The Village of Midway

SPECIAL COUNCIL MEETING

Midway Council Chambers, 661 8th Avenue Midway, BC

We wish to acknowledge that this meeting is taking place on the non-treaty traditional lands of the Okanagan Nation and the Osoyoos Indian Band

Monday, May 11, 2026 18:00 hours

Lisa Teggarty, Chief Administrative Officer

AGENDA

1. **Call to Order 1800 Hours, Midway Council Chambers, 661 8th Avenue., Midway BC**
2. **In-Camera**
   - Section 90(1)(m) a matter that, under another enactment, is such that the public may be excluded from the meeting
3. **Late Items**
4. **Adoption of Special Meeting Agenda of May 11, 2025**
5. **Delegation**
   a) Kerry Antignani & Jeremy Childs, Doane Grant Thornton LLP
6. **New and Unfinished Business**
   a) Approval of the 2025 Audited Financial Statements
   b) 2026 Tax rates analysis – Further discussion
7. **Bylaws for Three Readings**
   a) Bylaw 585, 2026 – The Village of Midway Five-Year Financial Plan Bylaw No. 585, 2026 – For Three Readings
   b) Bylaw 586, 2026 – Annual Property Tax Rates Bylaw No. 586, 2026 – For Three Readings
8. **In-Camera**
   - Section 90(1)(a) – personal information about an identifiable individual who hold or is being considered for a position as an officer, employee or agent of the municipality or another position appointed by the municipality
9. **Adjournment**

Financial Statements of the
VILLAGE OF MIDWAY
December 31, 2025

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VILLAGE OF MIDWAY

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December 31, 2025

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RESPONSIBILITY FOR FINANCIAL REPORTING

Management is responsible for the preparation of the accompanying financial statements. The financial statements have been prepared in accordance with the accounting principles disclosed in Note 2 to the financial statements and include amounts that are based on estimates and judgments. Management believes that the financial statements present fairly the Village of Midway's financial position and results of operations. The integrity of the information presented in the financial statements, including estimates and judgments relating to matters not concluded by fiscal year-end, is the responsibility of management. The financial statements have been approved by Council.

Management has established and maintained appropriate systems of internal control including policies and procedures, which are designed to provide reasonable assurance that Village of Midway's assets are safeguarded and that reliable financial records are maintained to form a proper basis of preparation of the financial statements.

The independent external auditors, Doane Grant Thornton LLP, Chartered Professional Accountants, have been appointed by Council to express an opinion as to whether the financial statements present fairly, in all material respects, the Village of Midway's financial position, results of operations, and changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards. The report of Doane Grant Thornton LLP, Chartered Professional Accountants, follows and outlines the scope of their examination and their opinion on the financial statements.

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Lisa Teggarty, Chief Administrative Officer

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VILLAGE OF MIDWAY

STATEMENT OF FINANCIAL POSITION

As At December 31, 2025

	2025	2024
FINANCIAL ASSETS		
Cash (Note 3)	**$ 2,976,801**	$ 3,980,499
Short-term investments (Note 4)	**5,130,533**	4,949,103
Taxes and utility user fees receivable	**42,901**	43,709
Accounts receivable (Note 5)	**454,402**	178,083
Investment in West Boundary Community Forest Inc. (Note 6)	**745,199**	652,653
	9,349,836	9,804,047
LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	**669,195**	346,302
Employee future benefits (Note 8)	**33,086**	22,666
Deferred revenue (Note 9)	**332,535**	1,217,785
Long-term debt (Note 11)	**-**	11,347
Asset retirement obligations (Note 12)	**66,092**	51,182
	1,100,908	1,649,282
NET FINANCIAL ASSETS	**8,248,928**	8,154,765
NON-FINANCIAL ASSETS		
Prepaid expenses and deposits	**48,917**	96,027
Tangible capital assets (Schedule 1)	**9,980,232**	8,053,738
	10,029,149	8,149,765
ACCUMULATED SURPLUS (Note 13)	**$ 18,278,077**	$ 16,304,530

CONTINGENT LIABILITIES (Note 21)

CONTRACTS AND COMMITMENTS (Note 22)

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Chief Administrative Officer

The accompanying notes are an integral part of these financial statements

VILLAGE OF MIDWAY

STATEMENT OF OPERATIONS

For the Year Ended December 31, 2025

	2025 Budget (Note 19)	**2025 Actual**	2024 Actual
REVENUE			
Taxation and grants-in-lieu (Note 16)	$ 794,449	**$ 807,291**	$ 777,460
Canada Community-Building Fund	93,054	**93,054**	93,054
Provincial and other grants (Note 17)	2,428,262	**2,228,014**	803,215
Sale of services and other (Note 18)	453,349	**474,570**	481,005
Water and sewer user, and connection fees	248,081	**237,373**	230,389
Interest and penalties on taxes	6,500	**7,559**	7,493
Interest on investments	225,600	**244,788**	248,590
Equity - West Boundary Community Forest Inc. (Note 6)	100,000	**292,546**	743,555
Loss on sale of tangible capital assets	-	**(58,687)**	-
	4,349,295	**4,326,508**	3,384,761
EXPENSES			
General government	989,430	**790,282**	962,662
Parks and recreation	280,050	**251,721**	255,251
Protective services	750,894	**580,858**	470,249
Public works and transportation	242,100	**269,401**	224,625
Water and sewer services	199,803	**158,624**	118,602
Amortization on tangible capital assets	-	**302,075**	303,550
	2,462,277	**2,352,961**	2,334,939
ANNUAL SURPLUS	1,887,018	**1,973,547**	1,049,822
ACCUMULATED SURPLUS, BEGINNING OF YEAR (Note 13)	15,551,598	**16,304,530**	15,254,708
ACCUMULATED SURPLUS, END OF YEAR (Note 13)	$ 17,438,616	**18,278,077**	16,304,530

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Chief Administrative Officer

The accompanying notes are an integral part of these financial statements

VILLAGE OF MIDWAY

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the Year Ended December 31, 2025

	2024 Budget (Note 19)	**2025 Actual**	2024 Actual
ANNUAL SURPLUS	$ 1,887,018	**$ 1,973,547**	$ 1,049,822
Acquisition of tangible capital assets	-	**(2,298,918)**	(282,488)
Amortization of tangible capital assets	-	**302,075**	303,550
Proceeds on sale of tangible capital assets	-	**11,661**	-
Loss on sale of tangible capital assets	-	**58,687**	-
Increase (decrease) in prepaid expenses	-	**47,111**	(69,706)
INCREASE IN NET FINANCIAL ASSETS	1,887,018	**94,163**	1,001,178
NET FINANCIAL ASSETS, BEGINNING OF YEAR	8,154,765	**8,154,765**	7,153,587
NET FINANCIAL ASSETS, END OF YEAR	$ 10,041,783	**$ 8,248,928**	$ 8,154,765

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Chief Administrative Officer

The accompanying notes are an integral part of these financial statements

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VILLAGE OF MIDWAY

STATEMENT OF CASH FLOW

For the Year Ended December 31, 2025

	2025	2024
OPERATING TRANSACTIONS		
Cash receipts from property taxation	**$ 808,099**	$ 772,723
Cash receipts from grants and own sources	**1,871,442**	2,364,711
Cash paid to employees and suppliers	**(1,665,975)**	(1,989,418)
Cash paid for interest	**(1,502)**	(3,855)
Cash received for interest	**247,732**	244,178
Cash Provided by Operating Transactions	**1,259,796**	1,388,339
CAPITAL TRANSACTIONS		
Cash used for purchase of tangible capital assets	**(2,286,993)**	(282,488)
Cash received from sale of tangible capital assets	**11,661**	-
	(2,275,332)	(282,488)
INVESTING TRANSACTIONS		
Dividends received - West Boundary Community Forest Inc.	**200,000**	200,000
Investment in term deposits	**(181,430)**	(971,827)
Cash Provided by (Used for) Investing Transactions	**18,570**	(771,827)
FINANCING TRANSACTIONS		
Cash used for repayment of long-term debt	**(6,732)**	(26,166)
Cash Provided by (Used for) Financing Transactions	**(6,732)**	(26,166)
(DECREASE) INCREASE IN CASH	**(1,003,698)**	307,858
CASH, BEGINNING FOR YEAR	**3,980,499**	3,672,641
CASH, END OF YEAR	**$ 2,976,801**	$ 3,980,499
SUPPLEMENTARY CASH FLOW INFORMATION		
Non-cash tangible capital asset additions	$ 11,925	$ -

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Chief Administrative Office

The accompanying notes are an integral part of these financial statements

1. NATURE OF THE ENTITY

The Village of Midway (the "Village") is incorporated under the Local Government Act of British Columbia and is subject to the provisions of the Community Charter and legislation under the Province. The Village's principal activity includes the provision of local government services to residents of the incorporated area.

The financial statements are the responsibility of management and prepared in accordance with Canadian Public Sector Accounting Standards ("PSAS"). The preparation of these financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of the Village of Midway.

Basis of Presentation

The Village's resources and operations are segregated into General, Water and Sewer funds, Statutory and Non-statutory reserve funds, and Reserves for future capital expenditures for accounting and financial reporting purposes. The financial statements include all of the accounts of these funds. All inter-fund transactions and balances have been eliminated.

Basis of Accounting

The Village's financial statements are prepared using the accrual basis of accounting.

Reserve Funds

Under the Community Charter, Village Council may, by bylaw, establish reserve funds for special purposes. Money in a reserve fund, and interest earned thereon, must be expended only for the purpose for which the fund was established in accordance with the fund bylaw. If the amount in a reserve fund is greater than required, Village Council may, by resolution as stated in the reserve fund bylaw, transfer all or part of the balance to another reserve fund.

Investment in West Boundary Community Forest Inc.

The Village is the registered holder of 1 Common Share in West Boundary Community Forest Inc., representing a 50% interest in the corporation. This is an investment in a government business enterprise accounted for using the modified equity method. Under this method, the business enterprise's accounting principles are not adjusted to conform with those of the Village. The equity income or loss for the year is recorded in revenue in the Village's statement of operations and the investment in West Boundary Community Forest Inc. is adjusted accordingly.

Deferred Revenue

Deferred revenue relates to restricted government transfers, grants and other funds received but not yet spent on the stipulated eligible expenditures.

Revenue Recognition

The Village records revenue on the accrual basis and includes revenue in the period in which the transactions or events that give rise to the revenues occur. Taxation revenues are recognized at the time of the issuing of the property tax notices for the fiscal year. Levies imposed by other taxing authorities are not included as taxes for municipal purposes. Sale of services and user fees are recognized when the service or product is rendered by the Village. Government transfers and other grant revenues are recognized as revenue when the funding becomes receivable and when eligibility criteria, if any, of the transfer has been met. Unearned revenue in the current period is recorded as deferred revenue.

Short-Term Investments

Short-term investments include term deposits with the Steller Vista Credit Union and highly liquid short-term bond funds with the Municipal Finance Authority.

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2. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

Municipal Pension Plan

The Village's pension plan follows the guidelines of the Municipal Pension Plan which is administered by the Province of British Columbia for all British Columbia municipalities. The Village and its employees contribute to the Municipal Pension Plan (a jointly trusteed pension plan). The board of trustees representing plan members and employers is responsible for administering the plan, including investment assets and administration of benefits. The plan is a multi-employer defined benefit plan.

Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water, or sediment of a chemical, organic or radioactive material, or live organism that exceeds an environmental standard. The liability is recognized net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use, and all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the Village is directly responsible or accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized at management's estimate of the cost of post remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for the contaminated site. The Village has no liabilities under this standard as at December 31, 2025, and December 31, 2024.

Expenses

Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the creation of a legal obligation to pay.

Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of an asset, but excluding interest. Assets are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life commencing in the year the asset is put into service as follows:

Buildings and improvements	20 - 50 years
Engineering structures	15 - 30 years
Fixtures, furniture, equipment and vehicles	5 - 25 years
IT infrastructure	3 - 10 years
Sewer infrastructure	10 - 100 years
Water infrastructure	10 - 100 years

Donated tangible capital assets are reported at the fair value at the time of donation.

Work in progress, which represents capital projects under construction but not yet completed, is not amortized until construction is complete and the asset is available for productive use.

Tangible capital assets that are demolished or destroyed are written off.

Budget Figures

The budget figures are based on Bylaw No. 572, the Five-Year Financial Plan for the year 2025 to 2029 adopted on May 14, 2025.

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2. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

Municipal Finance Authority Cash Deposits and Demand Notes

The Village 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 debt reserve fund. The Village also executes demand notes in connection with each debenture whereby the Village may be required to loan certain amounts to the Municipal Finance Authority. These amounts are not included in the Village's financial statements. The details of these cash deposits and demand notes at year end are as follows:

	Demand Note	Cash Deposits	**2025**	2024
Sewer Fund	$ -	$ -	**$ -**	$ 7,521

Long-Term Debt

Outstanding debenture debt is reported net of applicable sinking fund balances. Interest on debt is charged to current operations. Interest charges are accrued for the period from the date of the latest interest payment to the end of the year.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Significant areas requiring estimates include the useful lives of tangible capital assets for amortization, the determination of payroll and employee future benefits accruals, the asset retirement obligations, and the provision for contingencies. Actual results could differ from management's best estimates as additional information becomes available in the future.

Financial Instruments

The Village's financial instruments consist of cash, short-term investments, accounts receivable, MFA debt reserve cash deposits, accounts payable and accrued liabilities, asset retirement obligations and employee future benefits.

All financial instruments are recorded at their cost and amortized cost except for portfolio investments in equity instruments quoted in an active market and derivatives which are recorded at their fair value with unrealized remeasurement gains and losses recorded in the statement of remeasurement gains and losses. Once realized, remeasurement gains and losses are transferred to the statement of operations. Changes in the fair value on restricted assets are recognized as a liability until the criterion attached to the restrictions has been met, upon which the gain or loss is recognized in the statement of operations.

Transaction costs related to the financial instruments measured at cost or amortized cost are added to the carrying value of the financial instrument. Transaction cost related to financial instruments recorded at their fair value are expensed as incurred.

Financial liabilities (or part of a financial liability) are removed from the statement of financial position when, and only when, they are discharged or cancelled or expire.

The Village does not have any financial instruments measured at fair value.

Asset Retirement Obligations

A liability for an asset retirement obligation is recognized when all of the following criteria are met:

- there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- the past transaction or event giving rise to the liability has occurred;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is measured at the Village's best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date. The estimate includes costs directly attributable to the asset retirement activities.

Upon initial recognition of the liability for an asset detriment obligation, the carrying amount of the corresponding tangible capital assets (or component thereof) is increased by the same amount.

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2. **SIGNIFICANT ACCOUNTING POLICIES** (continued)

The capitalized asset retirement cost is expensed in a rational and systematic manner of the useful life of the tangible capital asset (or a component thereof). For obligations for which there is no tangible capital assets recognized or for tangible capital assets that are no longer in productive use, the asset retirement costs are expensed immediately. Subsequently, the liability is reviewed at each financial statement reporting date and adjusted for:

- changes as a result of the passage of time with corresponding accretion expense;
- for any revisions to the timing, amount of the original estimated of undiscounted cash flows, or the discount rate.

Adjustments to the liability as a result of revisions to the timing, amount of the estimate of undiscounted cash flows or the discount rate are adjusted to the cost of the related tangible capital asset and the revised carrying amount of the related tangible capital asset is amortized except for adjustments related to tangible capital assets that are not recognized or no longer in productive use, which are expensed in the period they are incurred.

The asset retirement costs are amortized over the period in which the costs are expected to be incurred.

A recover related to asset retirement obligation is recognized when the recovery can be appropriately measured, reasonably estimated and it is expected that future economic benefits will be obtained. The recovery is not netted against the liability.

Future Accounting Pronouncements

Effective January 1, 2027, the Village will adopt the new Conceptual Framework for Financial Reporting in the Public Sector and PS 1202 - Financial Statement Presentation.

Conceptual Framework for Financial Reporting in the Public Sector

The Conceptual framework will replace the conceptual components of PS 1000 - Financial Statement Concepts and PS 1100 - Financial Statement Objectives. This framework defines the nature, function and scope of financial accounting and reporting in the public sector.

Section PS 1202 - Financial Statement Presentation

This standard will replace PS 1201 - Financial Statement Presentation. It includes changes to the statement of financial position to present financial assets, non-financial assets, total assets, financial liabilities, non-financial liabilities, total liabilities and net assets/net liabilities. There will also be a separate statement of changes in net assets, net liabilities (formerly known as accumulated surplus), and the additions of a statement of net financial assets or liabilities that presents a revised net financial assets or liabilities (formerly known as net debt) calculation. The principles in this standard are based on the concepts outlined in the Conceptual Framework, ensuring consistency and transparency in financial reporting.

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3. CASH

Cash is comprised of unrestricted cash for operations and restricted cash for reserve funds which are held in segregated accounts.

	2025	2024
Restricted Cash - Statutory Reserves	**1,478,849**	1,347,768
Unrestricted Cash	**1,497,952**	2,632,731
	-	-
	-	-
	$ 2,976,801	$ 3,980,499

4. SHORT-TERM INVESTMENTS

The balances in the following tables are comprised of restricted short-term investments for statutory reserve funds held in segregated accounts and unrestricted short-term investments for operations.

	2025	2024
Restricted Short-Term Investments		
Credit Union term deposits	**$ 2,690,789**	$ 2,591,069
Municipal Finance Authority high pooled investment funds	**791,900**	765,827
	3,482,689	3,356,896
Unrestricted Short-Term Investments		
Credit Union term deposits and equity shares	**1,530,658**	1,481,689
Municipal Finance Authority short-term bond and money market funds	**117,186**	110,518
	1,647,844	1,592,207
	$ 5,130,533	$ 4,949,103

5. ACCOUNTS RECEIVABLE

	2025	2024
Government transfers and other grants	**$ 363,829**	$ 122,238
Trade accounts and other	**90,573**	55,845
	$ 454,402	$ 178,083

6. INVESTMENT IN WEST BOUNDARY COMMUNITY FOREST INC.

The Village is the registered holder of 1 Common Share in West Boundary Community Forest Inc. ("Community Forest") representing a 50% interest in the corporation, with the City of Greenwood holding the balance. The Community Forest was created for the purpose of managing a timber license and has an agreement with the Ministry of Forests, Lands and Natural Resource Operations for a term of twenty-five-year beginning on January 1, 2014, to harvest Crown timber in specific areas of the West Boundary.

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6. INVESTMENT IN WEST BOUNDARY COMMUNITY FOREST INC. (continued)

The Village accounts for its investment in the government business enterprise using the modified equity method. The condensed financial information of the investment for the year ending December 31, 2025, with comparative figures for December 31, 2024, are presented below.

During the year, West Boundary Community Forest Inc. adopted International Financial Reporting Standards (IFRS). As a result, the financial information of the investment presented below, including the comparative amounts for the year ended December 31, 2024, has been prepared based on the subsidiary's IFRS financial statements. The comparative amounts differ from those reported in the Village's prior-year financial statements. This change reflects the adoption of a new accounting framework by the subsidiary and does not constitute an error in the Village's previously issued financial statements.

	2025	2024
Assets		
Current assets	**$ 1,386,732**	$ 1,577,897
Long-term assets	**431,003**	413,530
	1,817,735	1,991,427
Liabilities		
Accounts Payable	**61,336**	113,141
Silviculture accrual	**266,000**	508,000
	327,336	621,141
Shareholder's Equity	**$ 1,490,399**	$ 1,370,286
Village Interest	**$ 745,199**	$ 652,653

Under the modified equity method, the cost of the investment is adjusted by earnings or losses of the entity from the date of acquisition as well as any dividends paid. In 2025, the Village recorded equity income of $292,546 (2024 - equity income of $743,555) and received $200,000 (2024 - $200,000) in dividends from the West Boundary Community Forest Inc.

7. ACCOUNTS PAYABLE

	2025	2024
Trade accounts payable	**$ 361,046**	$ 248,451
Wages payable	**74,765**	55,326
Accrued and other liabilities	**31,245**	30,370
Vendor holdback	**202,139**	12,155
	$ 669,195	$ 346,302

8. EMPLOYEE FUTURE BENEFITS

The Village records liabilities for accrued employee benefits in the period in which they are earned by the employee. Short-term benefits, such as banked overtime and vacation entitlements, are included in accrued liabilities. Long-term benefits, such as sick leave entitlements, are reported as employee future benefits at the management's estimate of the cost of the future entitlements. The Village has estimated the discounted cost of this employee future benefit and has accrued $33,086 (2024 - $22,666) in the financial statements.

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9. DEFERRED REVENUE

These funds are externally restricted for the purposes for which they are collected.

	Beginning Balance	Contributions Received	Spent during the year	Accounts Receivable	Ending Balance
Investing in Canada Infrastructure Program	$ 304,103	$ 277,580	$ 936,900	$ 355,217	**$ -**
Heritage Canada Building Communities through Arts Legacy Fund	274,357	7,005	289,974	8,612	**-**
Province of BC - REDIP Grant	8,470	-	-	-	**8,470**
UBCM - 2024 CRI FireSmart	199,650	-	128,770	-	**70,880**
UBCM - Next Gen 911	7,395	-	-	-	**7,395**
Province of BC - Housing Capacity Grant	151,046	-	1,340	-	**149,706**
Government of BC - Climate Action Grant	222,257	-	222,257	-	**-**
Government of BC - Indigenous Engagement Requirement Funding (IERFP)	-	42,000	-	-	**42,000**
Victim Services Grant	47,895	100,775	107,846	-	**40,824**
Miscellaneous deposits	2,612	4,939	2,957	-	**4,594**
Other Grant Revenue	-	549,595	540,929	-	**8,666**
	$ 1,217,785	$ 981,894	$ 2,230,973	$ 363,829	**$ 332,535**

10. PHOENIX COMMUNITY FOUNDATION ENDOWMENT

As at December 31, 2025, the Village has transferred a total of $61,500 (2024 - $61,500) in contributions to the Phoenix Community Foundation. These funds are held permanently, and the Village receives annual investment income on these funds. As the Village has the right to receive only the investment income and has no access to the contributed principal, the balance held is not shown on the Village's Statement of Financial Position.

11. LONG-TERM DEBT

	Beginning Balance	Proceeds of Debt	Repayment of Principal	Actuarial Adjustments	Ending Balance
Sewer System Capital Fund					
Sewer Bylaw No. 338	$ 11,347	$ -	$ (6,732)	$ (4,615)	**-**

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12. ASSET RETIREMENT OBLIGATIONS

The Village has recognized an asset retirement obligation related to remediation expenses for lead and asbestos in certain buildings for which the Village has a legal obligation to incur.

A reconciliation of the aggregate carrying amount of the liability is as follows:

	2025	2024
Beginning balance	**$ 51,182**	$ 48,870
Liability recognized this year	**11,925**	-
Accretion expense	**2,985**	2,312
Ending balance	**$ 66,092**	$ 51,182

The liability is estimated using a present value technique that discounts the expected future expenditures. The discount rate used was based on the borrowing rate for liabilities with similar maturities of 4.75% (2024 - 4.45%). The total undiscounted expenditures and the time periods over which they are expected to be incurred is as follows:

2048	$ 177,990
2076	$ 48,661
	$ 226,651

13. ACCUMULATED SURPLUS

	2025	2024
Non-Statutory:		
General Operating Fund Surplus	**$ 2,675,315**	$ 3,036,669
Water Operating Fund Surplus	**70,300**	70,300
Sewer Operating Fund Surplus	**41,888**	41,888
Sewer Capital Financial Equity	**80,653**	80,653
Equity In Tangible Capital Assets	**9,914,141**	7,991,209
	12,782,297	11,220,719
Statutory:		
Building Replacement Reserve	**170,231**	154,144
Capital Equipment Reserve	**224,881**	236,254
Carbon Tax Credit Reserve	**18,770**	18,285
Community Forest Reserve	**599,703**	486,797
Community Hall Replacement Reserve	**549,495**	523,612
Canada Community Building Fund Reserve	**810,335**	752,110
Contaminated Sites Reserve	**2,807**	2,735
Equipment Depreciation Reserve	**47,731**	54,487
Fire Truck Reserve	**312,032**	265,006
Growing Communities Reserve	**813,272**	787,199
Land Sales Capital Reserve	**121,823**	116,729
Sewer Infrastructure Reserve	**573,242**	540,812
Sick And Severance Reserve	**83,079**	71,191
Water Infrastructure Reserve	**1,168,379**	1,074,450
	5,495,780	5,083,811
	$ 18,278,077	$ 16,304,530

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14. EQUITY IN TANGIBLE CAPITAL ASSETS

Equity in Tangible Capital Assets represents the net book value of total capital assets less long-term obligations assumed to acquire those assets and consists of the following:

	2025	2024
Equity, beginning of year	**$ 7,991,209**	$ 7,976,512
Add:		
Capital acquisitions, net of dispositions	**2,228,570**	282,488
Debt principal repayments	**6,732**	26,166
Actuarial adjustment	**4,615**	11,905
Less:		
Amortization	**(302,075)**	(303,550)
Recognition of asset retirement obligations	**(11,925)**	-
Asset retirement obligation accretion	**(2,985)**	(2,312)
Equity, end of year	**$ 9,914,141**	$ 7,991,209

15. MUNICIPAL PENSION PLAN

The Village and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trusteed 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 provided are based on a formula. As at December 31, 2024, the last reporting date, the Plan had 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.

The next valuation will be as at December 31, 2027.

The Village paid $74,592 for employer contributions to the plan in fiscal 2025 (2024 - $60,846).

Employers participating in the Plan record their pension expenses 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 costs to individual employers participating in the Plan.

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16. TAXATION AND GRANTS-IN-LIEU

	2025	2024
General Municipal Purposes	**$ 807,291**	$ 777,460
Collections for Other Governments		
Province of B.C. - School and Police	**441,290**	414,217
British Columbia Assessment Authority	**11,691**	11,685
West Kootenay Boundary Regional Hospital	**31,609**	30,740
Municipal Finance Authority	**41**	39
Regional District of Kootenay Boundary	**100,647**	92,463
	$ 1,392,569	$ 1,326,604
Transfers to Other Governments		
Province of B.C. - School and Police	**$ (441,290)**	$ (414,217)
British Columbia Assessment Authority	**(11,691)**	(11,685)
West Kootenay Boundary Regional Hospital	**(31,609)**	(30,740)
Municipal Finance Authority	**(41)**	(39)
Regional District of Kootenay Boundary	**(100,647)**	(92,463)
	(585,278)	(549,144)
	$ 807,291	$ 777,460

17.PROVINCIAL AND OTHER GRANTS

	2025	2024
Provincial Government transfers - unconditional	**$ 343,000**	$ 382,600
Provincial Government transfers - conditional	**1,442,949**	266,230
Federal Government transfers - conditional	**283,011**	82,367
Regional Government transfers and other grants	**159,054**	72,018
	$ 2,228,014	$ 803,215

18. SALE OF SERVICES AND OTHER

	2025	2024
Ambulance Building Lease	**$ 38,526**	$ 35,730
Arena revenue	**45,464**	43,951
Campground	**19,204**	16,952
ICBC and Motor Vehicle Branch Commissions	**164,416**	154,843
Licences and Permits	**12,654**	25,025
Rentals	**21,162**	20,361
Rural Fire Protection transfers from Regional District Kootenay Boundary	**131,670**	129,586
Sundry	**41,474**	54,557
	$ 474,570	$ 481,005

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19. RECONCILIATION TO BUDGET

The following reconciles the budget as show on the statement of operations to the budget as presented in Bylaw No. 572 adopted May 14, 2025.

Annual surplus per the statement of operations	$ 1,887,018
Debt principal repayments	(6,732)
Purchase of tangible capital assets	(3,434,061)
Transfer to reserves	(427,400)
Transfers from reserves	1,981,175
	$ -

20. TRUST FUNDS

Funds held in trust and administered by the Village are as follows:

	2025	2024
Assets and Net Position		
Cash and short-term investments	**$ 19,475**	$ 18,643
Fund Balances		
Trusts - Cemetery Care	**$ 19,475**	$ 18,643

Transactions for the Year Ended December 31, 2025	
Cemetery Care, beginning balance	$ 18,643
Investment income	752
Contributions - Cemetery Care Fund fees collected	80
Cemetery Care, ending balance	$ 19,475

Trust funds are not included in the Village's financial statements.

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21. CONTINGENT LIABILITIES

The Village, as a member of the Regional District of Kootenay Boundary, is jointly and severally liable for the future capital liabilities of the Regional District. The loan agreements with the Municipal Finance Authority provide that if the Authority does not have sufficient funds to meet its obligations, it shall make payments from the debt reserve fund which is in turn established by a similar debt reserve fund of the Village and all other borrowing participants. If the debt reserve fund is deficient, the Authority's obligation becomes a liability of the Regional District and may become a liability of the participating municipalities.

The Village is at times faced with claims of a diverse nature. As at December 31, 2025, the total of these costs, if any, cannot be reasonably estimated and no amount has been accrued in the financial statements.

22. CONTRACTS AND COMMITMENTS

The Village entered into a service contract related to a current capital project as follows:

Community Centre Renovations	$ 481,324

23. FINANCIAL INSTRUMENTS

The Village is exposed to various risks through its financial instruments. The following analysis provides information about the Village's risk exposure and concentration as of December 31, 2025:

23. FINANCIAL INSTRUMENTS (continued)

Credit Risk

Credit risk is the risk of financial loss to the Village if a debtor fails to discharge their obligation (e.g., pay the accounts receivable owing to the Village). The Village is exposed to this risk arising from its cash, short-term investments, taxes and utility user fees receivable and accounts receivable.

The Village's investment policy operates within the constraints of the investment guidelines laid out in Section 183 of the Community Charter, which puts limits on the types of investments the Village may invest in. The Section permits the Village's funds to be invested in securities of the Municipal Finance Authority; specified pool investments; securities issued by the Government of Canada, a Canadian province, municipality, or regional district; investments guaranteed by a chartered bank; and deposits in savings institutions or non-equity or membership shares of a credit union.

Taxes and utility user fees receivable is primarily due from businesses and individuals. Accounts receivable is primarily due from governments, businesses and individuals. Credit risk is mitigated by the highly diversified nature of the debtors and other customers. The Village measures its exposure to credit risk based on how long the amounts have been outstanding. An impairment allowance is set up based on the estimated collectability of the underlying receivable. In the current and prior years, no receivables have been considered impaired. The amounts outstanding at year-end were as follows:

2025	Current	31-60 Days	61-90 Days	91-120 Days	120+ Days	**Total**
Government transfers and other grants	$ -	$ 363,829	$ -	$ -	$ -	**$ 363,829**
Trade accounts and other taxation and utility fees	89,967	299	350	-	42,858	**133,474**
Total	$ 89,967	$ 364,128	$ 350	$ -	$ 42,858	**$ 497,303**

2024	Current	31-60 Days	61-90 Days	91-120 Days	120+ Days	**Total**
Government transfers and other grants	$ 122,238	$ -	$ -	$ -	$ -	**$ 122,238**
Trade accounts and other taxation and utility fees	30,843	2,299	767	650	64,995	**99,554**
	-	-	-	-	-	**-**
Total	$ 153,081	$ 2,299	$ 767	$ 650	$ 64,995	**$ 221,792**

There have been no significant changes from the prior year in the exposure to risk or policies, procedures and methods used to measure the risk.

Liquidity Risk

Liquidity risk is the risk that the Village will not be able to meet all cash outflow obligations as they come due. The Village mitigates this risk by monitoring cash activities and expected outflows with extensive budgeting and maintaining investments that may be converted to cash in the near-term if unexpected cash outflows arise.

All Financial liabilities, excluding asset retirement obligations, mature within one year.

There have been no significant changes from the previous year in the exposure to risk or policy, procedures and methods used to measure the risk.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

The Village is not significantly exposed to these risks other than as follows:

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23. FINANCIAL INSTRUMENTS (continued)

Interest Rate Risk
Interest rate risk is the potential for financial loss caused by fluctuation in the fair value of future cash flows of financial instruments because of changes in market interest rates. The Village is exposed to this risk through its interest-bearing investments. As at December 31, 2025, a 1% fluctuation in interest rates, with all other variables held constant, would have an estimated increase in interest income of its short-term investments of $51,305 (2024 - $49,491).

There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods used to measure the risk.

24. SEGMENTED INFORMATION

The Village is a diversified municipal government that provides a wide range of services to its residents. The Village's operations and activities are organized and reported by funds and departments. The General fund reports on operations funded primarily by property taxes and government transfers which include services provided by the Village such as general government services, parks and recreation, protective services, public works and transportation. The utility operations are comprised of the water and sewer system each accounting for its own operations and programs within its own fund. Operating results reported by the following segments are included in Schedule 2.

General Government
General government is primarily funded by property taxation and unconditional government transfers. The expenses within the segment are for legislative, general administration and finance functions as well as all operations and maintenance costs relating to the municipal buildings and grants to community organizations.

Parks and Recreation
Parks and recreation services contribute to the quality of life and personal wellness though the maintenance of the parks, arena and campground.

Protective Services
Protective services are comprised of the Village and rural fire protection services, emergency recovery expenses, police-based victim services, ambulance building maintenance and bylaw enforcement.

Public Works and Transportation
Public works and transportation is a broad function comprised of crews engaged in the maintenance and improvement to the road systems, drainage, snow removal, works yard, facility and other maintenance activities.

Water and Sewer Services
The water utility infrastructure provides safe drinking water to the Village. Revenue and expenses represent the amounts that are directly attributable to the function of the water utility infrastructure.

The sewer utility infrastructure operates the sanitary sewer system networks and treatment plant. Revenue and expenses represent the amounts that are directly attributable to the function of the sewer utility infrastructure.

25. COMPARATIVE FIGURES

Comparative figures have been adjusted to conform to changes in the current year presentation.

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	Land	Buildings and Improvements	Fixtures, Furniture, Equipment and Vehicles	Engineering Structures	Water Infrastructure	Sewer Infrastructure	**2025**	2024
Historical Cost:								
Beginning balance	$ 2,192,504	$ 4,407,011	$ 1,661,353	$ 1,815,801	$ 2,261,467	$ 1,801,377	**$ 14,139,513**	$ 13,857,025
Additions	25,215	2,022,786	141,534	-	109,383	-	**2,298,918**	282,488
Dispositions	-	-	(175,662)	-	-	-	**(175,662)**	-
Ending balance	2,217,719	6,429,797	1,627,225	1,815,801	2,370,850	1,801,377	**16,262,769**	14,139,513
Accumulated Amortization								
Beginning balance	-	1,668,168	1,080,034	1,078,459	1,334,711	924,403	**6,085,775**	5,782,225
Amortization expense	-	85,808	82,610	50,519	47,581	35,557	**302,075**	303,550
Disposals	-	-	(105,313)	-	-	-	**(105,313)**	-
Ending balance	-	1,753,976	1,057,331	1,128,978	1,382,292	959,960	**6,282,537**	6,085,775
Ending net balance	$ 2,217,719	$ 4,675,821	$ 569,894	$ 686,823	$ 988,558	$ 841,417	**$ 9,980,232**	$ 8,053,738

The net book value of work-in-progress, which are tangible capital assets held under the buildings and improvements and not being amortized, is $2,483,506 (2024 - $472,646).

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VILLAGE OF MIDWAY

SCHEDULE 2 - SEGMENTED INFORMATION

For the Year Ended December 31, 2025

	General Government Services	Protective Services	Parks and Recreation Services	Public Works and Transportation	Sub Total	Water Funds	Sewer Funds	**2025**	2024
Revenue:									
Taxation and grants-in-lieu	$ 807,291	$ -	$ -	$ -	$ 807,291	$ -	$ -	**$ 807,291**	$ 777,460
Canada Community Building Fund	93,054	-	-	-	93,054	-	-	**93,054**	93,054
Provincial and other grants	1,923,614	274,390	30,010	-	2,228,014	-	-	**2,228,014**	803,215
Sales of services and other	239,705	170,196	64,669	-	474,570	-	-	**474,570**	481,005
Water and sewer user, and connection fees	-	-	-	-	-	118,176	119,197	**237,373**	230,389
Interest and penalties on taxes	7,559	-	-	-	7,559	-	-	**7,559**	7,493
Interest on investments	185,435	-	-	-	185,435	31,127	28,226	**244,788**	248,590
Loss on disposition of Tangible Capital Property	-	(58,687)	-	-	(58,687)	-	-	**(58,687)**	-
Equity (loss) income - West Boundary Community Forest Inc.	292,546	-	-	-	292,546	-	-	**292,546**	743,555
	-	-	-	-	-	-	-	**-**	-
	-	-	-	-	-	-	-	**-**	-
Total Revenues	$ 3,549,204	$ 385,899	$ 94,679	$ -	$ 4,029,782	$ 149,303	$ 147,423	**$ 4,326,508**	$ 3,384,761
Expenses									
Amortization	34,142	50,671	66,804	67,320	218,937	47,581	35,557	**302,075**	303,550
Goods and services	260,266	353,293	140,754	90,765	845,078	32,698	41,433	**919,209**	868,676
Grants and community groups	56,199	-	-	-	56,199	-	-	**56,199**	116,004
Interest expense	-	-	-	-	-	-	1,503	**1,503**	3,855
Wages, benefits, council stipends	473,817	227,565	110,967	178,636	990,985	22,656	60,334	**1,073,975**	1,042,854
	-	-	-	-	-	-	-	**-**	-
	-	-	-	-	-	-	-	**-**	-
	-	-	-	-	-	-	-	**-**	-
Total expenses	824,424	631,529	318,525	336,721	2,111,199	102,935	138,827	**2,352,961**	2,334,939
Annual surplus (deficit)	$ 2,724,780	$ (245,630)	$ (223,846)	$ (336,721)	$ 1,918,583	$ 46,368	$ 8,596	**$ 1,973,547**	$ 1,049,822

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	2025	2024
Covid-19 Safe Restart Grant, beginning balance of unspent funds	**$ 268,082**	$ 302,140
Expenditures in the Year		
Computer and other electronic technology costs	**10,867**	9,100
Facility reopening and operating costs	**-**	-
Library grant in aid	**5,000**	22,958
Midway Social Centre Society	**-**	2,000
Supplies - sanitizers, shields and related	**-**	-
	-	-
	15,867	34,058
Balance included in General Operating Fund Accumulated Surplus carried forward for use in a subsequent year	**$ 252,215**	$ 268,082

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	2025	2024
BC Growing Communities Fund Grant, beginning balance	**$ 787,199**	$ 763,000
Grants received during the year	**-**	-
Interest income earned on funds during the year	**26,073**	24,199
BC Growing Communities Fund Grant, ending balance	**$ 813,272**	$ 787,199

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	2025	2024
Local Government Housing Initiatives Grant, beginning balance	**$ 151,046**	$ -
Grants received during the year	**-**	153,271
Consulting service costs	**(1,340)**	(2,225)
Local Government Housing Initiatives Grant, ending balance	**$ 149,706**	$ 151,046

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Sources of Funding	2022	2023	2024	2025	**Funding Holdback**	**Total**
Department of Canadian Heritage Legacy Fund - Funding Approved	$ 45,775	$ 5,004	$ 59,248	$ 281,361	**$ 8,612**	**$ 400,000**
Other Federal Support:						
Infrastructure Canada - Investing in Canada Program (Rural and Northern Communities Stream)	-	42,369	20,000	768,074	**355,217**	**1,185,660**
Provincial Support: Climate Action Program	-	-	-	222,257	**-**	**222,257**
Applicant Contribution	-	7,500	55,706	510,911	**-**	**574,117**
Local Support: Community Centre Club	-	-	-	100,000	**-**	**100,000**
Subtotal - Cash	45,775	54,873	134,954	1,882,603	**363,829**	**2,482,034**
In-Kind - Local Support:	-	-	-	-	**-**	**-**
Total Revenues	$ 45,775	$ 54,873	$ 134,954	$ 1,882,603	**$ 363,829**	**$ 2,482,034**

Expenditures by Category (Actual Expenditures)	2022	2023	2024	2025	**Total**
Artist Fees	$ -	$ 4,904	$ -	$ -	**$ 4,904**
Design, Planning and Assessments	119,268	80,732	54,982	51,398	**306,380**
Excavation and Site Preparation Costs		-	121,554	118,971	**240,525**
Acquisition, Installation and Restoration	749	-	-	28,159	**28,908**
Materials and Construction	-	-	-	1,679,571	**1,679,571**
Kitchen Renovation, Equipment and Appliances	-	-	-	101,290	**101,290**
Administration	30,000	30,000	30,456	30,000	**120,456**
Subtotal - Cash	150,017	115,636	206,992	2,009,389	**2,482,034**
In-Kind: Installation Costs	-	-	-	-	**-**
Total Expenditures:	$ 150,017	$ 115,636	$ 206,992	$ 2,009,389	**$ 2,482,034**

The Village entered into a contribution agreement for funding of the Community Centre Efficiency Upgrades and Expansion project from the Building Communities through Arts and Heritage Program. Funding from this program is approved up to $400,000 for eligible project expenditures. The Village did not incur eligible expenditures from 2019 to 2021. The Village receives funding from other sources and grants as disclosed above to cover project costs. This schedule discloses actual project expenditures incurred up to December 31, 2025, and does not include additional amounts incurred during 2026. The project is still ongoing as of the financial statement reporting dates and is scheduled to complete before the end of fiscal 2026.

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VILLAGE OF MIDWAY
BYLAW NO. 585, 2026

A BYLAW BEING THE VILLAGE OF MIDWAY 2026 – 2030 FIVE YEAR FINANCIAL PLAN BYLAW NO. 585, 2026

The Council of the Village of Midway in open meeting assembled, enacts as follows:

1. Schedule "A" attached hereto and made part of this bylaw is hereby adopted and is the Financial Plan of the Village of Midway for the years 2026 – 2030.

2. This Bylaw may be cited for all purposes as "The Village of Midway 2026-2030 Five-Year Financial Plan Bylaw No. 585, 2026".

READ A FIRST TIME this	11th	day of	May	2026.
READ A SECOND TIME this	11th	day of	May	2026.
READ A THIRD TIME this	11th	day of	May	2026.
ADOPTED this	__th	day of	May	2026.

_____ _____
MAYOR **CHIEF ADMINISTRATIVE OFFICER**

I hereby certify Bylaw No. 585 to be a true and correct copy of "*The Village of Midway 2026 – 2030 Five Year Financial Plan Bylaw No. 585, 2026*" as adopted on this **__th** day of **May 2026**.

_____
Lisa Teggarty
Chief Administrative Officer

VILLAGE OF MIDWAY

BYLAW 585, 2026

A BYLAW BEING THE VILLAGE OF MIDWAY 2026 – 2030 FIVE YEAR FINANCIAL PLAN BYLAW NO. 585, 2026

Table #1 - The proportions of revenue proposed to come from various funding sources.

Revenue Source	$	% of Total Revenue
Property Taxes	889,049	21%
Taxes collected for other governments	615,682	15%
Grants	685,775	16%
Revenue from User Fees/Sales of Service	715,148	17%
Revenue from Investments	140,000	3%
Transfers from Reserves/Other income	1,156,989	28%
Total	**4,202,643**	**100%**

Table #1 shows the proportion of total revenue proposed to be raised from each funding source in 2026.

Table #2 - The distribution of property taxes among the property classes

Property Class	2026 Taxes	2026 Property Tax Revenue %	2025 Property Tax Revenue %
01. Residential	$ 451,710	52.80%	54.51%
02. Utilities	188,704	22.06%	20.91%
04. Major Industry	119,212	13.93%	13.66%
05. Light Industry	19,664	2.30%	2.49%
06. Business & Other	69,295	8.10%	7.70%
08. Recreation	175	0.02%	0.02%
09. Farm	6,732	0.79%	0.72%
Total	**$ 855,492**	100%	100%

Table #2 provides the distribution of property tax revenue among the property classes in 2026.

VILLAGE OF MIDWAY
BYLAW No. 585, 2026

A BYLAW BEING THE VILLAGE OF MIDWAY 2026 – 2030 FIVE YEAR FINANCIAL PLAN BYLAW NO. 585, 2026

Table #3 contains a list of permissive exemptions granted for the taxation year. The list demonstrates the policy of council that permissive exemptions are granted to not-for-profit institutions that form a valuable part of our community.

Table #3 – Estimated permissive tax exemptions for 2026, 2027 and 2028.

Roll #	Owner/Occupier	Civic Address	Estimated Taxes		
			2026	2027	2028
Philanthropic for the taxation years 2026 to 2029 (Bylaw No. 575 – 2025)					
3.031	Province of BC – BC Emergency Health Services	661 Eighth Avenue	$5,650	$5,930	$6,230
Recreation Facilities and Service Club or Associations (Bylaw No. 576 - 2025)					
3.075	Boundary District Curling Club	706 Seventh Avenue	$2,800	$2,940	$3,090
Public Worship for the taxation years 2026 to 2029 (Bylaw No. 577 – 2025)					
12.03	King of Kings New Testament Church	735 Ninth Avenue	$520	$550	$580
231.01	The BC Conference of the Mennonite Brethren Church (Boundary Community Church)	943 Thirteenth Avenue	$940	$990	$1,040
	Total Estimated Taxes		**$9,910**	**$10,410**	**$10,940**

VILLAGE OF MIDWAY
2026-2030 FIVE-YEAR FINANCIAL PLAN

Schedule "A" of Village of Midway Bylaw No. 585, 2026

GENERAL OPERATING FUND

	Budget 2025	Budget 2026	Budget 2027	Budget 2028	Budget 2029	Budget 2030
REVENUE:						
General Taxation:						
General Property Taxes	$ 764,328	$ 855,492	$ 898,267	$ 943,180	$ 990,339	$ 1,039,856
Interest and penalties on taxes	5,000	5,000	5,000	5,000	5,000	5,000
Grants in Lieu of Taxes	30,120	28,557	30,723	31,337	31,964	32,603
Taxes collected for other governments		615,682				
Interest on Investments	172,000	140,000	130,000	130,000	130,000	130,000
Provincial Grants:						
Small Community Grants	350,000	343,000	345,000	346,000	347,000	348,000
Street Light Assistance	2,400	2,400	2,400	2,400	2,400	2,400
FLNRO Wildland Fires Recovery	-	-	-	-	-	-
Government of BC Indigenous Engagement	42,000	42,000	-	-	-	-
Climate Action Grant	222,257	-	-	-	-	-
Province of BC - Housing Capacity Grant	75,523	74,853	74,853	-	-	-
CRIP 2024-2025 FireSmart grant	199,650	70,880	-	-	-	-
Prov of BC - Rural Economic & Infrastructure Program	8,470	8,470	-	-	-	-
UBCM Next Generation 911 grant	29,895	29,895	-	-	-	-
SparkBC grant	4,317	2,667	-	-	-	-
Canada Summer Jobs Program	6,250	2,556	-	-	-	-
Community Centre Upgrade Grants :		-	-	-	-	-
ICIP /Rural & Northern Communities Fund	936,741	-	-	-	-	-
Heritage Canada Legacy Fund	289,973	-	-	-	-	-
Grants Other:		5,500				
Misc. Grant - Admin	100,000	-	75,000	5,000	5,000	5,000
Misc. Grant - Fire	-	-	192,000	-	-	-
Misc. Grant - Arena	-	-	-	-	-	-
Special Events	7,000	8,000	8,000	8,000	8,000	8,000
RDKB - Arena Grant	27,512	28,337	29,187	29,482	30,072	30,673
Community Garden Grant	2,500	2,500	2,500	2,500	2,500	2,500
EOC-Emergency Cost Recovery	-	-	-	-	-	-
Road Rescue Service	25,000	15,000	15,000	15,000	15,000	15,000
Federal Grant:						
Community Works Fund - Canada Community Building Fund	93,054	93,054	93,054	96,776	96,776	96,776
Ambulance Building Lease	38,626	39,105	39,887	40,685	41,499	42,329
Other Building Rentals	20,000	25,900	26,418	26,946	27,485	28,035
Arena Revenue:						
Ice Bookings	26,000	26,000	27,000	27,000	27,000	27,000
Drop-in Rates & Other Revenue	17,000	17,000	17,000	17,000	17,000	17,000
Grants from other Organization						
Other Sundry Income:						
Midway Comm Garden	7,800	8,000	8,000	8,000	8,000	8,000
Sales of services (e.g. adopt a bench)	3,300	2,300	2,300	2,300	2,300	2,300
Cemetery fees	6,600	3,000	3,000	3,000	3,000	3,000
Subdivision/Zoning/OCP Fees	500	1,000	1,000	1,000	1,000	1,000
Misc. Revenue (Cost recovery, Legacy interest rec'd)	65,100	70,298	60,000	60,000	60,000	60,000
Fortis BC Operating Agreement	7,253	8,683	8,000	8,000	8,000	8,000
Admin Fee for Services	17,000	13,750	17,000	17,000	17,000	17,000
Riverfront Park Campground Fees:	17,500	36,000	36,700	37,400	38,100	38,800
Licences and Permits:						
Building permits	3,000	3,000	3,000	3,000	3,000	3,000
Business licences	2,000	2,300	2,300	2,300	2,300	2,300
Sale of Tax Cert.	500	500	500	500	500	500
Dog licences	1,600	1,600	1,700	1,700	1,700	1,700
Protective Services:						
Rural Fire Protection Fee for Service	131,670	135,620	134,553	137,501	140,517	143,600
Police Based Victim Services Program	112,775	112,775	112,775	112,775	112,775	112,775
CEPF Composite Equipment & Training		-				
ICBC Commissions:	150,000	165,000	166,000	167,000	168,000	169,000
Sale of Tangible Capital Assets:						
Sale of Tangible Capital Assets:		-	5,000	5,000	5,000	5,000
Equity Income from WBCF:	100,000	100,000	100,000	100,000	100,000	100,000
Transfers from Other Funds:						
Prior years surplus	82,691	448,220	96,607	88,592	84,285	28,895
Debt financing				117,000		
Transfers from Reserve Funds:						
Canada Community Building Fund	250,000	200,000				450,000
Growing Communities Fund	121,530	106,500	402,000			
Equipment Replacement Reserve	80,000	50,000				

VILLAGE OF MIDWAY
2026-2030 FIVE-YEAR FINANCIAL PLAN

Schedule "A" of Village of Midway Bylaw No. 585, 2026

GENERAL OPERATING FUND

	Budget 2025	Budget 2026	Budget 2027	Budget 2028	Budget 2029	Budget 2030
Fire Apparatus & Fire Equip. Replacement Reserve	30,000		383,000			450,000
Other Non-Statutory Reserve-Carried Forward	797,957					
Community Hall Reserve	523,612	252,269				
Capital Equipment Reserve			130,000	50,000	50,000	50,000
Wildfire Surplus Reserve			112,000			
Community Garden Surplus						
TOTAL REVENUE	**$ 6,008,004**	**$4,202,643**	**$3,796,723**	**$2,648,374**	**$2,582,511**	**$ 3,485,041**
EXPENDITURES:						
Administrative & Common Services:						
Wages & benefits	414,863	473,406	479,589	493,977	508,796	524,060
Council indemnities	64,000	64,580	65,000	66,000	67,000	68,000
Audit & legal	50,000	60,000	50,000	50,000	50,000	50,000
Insurance	21,500	24,000	24,600	25,215	25,845	26,492
Office exp & postage	23,300	19,000	47,765	48,959	50,183	51,438
Office building exp - Janitorial, Utilities	11,600	14,000	21,085	21,612	22,152	22,706
Telephone/Fax/Internet	4,600	5,000	5,125	5,253	5,384	5,519
Convention, travel and staff training	30,000	32,000	32,800	33,620	34,461	35,322
Election & referendum	2,500	7,500	2,500	2,500	2,500	2,500
Other Expenses	10,000	10,000	-	-	-	-
Subdivision Expense	7,000	5,000	5,125	5,253	5,384	5,519
Computer Subscriptions/IT equipment	12,230	15,000	15,375	15,759	16,153	16,557
Information Technology support	30,000	30,000	30,000	30,000	30,000	30,000
Economic Development	3,000	3,000	3,075	3,152	3,231	3,311
Special Event Celebrations	18,000	20,000	20,500	21,013	21,538	22,076
	702,593	782,486	802,539	822,313	842,628	863,500
Protective Services:						
Midway and Rural Fire Protection	186,670	171,600	176,748	182,050	187,512	193,137
Midway Fire Wages & Benefits	112,000	127,467	131,291	135,230	139,287	143,465
Emergency Services Recognition	2,000	2,500	2,000	2,000	2,000	2,000
Road Rescue Service	15,000	12,500	15,000	15,000	15,000	15,000
Police Based Victim Services	112,775	112,775	112,775	112,775	112,775	112,775
Bylaw Enforcement	1,000	1,000	1,000	1,000	1,000	1,000
Building inspection	22,177	27,864	28,421	28,990	29,569	30,161
Animal control	16,000	500	16,320	16,646	16,979	17,319
Emerg. Measures / Recovery	8,710	2,000	9,000	9,000	9,000	9,000
Weed program	9,080	9,000	9,180	9,364	9,551	9,742
Risk Management	7,000	10,500	7,000	7,140	7,283	7,428
Fire Hall Bldg. Maint/repair	9,700	15,700	10,000	10,200	10,404	10,612
Ambulance Bldg. Maint/Repair	8,400	8,000	3,000	3,060	3,121	3,184
	510,512	501,406	521,735	532,455	543,481	554,823
Transportation Services:						
Transportation Wages & benefits	20,000	20,000	20,600	21,218	21,855	22,510
St Main./Snow Remov/Dust Control	10,000	10,000	10,200	10,404	10,612	10,824
St Lighting Expenses	8,000	8,800	8,976	9,156	9,339	9,525
Airport	10,600	10,700	10,914	11,132	11,355	11,582
	48,600	49,500	50,690	51,910	53,160	54,442
Public Works:						
Public Works Wages & Benefits	81,800	135,000	139,050	143,222	147,518	151,944
Equip. maintenance, yard maint, insurance	77,000	45,000	46,350	47,741	49,173	50,648
Public Works supplies & materials	4,500	4,000	4,080	4,162	4,245	4,330
Public Works building expenses & utilities	17,120	6,120	6,242	6,367	6,495	6,624
Risk Management	2,000	10,000	10,200	10,404	10,612	10,824
Cemetery Maint.	5,000	5,500	5,610	5,722	5,837	5,953
Landfill & Recycling Facility Maint.	6,200	8,500	8,670	8,843	9,020	9,201
	193,620	214,120	220,202	226,460	232,899	239,524
Municipal Building Expenses:						
Museum	16,200	17,000	17,340	17,687	18,041	18,401
Medical building	79,000	69,000	70,380	71,788	73,223	74,688
Library	14,400	13,800	14,076	14,358	14,645	14,938
Community Hall	18,600	24,900	25,398	25,906	26,424	26,953
Seniors Centre	8,000	10,000	10,200	10,404	10,612	10,824
Bunkhouse	3,200	3,400	3,468	3,537	3,608	3,680
Other Municipal Buildings	1,500	1,700	1,734	1,769	1,804	1,840
	140,900	139,800	142,596	145,448	148,357	151,324

VILLAGE OF MIDWAY
2026-2030 FIVE-YEAR FINANCIAL PLAN

Schedule "A" of Village of Midway Bylaw No. 585, 2026

GENERAL OPERATING FUND

	Budget 2025	Budget 2026	Budget 2027	Budget 2028	Budget 2029	Budget 2030
Parks & General Recreation:						
Arena Wages & benefits	45,230	64,000	65,920	67,898	69,935	72,033
Arena Utilities	40,000	47,000	48,410	49,862	51,358	52,899
Arena Building mainteneance/Insurance	49,000	28,000	28,840	29,705	30,596	31,514
Arena Materials & supplies, zamboni	12,700	11,000	14,586	14,878	15,175	15,479
Arena Risk Management	2,500	3,000	4,590	4,682	4,775	4,871
Arena Equip. Maintenance	6,000	15,000	6,120	6,242	6,367	6,495
Parks Wages & benefits	60,420	53,000	54,590	56,228	57,915	59,652
Parks Materials & supplies	12,000	12,000	9,180	9,364	9,551	9,742
Parks Risk Management	8,000	8,000	8,160	8,323	8,490	8,659
Rivefront Park/Trails Materials & Supplies	8,000	3,000	3,060	3,121	3,184	3,247
Rivefront Campground contracted services	-	16,000	16,320	16,646	16,979	17,319
Parks Equip. Maintenance/Insurance	10,000	10,000	9,180	9,364	9,551	9,742
Parks Miscellaneous/Utilities	12,000	2,400	9,180	9,364	9,551	9,742
Midway Community Garden	14,200	18,000	14,892	15,190	15,494	15,804
	280,050	290,400	293,028	300,866	308,920	317,197
Grants to Community Groups:						
Midway Public Library	20,853	18,670	16,493	16,823	17,160	17,503
Kettle River Museum Society	10,440	10,649	10,862	11,079	11,301	11,527
Midway Social Centre	7,833	7,990	8,150	8,313	8,479	8,649
Other GIA to Community Groups	7,959	8,118	8,280	8,446	8,615	8,787
Miscellaneous grants - Council approved	6,892	12,000	12,240	12,485	12,734	12,989
Midway Partnership Fund / Midway Legacy Fund	-	7,000	7,000	7,000	7,000	7,000
	53,977	64,427	63,028	64,146	65,289	66,455
Special Projects:						
Campground expansion Business Plan project	30,000	-				
SpanBC Accessibility carry-forward project	4,317	-				
Province of BC - Housing Capacity project	75,523	74,924	74,853			
UBCM Next GEN 911 project	29,895	29,895				
2024/2025 CRI Resilient Wildfire mitigation project	199,650	70,881				
2024 CEPF Volunteer & Composite - Fire dept training apparatu	24,837	-				
Government of BC Indigenous Engagement project	42,000	42,000				
	406,222	217,700	74,853	-	-	-
General Capital Expenditures	3,338,676	1,001,066	1,300,000	173,000	56,000	906,000
Transfer from GCF-Municipal Finance Debt equipment	-	-	-	-	-	-
Taxes collected for Other Govemments		615,682				
Transfer to Other Funds:						
Fire Truck Reserve	70,000	70,000	70,000	70,000	70,000	70,000
Capital Equipment Reserve	12,000	10,000	20,000	20,000	20,000	20,000
Depreciation Equipment Reserve	21,800	20,000	20,000	20,000	20,000	20,000
Sick & Sev. Reserve	10,000	10,000	10,000	10,000	10,000	10,000
Building Replacement Reserve	12,000	10,000	10,000	10,000	10,000	10,000
Community Hall Reserve	12,000	10,000	2,000	2,000	2,000	2,000
Land Sale Reserve	2,000	2,000	2,000	2,000	2,000	2,000
Gas Tax Reserve	93,054	93,054	93,054	96,776	96,776	96,776
Cemetery Care Fund	-	1,000	1,000	1,000	1,000	1,000
Other Non-Statutory Reserve Funds	100,000	100,000	100,000	100,000	100,000	100,000
	332,854	326,054	328,054	331,776	331,776	331,776
TOTAL EXPENDITURES	$ 6,008,004	$4,202,643	$3,796,723	$2,648,374	$2,582,511	$ 3,485,041
OPERATING SURP / (DEF)	0	0	0	0	0	0

VILLAGE OF MIDWAY
2026 - 2030 / FIVE-YEAR FINANCIAL PLAN
Schedule "A" of Village of Midway Bylaw No. 585, 2026
SEWER O P E R A T I N G F U N D

	Budget 2025	***Budget 2026***	*Budget 2027*	*Budget 2028*	*Budget 2029*	*Budget 2030*
REVENUE:						
Sewer user fees	117,625	124,731	129,720	134,909	140,305	145,918
Sani dump	1,500	1,900	1,900	2,000	1,900	1,800
Sewer frontage taxes/Debt surplus	-	-	-	-	-	-
Interest	18,000	18,000	15,000	15,000	15,000	15,000
Other / Sewer Connections	5,000	5,000	5,000	5,000	5,000	5,000
Grant Contributions	-					
Contribution from Sewer Reserve						
Transfer from Gas Tax Funds			-		-	-
	142,125	149,631	151,620	156,909	$ 162,205	$ 167,718
EXPENDITURE:						
Wages & Benefits	50,000	54,000	56,700	59,535	62,512	65,637
Maintenance & utilities	53,000	86,500	42,000	42,840	43,697	44,571
Debt principal payments	6,732	-	-	-	-	-
Debt interest payments	1,503	-	-	-	-	-
Administration & other	7,500	4,000	4,000	4,000	4,000	4,000
Contribution to Sewer Infra. Reserve	23,390	5,131	48,920	50,534	51,997	53,510
Sewer Capital Expenditure	-	-	-	-	-	-
	142,125	149,631	151,620	156,909	162,206	167,718
OPERATING (SURPLUS) DEFICIT	-	0	0	0	0	0

VILLAGE OF MIDWAY
2026 - 2030 / FIVE-YEAR FINANCIAL PLAN
Schedule "A" of Village of Midway Bylaw No. 585, 2026
WATER OPERATING FUND

	Budget 2025	***Budget 2026***	*Budget 2027*	*Budget 2028*	*Budget 2029*	*Budget 2030*
REVENUE:						
Water user fees	117,956	123,927	130,123	136,630	143,461	150,634
Interest	35,000	28,000	26,000	26,000	26,000	26,000
Other / Water Connections	6,000	2,000	6,000	6,000	6,000	6,000
Grant Contributions	-	-	34,734	-	-	-
Contrib. from Water Infrastructure Reserve	-	-	250,000	250,000	-	-
Transfer from Canada Community Building Fund	95,385	100,000	100,000	100,000	-	-
Transfer from Growing Communities Fund			100,000	100,000		
	254,341	253,927	646,857	618,630	175,461	182,634
EXPENDITURE:						
Wages & Benefits	30,000	30,000	31,200	32,136	32,779	33,434
Maintenance & utilities	50,000	85,590	84,734	50,000	50,000	50,000
Administration & other	7,800	5,000	7,500	7,500	7,500	7,500
Contrib. to Water Infrastructure Reserve	71,156	33,337	73,423	78,994	85,182	91,700
Capital Expenditure - Pumphouse #1 Backup generator	75,385	-		-	-	-
Capital Expenditure - New Well Planning/Install	20,000	100,000	450,000	450,000	-	-
	254,341	253,927	646,857	618,630	175,461	182,634
OPERATING (SURPLUS) DEFICIT	0	0	0	0	0	0

VILLAGE OF MIDWAY
2026 - 2030 / FIVE-YEAR FINANCIAL PLAN
Schedule "A" of Village of Midway Bylaw No. 585, 2026
GENERAL CAPITAL EXPENDITURES & FUNDING SOURCES

	EXPENDITURES					FUNDING SOURCES			
	2026	2027	2028	2029	2030	General Operating Fund	Reserve Funds	Other	Funding Source Details
Administration & Information Technology:									
Computer upgrades/new Catalis server	20,000	6,000	6,000	6,000	6,000		44,000		Covid Restart grant
Total	20,000	6,000	6,000	6,000	6,000	-	44,000	-	
Fire Protection:									
Self Contained Breathing Apparatus (SCBA)		112,000	117,000					229,000	FNRO funds/Debt financing
Water Tender		575,000					575,000		Fire Apparatus & Equipment Reserve/Canada Community Building Fund (CCBF)/Regional contribution
Frontline engine					850,000		850,000		Fire Apparatus & Equipment Reserve/Canada Community Building Fund (CCBF)
Total	-	687,000	117,000	-	850,000	-	1,425,000	229,000	
Paving Program:	250,000						250,000		Canada Community Building Fund (CCBF)/Community Hall reserve
Total	250,000	-	-	-	-	-	250,000		
Public Works:									
Public Works Truck		80,000					80,000		Equipment replacement reserve
Equip. upgrades	50,000	50,000	50,000	50,000	50,000	250,000			Equipment replacement reserve
Total	50,000	130,000	50,000	50,000	50,000	250,000	80,000	-	
Recreation, Parks & Green Spaces:									
Riverfront Campground Expansion project	18,470	120,000				8,470	130,000		REDIP grant carry-over, Growing Communities Fund
Playground Equipment		75,000						75,000	Grant Funding
Total	18,470	195,000	-	-	-	8,470	130,000	75,000	
Municipal Buildings:									
Community Hall Upgrade	566,098					383,829	202,269		ICIP grant/Heritage Canada grant deferred revenue/Non-statutory reserve - WBCF Dividends/Community Centre Reserve
*Municipal Office renovation	96,500							96,500	Growing Communities Fund
Public Works shop/Office	-	282,000						282,000	Growing Communities Fund
Total	662,598	282,000	-	-	-	383,829	202,269	378,500	
TOTAL GENERAL CAPITAL	$ 1,001,068	$ 1,300,000	$ 173,000	$ 56,000	$ 906,000	$ 622,299	$ 2,131,269	$ 682,500	

VILLAGE OF MIDWAY
2026 - 2030 / FIVE-YEAR FINANCIAL PLAN
Schedule "A" of Village of Midway Bylaw No. 585, 2026
GENERAL CAPITAL EXPENDITURES & FUNDING SOURCES

	EXPENDITURES					FUNDING SOURCES			
	2026	2027	2028	2029	2030	General Operating Fund	Reserve Funds	Other	Funding Source Details
Sewer:									
TOTAL SEWER CAPITAL	$ -	$ -	$ -	$ -	$ -				
Water:									
New Well Planning/Install	100,000	450,000	450,000				1,000,000		Water Infrastructure Reserve/Canada Community Building Fund (CCBF)/Growing Communities Fund
TOTAL WATER CAPITAL	$ 100,000	$ 450,000	$ 450,000	$ -	$ -	$ -	$ 1,000,000	$ -	
TOTAL CAPITAL INCLUDING SEWER & WATER	$ 1,101,068	$ 1,750,000	$ 623,000	$ 56,000	$ 906,000	$ 622,299	$ 3,131,269	$ 682,500	

VILLAGE OF MIDWAY

BYLAW NO. 586, 2026

BEING AN ANNUAL PROPERTY TAX RATE BYLAW FOR THE LEVYING OF RATES FOR MUNICIPAL, HOSPITAL AND REGIONAL DISTRICT PURPOSES FOR THE YEAR 2026.

The Council of the Village of Midway, in open meeting assembled, enacts as follows:

1. The following rates are hereby imposed and levied for the year 2026.

   (a) For all lawful general purposes of the municipality on the value of land and improvements using general taxable values, rates appearing in Column "A" of schedule "A" attached hereto and forming a part hereof.

   (b) For purposes of the Regional District of Kootenay Boundary on the value of land and improvements using hospital taxable values, rates appearing in Column "B" of schedule "A" attached hereto and forming a part hereof.

   (c) For purposes of the West Kootenay Boundary Regional Hospital District on the value of land and improvements using hospital taxable values, rates appearing in Column "C" of the schedule "A" attached hereto and forming a part hereof.

2. This bylaw may be cited as "Annual Property Tax Rate Bylaw No. 586, 2026."

READ A FIRST TIME this 11th day of May 2026.

READ A SECOND TIME this 11th day of May 2026.

READ A THIRD TIME this 11th day of May 2026.

ADOPTED this __th day of May 2026.

_____ _____

MAYOR **CHIEF ADMINISTRATIVE OFFICER**

I hereby certify Bylaw No. 586 to be a true and correct copy of the "*Annual Property Tax Rate Bylaw No. 586, 2026*" as adopted on the **___th** day of **May 2026**.

_____
Lisa Teggarty
Chief Administrative Officer

SCHEDULE "A"
VILLAGE OF MIDWAY BYLAW NO. 586, 2026

Assessment Classification	A General Municipal	B Regional District of Kootenay Boundary	C West Kootenay Boundary - Regional Hospital District
1. Residential	3.4678	0.548980	0.156478
2. Utilities	24.2031	1.921430	0.547673
4. Major Industrial	30.4112	1.866532	0.532025
5. Light Industrial	43.9909	1.866532	0.532025
6. Business & Other	11.0142	1.345000	0.383371
8. Rec./Non-Profit	3.7315	0.548980	0.156478
9. Farm	19.2028	0.548980	0.156478

Updated Assuming 10% increase | Updated May 6, 2026 | Updated May 6 2026