194)	\$ 1,567,457

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

7. Restricted revenue:

Restricted revenue represents funds received from developers for capital infrastructure expenditures required as a result of their development projects. As these funds are expended, the liability will be reduced and the amount expended will be recorded as revenue.

Assets are not always physically segregated to meet the requirements of the restricted revenues. The liability will be settled with cash and cash equivalents.

The restricted revenues, reported on the Consolidated Statement of Financial Position, are made up of the following:

	2025	2024
Roads	\$ 1,304,103	\$ 1,471,069
Storm drainage	760,133	723,532
Community parks	559,338	596,145
Cash-in-lieu of parks	201,243	193,503
Sewer	117,517	8,932
Water	15,955	15,342
Total restricted revenue	\$ 2,958,289	\$ 3,008,523

8. Asset retirement obligation:

The District asset retirement obligation consists of the following:

The District owns several buildings that are known to have asbestos and lead, which represent a health hazard upon demolition of the building and there is a legal obligation to remove and dispose of it. The facilities have average estimated useful lives remaining ranging from 19 to 34 years.

Estimated costs have been discounted at the present value using a discount rate of 4.0% (2024 - 4.4%). As at December 31, 2025, the undiscounted cash flows are \$398,736 (2024 - \$398,736).

Changes to the asset retirement obligation in the year are as follows:

	2025	2024
Opening asset retirement obligation	\$ 141,191	\$ 131,190
Remeasurement adjustment	13,340	-
Accretion expense	9,469	10,001
Closing asset retirement obligation	\$ 164,000	\$ 141,191

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

9. Long-term debt:

The balance of long-term debt is as follows:

By-law	Purpose	Term (years)	Year due	Rate	Balance 2025	Balance 2024
General						
1511	Community Centre	20	2035	2.20	\$ 760,715	\$ 823,367
1526	Cemetery Road	10	2026	2.60	22,073	43,400
					\$ 782,788	\$ 866,767

Interest on long-term debt totaled \$24,077 (2024 - \$14,567) in the General Fund.

Future principal payments required over the next five years on issued debt are as follows:

2026	\$ 86,918
2027	67,114
2028	69,463
2029	71,894
2030	74,410
Thereafter	412,989
	\$ 782,788

10. Obligations under capital leases:

The District has entered into capital leases to finance computers and equipment at a cost of borrowing of 6.80% (2024 - 4.24%). The principal and interest payments are as follows:

	2025
Net minimum lease payments	\$ 99,201
Less amount representing interest	(14,414)
Present value of net minimum lease payments	\$ 84,787

Interest of \$306 (2024 - \$918) relating to capital lease obligations has been included in the General Fund.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements

Year ended December 31, 2025

11. Tangible capital assets:

	COST				
	Opening Balance (restated - note 23)	Additions	Disposals	Transfers	Closing Cost
<u>General Fund</u>					
Land	\$ 5,467,585	\$ -	\$ -	-	5,467,585
Buildings	10,941,376	13,340	-	(16,648)	10,938,068
Dikes	901,140	-	-	-	901,140
Drainage pump stations and culverts	11,164,456	1,934,298	3,820	-	13,094,934
Engineering Structures	21,262,290	867,930	-	-	22,130,220
Equipment & Structures	9,745,482	819,360	44,700	16,648	10,536,790
Work in Progress	6,356,394	13,969,835	-	-	20,326,229
Asset held for resale	112,700	-	-	-	112,700
Total General Fund	65,951,423	17,604,763	48,520	-	83,507,666
<u>Sewer Fund</u>					
Equipment & Structures	543,060	-	-	-	543,060
Mt. Woodside Sewer	5,260,742	-	-	-	5,260,742
Storm drainage system	4,384,070	12,000	-	-	4,396,070
Townsite Sewer System	14,271,581	203,339	-	-	14,474,920
Work in Progress	25,993	436,787	-	-	462,780
Total Sewer Fund	24,485,446	652,126	-	-	25,137,572
<u>Water Fund</u>					
Mt. Woodside Water	2,355,308	-	-	-	2,355,308
Rockwell water system	176,558	6,000	-	-	182,558
Townsite water system	10,129,132	-	-	-	10,129,132
Work In Progress	-	57,622	-	-	57,622
Total Water Fund	12,660,998	63,622	-	-	12,724,620
Total Capital Assets	\$ 103,097,867	\$ 18,320,511	\$ 48,520	\$ -	\$ 121,369,858

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also are recorded as revenue.

The value of contributed tangible capital assets received during the year is as follows:

	2025	2024
Storm Sewer	12,000	-
Townsite Sewer	12,000	-
Townsite Water System	6,000	-
	30,000	-

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements

Year ended December 31, 2025

11. Tangible capital assets (continued):

	ACCUMULATED AMORTIZATION				
	Opening Balance (restated - note 23)	Current Provision	Disposals	Closing Balance	Closing Net Book Value
<u>General Fund</u>					
Land	\$ -	\$ -	\$ -	\$ -	5,467,585
Buildings	3,882,051	284,462	-	4,166,513	6,771,555
Dikes	-	-	-	-	901,140
Drainage pump stations and culverts	2,989,298	209,048	3,820	3,194,526	9,900,408
Engineering Structures	12,346,950	582,441	-	12,929,391	9,200,829
Equipment & Structures	5,488,721	294,559	44,700	5,738,580	4,798,210
Work in Progress	-	-	-	-	20,326,229
Asset held for resale	-	-	-	-	112,700
Total General Fund	24,707,020	1,370,510	48,520	26,029,010	57,478,656
<u>Sewer Fund</u>					
Equipment & Structures	446,551	12,105	-	458,656	84,404
Mt. Woodside Sewer	1,097,523	155,802	-	1,253,325	4,007,417
Storm drainage system	2,667,958	94,743	-	2,762,701	1,633,369
Townsite Sewer System	6,235,994	305,799	-	6,541,793	7,933,127
Work in Progress	-	-	-	-	462,780
Total Sewer Fund	10,448,026	568,449	-	11,016,475	14,121,097
<u>Water Fund</u>					
Mt. Woodside Water	528,857	66,771	-	595,628	1,759,680
Rockwell water system	149,032	4,390	-	153,422	29,136
Townsite water system	4,603,865	302,846	-	4,906,711	5,222,421
Work In Progress	-	-	-	-	57,622
Total Water Fund	5,281,754	374,007	-	5,655,761	7,068,859
Total Capital Assets	\$ 40,436,800	\$ 2,312,966	\$ 48,520	\$ 42,701,246	\$ 78,668,612

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

12. Accumulated surplus:

	2025	2024
		(restated - note 23)
Unappropriated:		
General	\$ 3,276,237	\$ 6,194,290
Sewer	1,426,271	1,364,592
Diking	790,594	766,463
Drainage	987,026	1,009,655
Water	1,604,311	1,541,021
	8,084,439	10,876,021
Appropriated:		
Operating Reserve	4,483,529	4,440,573
Statutory Reserve Funds:		
General capital	5,340,086	3,159,697
Growing communities fund	1,337,794	2,986,449
Sewer capital	2,059,860	2,263,861
Water capital	1,120,503	676,060
Parkland	143,991	138,453
Gas tax - community works	1,469,741	5,412,029
	11,471,975	14,636,549
Total financial equity	24,039,943	29,953,143
Equity in Tangible Capital Assets:		
General	56,334,382	40,251,839
Sewer	14,121,097	14,037,420
Water	7,068,860	7,379,244
Accumulated surplus	\$101,564,282	\$ 91,621,646

13. Municipal taxation revenue:

	2025	2024
Municipal property taxes	\$ 9,654,065	\$ 8,936,094
Payments in lieu of taxes	961,345	957,883
Utility taxes	139,581	138,256
	\$ 10,754,991	\$ 10,032,233

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

14. Government grants and transfers:

	2025	2024
Provincial government - other	\$ 8,815,734	\$ 5,958,886
Other minor grants	67,926	24,846
Federal government	29,230	357,445
	\$ 8,912,890	\$ 6,341,177

15. Collections for other governments:

The Municipality collects and remits taxes on behalf of other government jurisdictions as follows:

	2025	2024
Ministry of Education	\$ 4,773,180	\$ 4,633,426
Fraser Valley Regional District	334,342	299,816
Fraser Valley Regional Hospital District	279,812	244,710
B.C. Assessment Authority	115,570	111,082
Municipal Finance Authority	555	547
	\$ 5,503,459	\$ 5,289,581

These taxes are not included in the Consolidated Statement of Operations and Accumulated Surplus of the District.

16. Contingencies:

- (a) Debt held by the Fraser Valley Regional District is, pursuant to the Local Government Act, a direct joint and several liability of each member municipality within the regional district, including the District. It is unlikely a claim will be realized under these guarantees.
- (b) The District is currently engaged in certain legal actions. The District has accrued for claims for which the amounts are known or can reasonably be estimated. The outcome of other claims is undeterminable at this time and, accordingly, no provision has been made in the consolidated financial statements.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

16. Contingencies (continued):

- (c) The District received grant funding from the Provincial government for interim flood support. The terms of the government transfer require that if the assets are sold, leased, or disposed of within five years of acquisition, using the funds contributed by the province, the District may be required to reimburse the province. The District has no plans to dispose of any assets to be acquired by the government transfer, and accordingly, no provision has been made in the financial statements.
- (d) The District has issued a letter of credit on behalf of the Fish and Habitat Protection Program totaling \$302,683 (2024 - \$302,683).

17. Commitments:

The District entered into a stipulated price contract with Chandos Construction LP for the construction of the Lets'emot Regional Recreation & Aquatic Centre. The total contract price is \$23,251,484 and the remaining balance to be paid as of December 31, 2025 is \$6,037,358 (2024 - \$18,795,260). The project is anticipated to be completed Fall 2026.

18. Employee pension benefits:

The District and its employees contribute to the Municipal Pension Plan (a jointly trustee 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.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

18. Employee pension benefits (continued):

The District paid \$383,651 (2024 - \$340,937) for employer contributions while employees contributed \$348,528 (2024 - \$310,079) to the plan in fiscal 2025. The next valuation will be as at December 31, 2027.

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.

19. Fair value of financial assets and financial liabilities:

The fair value of the District's cash and cash equivalents, accounts receivable, refundable deposits, and accounts payable and accrued liabilities approximate their carrying amounts due to the immediate or short term maturity of these financial instruments.

The fair value of the long-term debt approximates their book value as the interest rates represent borrowing rates for loans under similar terms and maturities.

20. Budget figures:

The operating and capital budget figures, presented on a basis consistent with that used for actual results, were approved by Council as the 2025 - 2029 Financial Plan Bylaw, No. 1748. The table below reconciles the approved budget to the budget figures reported in these financial statements.

	2025
Budgeted annual surplus	\$ -
Internal transfers to reserves and surplus	(9,638,600)
Amortization of tangible capital assets	(2,011,000)
Net proceeds of long-term debt	(3,516,020)
Acquisition of tangible capital assets	29,087,000
Budgeted surplus	\$ 13,921,380

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

21. Contractual rights:

The District has entered into contracts for various property rentals, leases, and service agreements, and is scheduled to receive the following amounts under those contracts:

2026	\$	80,704
2027		49,401
2028		48,818
2029		46,281
2030		19,585
	\$	244,789

22. Financial risks:

Market Risk is the risk that changes in market prices, such as interest rates, will affect the District's income. The District's cash and portfolio investments include amounts on deposit with financial institutions that earn interest at market rates. The District manages its cash by maximizing the interest income earned on excess funds while maintaining the liquidity necessary to conduct operations on a day-to-day basis. Fluctuations in market rates of interest would not have a significant effect on the District's income.

Liquidity Risk is the risk of loss resulting from the inability to meet payment obligations in full and on time when they become due. While no formal policy exists, management ensures sufficient funds are held in high-interest savings accounts and term deposits (with the ability to arrange for early maturity), in order to manage this risk. Liquidity demands are based on historical cash flows and anticipated timing of future significant capital expenditures.

Credit Risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Management does not believe that the District is exposed to significant credit risk.

The carrying value of cash, accounts receivable, and accounts payable and accrued liabilities approximate their fair value due to the relatively short periods to maturity of these items.

There has been no change to the risk exposures outlined above from 2024.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

23. Restatement of comparative information:

During 2025, the District's management determined that contributions from developers of \$2,498,618 and related amortization of \$748,694 were not previously recorded. In addition, soil permit fees of \$300,679 were previously recorded in accounts payable when they should have been recorded in revenue in the period received.

As a result of the correction of these items, ending accumulated surplus as at December 31, 2024 was increased by \$2,050,603.

Accordingly, the following adjustments were made to the comparative information as at and for the year ended December 31, 2024.

	As previously reported	Adjustment	As restated
Statement of Financial Position:			
Liabilities:			
Accounts payable and accrued liabilities	\$ 4,518,105	\$ (300,679)	\$ 4,217,426
Net financial assets	28,215,110	300,679	28,515,789
Non-financial assets:			
Tangible capital assets	60,911,143	1,749,924	62,661,067
Ending accumulated surplus	89,571,043	2,050,603	91,621,646

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

23. Restatement of comparative information (continued):

	As previously reported	Adjustment	As restated
Statement of Operations:			
Revenues:			
Licenses, permits, penalties, and fines	327,729	76,422	404,151
Expenses:			
Water and sewer services	2,386,780	74,564	2,461,344
Annual surplus	8,025,023	1,858	8,026,881
Accumulated surplus, beginning of year	81,546,020	2,048,745	83,594,765
Accumulated surplus, end of year	89,571,043	2,050,603	91,621,646
Statement of Change in Net Financial Assets:			
Annual surplus	8,025,023	1,858	8,026,881
Amortization of tangible capital assets	2,051,485	74,564	2,126,049
Change in net financial assets	95,582	76,422	172,004
Net financial assets, beginning of year	28,119,528	224,257	28,343,785
Net financial assets, end of year	28,215,110	300,679	28,515,789
Statement of Cash Flows:			
Annual surplus	8,025,023	1,858	8,026,881
Amortization of tangible capital assets	2,051,485	74,564	2,126,049
Accounts payable and accrued liabilities	1,633,504	(76,422)	1,557,082
Note 5 - Accounts payable and accrued liabilities:			
Trade accounts	1,517,484	(300,679)	1,216,805

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

23. Restatement of comparative information (continued):

	As previously reported	Adjustment	As restated
Note 11 - Tangible capital assets:			
Mt. Woodside Sewer - opening cost	2,981,521	2,279,221	5,260,742
Mt. Woodside Water - opening cost	2,135,911	219,397	2,355,308
Mt. Woodside Sewer - opening accumulated amortization	413,409	684,114	1,097,523
Mt. Woodside Water - opening accumulated amortization	464,277	64,580	528,857
Note 12 - Accumulated surplus:			
Appropriated:			
Operating Reserve	4,139,894	300,679	4,440,573
Equity in tangible capital assets:			
Sewer	12,442,313	1,595,107	14,037,420
Water	7,224,427	154,817	7,379,244
Note 24 - Segmented information:			
Revenues:			
Licenses, permits, penalties, and fines	327,729	76,422	404,151
Expenses:			
Amortization of tangible capital assets	2,051,485	74,564	2,126,049
Annual surplus	8,025,023	1,858	8,026,881

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

24. Segmented information:

The District is a diversified municipal government institution that provides a wide range of services to its citizens, including General Government Services; Protective Services; Engineering Services; Water and Sewer Services; Parks, Recreation and Cultural Services; Development Services; and Drainage and Diking Services. For management reporting purposes, the District's operations and activities are organized and reported by service areas. Service areas were created for the purpose of recording specific activities to attain certain objectives in accordance with regulations, restrictions or limitations. The service areas are as follows:

General Government Services

General government services include all activities associated with adopting bylaws, mayor and council support, financial management, municipal facilities, and the cost effective delivery of services. Items included are Mayor and Council, administration, clerks, purchasing, management information systems, graphical information systems, corporate services, finance, community grants and unallocated costs including insurance and legal.

Protective Services

Protective services include all activities associated with protection including the enforcement of laws and the prevention of crime. Items included are fire protection, emergency services, and all costs associated with policing.

Development Services

Development services include all activities associated with community planning. These include building permits and inspections, bylaw enforcement and animal controls.

Engineering Services

Engineering services include all activities associated with transportation including roads and drainage networks. Items included are services of the engineering department, traffic services, street lighting, transit, snow removal, maintenance and enhancements to roads, shoulders, open drainage, storm sewers, and dikes. This also includes operation of the District owned rock quarry as well as recycling and solid waste.

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

24. Segmented information (continued):

Water and Sewer Services

Water and sewer services include all activities associated with water and sanitary sewer operations. Items included are maintenance and enhancements of the water supply system, water pumps stations, water distribution system, water meters, hydrants, sanitary sewer collection system, sewer lift stations, and sewer treatment and disposal.

Drainage and Diking Services

Drainage and diking services include the construction and maintenance of the dike network, and the related drainage systems for preventative measures against flooding.

Parks, Recreation and Cultural Services

Parks, Recreation and Cultural services include all activities associated with parks, recreation and cultural activities and operations. Items included are costs associated with community grants, parks and trails, urban trees and plantings and sports fields public library and cemetery. Operation of the Community Recreation and Cultural Centre and Ferny Coombe Pool are included.

The segment reporting results are reported on the table on the following page.

Segmented information has been identified based upon lines of service provided by the District.

District services are provided by departments and their activities are reported by functional area in the body of the financial statements. Certain lines of service that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

24. Segmented information (continued):

	General Government Services	Protective Services	Development Services	Engineering Services	Water & Sewer Services	Drainage and Diking Services	Parks, Recreation and Cultural Services	Capital & Reserves	2025	2024 (restated - note 23)
<u>Revenues</u>										
Municipal taxation and payments in lieu of taxes	\$ 10,527,899	\$ -	\$ -	\$ -	\$ 16,525	\$ 210,567	\$ -	\$ -	\$ 10,754,991	\$ 10,032,233
Government grants and transfers	565,000	308,876	-	1,114	-	-	33,812	8,004,088	8,912,890	6,341,177
Sale of services	31,369	175,192	154,260	47,943	2,239,262	3,932	645,108	-	3,297,066	3,074,538
Contributions from developers and other	-	-	-	-	105,935	-	-	357,952	463,887	716,128
Return on investments	367,655	-	-	-	121,261	77,537	-	742,680	1,309,133	1,939,034
Licences, permits, penalties and fines	100,281	8,440	375,552	34,533	-	-	-	-	518,806	404,151
	11,592,204	492,508	529,812	83,590	2,482,983	292,036	678,920	9,104,720	25,256,773	22,507,261
<u>Expenses</u>										
Salaries and benefits	2,114,508	822,413	609,225	1,468,395	905,109	202,982	1,336,379	-	7,459,011	7,004,014
Other Employee/Council costs	103,523	67,822	13,031	36,862	6,520	-	13,503	-	241,261	246,296
Office/Administrative costs	79,310	61,052	1,447	48,156	29,672	-	16,788	-	236,425	353,413
Communication and Advertising	76,809	7,429	6,396	6,379	4,017	306	25,779	-	127,115	105,887
Professional fees	309,026	1,129,658	58,556	1,589	1,295	-	3,872	-	1,503,996	1,258,073
Departmental program supplies/services	120,379	144,218	9,306	309,051	247,815	187,223	651,282	-	1,669,274	1,711,050
Infrastructure maintenance	156	81,590	90,456	853,149	622,841	142,463	457,755	-	2,248,410	2,078,822
Transfer payments to other governments and agencies	27,360	-	-	-	-	-	28,000	-	55,360	56,345
Fiscal services	273,350	(11,149)	(2)	(760,287)	(56,216)	-	5,153	-	(549,151)	(487,806)
Amortization of tangible capital assets	175,126	132,795	-	670,121	942,456	187,188	205,281	-	2,312,967	2,126,049
Accretion of asset retirement obligations	-	-	9,469	-	-	-	-	-	9,469	10,001
	3,279,547	2,435,828	797,884	2,633,415	2,703,509	720,162	2,743,792	-	15,314,137	14,462,144
Loss on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	(18,236)
	-	-	-	-	-	-	-	-	-	(18,236)
Annual surplus (deficit)	\$ 8,312,657	\$ (1,943,320)	\$ (268,072)	\$ (2,549,825)	\$ (220,526)	\$ (428,126)	\$ (2,064,872)	\$ 9,104,720	\$ 9,942,636	\$ 8,026,881

CORPORATION OF THE DISTRICT OF KENT

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2025

25. Grants to assist local governments:

The District has received the following two grants from the Provincial Government.

- a) Local Government Housing Initiatives Fund (LGHIF) intended to assist local governments' in using an array of tools to support housing affordability in B.C. Funding received from this grant is recorded as unearned revenue by the District when received and subsequently recognized into revenue as eligible expenditures are incurred.
- b) Growing Communities Fund (GCF) intended to assist local governments' to address their community's unique infrastructure and amenity demands. Funding received from this grant is recognized as revenue by the District when received or receivable. The funds have been allocated within accumulated surplus.

A summary of the use of funds by the District is included with these Financial Statements.

Local Government Housing Initiatives Fund (LGHIF)	2025	2024
Funds received from the Province of BC	\$ 122,549	\$ 181,222
Less costs spent:		
Small Scale Multi-Unit Housing	92,391	40,718
Housing Needs Report	-	17,955
Total spent	92,391	58,673
LGHIF surplus, end of year	\$ 30,158	\$ 122,549

Growing Communities Fund (GCF)	2025	2024
GCF surplus, beginning of year	\$ 2,742,000	\$ 2,742,000
Less costs spent:		
Lets'emot Regional Recreation & Aquatic Centre	1,768,113	-
GCF surplus, end of year	\$ 973,887	\$ 2,742,000

Cemetery Care Trust Fund





MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of the Cemetery Care Trust Fund (the "Fund") have been prepared by management in accordance with Canadian Public Sector Accounting Standards ("PSAS"). Preparation and fair presentation of the financial statements is the responsibility of the Fund. Council ensures management fulfills its responsibility for financial reporting, budgeting, and internal controls by approving bylaws and policies, reviewing variance reports and financial statements, and having discussions with the Fund's auditors.

The audit firm of KPMG LLP, appointed by Council has expressed its opinion that the financial statements prepared by management fairly present, in all material respects, the financial position of the Fund as at December 31, 2025 in accordance with PSAS. The Fund maintains a system of internal and administrative controls designed to provide reliable and accurate financial information and to ensure assets of the Fund are appropriately accounted for and adequately safeguarded.



Mike Veenbaas, Director of Financial Services



KPMG LLP

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Chilliwack BC V2P 1B4
Canada
Telephone 604 793 4700
Fax 604 793 4747

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the Corporation of the District of Kent

Opinion

We have audited the financial statements of Cemetery Care Trust Fund (the Fund), which comprise:

- the statement of financial position as at December 31, 2025
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2025 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 Financial Statements***" section of our auditor's report.

We are independent of the Fund in accordance with the 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 public sector accounting standards, 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 Fund'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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund'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 the 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 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 Fund'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 Fund'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 Fund to cease to continue as a going concern.



Corporation of the District of Kent
Page 3

- 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.
- 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.

KPMG LLP

Chartered Professional Accountants

Chilliwack, Canada

April 27, 2026

CORPORATION OF THE DISTRICT OF KENT

Cemetery Care Trust Fund
Statement of Financial Position

December 31, 2025, with comparative information for 2024

	2025	2024
Assets		
Due from General Fund (note 2)	\$ 401,756	\$ 374,945
Equity		
Equity:		
Balance, beginning of year	\$ 374,945	\$ 339,018
Add:		
Interest earnings	15,249	20,795
Contributions	11,562	15,132
Balance, end of year	\$ 401,756	\$ 374,945



Director of Financial Services

See accompanying notes to financial statements.

CORPORATION OF THE DISTRICT OF KENT

Notes to Cemetery Care Trust Fund

Year ended December 31, 2025

1. Significant accounting policies:

(a) Basis of accounting:

The operations of the Trust are accounted for on an accrual basis.

(b) Use of estimates:

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

2. Due from General Fund:

The amounts due from the General Fund are due from the Corporation of the District of Kent (the "District"). The balance earns interest at the average rate of return of the temporary investments held by the District.

3. Fair value of financial assets:

The fair value of the Trust Fund's due from General Fund approximate their carrying amounts due to the immediate or short term maturity of these financial instruments.

Statistical Section

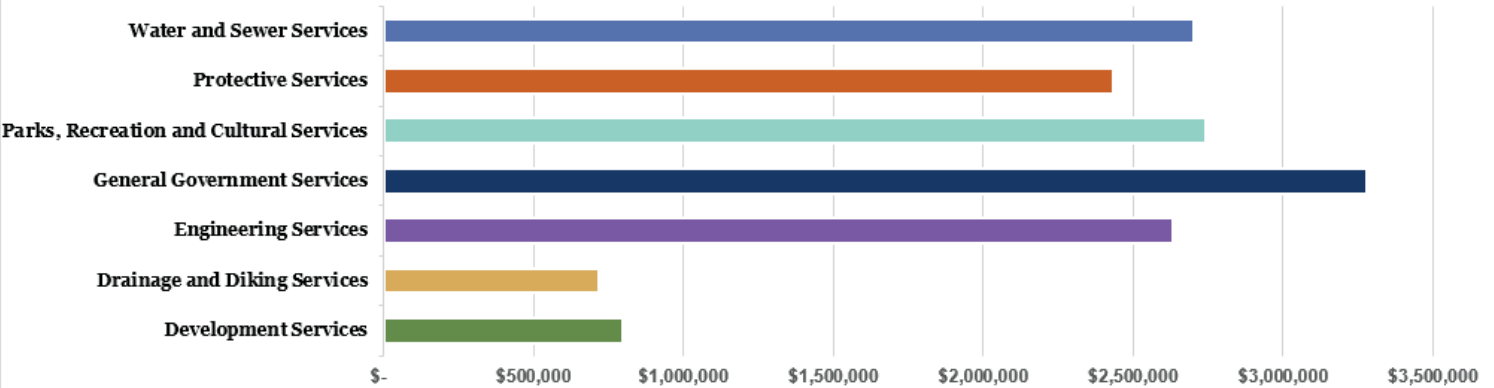


Expenses by Function

Source: Finance Department

	2025	2024	2023	2022	2021
Development Services	\$ 797,884	\$ 933,806	\$ 908,340	\$ 927,055	\$ 886,318
Drainage and Diking Services	720,162	636,088	469,904	556,997	512,402
Engineering Services	2,633,415	2,794,501	2,507,387	2,349,590	2,214,555
General Government Services	3,279,547	2,910,326	2,840,244	2,679,610	2,558,333
Parks, Recreation and Cultural Ser	2,743,792	2,385,461	2,256,085	2,183,681	1,918,292
Protective Services	2,435,828	2,340,618	1,750,771	2,267,181	2,139,718
Water and Sewer Services	2,703,509	2,461,344	2,221,526	2,134,298	2,015,745
	\$ 15,314,137	\$ 14,462,144	\$ 12,954,257	\$ 13,098,412	\$ 12,245,363

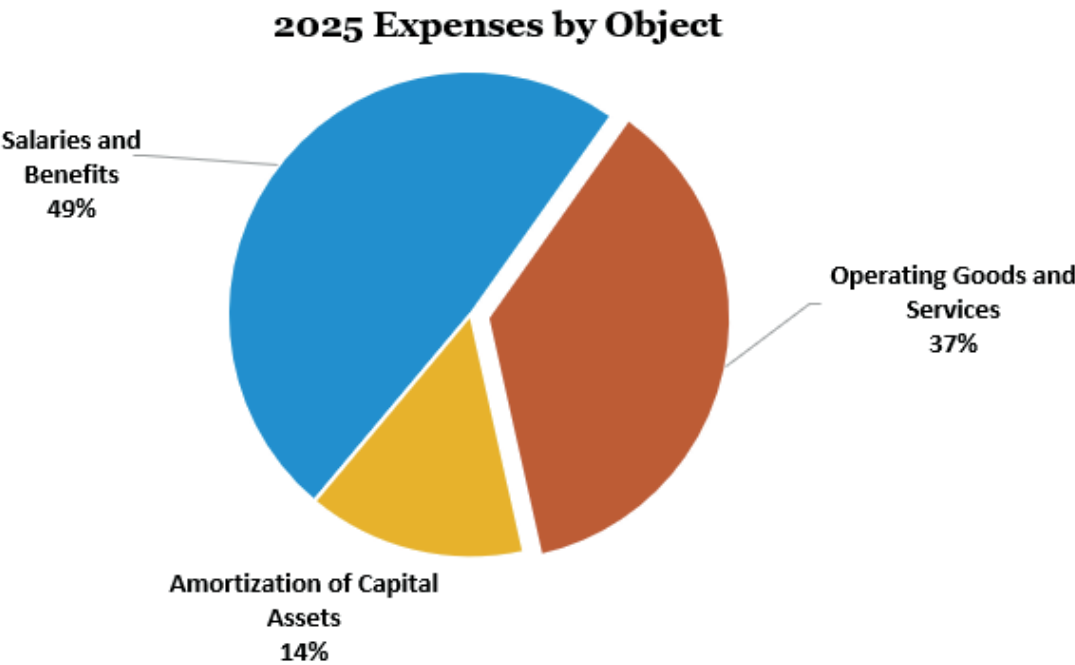
2025 Expenses By Function



Expenses by Object

Source: Finance Department

	2025	2024	2023	2022	2021
Salaries and Benefits	\$ 7,700,272	\$ 7,250,310	\$ 6,801,753	\$ 6,365,474	\$ 6,068,068
Operating Goods and Services	5,794,689	5,517,246	4,489,239	5,109,667	4,718,661
Transfers to Other Government Agencies	55,360	56,345	43,700	51,403	18,511
Amortization of Capital Assets	2,312,967	2,126,049	1,966,877	1,933,503	1,886,520
	15,863,288	14,949,950	13,301,569	13,460,047	12,654,738
Fiscal Services	- 549,151	- 487,806	- 347,312	- 361,635	- 409,375
	\$ 15,314,137	\$ 14,462,144	\$ 12,954,257	\$ 13,098,412	\$ 12,245,363

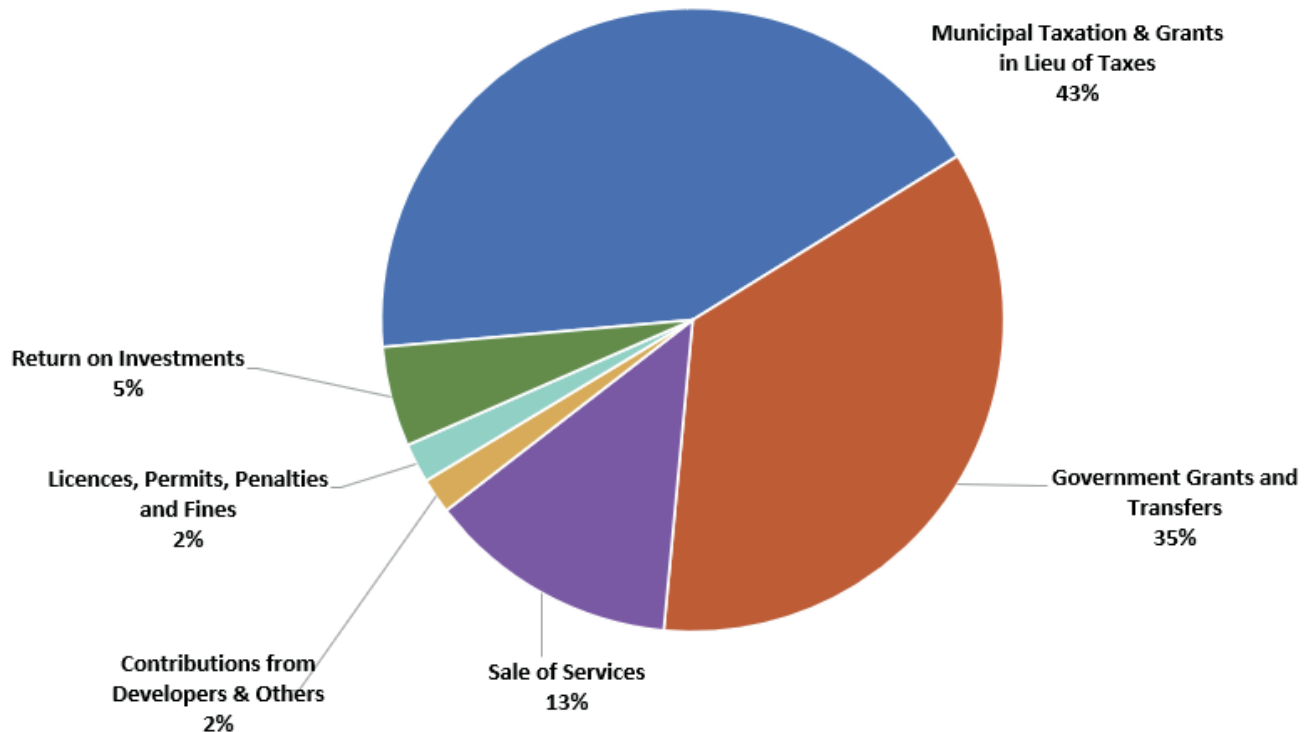


Revenue by Source

Source: Finance Department

	2025	2024	2023	2022	2021
Municipal Taxation & Grants in Lieu of Taxes	\$ 10,754,991	\$ 10,032,233	\$ 9,350,839	\$ 8,517,932	\$ 8,128,859
Government Grants and Transfers	8,912,890	6,341,177	4,012,385	1,374,308	3,034,496
Sale of Services	3,297,066	3,074,538	3,035,387	2,753,087	2,793,508
Contributions from Developers & Others	463,887	716,128	1,796,353	250,483	2,672,200
Licences, Permits, Penalties and Fines	518,806	404,151	550,013	544,626	528,221
Return on Investments	1,309,133	1,939,034	1,382,341	592,974	308,959
	\$ 25,256,773	\$ 22,507,261	\$ 20,127,318	\$ 14,033,410	\$ 17,466,243

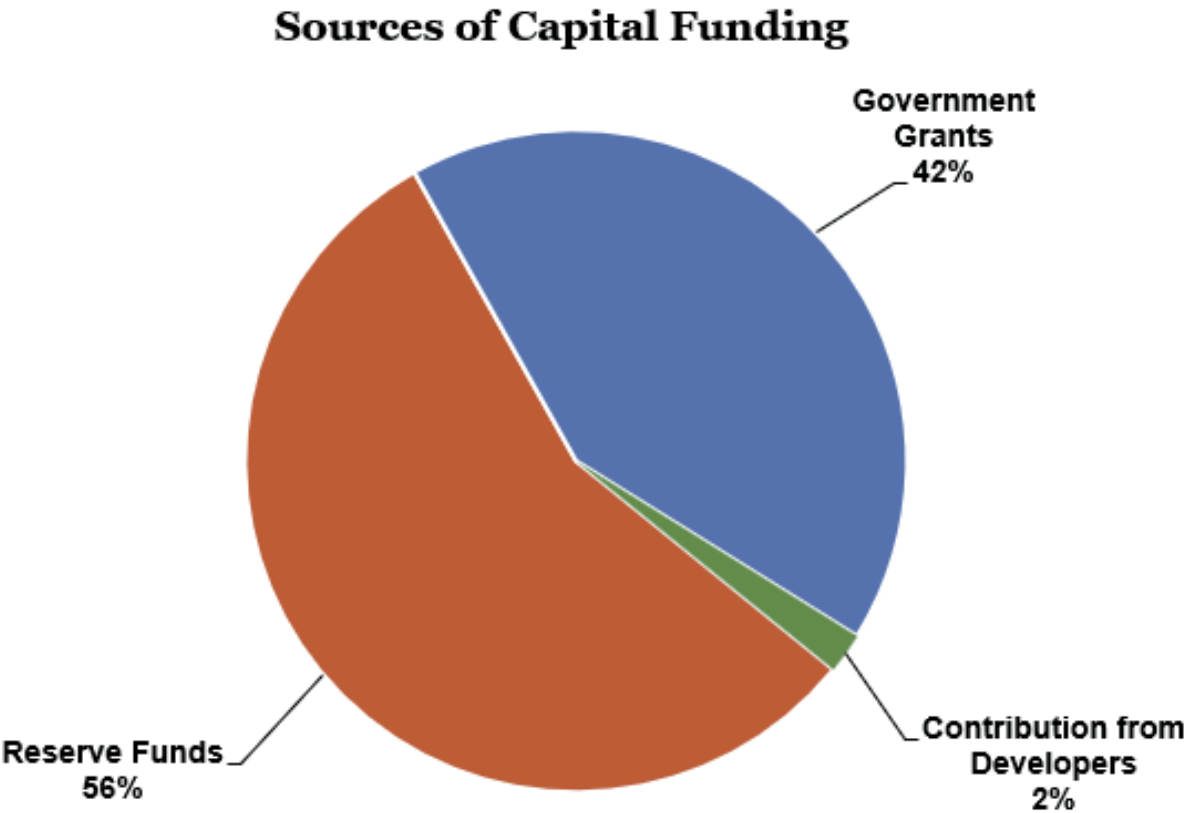
2025 Consolidated Revenue by Source



Sources of Capital Funding

Source: Finance Department

	2025	2024	2023	2022	2021
Reserve Funds	\$ 10,210,620	\$ 4,512,148	\$ 1,509,668	\$ 2,205,171	\$ 576,204
Government Grants	7,653,813	4,859,456	129,945	182,460	1,675,152
Contribution from Developers	357,952	611,169	1,779,441	218,313	2,478,709
Other	-	-	-	-	186,500
	\$ 18,222,385	\$ 9,982,773	\$ 3,419,054	\$ 2,605,944	\$ 4,916,565

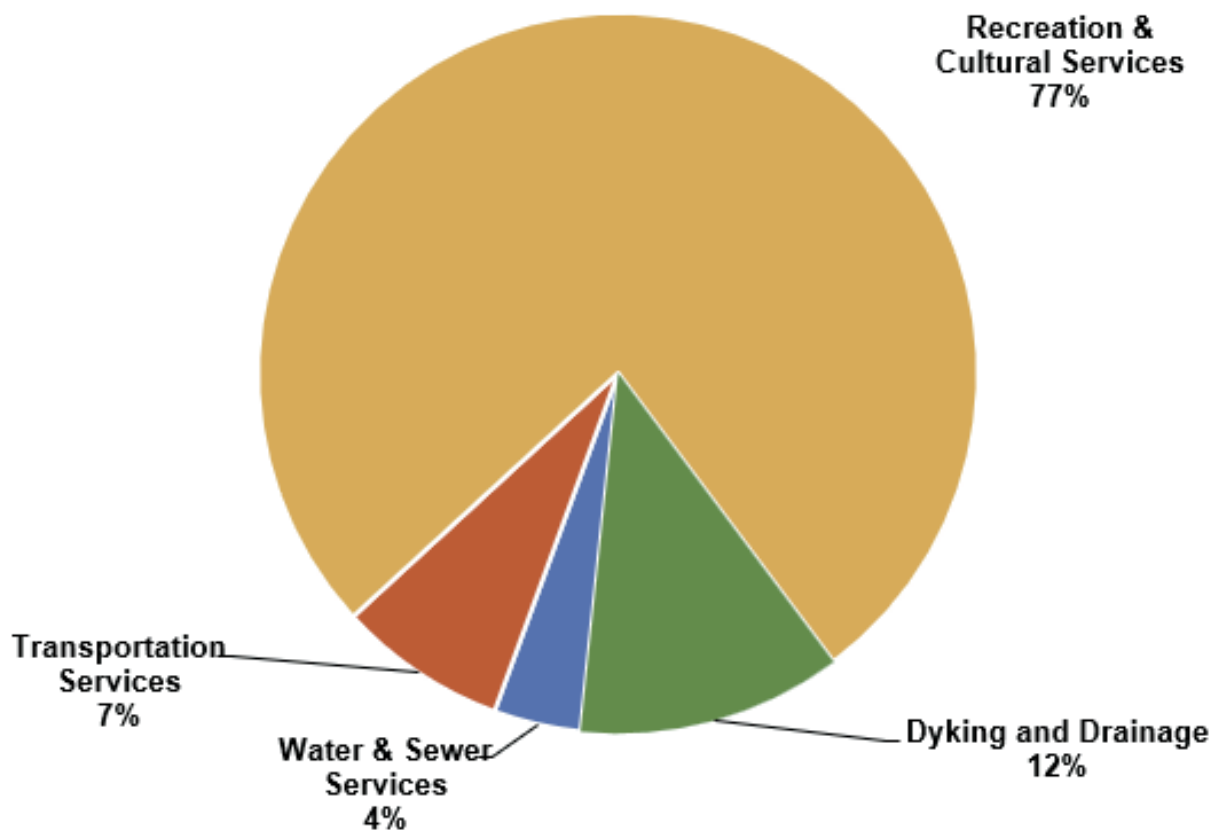


Capital Additions by Function

Source: Finance Department

	2025	2024	2023	2022	2021
Water & Sewer Services	\$ 709,747	\$ 393,533	\$ 970,211	\$ 405,747	\$ 2,294,265
Transportation Services	1,377,676	1,751,719	1,410,752	269,535	833,371
General Government Services	84,787	83,165	68,395	1,367,718	452,909
Recreation & Cultural Services	13,890,977	4,766,574	951,703	486,754	169,340
Protective Services	6,000	1,949,813	-	-	-
Dyking and Drainage	2,153,198	1,037,969	17,993	76,190	1,166,680
	\$ 18,222,385	\$ 9,982,773	\$ 3,419,054	\$ 2,605,944	\$ 4,916,565

Capital Additions by Function

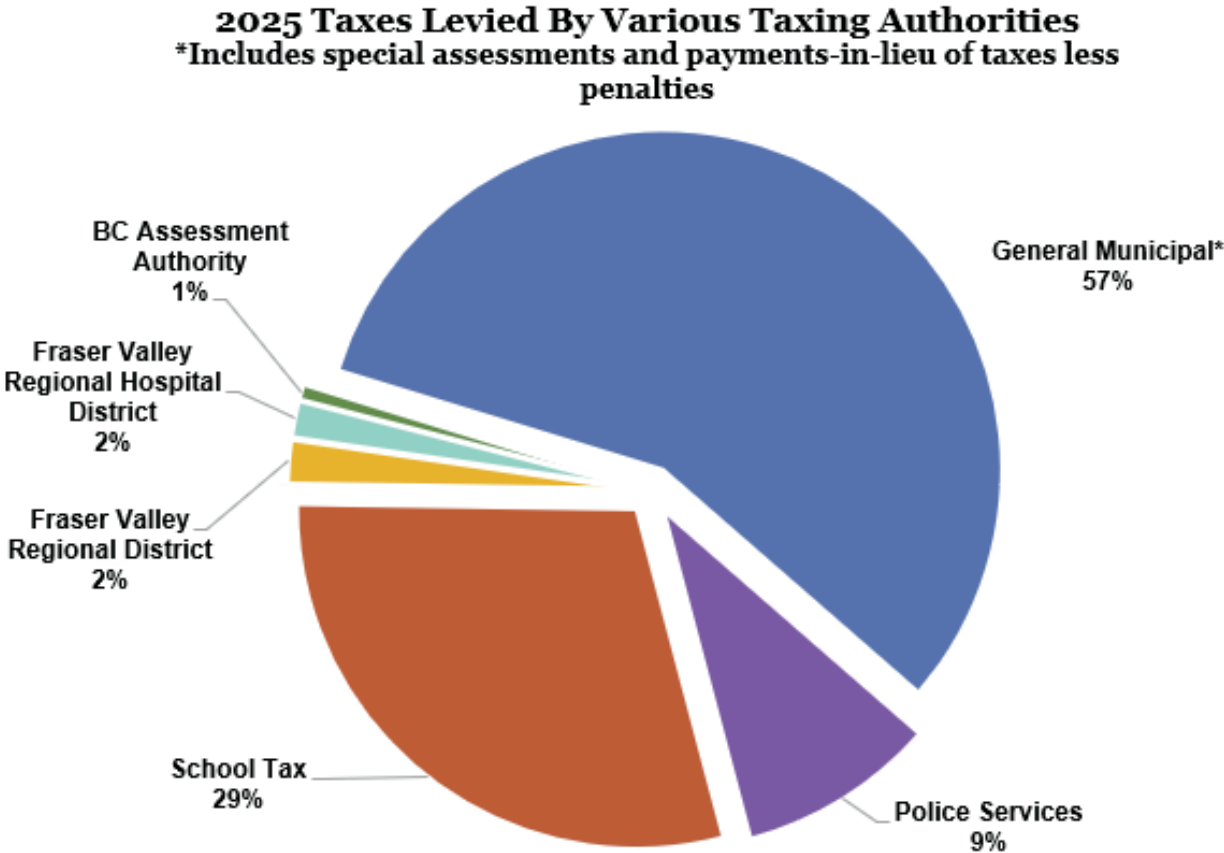


Taxes Levied by Various Taxing Authorities

Source: Finance Department

	2025	2024	2023	2022	2021
General Municipal*	\$ 9,215,485	\$ 8,599,856	\$ 7,998,113	\$ 7,217,490	\$ 6,933,237
Police Services	1,539,506	1,432,377	1,352,726	1,300,442	1,195,622
School Tax	4,773,180	4,633,426	4,326,355	3,993,598	3,742,398
Fraser Valley Regional District	334,342	299,816	242,731	241,499	229,740
Fraser Valley Regional Hospital District	279,812	244,710	229,612	223,282	216,538
Municipal Finance Authority	555	547	531	467	352
BC Assessment Authority	115,570	111,082	106,240	98,135	86,584
	\$ 16,258,450	\$ 15,321,814	\$ 14,256,308	\$ 13,074,913	\$ 12,404,471

* Includes Special Assessments and Payments-in-Lieu of Taxes less penalties



Debt Outstanding by Function

Source: Finance Department

	2025	2024	2023	2022	2021
General Government*	\$ 782,788	\$ 866,767	\$ 947,905	\$ 1,026,300	\$ 1,102,044
	\$ 782,788	\$ 866,767	\$ 947,905	\$ 1,026,300	\$ 1,102,044

*Debt serviced with property taxes

Overlapping Debt

Source: Finance Department & Fraser Valley Regional District

	2025	2024	2023	2022	2021
District of Kent	\$ 782,788	\$ 866,797	\$ 947,905	\$ 1,026,300	\$ 1,102,044
Fraser Valley Regional District	51,351,443	57,920,002	60,670,832	64,899,153	57,555,146
Fraser Valley Regional Hospital District	9,135,971	12,939,761	16,602,317	20,128,901	23,513,984
	\$ 61,270,202	\$ 71,726,560	\$ 78,221,054	\$ 86,054,354	\$ 82,171,174

Annual Debt Servicing

Source: Finance Department

	2025	2024	2023	2022	2021
Annual Debt Servicing	\$ 108,361	\$ 105,157	\$ 104,239	\$ 104,239	\$ 104,239
% of Total Expense	0.8%	0.7%	0.8%	0.8%	0.9%

*Excludes one time early debt retirement

Annual Legal Debt Servicing Limit	\$ 4,090,046	\$ 3,982,815	\$ 3,708,338	\$ 3,267,872	\$ 3,078,234
% of Legal Limit	2.6%	2.6%	2.8%	3.2%	3.4%

Annual Liability Servicing Capacity Available	\$ 3,981,685	\$ 3,877,658	\$ 3,604,099	\$ 3,163,633	\$ 2,973,995
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	2025	2024	2023	2022	2021
Total Debt	\$ 782,788	\$ 866,797	\$ 947,905	\$ 1,026,300	\$ 1,102,044
Population*	7,093	7,120	6,960	7,040	6,540
Debt Per Capita	\$ 110	\$ 122	\$ 136	\$ 146	\$ 169

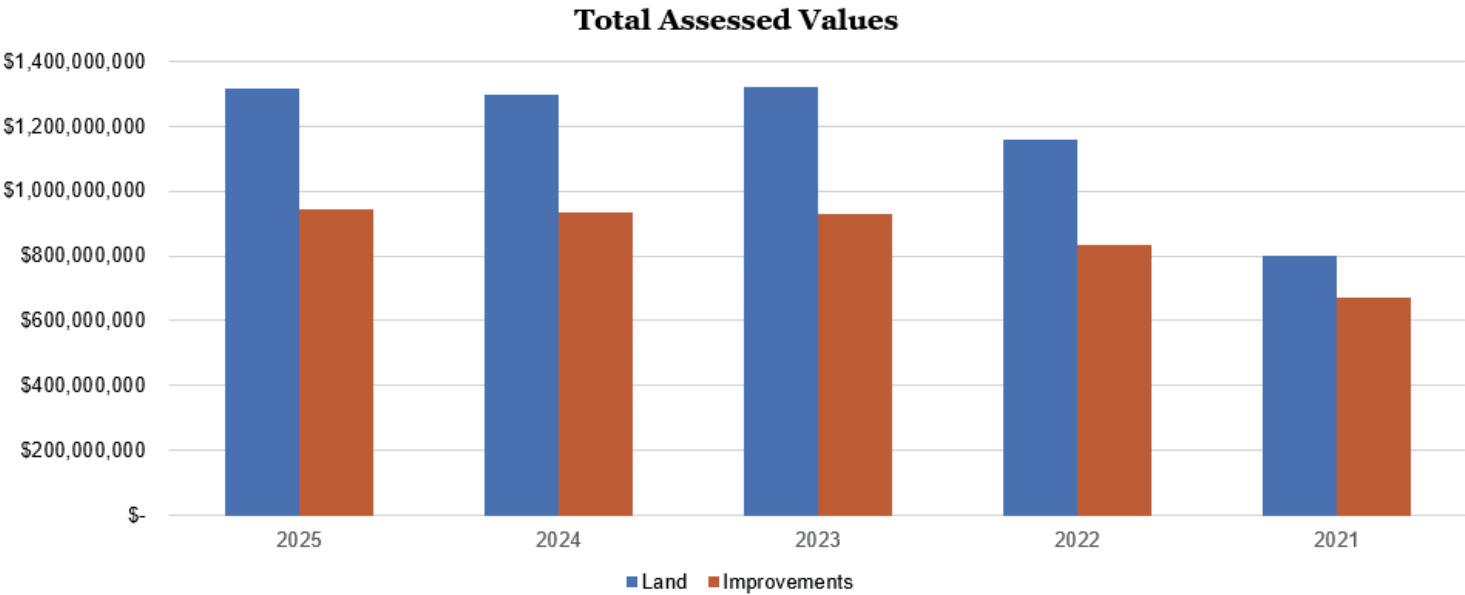
* Population estimates per BC Stats

Property Assessment

Source: Finance Department

General Assessment

	2025	2024	2023	2022	2021
Land	\$ 1,314,710,398	\$ 1,296,564,657	\$ 1,323,086,460	\$ 1,158,640,270	\$ 800,993,844
Improvements	945,832,472	934,431,569	927,044,016	832,505,468	672,747,840
	\$ 2,260,542,870	\$ 2,230,996,226	\$ 2,250,130,476	\$ 1,991,145,738	\$ 1,473,741,684



Distribution of Assessments

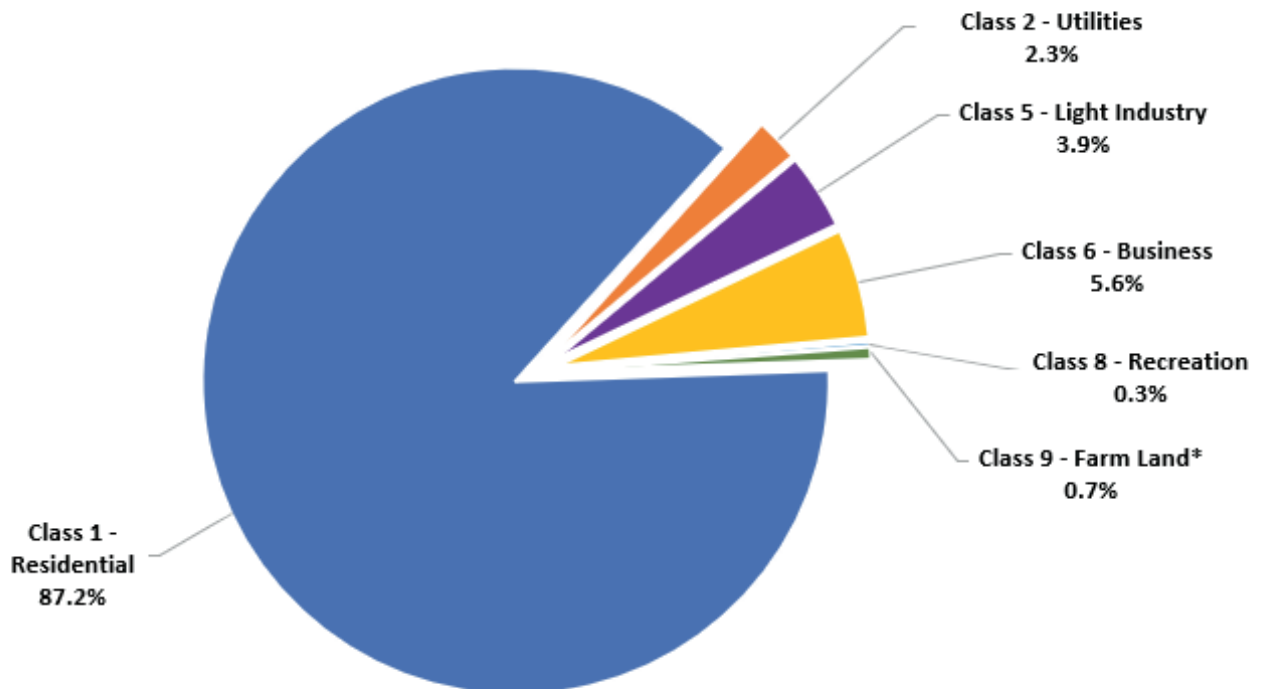
Source: Finance Department

General Assessment

	2025	% of Roll	2024	2023	2022	2021
Class 1 - Residential	\$ 1,972,305,109	87.2%	\$ 1,954,642,222	\$ 2,007,955,022	\$ 1,780,467,632	\$ 1,302,648,706
Class 2 - Utilities	51,393,330	2.3%	48,178,420	45,064,905	41,557,730	39,504,970
Class 5 - Light Industry	88,818,100	3.9%	85,716,800	68,814,000	60,002,000	48,304,600
Class 6 - Business	127,445,508	5.6%	122,024,578	107,153,214	89,729,211	65,965,000
Class 8 - Recreation	5,789,000	0.3%	5,778,000	6,181,000	4,754,000	2,525,600
Class 9 - Farm Land*	14,791,823	0.7%	14,656,206	14,962,335	14,635,165	14,792,808
	\$ 2,260,542,870	100.00%	\$ 2,230,996,226	\$ 2,250,130,476	\$ 1,991,145,738	\$ 1,473,741,684

*Improvements on Farm Land are included in Class 1

2025 Distribution of Assessments Among Classes



2025 Permissive Tax Exemptions

Source: Finance Department

<u>NAME OF ORGANIZATION</u>	<u>VALUE OF EXEMPT TAXES</u>	
Municipally Held Land:	\$	3,750
Churches:		
Riverside Christian Reformed Church	\$ 5,540	
St. Anthony's Parish - Roman Catholic Church	4,320	
Agassiz Congregation of Jehovah's Witness	5,480	
Agassiz United Church	3,970	
All Saints Anglican Church	<u>2,960</u>	22,270
Non-Profit:		
Agassiz Harrison Community Services Society	18,970	
Agassiz Harrison Historical Society	16,050	
Agassiz Harrison Senior Citizens' Housing Society	19,840	
BC Parks Foundation	490	
Bilingual Buddhist Association	3,970	
Inclusion Chilliwack Society	1,950	
Harrison Mills Community Club	2,300	
Kent Harrison Search and Rescue Society	17,350	
Kent Harrison Senior Social Centre Society (Friendship House)	4,040	
Royal Canadian Legion (Branch # 32 Agassiz)	7,690	
Scout Properties BC/Yukon	<u>1,600</u>	94,250
Private Schools:		
Agassiz Christian School Society		20,640
Athletic or Recreational:		
Agassiz Harrison Rod and Gun Club	7,730	
BC Veterans Motorcross Club	4,810	
Kent Raceways Society	<u>6,910</u>	<u>19,450</u>
	\$	<u>160,360</u>

Financial Equity in Fund Balances

Source: Finance Department

OPERATING FUNDS

	2025	2024	2023	2022	2021
General	\$ 3,276,237	\$ 6,194,290	\$ 5,389,538	\$ 4,216,745	\$ 4,518,231
Dyking & Drainage	1,777,620	1,776,118	1,706,546	1,484,275	1,443,714
Sanitary Sewer	1,426,271	1,364,592	1,257,640	1,134,585	1,060,338
Waterworks	1,604,311	1,541,021	1,378,118	1,210,569	1,045,763
	\$ 8,084,439	\$ 10,876,021	\$ 9,731,842	\$ 8,046,174	\$ 8,068,046

EQUITY IN TANGIBLE CAPITAL ASSETS

	2025	2024	2023	2022	2021
General	\$ 56,334,382	\$ 40,251,839	\$ 31,856,528	\$ 30,487,736	\$ 29,353,851
Sanitary Sewer	14,121,097	14,037,420	12,589,482	12,436,358	12,751,850
Waterworks	7,068,860	7,379,244	7,461,609	7,454,421	7,516,903
	\$ 77,524,339	\$ 61,668,503	\$ 51,907,619	\$ 50,378,515	\$ 49,622,604

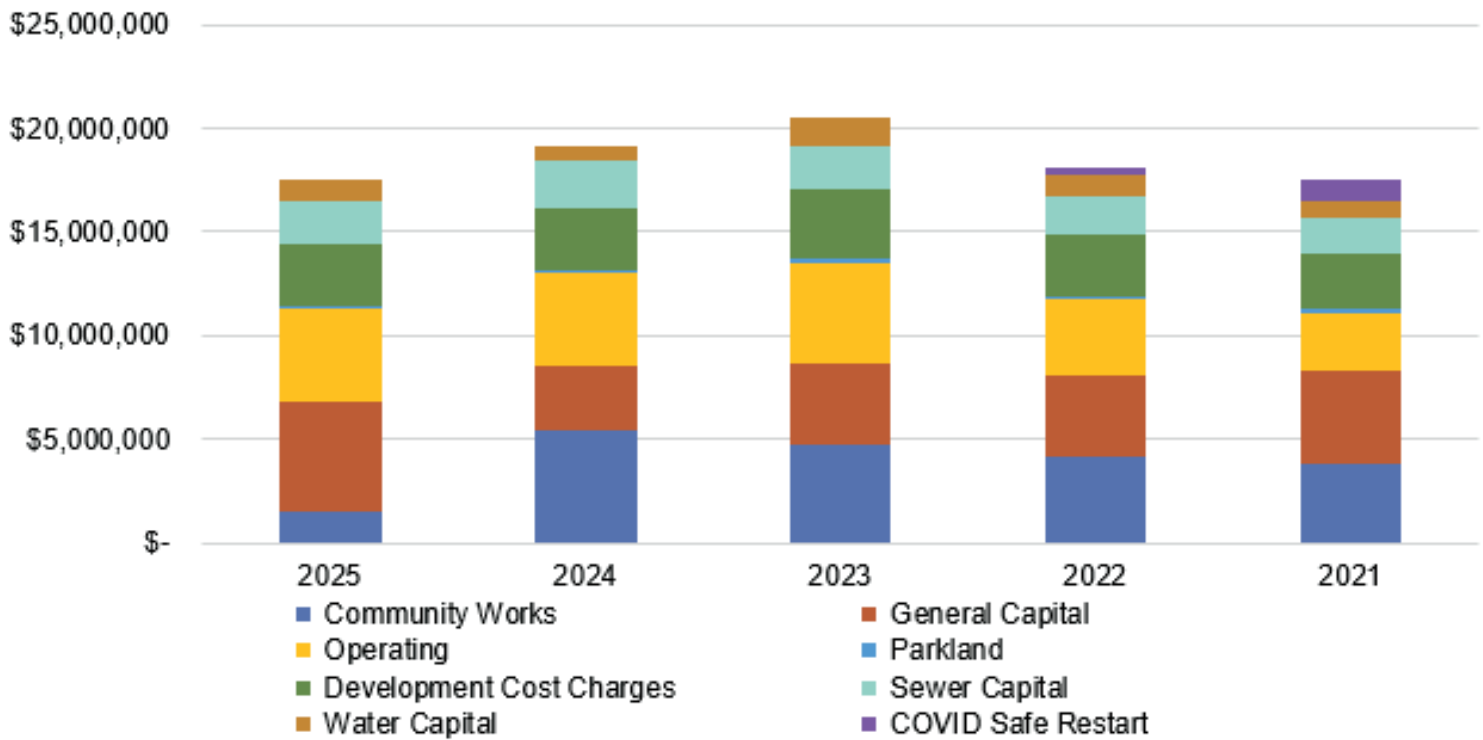
Financial Equity in Fund Balances

Source: Finance Department

RESERVE FUNDS

	2025	2024	2023	2022	2021
Community Works	\$ 1,469,741	\$ 5,412,029	\$ 4,765,326	\$ 4,186,402	\$ 3,763,357
General Capital	5,340,086	3,159,697	3,938,310	3,941,911	4,531,424
COVID Safe Restart	-	-	-	404,583	1,037,975
Growing Communities Fund	1,337,794	2,986,449	2,817,405	-	-
Operating	4,483,529	4,440,573	4,834,362	3,590,589	2,831,661
Parkland	143,991	138,453	130,616	123,807	120,787
Development Cost Charges	2,958,289	3,008,523	3,424,592	3,058,534	2,659,690
Sewer Capital	2,059,860	2,263,861	2,092,747	1,822,470	1,765,533
Water Capital	1,120,503	676,060	1,327,793	1,017,640	829,514
	\$ 18,913,793	\$ 22,085,645	\$ 23,331,151	\$ 18,145,936	\$ 17,539,941

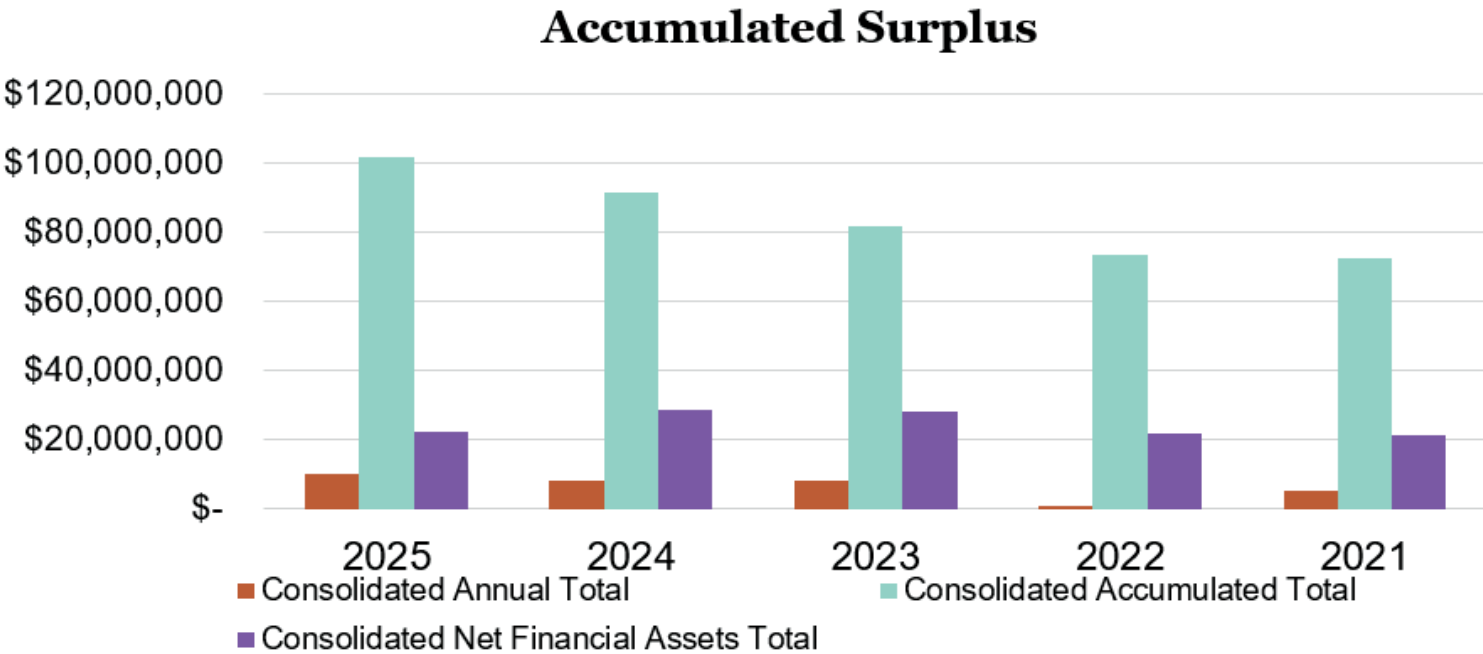
Reserve Funds



Accumulated Surplus

Source: Finance Department

	2025	2024	2023	2022	2021
ANNUAL SURPLUS					
Consolidated Annual Total	\$ 9,942,636	\$ 8,026,881	\$ 8,033,929	\$ 941,190	\$ 5,120,760
ACCUMULATED SURPLUS					
Consolidated Accumulated Total	\$ 101,564,282	\$ 91,621,646	\$ 81,546,020	\$ 73,512,091	\$ 72,570,901
NET FINANCIAL ASSETS					
Consolidated Net Financial Assets	\$ 22,464,131	\$ 28,515,789	\$ 28,119,528	\$ 21,665,550	\$ 21,513,706

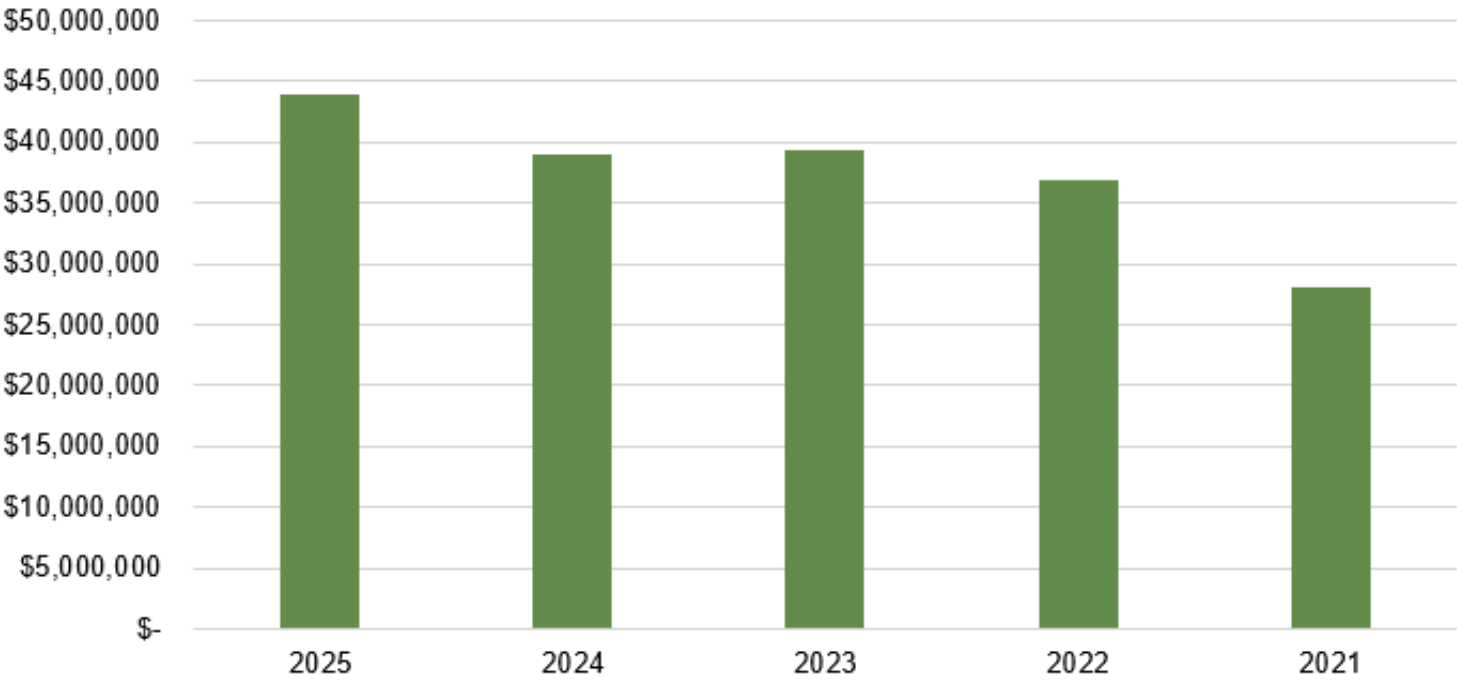


Non-Market Change

Source: Finance Department

	2025	2024	2023	2022	2021
Class 1 - Residential	\$ 38,015,200	\$ 31,407,850	\$ 37,450,362	\$ 31,946,675	\$ 25,920,825
Class 2 - Utilities	-	-	-	435,500	1,500
Class 5 - Light Industry	330,000	1,656,100	1,208,000	51,100	467,000
Class 6 - Business	5,707,900	6,297,700	318,650	5,556,900	1,599,200
Class 8 - Recreational	- 40,000	-	902,000	-	-
Class 9 - Farm	- 134,246	- 299,079	51,832	- 178,134	63,879
	\$ 43,878,854	\$ 39,062,571	\$ 39,293,544	\$ 36,941,041	\$ 28,049,404

Non-Market Change Value Comparison



Principal Corporate TaxPayers

Source: Finance Department

Principal Corporate Taxpayers - Top Ten (General Municipal Taxes Only)

	2025	2024
UTILITIES	\$ 1,511,232	\$ 1,379,438
GOVERNMENT	894,510	889,704
UTILITIES	593,457	557,096
MANUFACTURING	229,816	220,816
MANUFACTURING	156,718	152,579
UTILITIES	116,758	111,501
MANUFACTURING	85,340	86,037
UTILITIES	76,955	75,158
COMMERCIAL	77,350	76,231
UTILITIES	75,265	74,345
	<u>\$ 3,817,401</u>	<u>\$ 3,622,905</u>
 TOTAL DISTRICT OF KENT GENERAL TAX	 <u>\$ 10,754,991</u>	 <u>\$ 10,032,233</u>
 PROPORTION OF TAX PAID BY TOP TEN	 35.5%	 36.1%

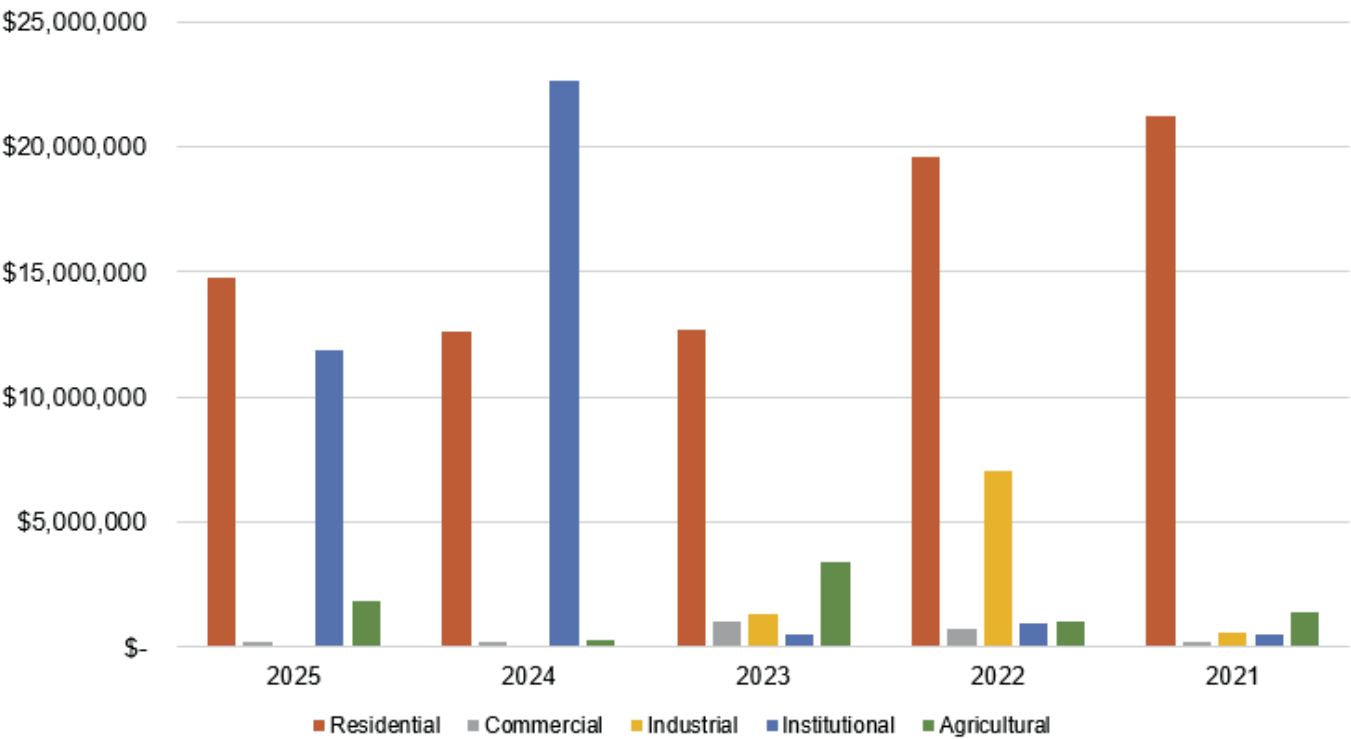
New Construction

Source: Development Services Department

NEW BUILDING CONSTRUCTION VALUE

	2025	2024	2023	2022	2021
Residential	\$ 14,765,200	\$ 12,573,640	\$ 12,700,940	\$ 19,579,895	\$ 21,234,965
Commercial	172,500	203,000	1,038,000	700,500	170,000
Industrial	20,000	20,000	1,308,000	7,046,000	559,000
Institutional	11,862,684	22,649,000	481,600	960,800	520,009
Agricultural	1,838,000	264,000	3,417,400	1,042,500	1,383,360
	<u>\$ 28,658,384</u>	<u>\$ 35,709,640</u>	<u>\$ 18,945,940</u>	<u>\$ 29,329,695</u>	<u>\$ 23,867,334</u>

New Building Construction Value of Permits



Building Permits

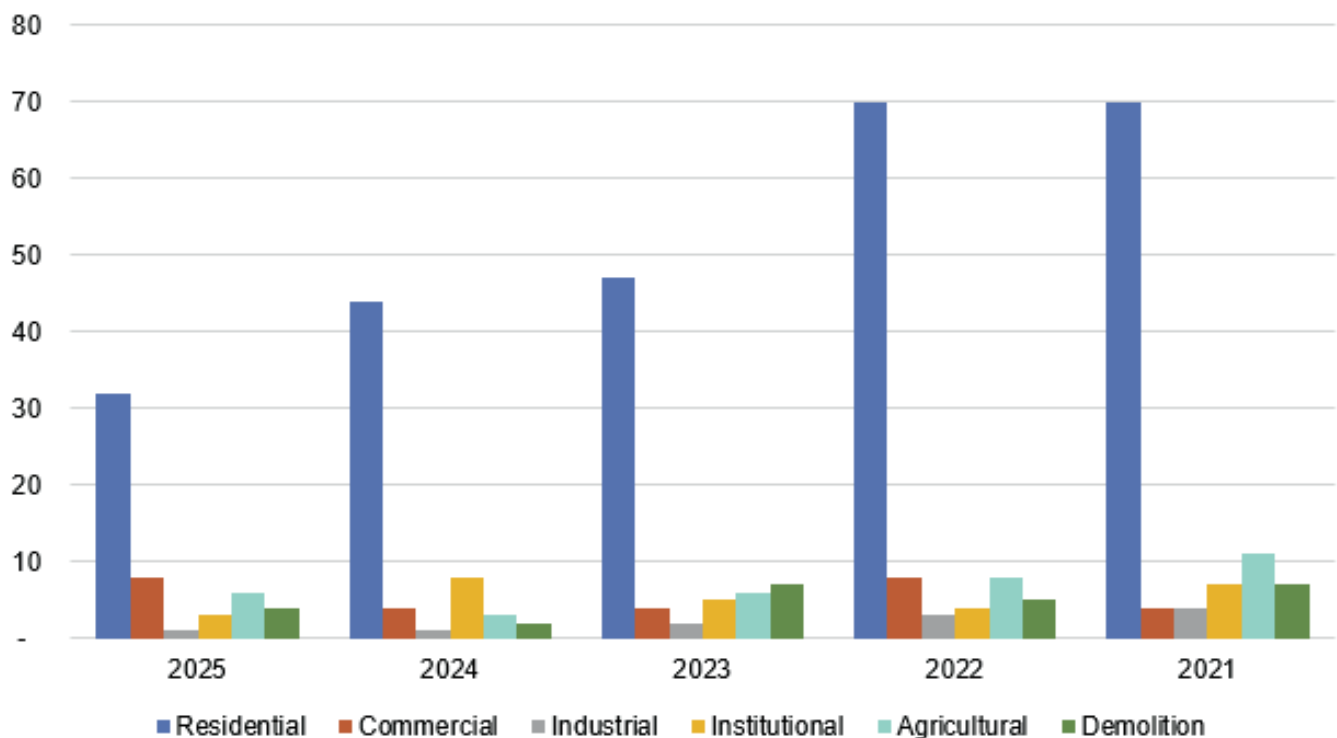
Source: Development Services Department

BUILDING PERMITS ISSUED

(By Type)

	2025	2024	2023	2022	2021
Residential	32	44	47	70	70
Commercial	8	4	4	8	4
Industrial	1	1	2	3	4
Institutional	3	8	5	4	7
Agricultural	6	3	6	8	11
Demolition	4	2	7	5	7
	54	62	71	98	103

Building Permits Issued



Demographics and Other Statistics

	2025	2024	2023	2022	2021
POPULATION ¹	7,093	7,120	6,960	7,040	6,540
UNEMPLOYMENT RATE ²	6.8%	6.1%	5.2%	4.6%	6.9%
REGISTERED ELECTORS ³	5,023	5,023	5,023	5,023	4,518
AVERAGE HOUSEHOLD INCOME ⁴	\$ 71,000	\$ 71,000	\$ 71,000	\$ 71,000	\$ 71,000
DISTRICT OF KENT FULL TIME EMPLOYEES ⁵	60	59	56	54	53
NUMBER OF PROPERTIES (FOLIOS) ⁶	2,991	2,962	2,931	2,916	2,900
INFRASTRUCTURE (in Km) ⁷					
Roads	70	70	70	70	70
Sanitary Sewer Lines	16	16	16	16	16
Storm Sewer Lines	10	10	10	10	10
Water Lines	25	25	25	25	25

Sources:

1. BC Stats - Population Estimate Report February 2026
2. Province of BC - Labour Market Statistics February 2025
3. CivicInfo BC (voters list updated every 4 years at time of election)
4. Statistics Canada - Median after-tax income of households (2021 Census)
5. Kent Annual T4 Summary
6. BC Assessment Annual Revised Roll
7. Kent Engineering Department

