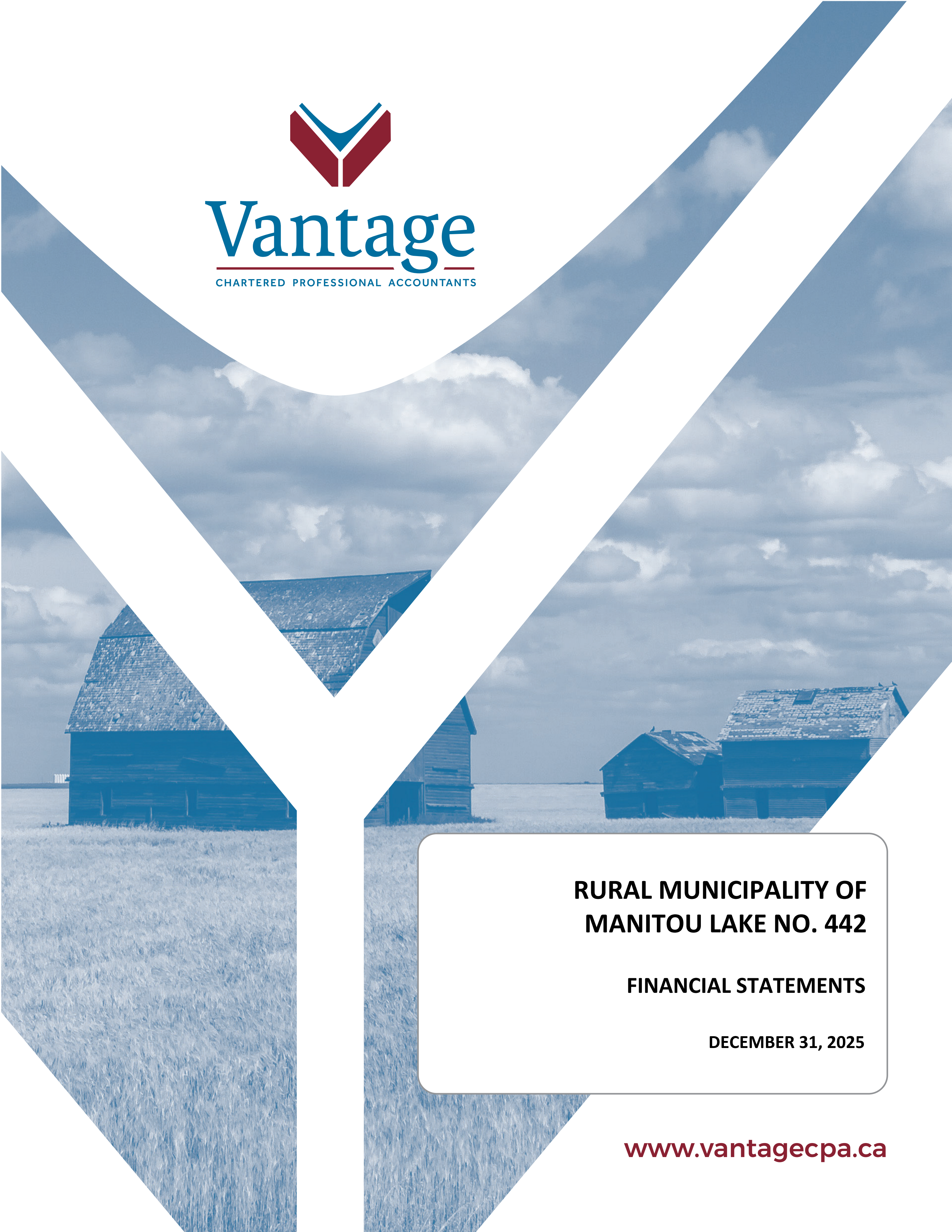

CHARTERED PROFESSIONAL ACCOUNTANTS

RURAL MUNICIPALITY OF MANITOU LAKE NO. 442

FINANCIAL STATEMENTS

DECEMBER 31, 2025

www.vantagecpa.ca

To the Ratepayers of Rural Municipality of Manitou Lake No. 442

The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgements and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Vantage, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

Reeve

Administrator

INDEPENDENT AUDITORS' REPORT

To the Council of
Rural Municipality of Manitou Lake No. 442
Marsden, Saskatchewan

Qualified Opinion

We have audited the accompanying consolidated financial statements of the Rural Municipality of Manitou Lake No. 442, which comprise the consolidated statement of financial position as at December 31, 2025, the consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Manitou Lake No. 442 as at December 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

The municipality has an interest in the Neilburg Fire Board that is a government partnership. The municipality has not recorded in its consolidated financial statements this interest using the proportionate consolidation method, which constitutes a departure from Canadian Public Sector Accounting Standards. The effect on the consolidated financial statements of the failure to consolidate these interests has not been determined for the fiscal 2025 and 2024 years. Our report on the fiscal 2024 financial statements was qualified in this matter.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Rural Municipality of Manitou Lake No. 442 in accordance with the ethical requirements that are relevant to our audit of the consolidated 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Rural Municipality of Manitou Lake No. 442's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the municipality's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated 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 auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Vantage

Chartered Professional Accountants

North Battleford, Saskatchewan
June 11, 2026

Rural Municipality of Manitou Lake No. 442
Consolidated Statement of Financial Position
As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	7,051,320	2,652,806
Investments (Note 3)	7,883,809	10,541,913
Taxes Receivable - Municipal (Note 4)	862,290	243,471
Other Accounts Receivable (Note 5)	532,030	605,133
Assets Held for Sale (Note 6)		
Long-Term Receivable (Note 7)	119,380	101,299
Debt Charges Recoverable		
Derivative Assets		
Other		
Total Financial Assets	**16,448,829**	**14,144,622**
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	325,056	564,880
Accrued Liabilities Payable		10,000
Derivative Liabilities		
Deposits		
Deferred Revenue		
Asset Retirement Obligation		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 9)		
Lease Obligations		
Total Liabilities	**325,056**	**574,880**
NET FINANCIAL ASSETS (DEBT)	**16,123,773**	**13,569,742**
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	21,353,636	21,222,422
Prepayments and Deferred Charges	45,529	55,838
Stock and Supplies	25,015	26,651
Other		
Total Non-Financial Assets	**21,424,180**	**21,304,911**
ACCUMULATED SURPLUS (DEFICIT)	**37,547,953**	**34,874,653**
Accumulated Surplus (Deficit) is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	37,547,953	34,874,653
Accumulated remeasurement gains (losses)		

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Manitou Lake No. 442
Consolidated Statement of Operations
For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
REVENUES			
Tax Revenue (Schedule 1)	4,370,720	4,427,678	4,101,513
Other Unconditional Revenue (Schedule 1)	285,000	309,468	285,477
Fees and Charges (Schedule 4, 5)	162,600	432,161	103,752
Conditional Grants (Schedule 4, 5)	38,500	23,642	26,670
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)		(411,406)	377
Land Sales - Gain (Schedule 4, 5)			
Investment Income (Schedule 4, 5)	288,000	523,677	823,389
Commissions (Schedule 4, 5)			
Restructurings (Schedule 4,5)			
Other Revenues (Schedule 4, 5)			
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	532,000	646,305	33,796
Total Revenues	**5,676,820**	**5,951,525**	**5,374,974**
EXPENSES			
General Government Services (Schedule 3)	531,055	247,331	748,698
Protective Services (Schedule 3)	233,100	180,478	160,530
Transportation Services (Schedule 3)	4,694,320	2,722,910	2,111,167
Environmental and Public Health Services (Schedule 3)	76,000	15,453	23,606
Planning and Development Services (Schedule 3)	15,000		
Recreation and Cultural Services (Schedule 3)	115,000	112,053	93,817
Utility Services (Schedule 3)			
Restructurings (Schedule 3)			
Total Expenses	**5,664,475**	**3,278,225**	**3,137,818**
Annual Surplus (Deficit) of Revenues over Expenses	**12,345**	**2,673,300**	**2,237,156**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	34,874,653	34,874,653	32,637,497
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	**34,886,998**	**37,547,953**	**34,874,653**

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Manitou Lake No. 442

Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2025 Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit) of Revenues over Expenses	12,345	2,673,300	2,237,156
(Acquisition) of tangible capital assets		(1,803,377)	(5,657,068)
Amortization of tangible capital assets	860,500	905,683	815,847
Proceeds on disposal of tangible capital assets		355,074	320,000
Loss (gain) on the disposal of tangible capital assets		411,406	(377)
Transfer of assets/liabilities in restructuring transactions			
Surplus (Deficit) of capital expenses over expenditures	**860,500**	**(131,214)**	**(4,521,598)**
(Acquisition) of supplies inventories		1,636	(9,157)
(Acquisition) of prepaid expense		10,309	(55,838)
Consumption of supplies inventory			
(Acquisition) of investments			
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures		**11,945**	**(64,995)**
Unrealized remeasurement gains (losses)			
Increase/Decrease in Net Financial Assets	**872,845**	**2,554,031**	**(2,349,437)**
Net Financial Assets (Debt) - Beginning of Year	13,569,742	13,569,742	15,919,179
Net Financial Assets (Debt) - End of Year	**14,442,587**	**16,123,773**	**13,569,742**

The accompanying notes and schedules are an integral part of these statements.

Rural Municipality of Manitou Lake No. 442
Consolidated Statement of Cash Flow
For the year ended December 31, 2025

Statement 4

	2025	2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	2,673,300	2,237,156
Amortization	905,683	815,847
Loss (gain) on disposal of tangible capital assets	411,406	(377)
	3,990,389	3,052,626
Change in assets/liabilities		
Taxes Receivable - Municipal	(618,819)	(22,272)
Other Receivables	73,103	(530,981)
Assets Held for Sale		
Long-Term Receivable	(18,081)	(8,285)
Accounts and Accrued Liabilities Payable	(249,824)	397,786
Derivative Liabilities *[if applicable]*		
Deposits		
Deferred Revenue		
Asset Retirement Obligation		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies	1,636	(9,157)
Prepayments and Deferred Charges	10,309	(55,838)
Cash provided by operating transactions	**3,188,713**	**2,823,879**
Capital:		
Acquisition of capital assets	(1,803,377)	(5,657,068)
Proceeds from the disposal of capital assets	355,074	320,000
Cash applied to capital transactions	**(1,448,303)**	**(5,337,068)**
Investing:		
Decrease (increase) in restricted cash or cash equivalents		
Proceeds from disposal of investments		
Decrease (increase) in investments	2,658,104	(2,638,869)
Cash provided by (applied to) investing transactions	**2,658,104**	**(2,638,869)**
Financing:		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid		
Other financing		
Cash provided by (applied to) financing transactions		
Change in Cash and Cash Equivalents during the year	**4,398,514**	**(5,152,058)**
Cash and Cash Equivalents - Beginning of Year	2,652,806	7,804,864
Cash and Cash Equivalents - End of Year	**7,051,320**	**2,652,806**
Cash and cash equivalents is made up of:		
Cash (Note 2)	6,388,070	2,252,788
Restricted portion of cash and cash equivalents (Note 2)	663,250	400,018
Temporary bank indebtedness		
	7,051,320	**2,652,806**

The accompanying notes and schedules are an integral part of these statements.

1. Significant Accounting Policies

The consolidated financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

Basis of Accounting: The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

a) **Reporting Entity:** The consolidated financial statements consolidate the assets, liabilities, and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

Partnerships: A partnership represents a contractual arrangement between the municipality and a party or parties outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership. These consolidated financial statements contain the following partnerships:

Big Manitou Regional Park Authority (25%) (2024 – 25%) proportionate consolidation.
R.M. Manitou Lake Fire & Rescue Co-operative Ltd. (55%) (2024 – 55%) proportionate consolidation.

All inter-organizational transactions and balances have been eliminated.

b) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

a) the transfers are authorized
b) any eligibility criteria and stipulations have been met; and
c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.
Earned government transfer amounts not received will be recorded as an amount receivable.
Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

d) **Other (Non-Government Transfer) Contributions:** Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

e) **Revenue:** When a single transaction requires the delivery of more than one performance obligation, the revenue recognition criteria are applied to the separately identifiable performance obligations. A performance obligation is considered to be separately identified if the product or service delivered has stand-alone value to that customer and the fair value associated with the product or service can be measured reliably. The amount recognized as revenue for each performance obligation is its fair value in relation to the fair value of the contract as a whole.

For each performance obligation, the municipality must ascertain whether the obligation is satisfied over a period of time, or at a point in time. In order to do this, the characteristics of the underlying goods and/or services must be considered in order to determine when the ultimate performance obligations will be satisfied. If any of the below criteria are met, the revenue must be recognized over a period of time; otherwise, corresponding amounts are to be recognized at a point in time.

a) The payor simultaneously receives and consumes the benefits provided by the municipality's performance as they fulfil the performance obligation
b) The municipality's performance creates or enhances an asset (for example, work in progress) that the payor controls or uses as the asset is created or enhanced
c) The municipality's performance does not create an asset with an alternative use to itself, and the municipality has an enforceable right to payment for performance completed to date
d) The municipality is expected to continually maintain or support the transferred good or service under the terms of the agreement
e) The municipality provides the payor with access to a specific good or service under the terms of the agreement

When determining the amounts of revenue to recognize at various stages along the point of time, determinants vary but often include percentage complete.

1. Significant Accounting Policies - continued

f) **Deferred Revenue:** Fees and charges: Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

g) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

h) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

i) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

j) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.

k) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

l) **Financial Instruments:** Derivative and equity instruments that are quoted in an active market are carried at fair value. All other financial instruments are measured at cost/amortized cost; financial assets measured at amortized cost are recognized initially net of transaction costs with interest income recognized using the effective interest rate method. Impairment losses are recognized in the statement of operations when there is an other than temporary decline in value.

Interest and dividends attributable to financial instruments are reported in the statement of operations. Unrealized gains and losses are recognized in the statement of remeasurement gains and losses. When the investment is disposed of the accumulated gains or losses are reclassified to the statement of operations.

When investment income and unrealized gains and losses from changes in the fair value of financial instruments are externally restricted, the investment income and fair value changes are recognized as liabilities until the external restrictions are satisfied.

Long-term debt: Long-term debt is initially recognized net of premiums, discounts, and transaction costs and is measured at amortized cost with interest expense recognized using the effective interest rate method.

Long-term receivables: Receivables with terms longer than one year have been classified as other long-term receivables.

Measurement of Financial Instruments:
The municipalities financial assets and liabilities are measured as follows:

Financial Statement Line Item	Measurement
Cash and Cash Equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other Accounts Receivable	Cost and amortized cost
Long-Term Receivables	Amortized cost
Debt Charges Recoverable	Amortized cost
Bank Indebtedness	Amortized cost
Accounts Payable and Accrued Liabilities	Cost
Deposit Liabilities	Cost
Long-Term Debt	Amortized cost
Derivative Assets and Liabilities	Fair value

m) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials, and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.

n) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant deflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

Asset	***Useful Life***
General Assets	
Land	Indefinite
Land Improvements	15 to 20 Yrs.
Buildings	15 to 50 Yrs.
Vehicles and Equipment	
Vehicles	10 to 15 Yrs.
Machinery and Equipment	5 to 20 Yrs.
Leased Capital Assets	Lease term

1. Significant Accounting Policies - continued

n) **Tangible Capital Assets - continued**

Asset	*Useful Life*
Infrastructure Assets	
Road Network Assets	15 to 50 Yrs.

Government Contributions: Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments, and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality does *not* capitalize interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital leases and recorded as tangible capital assets. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a *straight line* basis, over the *lease term* . Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality.

p) **Employee Benefit Plans:** Contributions to the municipality's multiemployer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

q) **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 recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

a) an environmental standard exists;
b) contamination exceeds the environmental standard;
c) the municipality:
  i. is directly responsible; or
  ii. accepts responsibility;
d) it is expected that future economic benefits will be given up; and
e) a reasonable estimate of the amount can be made.

r) **Measurement Uncertainty:** The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period.

Measurement uncertainty impacts the following financial statement areas:
Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening Asset Costs' of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.

Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

1. Significant Accounting Policies - continued

s) **Basis of Segmentation/Segment Report:** The municipality follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:
General Government: Provides for the administration of the municipality.
Protective Services: Comprised of expenses for Police and Fire protection.
Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.
Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public
Planning and Development: Provides for neighbourhood development and sustainability.
Recreation and Culture: Provides for community services through the provision of recreation and leisure services.
Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

t) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 8, 2025.

u) **Assets Held for Sale:** The municipality is committed to selling the asset, the asset is in a condition to be sold, the asset is publicly seen to be for sale, there is an active market for the asset, there is a plan in place for selling the asset, and the sale is reasonably anticipated to be completed within one year of the financial statement date.

v) **Asset Retirement Obligation:** Asset Retirement Obligations represent the legal obligations associated with the retirement of a tangible capital asset that result from its acquisition, construction, development, or normal use. The tangible assets include but are not limited to assets in productive use, assets no longer in productive use, leased tangible capital assets.

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the municipality to incur costs in relation to a specific TCA, when the past transaction or event causing the liability has already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligation, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using a present value technique.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

2. Cash and Cash Equivalents

	2025	2024
Cash	6,388,070	2,252,788
Short-term investments		
Restricted cash	663,250	400,018
Total Cash and Cash Equivalents	**7,051,320**	**2,652,806**

Cash and cash equivalents includes balances with banks and short-term deposits with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

3. Investments

	2025	2024
Investments carried at amortized cost:		
Term deposits	7,869,356	10,517,565
Credit union equity	14,453	24,329
Co-op equity		19
Total Investments	**7,883,809**	**10,541,913**

Term deposits have effective interest rates of 4.0% to 5.0% (2024 -4% to 5%) with a maturity date of September 26, 2026.

	2025	2024
Investment Income		
Interest	497,932	794,882
Dividends	25,745	28,507
Total Investment Income	**523,677**	**823,389**

4. Taxes Receivable - Municipal

		2025	2024
Municipal	- Current	962,273	1,062,823
	- Arrears	23,017	220,648
		985,290	1,283,471
	- Less allowance for uncollectible	(123,000)	(1,040,000)
Total municipal taxes receivable		862,290	243,471
School	- Current	132,397	176,114
	- Arrears	4,973	38,996
Total taxes to be collected on behalf of School Divisions		137,370	215,110
Other	- Fire departments	21,633	22,061
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations		1,021,293	480,642
Deduct taxes to be collected on behalf of other organizations		(159,003)	(237,171)
Total Taxes Receivable - Municipal		**862,290**	**243,471**

5. Other Accounts Receivable

	2025	2024
Federal Government	143,016	305,201
Provincial Government	114,843	
Local Government		
Utility		
Trade	93,408	(2,133)
Interest Revenue Receivable	182,023	303,325
Total Other Accounts Receivable	533,290	606,393
Less: Allowance for Uncollectible	(1,260)	(1,260)
Net Other Accounts Receivable	**532,030**	**605,133**

6. Assets Held for Sale

	2025	2024
Tax title property	63	63
Allowance for market value adjustment	(63)	(63)
Net Tax Title Property	Nil	Nil
Other land		
Allowance for market value adjustment		
Net Other Land		
Other (Describe)		
Total Assets Held for Sale	**Nil**	**Nil**

7. Long-Term Receivable

	2025	2024
Sask Assoc. of Rural Municipalities - Self Insurance Fund	119,380	101,299
Total Long-Term Receivables	**119,380**	**101,299**

8. Bank Indebtedness

Credit Arrangements

At December 31, 2025, the Municipality had a line of credit totaling $1,000,000, none of which was drawn, bearing interest at 4.45% secured by general security agreement.

9. Long-Term Debt

a) The debt limit of the municipality is $ 4,969,188. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

10. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

11. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2025 was $53,861 (2024 - $45,143). The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

2024 is the most current actuarial valuation report available for MEPP. At December 31, 2024, the MEPP disclosed an actuarial surplus of $819,117,000.

12. Comparative Figures

Prior year comparative figures have been restated to conform to the current year's presentation.

13. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality are as follows:

a) The municipality is a beneficiary of the Rural Municipal Tax Loss Compensation Trust Fund and is entitled to on-going annual payments from the trust under terms of the Rural Municipal Tax Loss Compensation Agreement dated October 6, 1993. The municipality's revenue from this fund in 2024 was $6,534 (2024 - $5,489) with an entitlement balance of $37,979 remaining at December 31, 2025 (2024 - $40,976).

b) The municipality has renewed a multiple-year operating lease contract for the supply of commercial office space to the Village of Marsden until April 1, 2031. Future minimum lease receipts under this agreement are as follows:

Contractual Rights Type	Describe Nature Time and Extent	2026	2027	2028	2029	2030	2031	Current Year Total	Prior Year Total
Lease	Village of Marsden Office Rental Long-term	9,300	9,600	9,600	9,600	9,600	2,400	50,100	10,500
Total		**9,300**	**9,600**	**9,600**	**9,600**	**9,600**	**2,400**	**50,100**	**10,500**

14. Risk Management

Through its financial assets and liabilities, the municipality is exposed to various risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in so doing, cau a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of the allowance for doubtful taxes receivable which administration monitors and reports to council as well as working with legal council on collections.

Liquidity Risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The municipality undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations.

Market Risk

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

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the municipality to interest rate risk consist of any potential debt as well as short term investments.

15. Government Partnerships

a) **Big Manitou Regional Park Authority**

The municipality has entered into an agreement representing a government partnership with the Village of Marsden, the Village of Neilburg, and the Rural Municipality of Hillsdale No. 440 regarding the "Big Manitou Regional Park Authority." The mandate of the agreement is to provide recreation services for the benefit of the residents of the Rural Municipality of Manitou Lake No. 442 and the associated municipalities. The partnership is reported on a proportionate consolidation basis with the municipality's share being 25%.

During the year, the municipality paid $37,921 in net fees to the organization (2024 - $68,632). The transactions were measured at the exchange amount.

The following schedule details balances and transactions of the Big Manitou Regional Park Authority government partnership.

	2025	2024
Total Financial Assets	64,455	41,779
Total Liabilities	12,500	13,349
NET FINANCIAL ASSETS	51,955	28,430
Total Non-Financial Assets	125,708	130,464
ACCUMULATED SURPLUS	**177,663**	**158,894**
Total Revenue	142,228	166,396
Total Expense	123,459	138,130
SURPLUS	**18,769**	**28,266**

15. Government Partnerships, continued

b) **R.M. Manitou Lake Fire & Rescue Co-operative Ltd.**

The municipality has entered into an agreement representing a government partnership with the Village of Marsden, the Village of Neilburg, and the Rural Municipality of Hillsdale No. 440 regarding the "R.M. Manitou Lake Fire & Rescue Co-operative Ltd." The mandate of the agreement is to provide fire protection services for the benefit of the residents of the Rural Municipality of Manitou Lake No. 442 and the associated municipalities. The partnership is reported on a proportionate consolidation basis with the municipality's share being 55%.
During the year, the municipality paid $155,570 in net fees to the organization (2024 - $169,421). The transactions were measured at the exchange amount.

The following schedule details balances and transactions of the R.M. Manitou Lake Fire & Rescue Co-operative Ltd. government partnership.

	2025	2024
Total Financial Assets	431,809	377,998
Total Liabilities	72,683	128,143
NET FINANCIAL ASSETS	359,126	249,855
Total Non-Financial Assets	958,605	1,030,794
ACCUMULATED SURPLUS	**1,317,731**	**1,280,649**
Total Revenue	234,637	247,528
Total Expense	197,555	167,327
SURPLUS	**37,082**	**80,201**

Rural Municipality of Manitou Lake No. 442

Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2025

Schedule 1

	2025 Budget	2025	2024
TAXES			
General municipal tax levy	4,485,550	4,484,405	4,200,296
Abatements and adjustments	(100,000)	(69,449)	(96,815)
Discount on current year taxes	(100,000)	(108,164)	(95,230)
Net Municipal Taxes	4,285,550	4,306,792	4,008,251
Potash tax share			
Trailer license fees			
Penalties on tax arrears	60,000	93,561	68,088
Special tax levy			
Other (Specify)			
Total Taxes	**4,345,550**	**4,400,353**	**4,076,339**
UNCONDITIONAL GRANTS			
Revenue Sharing	285,000	309,468	285,477
(Organized Hamlet)			
Safe Restart			
Other (Specify)			
Total Unconditional Grants	**285,000**	**309,468**	**285,477**
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	19,170	20,791	19,685
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	6,000	6,534	5,489
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	**25,170**	**27,325**	**25,174**
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	**4,655,720**	**4,737,146**	**4,386,990**

Rural Municipality of Manitou Lake No. 442
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2025

Schedule 2 - 1

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	1,000	1,194	520
- Other (Specify)	30,300	15,984	17,773
Total Fees and Charges	31,300	17,178	18,293
- Tangible capital asset sales - gain (loss)		(411,406)	377
- Land sales - gain			
- Investment income	288,000	523,677	823,389
-Commissions			
- Other (Specify)			
Total Other Segmented Revenue	319,300	129,449	842,059
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating	319,300	129,449	842,059
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total General Government Services	**319,300**	**129,449**	**842,059**
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	90,000	90,000	87,017
- Other (RM Manitou Lake Fire & Rescue)		(26,520)	(33,280)
Total Fees and Charges	90,000	63,480	53,737
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	90,000	63,480	53,737
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating	90,000	63,480	53,737
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Protective Services	**90,000**	**63,480**	**53,737**

Rural Municipality of Manitou Lake No. 442
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2025

Schedule 2 - 2

	2025 Budget	2025	2024
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	10,000	281,928	11,341
- Sales of supplies			
- Road Maintenance and Restoration Agreements	1,000		
- Approach Approvals	200	800	600
- Permits	30,000	68,108	40,200
Total Fees and Charges	41,200	350,836	52,141
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	41,200	350,836	52,141
Conditional Grants			
- CTP	17,000	22,215	22,215
- MEEP			
- Other (Specify)			
Total Conditional Grants	17,000	22,215	22,215
Total Operating	58,200	373,051	74,356
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	32,000	146,305	33,796
- ICIP			
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	500,000	500,000	
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	532,000	646,305	33,796
Restructuring Revenue (Specify, if any)			
Total Transportation Services	**590,200**	**1,019,356**	**108,152**

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Donations		2,581	5,395
- Weed Control Products			819
- Cemetery Fees	100	450	400
Total Fees and Charges	100	3,031	6,614
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	100	3,031	6,614
Conditional Grants			
- Student Employment			
- IPCP	20,000		3,285
- Local Government			
- MEEP			
- Pest Control	1,500	1,427	1,170
Total Conditional Grants	21,500	1,427	4,455
Total Operating	21,600	4,458	11,069
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Environmental and Public Health Services	**21,600**	**4,458**	**11,069**

Rural Municipality of Manitou Lake No. 442
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2025

Schedule 2 - 3

	2025 Budget	2025	2024
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Planning and Development Services			

	2025 Budget	2025	2024
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Big Manitou Regional Park Authority)		(2,364)	(27,033)
Total Fees and Charges		(2,364)	(27,033)
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue		(2,364)	(27,033)
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating		(2,364)	(27,033)
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Recreation and Cultural Services		**(2,364)**	**(27,033)**

Rural Municipality of Manitou Lake No. 442
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2025

Schedule 2 - 4

	2025 Budget	2025	2024
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital			
Restructuring Revenue (Specify, if any)			
Total Utility Services			
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	**1,021,100**	**1,214,379**	**987,984**

SUMMARY

Total Other Segmented Revenue	450,600	544,432	927,518
Total Conditional Grants	38,500	23,642	26,670
Total Capital Grants and Contributions	532,000	646,305	33,796
Restructuring Revenue			
TOTAL REVENUE BY FUNCTION	**1,021,100**	**1,214,379**	**987,984**

Rural Municipality of Manitou Lake No. 442
Total Expenses by Function
For the year ended December 31, 2025 Schedule 3 - 1

		2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES				
	Council remuneration and travel	41,000	25,595	23,158
	Wages and benefits	248,455	244,155	235,516
	Professional/Contractual services	138,200	127,810	114,657
	Utilities	14,200	12,581	12,815
	Maintenance, materials and supplies	60,200	41,126	53,560
	Grants and contributions - operating	5,000	2,603	2,553
	- capital			
	Amortization	19,000	16,439	16,439
	Accretion of asset retirement obligation			
	Interest			
	Allowance for uncollectible	5,000	(222,978)	290,000
	Other (Specify)			
General Government Services		**531,055**	**247,331**	**748,698**
Restructuring (Specify, if any)				
Total General Government Services		**531,055**	**247,331**	**748,698**
PROTECTIVE SERVICES				
	Police protection			
	Wages and benefits			
	Professional/Contractual services	212,200	210,589	204,109
	Utilities			
	Maintenance, material and supplies			
	Accretion of asset retirement obligation			
	Grants and contributions - operating			
	- capital			
	Other (Specify)			
	Fire protection			
	Wages and benefits			
	Professional/Contractual services	20,900	1,010	1,010
	Utilities			
	Maintenance, material and supplies			
	Grants and contributions - operating			
	- capital			
	Amortization		43,633	50,885
	Interest			
	Accretion of asset retirement obligation			
	Other (RM Manitou Lake Fire & Rescue)		(74,754)	(95,474)
Protective Services		**233,100**	**180,478**	**160,530**
Restructuring (Specify, if any)				
Total Protective Services		**233,100**	**180,478**	**160,530**
TRANSPORTATION SERVICES				
	Wages and benefits	517,140	536,646	453,414
	Professional/Contractual services	646,500	412,505	142,216
	Utilities	20,180	12,981	15,334
	Maintenance, materials and supplies	2,019,000	387,967	244,149
	Gravel	650,000	529,884	509,883
	Grants and contributions - operating			
	- capital			
	Amortization	841,500	842,927	746,171
	Interest			
	Accretion of asset retirement obligation			
	Other (Specify)			
Transportation Services		**4,694,320**	**2,722,910**	**2,111,167**
Restructuring (Specify, if any)				
Total Transportation Services		**4,694,320**	**2,722,910**	**2,111,167**

Rural Municipality of Manitou Lake No. 442

Total Expenses by Function

For the year ended December 31, 2025 Schedule 3 - 2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	26,000	6,187	10,813
Utilities			
Maintenance, materials and supplies	50,000	8,676	8,993
Grants and contributions - operating			
○ Waste disposal			
○ Public Health			
- capital			
○ Waste disposal			
○ Public Health			
Amortization			
Interest			
Accretion of asset retirement obligation			
Other (Cemetery fees)		590	3,800
Environmental and Public Health Services	**76,000**	**15,453**	**23,606**
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	**76,000**	**15,453**	**23,606**
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual services	15,000		
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Other (Specify)			
Planning and Development Services	**15,000**		
Restructuring (Specify, if any)			
Total Planning and Development Services	**15,000**		
RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	15,000		25
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	100,000	119,109	127,891
- capital			
Amortization		2,684	2,352
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other (Big Manitou Regional Park Authority)		(9,740)	(36,451)
Recreation and Cultural Services	**115,000**	**112,053**	**93,817**
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	**115,000**	**112,053**	**93,817**

Rural Municipality of Manitou Lake No. 442

Total Expenses by Function

For the year ended December 31, 2025

Schedule 3 - 3

	2025 Budget	2025	2024
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other (Specify)			
Utility Services			
Restructuring (Specify, if any)			
Total Utility Services			
TOTAL EXPENSES BY FUNCTION	**5,664,475**	**3,278,225**	**3,137,818**

Rural Municipality of Manitou Lake No. 442
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2025

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	17,178	63,480	350,836	3,031		(2,364)		432,161
Tangible Capital Asset Sales - Gain (Loss)	(411,406)							(411,406)
Land Sales - Gain (Loss)								
Investment Income	523,677							523,677
Commissions								
Other Revenues								
Grants - Conditional			22,215	1,427				23,642
- Capital			646,305					646,305
Restructurings								
Total Revenues	**129,449**	**63,480**	**1,019,356**	**4,458**		**(2,364)**		**1,214,379**
Expenses (Schedule 3)								
Wages and Benefits	269,750		536,646					806,396
Professional/Contractual Services	127,810	211,599	412,505	6,187				758,101
Utilities	12,581		12,981					25,562
Maintenance Materials and Supplies	41,126		917,851	8,676				967,653
Grants and Contributions	2,603					119,109		121,712
Amortization	16,439	43,633	842,927			2,684		905,683
Interest								
Accretion of Asset Retirement Obligation								
Allowance for Uncollectible	(222,978)							(222,978)
Restructurings								
Other		(74,754)		590		(9,740)		(83,904)
Total Expenses	**247,331**	**180,478**	**2,722,910**	**15,453**		**112,053**		**3,278,225**
Surplus (Deficit) by Function	**(117,882)**	**(116,998)**	**(1,703,554)**	**(10,995)**		**(114,417)**		**(2,063,846)**

Taxes and other unconditional revenue (Schedule 1)	4,737,146
Net Surplus (Deficit)	**2,673,300**

Rural Municipality of Manitou Lake No. 442
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2024

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	18,293	53,737	52,141	6,614		(27,033)		103,752
Tangible Capital Asset Sales - Gain (Loss)	377							377
Land Sales - Gain (Loss)								
Investment Income	823,389							823,389
Commissions								
Other Revenues								
Grants - Conditional			22,215	4,455				26,670
- Capital			33,796					33,796
Restructurings								
Total Revenues	**842,059**	**53,737**	**108,152**	**11,069**		**(27,033)**		**987,984**
Expenses (Schedule 3)								
Wages and Benefits	258,674		453,414					712,088
Professional/Contractual Services	114,657	205,119	142,216	10,813		25		472,830
Utilities	12,815		15,334					28,149
Maintenance Materials and Supplies	53,560		754,032	8,993				816,585
Grants and Contributions	2,553					127,891		130,444
Amortization	16,439	50,885	746,171			2,352		815,847
Interest								
Accretion of Asset Retirement Obligation								
Allowance for Uncollectible	290,000							290,000
Restructurings								
Other		(95,474)		3,800		(36,451)		(128,125)
Total Expenses	**748,698**	**160,530**	**2,111,167**	**23,606**		**93,817**		**3,137,818**
Surplus (Deficit) by Function	**93,361**	**(106,793)**	**(2,003,015)**	**(12,537)**		**(120,850)**		**(2,149,834)**

Taxes and other unconditional revenue (Schedule 1)	4,386,990
Net Surplus (Deficit)	**2,237,156**

Rural Municipality of Manitou Lake No. 442
Consolidated Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2025

Schedule 6

	2025								2024
	General Assets					Infrastructure Assets	General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets	Assets Under Construction	Total	Total
Assets									
Asset Cost									
Opening Asset Costs	85,131	96,752	1,657,329	935,887	3,954,230	24,612,103	5,200,500	36,541,932	31,324,376
Additions during the year				1,495	777,381	1,024,501		1,803,377	5,657,068
Disposals and write-downs during the year					(535,345)	(540,622)		(1,075,967)	(439,512)
Transfers (from) assets under construction						5,066,876	(5,066,876)	Nil	
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Asset Costs	**85,131**	**96,752**	**1,657,329**	**937,382**	**4,196,266**	**30,162,858**	**133,624**	**37,269,342**	**36,541,932**
Amortization									
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs		31,318	400,486	391,680	692,821	13,803,205		15,319,510	14,623,552
Add: Amortization taken		4,788	31,122	47,707	178,758	643,308		905,683	815,847
Less: Accumulated amortization on disposals					(128,911)	(180,576)		(309,487)	(119,889)
Transfer of Capital Assets related to restructuring (Schedule 11)									
Closing Accumulated Amortization		**36,106**	**431,608**	**439,387**	**742,668**	**14,265,937**		**15,915,706**	**15,319,510**
Net Book Value	**85,131**	**60,646**	**1,225,721**	**497,995**	**3,453,598**	**15,896,921**	**133,624**	**21,353,636**	**21,222,422**

1. Total contributed/donated assets received in 2025	Nil
2. List of assets recognized at nominal value in 2025 are:	
- Infrastructure Assets	Nil
- Vehicles	Nil
- Machinery and Equipment	Nil
3. Amount of interest capitalized in Schedule 6	Nil

Rural Municipality of Manitou Lake No. 442
Consolidated Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2025

Schedule 7

		2025								2024
		General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total	Total
Assets	**Asset Cost**									
	Opening Asset Costs	781,739	974,063	34,680,878			105,252		36,541,932	31,324,376
	Additions during the year		3,929	1,797,953			1,495		1,803,377	5,657,068
	Disposals and write-downs during the year			(1,075,967)					(1,075,967)	(439,512)
	Transfer of Capital Assets related to restructuring (Schedule 11)									
	Closing Asset Costs	**781,739**	**977,992**	**35,402,864**			**106,747**		**37,269,342**	**36,541,932**
Amortization	**Accumulated**									
	Opening Accumulated Amortization Costs	171,787	407,127	14,667,960			72,636		15,319,510	14,623,552
	Add: Amortization taken	16,439	43,633	842,927			2,684		905,683	815,847
	Less: Accumulated amortization on disposals			(309,487)					(309,487)	(119,889)
	Transfer of Capital Assets related to restructuring (Schedule 11)									
	Closing Accumulated Amortization Costs	**188,226**	**450,760**	**15,201,400**			**75,320**		**15,915,706**	**15,319,510**
	Net Book Value	**593,513**	**527,232**	**20,201,464**			**31,427**		**21,353,636**	**21,222,422**

Rural Municipality of Manitou Lake No. 442
Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2025

Schedule 8

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	**12,752,226**	**292,086**	**13,044,312**
APPROPRIATED RESERVES			
Machinery and Equipment			
Public Reserve			
Capital Trust	400,005		400,005
Utility			
Future Capital Expenditures	500,000	2,250,000	2,750,000
Total Appropriated	**900,005**	**2,250,000**	**3,150,005**
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	21,222,422	131,214	21,353,636
Less: Related debt			
Net Investment in Tangible Capital Assets	**21,222,422**	**131,214**	**21,353,636**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	**34,874,653**	**2,673,300**	**37,547,953**

Rural Municipality of Manitou Lake No. 442
Schedule of Mill Rates and Assessments
For the year ended December 31, 2025

Schedule 9

	PROPERTY CLASS						
	Agriculture	**Residential**	**Residential Condominium**	**Seasonal Residential**	**Commercial and Industrial**	**Potash Mine(s)**	**Total**
Taxable Assessment	172,089,790	13,913,605			51,139,485		237,142,880
Regional Park Assessment							
Total Assessment							237,142,880
Mill Rate Factor(s)	1.4850	2.0000			8.5120		
Total Base/Minimum Tax (generated for each property class)		79,100			494,250		573,350
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1,390,721	230,536			2,863,148		4,484,405

MILL RATES:	**MILLS**
Average Municipal*	18.9101
Average School*	2.5944
Potash Mill Rate	
Uniform Municipal Mill Rate	5.4420

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1000 and divide by the total assessment for the taxing authority).

Rural Municipality of Manitou Lake No. 442
Schedule of Council Remuneration
For the year ended December 31, 2025 Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Brian Graham	10,050	614	10,664
Councillor	Travis Lindsay	4,800	472	5,272
Councillor	Ben Graham	8,100	440	8,540
Councillor	Norman Wright	8,550	1,885	10,435
Councillor	Jason Paterson	6,300	1,578	7,878
Councillor	Brian Nattress	7,500	672	8,172
Councillor	Roland Koch	7,950	1,360	9,310
Total		**53,250**	**7,021**	**60,271**

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