Management's Responsibility

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 judgments 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.

Janke LLP, 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.

[redacted]

Mayor

[redacted]

Administrator

September 15, 2026

JANKE LLP
PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the
Town of Rose Valley

Opinion

We have audited the financial statements of Town of Rose Valley, (the Municipality) which comprise of the Statement of Financial Position as at December 31, 2025, and the Statements of Operations, Change in Net Financial Assets, and Cash Flow for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31,

2025, and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards (PSAS), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating 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.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions,

- 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 auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.



Tisdale, Saskatchewan

September 15, 2026

Chartered Professional Accountants

JANKE LLP
PROFESSIONAL ACCOUNTANTS

Municipality of **Town of Rose Valley**
Statement 1: Consolidated Statement of Financial Position
As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	926,481	810,258
Investments (Note 3)	-	-
Taxes Receivable - Municipal (Note 4)	127,973	151,449
Other Accounts Receivable (Note 5)	698,206	138,338
Assets Held for Sale (Note 6)	95,881	68,344
Long-Term Receivable (Note 7)	-	-
Debt Charges Recoverable (Note 8)	-	-
Derivative Assets *[if applicable]* (Note 9)	-	-
Other (Specify)	-	-
Total Financial Assets	**1,848,541**	**1,168,389**
LIABILITIES		
Bank Indebtedness (Note 10)	-	-
Accounts Payable	473,993	39,786
Accrued Liabilities Payable	20,635	21,231
Derivative Liabilities *[if applicable]* (Note 9)	-	-
Deposits	2,000	2,000
Deferred Revenue (Note 11)	1,914	-
Asset Retirement Obligation (Note 12)	13,526	14,598
Liability for Contaminated Sites (Note 13)	-	-
Infrastructure Liability *[if applicable]* (Note 27)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 14)	353,143	49,323
Lease Obligations (Note 15)	-	-
Total Liabilities	**865,211**	**126,938**
NET FINANCIAL ASSETS (DEBT)	**983,330**	**1,041,451**
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	3,640,583	3,161,007
Prepayments and Deferred Charges	4,054	3,488
Stock and Supplies	54,853	30,730
Other (Note 16)	18	18
Total Non-Financial Assets	**3,699,508**	**3,195,243**
ACCUMULATED SURPLUS (DEFICIT)	**4,682,838**	**4,236,694**

Unrecognized Assets (Note 1 m)
Contingent Assets (Note 22)
Contractual Rights (Note 23)
Contingent Liabilities (Note 17)
Contractual Obligations and Commitments (Note 24)

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

Municipality of **Town of Rose Valley**
Statement 2: Consolidated Statement of Operations
As at December 31, 2025

Statement 2

	2025 Budget	2025	2024
REVENUES			
Tax Revenue (Schedule 1)	456,270	456,421	398,861
Other Unconditional Revenue (Schedule 1)	77,490	77,489	72,867
Fees and Charges (Note 28 (*if applicable)* , Schedule 4, 5)	360,290	389,040	436,881
Conditional Grants (Note 28 *(if applicable)* , Schedule 4, 5)	62,850	32,466	52,663
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	7,502	6,000
Investment Income (Note 3) (Schedule 4, 5)	15,000	15,926	24,508
Commissions (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	14,980	46,093	95,592
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	529,800	425,519	290,319
Total Revenues	**1,516,680**	**1,450,456**	**1,377,691**
EXPENSES			
General Government Services (Schedule 3)	263,100	210,551	187,021
Protective Services (Schedule 3)	129,260	118,416	73,195
Transportation Services (Schedule 3)	206,860	209,702	209,236
Environmental and Public Health Services (Schedule 3)	83,490	80,171	70,539
Planning and Development Services (Schedule 3)	770	768	775
Recreation and Cultural Services (Schedule 3)	82,740	129,690	118,983
Utility Services (Schedule 3)	293,760	255,016	309,426
Total Expenses	**1,059,980**	**1,004,314**	**969,175**
Annual Surplus (Deficit) of Revenues over Expenses	**456,700**	**446,142**	**408,516**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	4,236,694	4,236,694	3,828,178
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	**4,693,394**	**4,682,836**	**4,236,694**

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

Municipality of **Town of Rose Valley**
Statement 3: Consolidated Statement of Change in Net Financial Assets
As at December 31, 2025

Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit) of Revenues over Expenses	456,700	446,142	408,516
(Acquisition) of tangible capital assets	(1,049,380)	(624,629)	(416,146)
Amortization of tangible capital assets	145,060	145,054	142,232
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on the disposal of tangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	**(904,320)**	**(479,575)**	**(273,914)**
(Acquisition) of supplies inventories	(33,000)	(39,685)	(20,781)
(Acquisition) of prepaid expense	-	(4,231)	(3,488)
Consumption of supplies inventory	-	15,562	26,561
Use of prepaid expense	-	3,666	3,043
Surplus (Deficit) of expenses of other non-financial over expenditures	**(33,000)**	**(24,688)**	**5,335**
Unrealized remeasurement gains (losses)	**-**	**-**	**-**
Increase/Decrease in Net Financial Assets	**(480,620)**	**(58,121)**	**139,937**
Net Financial Assets (Debt) - Beginning of Year	1,041,451	1,041,451	901,514
Net Financial Assets (Debt) - End of Year	**560,831**	**983,330**	**1,041,451**

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

Municipality of **Town of Rose Valley**
Statement 4: Consolidated Statement of Cash Flow
As at December 31, 2025

Statement 4

	2025	2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	446,142	408,516
Amortization of tangible capital assets	145,054	142,233
Amortization of intangible capital assets	-	-
Loss (gain) on disposal of tangible capital assets	-	-
Loss (gain) on disposal of intangible capital assets	-	-
	591,196	550,749
Change in assets/liabilities		
Taxes Receivable - Municipal	23,476	50,417
Other Receivables	(559,868)	(25,734)
Assets Held for Sale	(27,537)	(21,951)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	433,611	26,357
Derivative Liabilities *[if applicable]*	-	-
Deposits	-	(6,000)
Deferred Revenue	1,914	-
Asset Retirement Obligation	(1,072)	14,598
Liability for Contaminated Sites	-	-
Infrastructure Liability *[if applicable]*	-	-
Other Liabilities	-	-
Stock and Supplies	(24,123)	5,780
Prepayments and Deferred Charges	(566)	(445)
Other (Specify)	-	-
Cash provided by operating transactions	**437,031**	**593,771**
Capital:		
Acquisition of capital assets	(624,629)	(416,146)
Proceeds from the disposal of capital assets	-	-
Cash applied to capital transactions	**(624,629)**	**(416,146)**
Investing:		
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	-	-
Cash provided by (applied to) investing transactions	**-**	**-**
Financing:		
Debt charges recovered	-	-
Long-term debt issued	335,000	-
Long-term debt repaid	(31,179)	(29,929)
Other financing	-	-
Cash provided by (applied to) financing transactions	**303,821**	**(29,929)**
Change in Cash and Cash Equivalents	**116,223**	**147,696**
Cash and Cash Equivalents	810,258	662,562
Cash and Cash Equivalents - End of Year	**926,481**	**810,258**
Cash and cash equivalents is made up of:		
Cash and cash equivalents (Note 2)	926,481	810,258
Less: restricted portion of cash and cash equivalents (Note 2)	(504,178)	(303,319)
Temporary bank indebtedness	-	-
	422,303	**506,939**

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. Entities included in these consolidated financial statements are as follows:

Entity
Rose Valley and District Recreation Board

All inter-organizational transactions and balances have been eliminated.

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:

Partnership - Ponass Lake Waste Management Site Authority Inc. - Consolidated 36% (2024 – 36%) - 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.

1. Significant Accounting Policies - continued

e) **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.

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

g) **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.

h) **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.

i) **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.

1. Significant Accounting Policies - continued

j) **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 following the guidance of the Government of Saskatchewan. 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.

k) **Financial Instruments:** Derivative and equity instruments (or other portfolio investments) 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.

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 receivable:
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 & Cash Equivalents	Cost
Investments	Cost
Other Accounts Receivable	Cost
Long term receivable	Cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost

l) **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.

1. Significant Accounting Policies - continued

m) **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	20 Yrs
Buildings	50 Yrs
Vehicles & Equipment	
Vehicles	15 Yrs
Machinery and Equipment	10 to 30 Yrs
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure Assets	
Water & Sewer	10 to 75 Yrs
Road Network Assets	40 to 75 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 their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

1. Significant Accounting Policies - continued

n) **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. Trust fund activities administered by the municipality are disclosed in Note 20.

o) **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.

p) **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.

1. Significant Accounting Policies - continued

q) **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 and intangible capital assets.

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to

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

r) **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 health segment provides for expenses related to public health services in the municipality.
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.

s) **Budget Information**: Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 27, 2025.

t) **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.

u) **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 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.

1. Significant Accounting Policies - continued

w) **New Accounting Policies Adopted During the Year:**

PS 3400, Revenue, a new standard establishing guidance on how to account for and report on revenue. The standard provides a framework for recognizing, measuring and reporting revenues that arise from transactions that include performance obligations and transactions that do not have performance obligations. Performance obligations are enforceable promises to provide specific goods or services to a specific payer. This section may be applied retroactively or prospectively.

PSG-8, Purchased intangibles, provides guidance on accounting for and reporting on purchased intangible capital assets. It provides clarity on the recognition criteria, along with instances of assets that would not meet the definition of such. Application may be made either retroactively or prospectively in accordance with PS 2120 Accounting Changes.

PS 3160, Public private partnerships, a new standard establishing guidance on how to account for and report on partnerships between public and private sector entities. Specifically those in which the entity in the public sector procures infrastructure in conjunction with a private sector entity. In these scenarios the private sector entity must have obligations to design, build, acquire or improve existing infrastructure. Furthermore they must also finance the transaction past the point in which the asset is initially ready for use along with operating and/or maintaining such on an ongoing basis. The standard may be applied either retroactively (with or without prior period restatement) or prospectively.

2. Cash and Cash Equivalents

	2025	2024
Cash	422,303	506,939
Short-term investments - amortized cost	-	-
Restricted Cash	504,178	303,319
Total Cash and Cash Equivalents	**926,481**	810,258

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 fair value:		
None	-	-
Investments carried at amortized cost:		
None	-	-
Total investments	**-**	**-**

Short-term notes and deposits have effective interest rates of [*% to % (Prior - % to %)*] and mature in less than one year. Government and government guaranteed bonds have effective interest rates of [*% to % (Prior - % to %*)] with maturity dates from [d*ate*].

Investment Income	**2025**	2024
Interest	-	-
Dividends	-	-
Realized gains (losses) previously recognized in the statement of remeasurement	-	-
Realized gains (losses) on disposal	-	-
Impairment charges	-	-
Net settlement on derivative financial instruments	-	-
Total investment income	**-**	**-**

4. Taxes Receivable - Municipal

		2025	2024
Municipal	- Current	44,281	48,724
	- Arrears	544,790	519,106
		589,071	**567,830**
	- Less Allowance for Uncollectible	(461,098)	(416,381)
Total municipal taxes receivable		**127,973**	**151,449**
School	-Current	2,007	2,452
	-Arrears	36,251	37,219
Total taxes to be collected on behalf of School Divisions		**38,258**	**39,671**
Other		-	-
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations		**166,231**	**191,120**
Deduct taxes to be collected on behalf of other organizations		(38,258)	(39,671)
Total Taxes Receivable - Municipal		**127,973**	**151,449**

5. Other Accounts Receivable

Federal Government	315,514	70,403
Provincial Government	4,917	3,825
Local Government	17,076	20,477
Utility	20,012	30,103
Trade	4,354	13,400
Other (Specify)	345,492	15,415
Total Other Accounts Receivable	**707,365**	**153,623**
Less: Allowance for Uncollectible	(9,159)	(15,285)
Net Other Accounts Receivable	**698,206**	**138,338**

6. Assets Held for Sale

	2025	2024
Tax Title Property	131,570	102,540
Allowance for market value adjustment	(64,042)	(62,549)
Net Tax Title Property	**67,528**	**39,991**
Other Land	28,353	28,353
Allowance for market value adjustment	-	-
Net Other Land	**28,353**	**28,353**
Other (Describe)	-	-
Total Assets Held for Sale	**95,881**	**68,344**

7. Long-Term Receivable

	2025	2024
Sask Assoc. of Rural Municipalities - Self Insurance Fund	-	-
	-	-
Other (*Specify)*	-	-
Total Long-Term Receivables	**-**	**-**

8. Debt Charges Recoverable

	2025	2024
Current debt charges recoverable	-	-
Non-current debt charges recoverable	-	-
Total Debt Charges Recoverable	**-**	**-**

The municipality has no debt charges recoverable.

9. Financial Instruments - Fair Value Disclosures

	Fair value hierarchy level	2024		2023	
		Carrying Value	**Fair Value**	Carrying Value	Fair Value
Financial assets carried at fair value	Level 1 / 2 / 3				
None		-	-	-	-
Total financial assets carried at fair value		**-**	**-**	-	-

Financial instruments are classified as level 1, 2 or 3 for the purposes of describing the basis of the inputs used to measure the fair values of financial instruments in the fair value measurement category, as described below:

Level 1 - Quoted prices (unadjusted) in active markets for identifcal assets / liabilities;
Level 2 - Inputs other than those in Level 1, that are either directly or indirectly observable for the assets or liabilities; and
Level 3 - Inputs that are not based on observaable market data (unobservable inputs).

10. Bank Indebtedness

Credit Arrangements

At December 31, 2025, the Municipality had no authorized lines of credit.

11. Deferred Revenue

	2024	Externally Restricted Inflows	Revenue Earned	**2025**
MEEP	-	-	-	-
CCBF	-	-	-	-
Other (Prepaid bulding permits)	-	1,914	-	1,914
Total Deferred Revenue	**-**	**1,914**	**-**	**1,914**

12. Asset Retirement Obligation

	2025	2024
Balance, beginning of the year	14,598	-
Liabilities incurred	-	14,598
Liabilities settled	1,072	-
Accretion expense	-	-
Changes in estimated cash flows	-	-
Estimated total liability	**13,526**	**14,598**

Landfill

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a *[# of years]* -year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The Ponass Lake Wate Management Site Authority Inc. is composed of four municipalities with different proprtions assigned to each. The Town of Rose Valleyès share is 36%.

The landfill became a transfer station in 2017. Groundwater testing was completed from 2017-2020. The environment has concluded that minimal risk is involved.
The Liablilty for the landfill appears to be adequately funded by cash. This is due to yearly contributions from the municipalities.

Asbestos

The municipality owns several buildings. Although there are no known instances of asbestos content within these buildings, given the timeframe of their construction there is a possibility that some of these buildings contain material with asbestos content. If any of these buildings do contain asbestos, the municipality will be legally required to perform abatement activities upon renovation or demolition of these assets. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. Discounted future cash flows for required abatement activities (if any) can not be readily determined at this time.

13. Liability for Contaminated Sites

No liabilities for contaminated sites have been recorded in these financial statements. The municipality is not aware of any circumstances giving rise to a liability for contaminated sites.

14. Long-Term Debt

a) The debt limit of the municipality is $1,229,126. 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)).

Debenture debt 1/2012 is repayable at $9,551 annually to the Municipal Finance Corporation and bears interest at a rate of 3.50%. It matures January 16, 2027.
Debenture debt 1/2015 is repayable at $23,413 annually to the Municipal Finance Corporation and bears interest at a rate of 4.85%. It matures December 16, 2050.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2026	16,081	16,883	32,964	9,551
2027	16,741	16,223	32,964	9,551
2028	7,877	15,536	23,413	-
2029	8,259	15,154	23,413	-
2030	8,660	14,753	23,413	-
Thereafter	295,525	172,735	468,260	-
Balance	**353,143**	**251,284**	**604,427**	**19,102**

15. Lease Obligations

The municipality has no capital lease obligations.

16. Other Non-financial Assets

	2025	2024
Nursing Homes Shares	18	18

17. Contingent Liabilities

The municipality is also contingently liable for the following:

During 2018, a new rail crossing was installed at a cost of approximately $90,000 by CPR. Under an agreement between the municipality and CPR, the municipality is responsible for these costs; however, as CPR did not follow a proper approval process for the installation of this new crossing, it is unclear whether the municipality will be liable to fund this cost. The municipality is in negotiations with CPR regarding the funding of these costs. An accrued liability of $20,000, which is managements best estimate as to the future costs to the municipality for this issue has been reported in these financial statements.

18. 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 $16,500. 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. *[Description of contribution formulae.]*

Total current service contributions by the municipality to the MEPP in 2025 were *$16,500* (2024 - *$14,734*). Total current service contributions by the employees of the municipality to the MEPP in 2025 were *$16,500* (2024 -

At the time fo the municipality's audit the moset recent MEPP actuarial valuation was at December 31, 2024 when the MEPP disclosed an actuarial surplus of $819,117,000.

For further information of the amount of MEPP deficiency/surplus information see: https://mepp.plannera.ca/fund-information/plan-reporting

19. Comparative Figures

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

20. Trusts Administered by the Municipality

The municipality does not administer any trusts.

21. Related Parties

The consolidated financial statements includes transactions with related parties.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

22. Contingent Assets

Contingent assets are not recorded in the financial statements.

23. 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. The municipality has no significant contractual rights.

24. Contractual Obligations and Commitments

The municipality has not significant contractual obligations and commitments.

26. Risk Management

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

It is managements opinion that the municipality is not exposed to significant credit, interest exchange or liquidity risks arising from these financial instruments.

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, cause a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of *account receivable.*

The municipalities maximum exposure to credit risk as at December 31 is as follows:	**2025**
Taxes Receivable (net of allowance)	127,973
Other receivables	642,873
Maximum credit risk exposure	**770,846**

Municipality of **Town of Rose Valley**

Schedule 1: Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2025 Schedule 1

	2025 Budget	2025	2024
TAXES			
General municipal tax levy	414,670	414,696	392,706
Abatements and adjustments	(39,000)	(38,294)	(74,452)
Discount on current year taxes	(25,000)	(24,092)	(23,807)
Net Municipal Taxes	**350,670**	**352,310**	**294,447**
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	57,710	57,711	57,267
Special tax levy	-	-	-
Other (*Specify*)	1,000	238	907
Total Taxes	**409,380**	**410,259**	**352,621**
UNCONDITIONAL GRANTS			
Revenue Sharing	77,490	77,489	72,867
(Organized Hamlet)	-	-	-
Safe Restart	-	-	-
Other (*Specify*)	-	-	-
Total Unconditional Grants	**77,490**	**77,489**	**72,867**
GRANTS IN LIEU OF TAXES			
Federal	15,060	14,268	14,769
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	2,330	2,485	2,288
Other (*Specify*)	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (*Specify*)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	21,000	20,258	20,514
Sask Energy Surcharge	8,500	9,151	8,669
Other (*Specify*)	-	-	-
Total Grants in Lieu of Taxes	**46,890**	**46,162**	**46,240**
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	**533,760**	**533,910**	**471,728**

Municipality of **Town of Rose Valley**
Schedule 2: Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Other - Rentals, Certificates, Licenses	1,300	3,178	1,981
Total Fees and Charges	**1,300**	**3,178**	**1,981**
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	7,502	6,000
- Investment income	15,000	15,926	24,508
- Commissions	-	-	-
- Other (*Specify*)	-	-	-
Total Other Segmented Revenue	**16,300**	**26,606**	**32,489**
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (Local Board Grant)	-	-	-
Total Conditional Grants	**-**	**-**	**-**
Total Operating	**16,300**	**26,606**	**32,489**
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	15,620	15,949	16,860
- ICIP	32,340	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (*Specify*)	-	-	-
Total Capital	**47,960**	**15,949**	**16,860**
Restructuring Revenue (*Specify, if any*)	-	-	-
Total General Government Services	**64,260**	**42,555**	**49,349**
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire Fees, Rentals, Licenses, Fines	2,560	26,463	14,172
Total Fees and Charges	**2,560**	**26,463**	**14,172**
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	-	5,583	2,127
Total Other Segmented Revenue	2,560	32,046	16,299
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (*Specify*)	35,750	-	9,750
Total Conditional Grants	**35,750**	**-**	**9,750**
Total Operating	**38,310**	**32,046**	**26,049**
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	38,310	32,046	26,049

Municipality of **Town of Rose Valley**
Schedule 2: Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

	2025 Budget	2025	2024
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	90	90	90
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other (*Specify*)	-	-	-
Total Fees and Charges	**90**	**90**	**90**
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other (*Specify*)	-	-	-
Total Other Segmented Revenue	**90**	**90**	**90**
Conditional Grants			
- RIRG (CTP)	1,040	1,040	1,040
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (*Specify*)	-	-	-
Total Conditional Grants	**1,040**	**1,040**	**1,040**
Total Operating	**1,130**	**1,130**	**1,130**
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (*Specify*)	-	-	-
Total Capital	**-**	**-**	**-**
Restructuring Revenue (*Specify, if any*)	-	-	-
Total Transportation Services	**1,130**	**1,130**	**1,130**
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	41,250	42,040	31,313
- Other (*Specify*)	-	-	-
Total Fees and Charges	**41,250**	**42,040**	**31,313**
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other (Share of Waste Authority)	-	1,615	47,856
Total Other Segmented Revenue	**41,250**	**43,655**	**79,169**
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	3,150	3,646	3,086
- MEEP	-	-	-
- Other (MMSW)	4,360	4,367	7,407
Total Conditional Grants	**7,510**	**8,013**	**10,493**
Total Operating	**48,760**	**51,668**	**89,662**
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	**48,760**	**51,668**	**89,662**

Municipality of **Town of Rose Valley**
Schedule 2: Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

	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)	-	-	-
- Intangible 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	**-**	**-**	**-**
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Rentals, Library Fees	22,590	22,508	94,286
Total Fees and Charges	**22,590**	**22,508**	**94,286**
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other (Rec Board)	14,980	38,895	45,609
Total Other Segmented Revenue	**37,570**	**61,403**	**139,895**
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	8,636	8,040
- MEEP	-	-	-
- Other - Sask Lotteries, Donations, Comm Rink	18,550	14,777	23,340
Total Conditional Grants	**18,550**	**23,413**	**31,380**
Total Operating	**56,120**	**84,816**	**171,275**
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	**56,120**	**84,816**	**171,275**

Municipality of **Town of Rose Valley**
Schedule 2: Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

	2025 Budget	2025	2024
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	291,600	294,131	294,120
- Sewer	-	-	-
- Other (*Specify*)	900	630	919
Total Fees and Charges	**292,500**	**294,761**	**295,039**
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other (*Specify*)	-	-	-
Total Other Segmented Revenue	**292,500**	**294,761**	**295,039**
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (*Specify*)	-	-	-
Total Conditional Grants	**-**	**-**	**-**
Total Operating	**292,500**	**294,761**	**295,039**
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	481,840	409,570	273,459
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (*Specify*)	-	-	-
Total Capital	**481,840**	**409,570**	**273,459**
Restructuring Revenue (*Specify, if any*)	-	-	-
Total Utility Services	**774,340**	**704,331**	**568,498**
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	**982,920**	**916,546**	**905,963**

SUMMARY

Total Other Segmented Revenue	390,270	458,561	562,981
Total Conditional Grants	62,850	32,466	52,663
Total Capital Grants and Contributions	529,800	425,519	290,319
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	**982,920**	**916,546**	**905,963**

Municipality of **Town of Rose Valley**

Schedule 3: Total Expenses by Function

As at December 31, 2025

Schedule 3 - 1

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	12,150	11,250	10,050
Wages and benefits	89,970	93,403	76,965
Professional/Contractual services	49,460	23,810	25,528
Utilities	8,140	7,727	7,843
Maintenance, materials and supplies	18,230	17,456	13,073
Grants and contributions - operating	31,060	10,000	100
- capital	-	-	-
Amortization of Tangible Capital Assets	690	694	694
Accretion of asset retirement obligation	-	-	-
Interest	-	-	-
Allowance for uncollectible	53,400	46,211	52,678
Other (*Specify*)	-	-	90
General Government Services	**263,100**	**210,551**	**187,021**
Restructuring *(Specify, if any)*	-	-	-
Total General Government Services	**263,100**	**210,551**	**187,021**
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	26,000	25,549	24,483
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Amortization of Tangible Capital Assets	-	-	-
Accretion of asset retirement obligation	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (*Specify*)	-	-	-
Fire protection			
Wages and benefits	900	15,180	6,540
Professional/Contractual services	67,240	43,031	13,799
Utilities	990	988	982
Maintenance, material and supplies	10,950	9,286	4,649
Grants and contributions - operating	-	530	302
- capital	-	-	-
Amortization of Tangible Capital Assets	23,180	23,182	22,440
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (*Specify*)	-	670	-
Protective Services	**129,260**	**118,416**	**73,195**
Restructuring *(Specify, if any)*	-	-	-
Total Protective Services	**129,260**	**118,416**	**73,195**
TRANSPORTATION SERVICES			
Wages and benefits	103,430	97,661	103,001
Professional/Contractual Services	21,780	34,645	14,398
Utilities	24,790	23,358	23,690
Maintenance, materials, and supplies	33,090	30,273	44,849
Gravel	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of Tangible Capital Assets	23,770	23,765	23,298
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (*Specify*)	-	-	-
Transportation Services	**206,860**	**209,702**	**209,236**
Restructuring *(Specify, if any)*	-	-	-
Total Transportation Services	**206,860**	**209,702**	**209,236**

Municipality of **Town of Rose Valley**

Schedule 3: Total Expenses by Function

As at December 31, 2025

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	73,840	71,784	61,014
Utilities	4,610	4,201	4,387
Maintenance, materials and supplies	-	-	108
Grants and contributions - operating			
○ Waste disposal	-	-	-
○ Public Health	500	-	500
- capital			
○ Waste disposal	-	-	-
○ Public Health	-	-	-
Amortization of Tangible Capital Assets	4,190	4,186	4,186
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (*Specify*)	350	-	344
Environmental and Public Health Services	**83,490**	**80,171**	**70,539**
Restructuring (Specify, if any)	-	-	-
Total Environmental and Public Health Services	**83,490**	**80,171**	**70,539**
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual Services	770	768	775
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of Tangible Capital Assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (*Specify*)	-	-	-
Planning and Development Services	**770**	**768**	**775**
Restructuring (Specify, if any)	-	-	-
Total Planning and Development Services	**770**	**768**	**775**
RECREATION AND CULTURAL SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	40,560	44,248	40,888
Utilities	17,510	15,553	16,784
Maintenance, materials and supplies	5,080	8,120	40,325
Grants and contributions - operating	7,550	49,731	8,948
- capital	-	-	-
Amortization of Tangible Capital Assets	12,040	12,038	12,038
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectible	-	-	-
Other (*Specify*)	-	-	-
Recreation and Cultural Services	**82,740**	**129,690**	**118,983**
Restructuring (Specify, if any)	-	-	-
Total Recreation and Cultural Services	**82,740**	**129,690**	**118,983**

Municipality of **Town of Rose Valley**

Schedule 3: Total Expenses by Function

As at December 31, 2025

Schedule 3 - 3

	2025 Budget	2025	2024
UTILITY SERVICES			
Wages and benefits	80,510	81,053	76,725
Professional/Contractual services	57,050	40,566	80,106
Utilities	36,870	27,808	36,164
Maintenance, materials and supplies	36,200	23,055	32,794
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of Tangible Capital Assets	81,190	81,189	79,577
Interest	1,940	1,345	2,620
Accretion of asset retirement obligation	-	-	-
Allowance for Uncollectible	-	-	1,440
Other (*Specify*)	-	-	-
Utility Services	**293,760**	**255,016**	**309,426**
Restructuring (Specify, if any)	-	-	-
Total Utility Services	**293,760**	**255,016**	**309,426**
TOTAL EXPENSES BY FUNCTION	**1,059,980**	**1,004,314**	**969,175**

Municipality of **Town of Rose Valley**
Schedule 4: Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2025

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	3,178	26,463	90	42,040	-	22,508	294,761	389,040
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	7,502							7,502
Investment Income	15,926							15,926
Commissions	-							-
Other Revenues	-	5,583	-	1,615	-	38,895	-	46,093
Grants - Conditional	-	-	1,040	8,013	-	23,413	-	32,466
- Capital	15,949	-	-	-	-	-	409,570	425,519
Total Revenues	**42,555**	**32,046**	**1,130**	**51,668**	**-**	**84,816**	**704,331**	**916,546**
Expenses (Schedule 3)								
Wages & Benefits	104,653	15,180	97,661	-	-	-	81,053	298,547
Professional/ Contractual Services	23,810	68,580	34,645	71,784	768	44,248	40,566	284,401
Utilities	7,727	988	23,358	4,201		15,553	27,808	79,635
Maintenance Materials and Supplies	17,456	9,286	30,273	-		8,120	23,055	88,190
Grants and Contributions	10,000	530	-	-	-	49,731	-	60,261
Amortization of Tangible Capital Assets	694	23,182	23,765	4,186	-	12,038	81,189	145,054
Interest	-	-	-	-	-	-	1,345	1,345
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	46,211					-	-	46,211
Other	-	670	-	-	-	-	-	670
Total Expenses	**210,551**	**118,416**	**209,702**	**80,171**	**768**	**129,690**	**255,016**	**1,004,314**
Surplus (Deficit) by Function	**(167,996)**	**(86,370)**	**(208,572)**	**(28,503)**	**(768)**	**(44,874)**	**449,315**	**(87,768)**
Taxes and other unconditional revenue **(Schedule 1)**								533,910
Net Surplus (Deficit)								446,142

Municipality of **Town of Rose Valley**
Schedule 5: Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2024

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	1,981	14,172	90	31,313	-	94,286	295,039	436,881
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	6,000							6,000
Investment Income	24,508							24,508
Commissions	-							-
Other Revenues	-	2,127	-	47,856	-	45,609	-	95,592
Grants - Conditional	-	9,750	1,040	10,493	-	31,380	-	52,663
- Capital	16,860	-	-	-	-	-	273,459	290,319
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	**49,349**	**26,049**	**1,130**	**89,662**	**-**	**171,275**	**568,498**	**905,963**
Expenses (Schedule 3)								
Wages & Benefits	87,015	6,540	103,001	-	-	-	76,725	273,281
Professional/ Contractual Services	25,528	38,282	14,398	61,014	775	40,888	80,106	260,991
Utilities	7,843	982	23,690	4,387		16,784	36,164	89,850
Maintenance Materials and Supplies	13,073	4,649	44,849	108		40,325	32,794	135,798
Grants and Contributions	100	302	-	500	-	8,948	-	9,850
Amortization of Tangible Capital Assets	694	22,440	23,298	4,186	-	12,038	79,577	142,233
Interest	-	-	-	-	-	-	2,620	2,620
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	52,678					-	1,440	54,118
Other	90	-	-	344	-	-	-	434
Total Expenses	**187,021**	**73,195**	**209,236**	**70,539**	**775**	**118,983**	**309,426**	**969,175**
Surplus (Deficit) by Function	**(137,672)**	**(47,146)**	**(208,106)**	**19,123**	**(775)**	**52,292**	**259,072**	**(63,212)**

Taxes and other unconditional revenue **(Schedule 1)**	471,728
Net Surplus (Deficit)	**408,516**

Municipality of **Town of Rose Valley**
Schedule 6: Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2025

Schedule 6

		2025									2024
		General Assets					Infrastructure Assets		General/ Infrastructure		
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Public Private Partnerships	Assets Under Construction	Total	Total
Assets	**Asset cost**										
	Opening Asset costs	122,680	833	1,766,168	337,319	1,943,146	850,581	-	531,546	5,552,273	5,136,127
	Additions during the year	-	-	-	-	7,661	-	-	616,968	624,629	416,146
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-	-
	Transfers (from) assets under construction	-	-	-	-	11,088	-	-	(11,088)	-	-
	Closing Asset Costs	**122,680**	**833**	**1,766,168**	**337,319**	**1,961,895**	**850,581**	**-**	**1,137,426**	**6,176,902**	**5,552,273**
Amortization	**Accumulated Amortization Cost**										
	Opening Accumulated Amortization Costs	-	833	850,751	194,677	837,955	507,050	-	-	2,391,266	2,249,034
	Add: Amortization taken	-	-	34,096	19,844	76,606	14,507	-	-	145,053	142,232
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-	-
	Closing Accumulating Amortization Costs	**-**	**833**	**884,847**	**214,521**	**914,561**	**521,557**	**-**	**-**	**2,536,319**	**2,391,266**
	Net Book Value	**122,680**	**-**	**881,321**	**122,798**	**1,047,334**	**329,024**	**-**	**1,137,426**	**3,640,583**	**3,161,007**

Municipality of **Town of Rose Valley**
Schedule 7: Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2025

Schedule 7

		2025								2024
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets	**Asset cost**									
	Opening Asset costs	143,114	426,185	932,012	140,927	-	587,564	3,322,471	5,552,273	5,136,127
	Additions during the year	54,590	1,325	-	-	-	-	568,714	624,629	416,146
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	**197,704**	**427,510**	**932,012**	**140,927**	**-**	**587,564**	**3,891,185**	**6,176,902**	**5,552,273**
Amortization	**Accumulated Amortization Cost**									
	Opening Accumulated Amortization Costs	42,950	191,759	558,479	82,459	-	400,295	1,115,324	2,391,266	2,249,034
	Add: Amortization taken	694	23,182	23,765	4,186	-	12,038	81,189	145,054	142,232
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
	Closing Accumulated Amortization Costs	**43,644**	**214,941**	**582,244**	**86,645**	**-**	**412,333**	**1,196,513**	**2,536,320**	**2,391,266**
	Net Book Value	**154,060**	**212,569**	**349,768**	**54,282**	**-**	**175,231**	**2,694,672**	**3,640,582**	**3,161,007**

Municipality of **Town of Rose Valley**
Schedule 10: Consolidated Schedule of Accumulated Surplus
As at December 31, 2025

Schedule 8

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	**821,691**	**69,527**	**891,218**
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	-	-	-
Capital Trust	43,634	(40,528)	3,106
Utility	-	211,005	211,005
Other (Specify)	259,685	30,382	290,067
Total Appropriated	**303,319**	**200,859**	**504,178**
NET INVESTMENT IN CAPITAL ASSETS			
Tangible capital assets **(Schedule 6, 7)**	3,161,007	479,576	3,640,583
Less: Related debt	(49,323)	(303,820)	(353,143)
Net Investment in Capital Assets	**3,111,684**	**175,756**	**3,287,440**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	**4,236,694**	**446,142**	**4,682,836**

Municipality of **Town of Rose Valley**
Schedule 11: Schedule of Mill Rates and Assessments
As at December 31, 2025

Schedule 9

	PROPERTY CLASS						
	Agriculture	**Residential**	**Residential Condominium**	**Seasonal Residential**	**Commercial & Industrial**	**Potash Mine(s)**	**Total**
Taxable Assessment	85,855	7,594,800	-	-	1,057,655	-	8,738,310
Regional Park Assessment							-
Total Assessment							8,738,310
Mill Rate Factor(s)	1.50	1.00	-	-	1.50		
Total Base/Minimum Tax (generated for each property class)	4,070	301,680	-	-	43,775		349,525
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	4,971	354,844	-	-	54,880		414,695

MILL RATES:	**MILLS**
Average Municipal*	47.46
Average School*	4.49
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.00

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

Municipality of **Town of Rose Valley**
Schedule 12: Schedule of Council Remuneration
As at December 31, 2025 Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	**Daniel Veilleux**	2,250	-	2,250
Councillor	Justin Bassingthwaite	1,500	-	1,500
Councillor	Kendale Dosselman	1,350	-	1,350
Councillor	Shannon Lindsay	1,650	-	1,650
Councillor	Brendan Sigfrid	1,350	-	1,350
Councillor	Ryan Verth	1,500	-	1,500
Councillor	Matthew Yobb	1,650	-	1,650
		-	-	-
		-	-	-
		-	-	-
		-	-	-
				-
				-
				-
Total		**11,250**	**-**	**11,250**