

Town of Gravelbourg
Consolidated Financial Statements
December 31, 2025

Town of Gravelbourg

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For the year ended December 31, 2025

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Management's Responsibility

To the Ratepayers of the Town of Gravelbourg (the "Town"):

The Town'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 Town. 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 Town's external auditors.

MNP, 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.



Mayor



Administrator

05-May-26

Independent Auditor's Report

To the Councillors of the Town of Gravelbourg:

Qualified Opinion

We have audited the consolidated financial statements of the Town of Gravelbourg (the "Town"), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations, change in consolidated net financial assets and consolidated cash flows 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 paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2025, and the results of its consolidated operations, change in consolidated net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

Basis for Qualified 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 Consolidated Financial Statements section of our report. We are independent of the Town 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.

PSAS Section PS 3280 Asset Retirements Obligations ("ARO") which was adopted by the Town January 1, 2023, requires the recognition of an ARO liability when there is a legal obligation that establishes a clear responsibility to incur retirement costs in relation to a tangible capital asset. The Town has not identified ARO liabilities as of December 31, 2025 and we were unable to satisfy ourselves concerning those liabilities by alternative means. Consequently, we were not able to determine whether any adjustments would be necessary to liabilities, net financial assets, tangible capital assets, accumulated surplus, expenses, excess of revenues over expenses, and change in net financial assets for the year-ended December 31, 2025.

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 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 Town'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 Town or to cease operations, or has no realistic alternative but to do so.

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

Independent Auditor's Report (continued from previous page)

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

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

- Identify and assess the risks of material misstatement of the 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 Town'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 Town'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 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 auditor's report. However, future events or conditions may cause the Town 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.
- Obtain sufficient audit evidence regarding the consolidated financial information of the entities or business activities within the Town to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain responsible for our audit opinion.

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.

Regina, Saskatchewan

May 5, 2026

MNP LLP

Chartered Professional Accountants

Town of Gravelbourg

Statement 1: Consolidated Statement of Financial Position

As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	2,591,302	1,834,982
Taxes Receivable - Municipal (Note 3)	112,300	114,529
Other Accounts Receivable (Note 4)	493,600	1,460,429
Assets Held for Sale (Note 5)	37,801	37,801
Long-Term Investments (Note 6)	24,457	22,407
Debt Charges Recoverable (Note 7)	-	-
Other (Heritage books)	1,980	1,980
Total Financial Assets	3,261,440	3,472,128
LIABILITIES		
Bank Indebtedness (Note 8)	-	-
Accounts Payable	380,424	645,099
Accrued Liabilities Payable	-	-
Deposits	60,690	59,415
Deferred Revenue (Note 9)	28,002	956,804
Asset Retirement Obligation (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	6,941	1,750
Long-Term Debt (Note 12)	2,153,283	1,385,401
Lease Obligations (Note 13)	-	23,198
Total Liabilities	2,629,340	3,071,667
NET FINANCIAL ASSETS	632,100	400,461
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	6,365,068	5,971,739
Prepayments and Deferred Charges	4,249	4,418
Stock and Supplies	4,505	39,323
Other	-	-
Total Non-Financial Assets	6,373,822	6,015,480
ACCUMULATED SURPLUS (Schedule 8)	7,005,922	6,415,941

Contingent Assets (Note 19)

Contractual Rights (Note 20)

Contractual Obligations and Commitments (Note 21)

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



Director



Director

Town of Gravelbourg
Statement 2: Consolidated Statement of Operations
For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
	(Note 23)		
REVENUES			
Tax Revenue (Schedule 1)	1,534,031	1,517,950	1,451,411
Other Unconditional Revenue (Schedule 1)	292,680	292,680	274,876
Fees and Charges (Schedule 4, 5)	1,652,727	1,773,754	1,716,536
Conditional Grants (Schedule 4, 5)	806,596	251,372	641,025
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	47,912
Land Sales - Gain (Schedule 4, 5)	-	5,500	2,600
Investment Income (Schedule 4, 5)	55,100	58,175	72,639
Other Revenues (Schedule 4, 5)	2,304,000	2,372,754	179,319
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	211,253	170,994	139,424
Total Revenues	6,856,387	6,443,179	4,525,742
EXPENSES			
General Government Services (Schedule 3)	1,286,443	1,490,035	614,917
Protective Services (Schedule 3)	414,948	379,727	216,502
Transportation Services (Schedule 3)	775,974	795,893	626,568
Environmental and Public Health Services (Schedule 3)	659,133	341,120	989,488
Planning and Development Services (Schedule 3)	94,280	92,873	100,704
Recreation and Cultural Services (Schedule 3)	1,648,208	1,702,295	630,595
Utility Services (Schedule 3)	1,040,243	1,051,255	1,161,650
Total Expenses	5,919,229	5,853,198	4,340,424
Annual Surplus of Revenues over Expenses	937,158	589,981	185,318
Accumulated Surplus, Beginning of Year	6,415,941	6,415,941	6,230,623
Accumulated Surplus, End of Year	7,353,099	7,005,922	6,415,941

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

Town of Gravelbourg

Statement 3: Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2025

Statement 3

	2025 Budget	2025	2024
	(Note 23)		
Annual Surplus of Revenues over Expenses	937,158	589,981	185,318
(Acquisition) of tangible capital assets	(1,391,850)	(707,374)	(343,479)
Amortization of tangible capital assets	299,230	314,045	318,931
Proceeds on disposal of tangible capital assets	-	-	58,850
Gain on disposal of tangible capital assets	-	-	(47,912)
Surplus (Deficit) of capital expenses over expenditures	(1,092,620)	(393,329)	(13,610)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	-	(722)
Consumption of supplies inventory	-	34,818	45,688
Use of prepaid expense	-	169	-
Surplus of expenses of other non-financial over expenditures	-	34,987	44,966
Increase/Decrease in Net Financial Assets	(155,462)	231,639	216,674
Net Financial Assets - Beginning of Year	400,461	400,461	183,787
Net Financial Assets - End of Year	244,999	632,100	400,461

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

Town of Gravelbourg
Statement 4: 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 of Revenues over Expenses	589,981	185,318
Amortization of tangible capital assets	314,045	318,931
Donated asset	-	-
Allowance for Uncollectible	-	-
Gain on disposal of tangible capital assets	-	(47,912)
	904,026	456,337
Change in assets/liabilities		
Taxes Receivable - Municipal	2,229	(861)
Other Receivables	966,829	(1,110,696)
Other Financial Assets	-	120
Accounts and Accrued Liabilities Payable	(264,675)	449,698
Deposits	1,275	1,080
Deferred Revenue	(928,802)	814,776
Other Liabilities	5,191	(7,200)
Stock and Supplies	34,818	45,688
Prepayments and Deferred Charges	169	(722)
Cash provided by operating transactions	721,060	648,220
Capital:		
Acquisition of capital assets	(707,374)	(343,479)
Proceeds from the disposal of capital assets	-	58,850
Cash applied to capital transactions	(707,374)	(284,629)
Investing:		
Long-term investments	(2,050)	(2,322)
Cash provided by (applied to) investing transactions	(2,050)	(2,322)
Financing:		
Long-term debt issued	1,000,000	1,000,000
Long-term debt repaid	(232,118)	(148,517)
Lease obligation repaid	(23,198)	(22,485)
Cash provided by (applied to) financing transactions	744,684	828,998
Change in Cash and Cash Equivalents during the year	756,320	1,190,267
Cash and Cash Equivalents - Beginning of Year	1,834,982	644,715
Cash and Cash Equivalents - End of Year	2,591,302	1,834,982

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

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

1. Significant Accounting Policies

The consolidated financial statements of the Town 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 Town 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 Town. The Town is comprised of all of the organizations that are owned or controlled by the Town and are, therefore, accountable to the Council for the administration of their financial affairs and resources.
- b) **Collection of funds for other authorities:** Collection of funds by the Town for school boards are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- 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 Town 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 -** Revenue from transactions with no performance obligations is recognized as revenue when they are earned and measurable.

For Revenue items with related performance obligations:

Contracts are recorded as revenue as the service of contract activity is performed, provided that at the time of performance ultimate collection is reasonably assured. If payment is not received at the time the service or contract activity is performed, accounts receivable will be recorded.

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 Town 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 Town's performance as they fulfil the performance obligation
- b) The Town'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 Town's performance does not create an asset with an alternative use to itself, and the Town has an enforceable right to payment for performance completed to date
- d) The Town is expected to continually maintain or support the transferred good or service under the terms of the agreement
- e) The Town 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.

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.

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

1. Significant Accounting Policies - continued

- 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.
- 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, and cash 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 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:

<u>Financial Statement line item</u>	<u>Measurement</u>
Cash & Cash Equivalents	Fair Value
Investments	Cost
Other Accounts Receivable	Amortized Cost
Accounts payable and accrued liabilities	Amortized Cost
Deposit liabilities	Cost
Long-Term Debt	Amortized Cost

- l) **Inventories:** Inventories of materials and supplies expected to be used by the Town 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.
- 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 Town's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 80 Yrs
Buildings	15 to 100 Yrs
Vehicles & Equipment	
Vehicles	10 to 20 Yrs
Machinery and Equipment	5 to 25 Yrs
Leased capital assets	Lease term
Infrastructure Assets	
Linear Assets	
Water & Sewer	30 to 75 Yrs
Road Network Assets	15 to 40 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.

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 lease 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 (lease term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

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 Town. Trust fund activities administered by the Town are disclosed in Note 17.
- o) **Employee Benefit Plans:** Contributions to the Town's multiemployer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Town'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 Town:
 - 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.
- 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.

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.

- r) **Basis of Segmentation/Segment Report:** The Town follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Town 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 Town.

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 Town.

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.
- Assets Held for Sale:** the Town 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.
- t)

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

1. Significant Accounting Policies - continued

- 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 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 Town 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 Town 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.

- v) **Loan Guarantees:** The Town provides loan guarantees for various organizations, which are not consolidated as part of the Town's Statements. As the guarantees represent potential financial commitments for the Town, these amounts are considered as contingent liabilities and not formally recognized as liabilities until the Town considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The Town monitors the status of the organizations, loans, and lines of credit annually and in the event that payment by the Town is likely to occur, a provision will be recognized in the Statements.

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. Cash and Cash Equivalents	2025	2024
Cash	1,647,477	949,897
Cash - Reserve Funds	939,395	806,285
Short-term investments - amortized cost	-	-
Restricted Cash - Canada Community Building Fund	4,430	78,800
Total Cash and Cash Equivalents	2,591,302	1,834,982

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.

Cash - Reserve Funds is designed to set aside monies to fund appropriated reserves.

3. Taxes Receivable - Municipal	2025	2024
Municipal - Current	97,812	85,605
Municipal - Arrears	45,100	75,268
	142,912	160,873
- Less Allowance for Uncollectible	(30,612)	(46,344)
Total municipal taxes receivable	112,300	114,529

School - Current	11,653	12,299
School - Arrears	5,078	10,292
Total taxes to be collected on behalf of School Divisions	16,731	22,591

Other	-	-
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Total taxes and grants in lieu receivable or to be collected on behalf of other organizations	129,031	137,120
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Deduct taxes to be collected on behalf of other organizations	(16,731)	(22,591)
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Total Taxes Receivable - Municipal	112,300	114,529
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4. Other Accounts Receivable	2025	2024
Federal Government	202,751	233,656
Provincial Government	25,051	123,033
Local Government	-	-
Utility	124,001	138,151
Trade	139,492	69,369
Other (insurance proceeds)	2,305	903,377
Total Other Accounts Receivable	493,600	1,467,586

Less: Allowance for Uncollectible	-	(7,157)
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Net Other Accounts Receivable	493,600	1,460,429
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5. Assets Held for Sale	2025	2024
Tax Title Property	42,588	8,199
Allowance for market value adjustment	(42,588)	(8,199)
Net Tax Title Property	-	-

Other Land	37,801	37,801
Allowance for market value adjustment	-	-
Net Other Land	37,801	37,801

Total Assets Held for Sale	37,801	37,801
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Town of Gravelbourg

Notes to the Consolidated Financial Statements

For the year ended December 31, 2025

6. Long-term Investments

	2025	2024
Credit Union Equity	22,457	20,407
Rail Line Shares	2,000	2,000
Total Long-Term Investments	24,457	22,407

Investments are recorded at cost.

7. Debt Charges Recoverable

The Town does not have Recoverable Debt Charges.

8. Bank Indebtedness

The Town has an authorized line of credit of \$250,000 with an interest rate of 5.45% (2024 - 6.45%). No amounts were drawn on this line of credit as at December 31, 2025.

9. Deferred Revenue	Externally Restricted		Revenue Earned	2025
	2024	Inflows		
Canada Community-Building Fund	78,800	65,371	139,741	4,430
Insurance Proceeds	847,772	-	847,772	-
Prepaid Property Tax	30,232	23,572	30,232	23,572
Total Deferred Revenue	956,804	88,943	1,017,745	28,002

10. Asset Retirement Obligation

	2025	2024
Balance, beginning of the year	\$ -	\$ -
Liabilities incurred	-	-
Liabilities settled	-	-
Accretion expense	-	-
Changes in estimated cash flows	-	-
Estimated total liability	-	-

The Town has not performed an assessment to estimate the asset retirement obligations as of December 31, 2025.

11. Liability for Contaminated Sites

There are no contaminated sites as of December 31, 2025.

12. Long-Term Debt

- a) The debt limit of the Town is \$3,100,183 (2024 - \$2,859,800). The debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (the Municipalities Act section 161(1)).
- b) Long term debt in the amount of \$29,262 (2024 - \$57,420) is repayable at \$30,409 annually to CMHC and bears interest of 3.92%. Maturity date is 2026.
- c) Long term debt in the amount of \$205,589 (2024 - \$269,102) is repayable at \$73,873 annually to Saskatchewan Municipal Board in accordance with *The Municipal Board Act* and subsection 163(2) of *The Municipalities Act*, and bears interest at a fixed rate of 3.85%. Maturity date is 2028.
- d) Debenture debt is repayable in the amount of \$nil (2024 - \$58,879) is repayable at \$nil (2024 - \$58,878) annually to Saskatchewan Municipal Board and bears interest of 3.05%. Matured in 2025.
- e) Long term debt in the amount of \$918,432 (2024 - \$1,000,000) is repayable at \$126,068 annually to Saskatchewan Municipal Board and bears interest at 4.45%. Maturity date is 2034.
- f) Long term debt in the amount of \$1,000,000 is repayable at \$92,156 annually to Saskatchewan Municipal Board and bears interest at 4.35%. Maturity date is 2040.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Principal
2026	229,074	93,432	322,506	232,340
2027	208,259	83,838	292,097	180,418
2028	217,065	75,032	292,097	157,487
2029	152,372	65,853	218,225	164,084
2030	159,097	59,128	218,225	97,086
Thereafter	1,187,416	238,418	1,425,834	553,986
Balance	2,153,283	615,701	2,768,984	1,385,401

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

13. Lease Obligations

Lease obligation in the amount of \$nil (2024 - \$23,198) is repayable at \$23,802 annually to Concentra at 3.469%, and is secured by Elgrin street sweeper with a net book value of \$nil (2024 - \$12,057). Matured in 2025.

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	Principal	Interest	Payment Amount
2026	-	-	-
Total future minimum lease payments			-
Amounts representing interest at a weighted average rate of nil%			-
Capital Lease Liability			-

The gross amount of leased tangible capital assets is \$100,285 (2024 - \$100,582) and related accumulated amortization is \$100,285 (2024 - \$88,228).

Amount of amortization included in determination of operating results is \$12,057 (2024 - \$22,057).

The interest expense related to lease liabilities is \$605 (2024 - \$1,390).

14. Contingent Liabilities

No contingent liabilities at year-end.

15. Pension Plan

The Town 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 Town's pension expense in 2025 was \$53,870 (2024 - \$55,008). The benefits accrued to the Town's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

16. Comparative Figures

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

17. Trusts Administered by the Town

No trust fund activity during the year.

18. Related Parties

The consolidated financial statements include transactions with related parties. The Town is related to Gravelbourg District & Museum Inc. under the common control of the Council.

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

19. Contingent Assets

The Town has no contingent assets.

20. 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 Town are as follows:

Contractual Rights Type	Describe Nature Time and Extent	2026	2027	2028	2029	2030	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
Lease Commitment	Annual lease payments per contract expiring 2027	39,962	39,962	-	-	-	-	-	79,924	119,886
ICIP Grant - Watermain Project	ICIP expenditures to be claimed by June 2027	-	2,315,971	-	-	-	-	-	2,315,971	2,434,398.00
ICIP Grant - Landfill Decommissioning	ICIP expenditures to be claimed by June 2027	-	187,701	-	-	-	-	-	187,701	232,122
Total		39,962	2,543,634	-	-	-	-	-	2,583,596	2,786,406

Town of Gravelbourg
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

21. Contractual Obligations and Commitments

The Town has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the Town include:

Contractual Obligations and Commitments Type ¹	Describe Nature Time and Extent
Loraas	Contract with Loraas is a service agreement with no set dates and will be charged on a usage basis dependent on frequency and size of bins collected.
Our Lady of the Assumption Co-Cathedral Preservation Fund	Commitment to provide \$5,000 annually to the Our Lady of the Assumption Co-Cathedral Preservation Fund, managed by South Saskatchewan Community Foundation, for a period of twenty years ending in 2045.

¹See Note 13 for Capital Lease obligations.

22. Risk Management

Through its financial assets and liabilities, the Town is exposed to various risks including: credit risk, liquidity risk, and market risk.

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 carrying amount of other accounts receivable represents the maximum exposure to credit risk. As at December 31, 2025, receivables from one party (2024 - two parties) accounted for 31% (2024 - 79%) of outstanding other accounts receivable balance. In the current year \$nil (2024 - \$nil) of this balance has been allowed for.

Liquidity Risk

Liquidity risk is the risk that the Town will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. The Town enters into transactions to purchase goods and services for which repayment is required at various maturity dates. Liquidity risk is measured by reviewing the Town's future net cash flows for the possibility of negative net cash flow. The Town manages the liquidity risk resulting from its accounts payables and accrued liabilities by monitoring its cash and maintaining liquid assets.

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 three 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 Town to interest rate risk consist of long-term debt; however, this risk is mitigated through entering into fixed-rate loan agreements, which has maintained the interest rate risk from prior period.

Currency Risk

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in currency fluctuations. The Town has no significant currency Risk.

Other Price Risk

Other price risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in fair value of equity investments. The Town is not exposed to significant other price risks.

23. Budget Information

In preparation of the budget, the amount for expenses included the purchase of tangible capital assets (\$1,391,850) and interfund transfers (\$710,303). These two items are not in accordance with Canadian public sector accounting standards, and are adjusted below which resulted in a \$681,547 increase to the annual surplus budgeted.

Budgeted surplus as approved	1,000,074
Long-term debt repaid	255,537
Long-term debt obtained	(1,000,000)
Interfund transfers	(710,303)
Tangible capital assets purchased	<u>1,391,850</u>
Budget deficit as presented	937,158

The budget was approved by Council on May 27, 2025.

Town of Gravelbourg

Schedule 1: Consolidated Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2025

Schedule 1

	2025 Budget	2025	2024
TAXES	(Note 23)		
General municipal tax levy	1,395,131	1,423,266	1,352,395
Abatements and adjustments	(500)	(33,746)	(35,676)
Discount on current year taxes	(32,000)	(32,280)	(30,893)
Net Municipal Taxes	1,362,631	1,357,240	1,285,826
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	32,000	27,463	31,993
Special tax levy	-	-	-
Total Taxes	1,394,631	1,384,703	1,317,819
UNCONDITIONAL GRANTS			
Revenue Sharing	292,680	292,680	274,876
(Organized Hamlet)	-	-	-
Safe Restart	-	-	-
Other	-	-	-
Total Unconditional Grants	292,680	292,680	274,876
GRANTS IN LIEU OF TAXES			
Federal	13,000	11,736	11,344
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	-	-	-
Other	5,400	5,886	5,406
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	84,000	80,150	82,260
Sask Energy Surcharge	37,000	35,475	34,582
Total Grants in Lieu of Taxes	139,400	133,247	133,592
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,826,711	1,810,630	1,726,287

Town of Gravelbourg

Schedule 2: Consolidated 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			
(Note 23)			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,000	1,242	1,256
- Sales of supplies	-	75	320
- Other	97,877	210,651	174,017
Total Fees and Charges	98,877	211,968	175,593
- Tangible capital asset sales - gain	-	-	4,200
- Land sales - gain	-	5,500	2,600
- Investment income	55,100	58,175	72,639
- Other (refunds, rebates, donated asset)	-	3,308	29,110
Total Other Segmented Revenue	153,977	278,951	284,142
Conditional Grants			
- Student Employment	-	-	-
- Other (infrastructure, highways, airport, asset management, pedestrian crossing)	8,000	18,036	5,628
Total Conditional Grants	8,000	18,036	5,628
Total Operating	161,977	296,987	289,770
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	120,000	139,741	106,571
- ICIP	-	-	-
- Municipal Economic Enhancement Program	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (provincial highways)	91,253	31,253	32,853
Total Capital	211,253	170,994	139,424
Total General Government Services	373,230	467,981	429,194

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (firefighting charges)	20,000	19,896	18,437
Total Fees and Charges	20,000	19,896	18,437
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (fire department, Wood River Mutual Aid)	-	-	-
Total Other Segmented Revenue	20,000	19,896	18,437
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	20,000	19,896	18,437

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	20,000	19,896	18,437

Town of Gravelbourg
 Schedule 2: Consolidated Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2025

Schedule 2 - 2

	2025 Budget	2025	2024
TRANSPORTATION SERVICES			
(Note 23)			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other (airport rent)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - (loss)	-	-	(1,288)
- Other	-	-	-
Total Other Segmented Revenue	-	-	(1,288)
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	(1,288)
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RIRG (CTP, Bridge and Large Culvert, Road Const.)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Transportation Services	-	-	(1,288)

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	269,000	245,670	267,055
- Other	-	-	-
Total Fees and Charges	269,000	245,670	267,055
- Tangible capital asset sales - gain (loss)	-	-	-
Total Other Segmented Revenue	269,000	245,670	267,055
Conditional Grants			
- ICIP Grant	236,096	44,421	489,234
- TAPD	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
Total Conditional Grants	236,096	44,421	489,234
Total Operating	505,096	290,091	756,289
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	505,096	290,091	756,289

Town of Gravelbourg
Schedule 2: Consolidated 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			
(Note 23)			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (<i>rentals, admissions</i>)	144,600	184,795	147,577
Total Fees and Charges	144,600	184,795	147,577
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>donations, insurance proceeds</i>)	2,298,000	2,351,724	143,760
Total Other Segmented Revenue	2,442,600	2,536,519	291,337
Conditional Grants			
- Student Employment	-	-	-
- Local government	2,500	2,500	2,500
- MEEP	-	-	-
- Other (<i>Earth Day Canada, SaskCulture</i>)	60,000	67,998	-
Total Conditional Grants	62,500	70,498	2,500
Total Operating	2,505,100	2,607,017	293,837
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	2,505,100	2,607,017	293,837

Town of Gravelbourg
 Schedule 2: Consolidated Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2025

Schedule 2 - 4

	2025 Budget	2025	2024
UTILITY SERVICES	(Note 23)		
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	943,000	934,596	931,858
- Sewer	177,000	169,935	176,016
- Other (<i>storm sewer surcharge, lagoon contribution</i>)	250	6,894	-
Total Fees and Charges	1,120,250	1,111,425	1,107,874
- Tangible capital asset sales - gain (loss)	-	-	45,000
- Other (<i>interest, recycling charge, customer work</i>)	6,000	17,722	6,449
Total Other Segmented Revenue	1,126,250	1,129,147	1,159,323
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- ICIP	500,000	118,417	143,663
Total Conditional Grants	500,000	118,417	143,663
Total Operating	1,626,250	1,247,564	1,302,986
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
Total Capital	-	-	-
Total Utility Services	1,626,250	1,247,564	1,302,986
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	5,029,676	4,632,549	2,799,455

SUMMARY

Total Other Segmented Revenue	4,011,827	4,210,183	2,019,006
Total Conditional Grants	806,596	251,372	641,025
Total Capital Grants and Contributions	211,253	170,994	139,424
TOTAL REVENUE BY FUNCTION	5,029,676	4,632,549	2,799,455

Town of Gravelbourg

Schedule 3: Consolidated Schedule of Expenses by Function

For the year ended December 31, 2025

Schedule 3 - 1

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
	(Note 23)		
Council remuneration and travel	48,000	48,002	36,386
Wages and benefits	250,625	254,074	248,850
Professional/Contractual services	98,500	94,089	114,846
Utilities	39,000	37,994	37,638
Maintenance, materials and supplies	780,365	932,373	85,455
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	49,800	61,936	71,936
Accretion of asset retirement obligation	-	-	-
Interest	6,303	9,615	7,863
Allowance for uncollectible	1,000	21,284	4,576
Other (conference fees, IT services, janitorial supplies)	12,850	30,668	7,367
Total General Government Services	1,286,443	1,490,035	614,917

PROTECTIVE SERVICES

Police protection

Wages and benefits	-	-	-
Professional/Contractual services	102,000	96,539	97,168
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Accretion of asset retirement obligation	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other	-	-	-

Fire protection

Wages and benefits	26,700	23,654	19,997
Professional/Contractual services	7,000	7,001	6,902
Utilities	11,200	11,619	10,647
Maintenance, material and supplies	243,198	216,149	56,624
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	24,850	24,765	25,164
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other	-	-	-

Total Protective Services	414,948	379,727	216,502
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TRANSPORTATION SERVICES

Wages and benefits	307,441	303,489	296,539
Professional/Contractual Services	29,200	37,936	72,351
Utilities	43,900	38,887	41,661
Maintenance, materials, and supplies	248,300	271,479	68,513
Gravel	20,000	11,872	19,345
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	125,100	130,197	125,414
Interest	2,033	2,033	2,745
Accretion of asset retirement obligation	-	-	-
Other	-	-	-

Total Transportation Services	775,974	795,893	626,568
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Town of Gravelbourg

Schedule 3: Consolidated Schedule of Expenses by Function

For the year ended December 31, 2025

Schedule 3 - 2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
	(Note 23)		
Wages and benefits	16,560	17,115	17,978
Professional/Contractual services	272,000	279,372	269,101
Utilities	-	-	-
Maintenance, materials and supplies	356,213	32,037	687,376
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	4,000	4,477	4,476
Interest	10,360	8,119	10,557
Other	-	-	-
Total Environmental and Public Health Services	659,133	341,120	989,488
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	63,750	66,567	62,928
Professional/Contractual Services	800	1,120	18,464
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	680	673	673
Interest	-	-	-
Accretion of Asset Retirement Obligation	-	-	-
Other (utilities, maintenance)	29,050	24,513	18,639
Total Planning and Development Services	94,280	92,873	100,704
RECREATION AND CULTURAL SERVICES			
Wages and benefits	182,065	180,848	180,679
Professional/Contractual services	33,800	39,981	23,031
Utilities	102,200	91,547	95,434
Maintenance, materials and supplies	1,221,564	1,275,709	227,538
Grants and contributions - operating	55,579	61,266	54,799
- capital	-	-	-
Amortization	53,000	52,944	49,114
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectible	-	-	-
Other	-	-	-
Total Recreation and Cultural Services	1,648,208	1,702,295	630,595

Town of Gravelbourg

Schedule 3: Consolidated Schedule of Expenses by Function

For the year ended December 31, 2025

Schedule 3 - 3

	2025 Budget	2025	2024
UTILITY SERVICES	<i>(Note 23)</i>		
Wages and benefits	82,242	75,450	78,445
Professional/Contractual services	18,500	14,554	23,170
Utilities	11,600	12,079	12,697
Maintenance, materials and supplies	839,350	859,760	969,381
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	41,800	39,053	42,154
Interest	46,751	50,359	35,803
Accretion of asset retirement obligation	-	-	-
Allowance for Uncollectible	-	-	-
Total Utility Services	1,040,243	1,051,255	1,161,650
TOTAL EXPENSES BY FUNCTION	5,919,229	5,853,198	4,340,424

Town of Gravelbourg
Schedule 4: Consolidated Schedule of Segment Disclosure by Function
For the year ended 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	211,968	19,896	-	245,670	-	184,795	1,111,425	1,773,754
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	5,500	-	-	-	-	-	-	5,500
Investment Income	58,175	-	-	-	-	-	-	58,175
Commissions	-	-	-	-	-	-	-	-
Other Revenues	3,308	-	-	-	-	2,351,724	17,722	2,372,754
Grants - Conditional	18,036	-	-	44,421	-	70,498	118,417	251,372
- Capital	170,994	-	-	-	-	-	-	170,994
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	467,981	19,896	-	290,091	-	2,607,017	1,247,564	4,632,549
Expenses (Schedule 3)								
Wages & Benefits	302,076	23,654	303,489	17,115	66,567	180,848	75,450	969,199
Professional/ Contractual Services	94,089	103,540	37,936	279,372	1,120	39,981	14,554	570,592
Utilities	37,994	11,619	38,887	-	-	91,547	12,079	192,126
Maintenance Materials and Supplies	932,373	216,149	283,351	32,037	-	1,275,709	859,760	3,599,379
Grants and Contributions	-	-	-	-	-	61,266	-	61,266
Amortization	61,936	24,765	130,197	4,477	673	52,944	39,053	314,045
Interest	9,615	-	2,033	8,119	-	-	50,359	70,126
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	21,284	-	-	-	-	-	-	21,284
Other	30,668	-	-	-	24,513	-	-	55,181
Total Expenses	1,490,035	379,727	795,893	341,120	92,873	1,702,295	1,051,255	5,853,198
Surplus (Deficit) by Function	(1,022,054)	(359,831)	(795,893)	(51,029)	(92,873)	904,722	196,309	(1,220,649)

Taxes and other unconditional revenue (Schedule 1) 1,810,630

Net Surplus **589,981**

Town of Gravelbourg
Schedule 5: Consolidated Schedule of Segment Disclosure by Function
For the year ended 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	175,593	18,437	-	267,055	-	147,577	1,107,874	1,716,536
Tangible Capital Asset Sales - Gain	4,200	-	(1,288)	-	-	-	45,000	47,912
Land Sales - Gain	2,600	-	-	-	-	-	-	2,600
Investment Income	72,639	-	-	-	-	-	-	72,639
Commissions	-	-	-	-	-	-	-	-
Other Revenues	29,110	-	-	-	-	143,760	6,449	179,319
Grants - Conditional	5,628	-	-	489,234	-	2,500	143,663	641,025
- Capital	139,424	-	-	-	-	-	-	139,424
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	429,194	18,437	(1,288)	756,289	-	293,837	1,302,986	2,799,455
Expenses (Schedule 3)								
Wages & Benefits	285,236	19,997	296,539	17,978	62,928	180,679	78,445	941,802
Professional/ Contractual Services	114,846	104,070	72,351	269,101	18,464	23,031	23,170	625,033
Utilities	37,638	10,647	41,661	-	-	95,434	12,697	198,077
Maintenance Materials and Supplies	85,455	56,624	87,858	687,376	-	227,538	969,381	2,114,232
Grants and Contributions	-	-	-	-	-	54,799	-	54,799
Amortization	71,936	25,164	125,414	4,476	673	49,114	42,154	318,931
Interest	7,863	-	2,745	10,557	-	-	35,803	56,968
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	4,576	-	-	-	-	-	-	4,576
Other	7,367	-	-	-	18,639	-	-	26,006
Total Expenses	614,917	216,502	626,568	989,488	100,704	630,595	1,161,650	4,340,424
Surplus (Deficit) by Function	(185,723)	(198,065)	(627,856)	(233,199)	(100,704)	(336,758)	141,336	(1,540,969)
Taxes and other unconditional revenue (Schedule 1)								1,726,287
Net Surplus								185,318

Town of Gravelbourg
 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 Assets Under Construction	Total	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			
Assets	Asset cost									
	Opening Asset costs	309,384	676,085	4,880,776	605,231	1,865,178	5,653,680	-	13,990,334	13,763,975
	Additions during the year	-	8,129	-	-	49,624	303,468	346,153	707,374	343,479
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(117,120)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	309,384	684,214	4,880,776	605,231	1,914,802	5,957,148	346,153	14,697,708	13,990,334
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	184,647	2,300,345	251,173	1,303,131	3,979,299	-	8,018,595	7,805,845
	Add: Amortization taken	-	9,374	102,375	27,309	73,465	101,522	-	314,045	318,931
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(106,181)
		Closing Accumulated Amortization	-	194,021	2,402,720	278,482	1,376,596	4,080,821	-	8,332,640
	Net Book Value	309,384	490,193	2,478,056	326,749	538,206	1,876,327	346,153	6,365,068	5,971,739

1. Total contributed/donated assets received in 2025

\$ -

2. List of assets fully amortized but still in use in 2025 are:

- Infrastructure Assets \$ 2,835,613
 - Vehicles \$ 140,422
 - Machinery and Equipment \$ 783,776

3. Amount of interest capitalized in Schedule 6

\$ -

Town of Gravelbourg
 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	2,585,816	880,795	5,198,807	41,769	11,837	2,445,676	2,825,634	13,990,334	13,763,975
	Additions during the year	-	-	303,403	8,129	49,688	-	346,154	707,374	343,479
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(117,120)
	Closing Asset Costs	2,585,816	880,795	5,502,210	49,898	61,525	2,445,676	3,171,788	14,697,708	13,990,334
Amortization	Accumulated Amortization									
	Opening Accumulated Amortization Costs	1,209,728	503,277	3,773,297	12,985	9,427	1,239,183	1,270,698	8,018,595	7,805,845
	Add: Amortization taken	61,936	24,765	134,322	352	673	52,944	39,053	314,045	318,931
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	(106,181)
	Closing Accumulated Amortization Costs	1,271,664	528,042	3,907,619	13,337	10,100	1,292,127	1,309,751	8,332,640	8,018,595
	Net Book Value	1,314,152	352,753	1,594,591	36,561	51,425	1,153,549	1,862,037	6,365,068	5,971,739

Town of Gravelbourg
Schedule 8: Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2025

Schedule 8

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	(418,949)	528,604	109,655
APPROPRIATED RESERVES			
General	58,000	2,611	60,611
Economic & Community Development	8,300	-	8,300
Public Municipal	110,000	-	110,000
Municipal Utilities	465,087	(121,073)	344,014
Safe Restart	25,910	4,000	29,910
Utility - Storm Sewer	18,452	-	18,452
Community Rec/Programming	1,377	-	1,377
Fire Hall	81,051	2,289	83,340
Courthouse	11,200	-	11,200
Convent Repurpose	50,209	-	50,209
Quest Homes/Gaumond Bay Sewer	21,924	-	21,924
Housing Authority Surplus	4,172	2,281	6,453
Styles / Museum Building	4,000	-	4,000
Post Office	11,000	10,800	21,800
Airport	3,000	33,258	36,258
Recreation Infrastructure	9,771	35,572	45,343
Snow Removal (formerly Swimming Pool)	5,000	-	5,000
Roads and Sidewalks	26,100	-	26,100
Development	4,216	-	4,216
Recycling/Environmental	21,000	-	21,000
Transette	4,000	13,500	17,500
Fire Truck	-	3,000	3,000
Town Shop	-	11,994	11,994
Total Appropriated	943,769	(1,768)	942,001
ORGANIZED HAMLETS			
None			-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	5,971,739	393,329	6,365,068
Less: Related lease obligations	(23,198)	23,198	-
Less: Related debt	(57,420)	(353,382)	(410,802)
Net Investment in Tangible Capital Assets	5,891,121	63,145	5,954,266
Accumulated Surplus excluding remeasurement gains (losses)	6,415,941	589,981	7,005,922

Town of Gravelbourg

Schedule 9: Schedule of Mill Rates and Assessments

As at December 31, 2025

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	436,810	43,530,800	2,682,480	-	11,575,728	-	58,225,818
Regional Park Assessment							
Total Assessment							58,225,818
Mill Rate Factor(s)	10.1000	10.1000	10.1000	-	10.1000		
Total Base/Minimum Tax (generated for each property class)	8,450	686,205	-	-	140,530		835,185
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	12,862	1,125,866	27,093	-	257,445		1,423,266

MILL RATES:	MILLS
Average Municipal*	24.44
Average School*	4.66
Potash Mill Rate	-
Uniform Municipal Mill Rate	10.10

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

Town of Gravelbourg
Schedule 10: Schedule of Council Remuneration
For the year ended December 31, 2025

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Matt Forest	9,260	1,021	10,281
Councillor	Donovan Fehr	3,450	-	3,450
Councillor	Andre Lorrain	4,200	846	5,046
Councillor	Sam Hawkins	2,925	356	3,281
Councillor	Zach Ogilvie	3,400	341	3,741
Councillor	Deanna Pilgrim	3,875	-	3,875
Councillor	Teresa Williams	5,175	-	5,175
Total		32,285	2,564	34,849