

**TOWN OF ITUNA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 2025**

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Management's Responsibility

To the Ratepayers of the Town of Ituna:

The Municipality's management is responsible for the preparation and presentation of the accompanying 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 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 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.

Prairie Strong, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the 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

February 19, 2026

Date

INDEPENDENT AUDITOR'S REPORT

To: The Mayor and Council
Town of Ituna

Opinion

We have audited the financial statements of the Town of Ituna (the Municipality) which comprise the statement of financial position as at December 31, 2025, and the statements of operations, changes in net financial assets, cash flows and remeasurement gains and losses 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 Town of Ituna as at December 31, 2025, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of the 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 related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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.

Prairie Strong

PRAIRIE STRONG
Chartered Professional Accountants

Melville, Saskatchewan
February 19, 2026

Town of Ituna
Statement 1 - Statement of Financial Position
As at December 31, 2025

	2025	Statement 1 2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	2,735,640	3,605,442
Investments	-	-
Taxes Receivable - Municipal (Note 3)	41,632	44,837
Other Accounts Receivable (Note 4)	215,120	805,656
Assets Held for Sale (Note 5)	49,555	49,628
Long-Term Receivable	-	-
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Other (Specify)	-	-
Total Financial Assets	3,041,947	4,505,563
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	159,431	391,325
Accrued Liabilities Payable	47,728	51,518
Derivative Liabilities	-	-
Deposits	54,769	54,194
Deferred Revenue	-	-
Asset Retirement Obligation (Note 6)	148,621	147,238
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 7 & 10)	3,069,086	4,221,313
Lease Obligations	-	-
Total Liabilities	3,479,635	4,865,588
NET FINANCIAL DEBT	(437,688)	(360,025)
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	8,788,526	8,706,627
Prepayments and Deferred Charges	21,057	19,845
Stock and Supplies	39,270	39,355
Other	-	-
Total Non-Financial Assets	8,848,853	8,765,827
ACCUMULATED SURPLUS (Schedule 8)	8,411,165	8,405,802
ACCUMULATED SURPLUS (DEFICIT)	8,411,165	8,405,802
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses) (Schedule 8)	8,411,165	8,405,802
Accumulated remeasurement gains (losses) (Statement 5)	-	-

See Accompanying Notes

Town of Ituna
Statement 2 - Statement of Operations
As at December 31, 2025

	2025 Budget	2025	Statement 2 2024
REVENUES			
Tax Revenue (Schedule 1)	669,034	672,164	646,322
Other Unconditional Revenue (Schedule 1)	277,192	276,851	265,731
Fees and Charges (Schedule 4, 5)	533,382	598,106	489,859
Conditional Grants (Schedule 4, 5)	78,582	133,950	54,988
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	2,000	34,185	79
Investment Income (Schedule 4, 5)	45,000	55,795	93,160
Commissions (Schedule 4, 5)	800	736	3,247
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	-	1,365	510
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	1,096,617	273,855	1,747,463
Total Revenues	2,702,607	2,047,007	3,301,359
EXPENSES			
General Government Services (Schedule 3)	415,009	377,967	351,616
Protective Services (Schedule 3)	118,440	95,660	94,967
Transportation Services (Schedule 3)	349,401	260,457	249,299
Environmental and Public Health Services (Schedule 3)	256,907	215,274	203,328
Planning and Development Services (Schedule 3)	553	1,352	553
Recreation and Cultural Services (Schedule 3)	252,762	540,408	122,180
Utility Services (Schedule 3)	629,209	550,526	821,452
Restructurings (Schedule 3)	-	-	-
Total Expenses	2,022,281	2,041,644	1,843,395
Annual Surplus (Deficit) of Revenues over Expenses	680,326	5,363	1,457,964
Accumulated Surplus excluding remeasurement gains (losses), Beginning of Year	8,405,802	8,405,802	6,947,838
Accumulated Surplus excluding remeasurement gains (losses), End of Year	9,086,128	8,411,165	8,405,802

See Accompanying Notes

Town of Ituna
Statement 3 - Statement of Change in Net Financial Assets
As at December 31, 2025

	2025 Budget	2025	Statement 3 2024
Annual Surplus (Deficit) of Revenues over	680,326	5,363	1,457,964
(Acquisition) of tangible capital assets	(425,741)	(336,469)	(1,636,367)
Amortization of tangible capital assets	223,645	254,570	162,760
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	(202,096)	(81,899)	(1,473,607)
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(1,212)	3,506
Consumption of supplies inventory	-	85	4,746
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(1,127)	8,252
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	478,230	(77,663)	(7,391)
Net Financial Debt - Beginning of Year	(360,025)	(360,025)	(352,634)
Net Financial Debt - End of Year	118,205	(437,688)	(360,025)

See Accompanying Notes

Town of Ituna
Statement 4 - Statement of Cash Flow
As at December 31, 2025

	2025	Statement 4 2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	5,363	1,457,964
Amortization	254,570	162,760
Loss (gain) on disposal of tangible capital assets	-	-
	<u>259,933</u>	<u>1,620,724</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	3,205	17,588
Other Receivables	590,536	28,127
Assets Held for Sale	73	(7,013)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(235,684)	99,255
Derivative Liabilities	-	-
Deposits	575	715
Deferred Revenue	-	-
Asset Retirement Obligation	1,383	1,176
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	85	4,746
Prepayments and Deferred Charges	(1,212)	3,506
Other (Specify)	-	-
Cash provided by operating transactions	<u>618,894</u>	<u>1,768,824</u>
Capital:		
Acquisition of capital assets	(336,469)	(1,636,367)
Proceeds from the disposal of capital assets	-	-
Cash applied to capital transactions	<u>(336,469)</u>	<u>(1,636,367)</u>
Investing:		
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds from disposal of investments	-	-
Decrease (increase) in investments	-	-
Cash provided by (applied to) investing transactions	<u>-</u>	<u>-</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	1,288,800
Long-term debt repaid	(1,152,227)	(122,109)
Other financing	-	-
Cash provided by (applied to) financing transactions	<u>(1,152,227)</u>	<u>1,166,691</u>
Change in Cash and Cash Equivalents during the year	<u>(869,802)</u>	<u>1,299,148</u>
Cash and Cash Equivalents - Beginning of Year	<u>3,605,442</u>	<u>2,306,294</u>
Cash and Cash Equivalents - End of Year	<u>2,735,640</u>	<u>3,605,442</u>

See Accompanying Notes

Town of Ituna
Statement 5 - Statement of Remeasurement Gains and Losses
As at December 31, 2025

	Statement 5	
	2025	2024
Accumulated remeasurement gains (losses) at the beginning of the year:	-	-
Unrealized gains (losses) attributable to :		
Derivatives	-	-
Equity Investments measured at fair value	-	-
Foreign exchange (if applicable)	-	-
	-	-
Amounts reclassified to the Statement of Operations :		
Derivatives	-	-
Equity Investments measured at fair value	-	-
Reversal of net remeasurements of portfolio investments	-	-
Foreign exchange (if applicable)	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains(losses) at end of year	-	-

See Accompanying Notes

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

1. Significant Accounting Policies

The financial statements of the Municipality are 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 financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting. The accrual basis of accounting recognizes revenues 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 financial statements consolidates 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. There are no entities included in these financial statements.

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. There are no partnerships included in these financial statements.

- b) **Collection of Funds for Other Authorities:** Collection of funds by the Municipality for the school board 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 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) **Revenue - Fees and charges, interest and commissions** are recorded as revenue as the service or contract 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 is performed, an 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 products or service delivered has stand-alone value to that customer and the fair value associated with the product or service can be measured reliably. The amount recognized as revenue for each performance obligation is its fair value in relation to the fair value of the contract as a whole.

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

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

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.

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **Financial Instruments:** Financial instruments are any contracts that give rise to financial assets of one entity and financial liabilities or equity instruments of another entity. A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The Municipality recognizes a financial instrument when it becomes a party to a financial instrument. The financial assets and financial liabilities portray these rights and obligations in financial statements. Financial instruments of the Municipality include cash and cash equivalents, accounts receivable, and accounts payable.
- 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.
- 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. 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 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 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	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other Accounts Receivable	Cost and amortized cost
Long term receivables	Amortized cost
Debt Charges Recoverable	Amortized cost
Bank Indebtedness	Amortized cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-Term Debt	Amortized cost
Derivative Assets and Liabilities	Fair Value

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

- 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.
- 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 inflation 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 tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. 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. The Municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	25 Yrs
Buildings	20 to 50 Yrs
Vehicles & Equipment	
Vehicles	10 to 25 Yrs
Machinery and Equipment	5 to 25 Yrs
Leased Capital Assets	Lease term
Infrastructure Assets	
Water & Sewer	40 to 60 Yrs
Road Network Assets	25 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.

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 financial statement as either a capital or operating lease. Any lease that transfers substantially all of 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 a operating lease and rental payments are expensed as incurred.

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

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

- q) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public 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. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

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:** 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: Is comprised of expenses for Police and Fire protection.

Transportation Services: Is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: Provides waste disposal, other environmental services and 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 the 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 20, 2025.

Municipal Budgeted Surplus for the year - \$22,797 plus adding error of \$730	23,527
Non-Income Statement Budget Amounts	
a) Transfer (to) from reserves	(7,500)
b) Long term debt repayment	238,558
c) Purchase of Capital Assets	425,741
Adjusted Budget for Financial Statement 2	<u>680,326</u>

- 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 are not limited to assets in productive use, assets no longer in productive use, leased tangible capital assets.

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

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

u) Asset Retirement Obligation: Continued

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.

v) Loan Guarantees: The municipality does not provides any loan guarantees to other organizations.

w) 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.

x) Intangible capital assets: Are initially recorded at cost or fair value, less accumulated amortization and any accumulated impairment losses. Purchased intangibles are recognized as non-financial assets in the financial statements. The carrying value of identifiable intangible capital assets with finite lives are amortized over the asset's useful life.

The Municipality does not have any intangible capital assets.

y) Public Private Partnerships: Where the Municipality procures infrastructure using a private sector partner are accounted for and reported as infrastructure assets on the Statement of Financial Position and are initially recognized at cost. Cost includes the gross amount of consideration given up to acquire, construct, develop or better a tangible capital asset; and all costs directly attributable to the acquisition, construction, development or betterment of the infrastructure asset. Infrastructure assets are amortized over the assets useful life and recognized as an expense in the Statement of Operations. When the Municipality has recognized an infrastructure asset in relation to a public private partnership arrangement and has an obligation to provide consideration to the private sector partner, the Municipality recognizes a corresponding infrastructure liability on the Statement of Financial Position. Infrastructure liabilities are initially measured at the same amount as the related infrastructure asset, reduced for any consideration previously recorded to the public sector partner. Other consideration attributable to the partnership agreement such as operating and maintenance payments are excluded from the measurement of the liability. Two common models used to measure infrastructure liabilities are the financial liability and user pay models. The financial liability model is utilized when the Municipality designs, builds, finances, operates and/or maintains infrastructure in exchange for a contractual right to receive cash or another asset. The reason for this being that the corresponding liability constitutes a financial liability. The user pay model is applicable when the private sector partner designs, builds, finances, operates and/or maintains the infrastructure in exchange for a right to charge the ultimate end users. This compensation granted by the Municipality is facilitated via the granting of rights to earn revenue from a third party. Due to such, the corresponding liability should be classified as a performance obligation.

2. Cash and Cash Equivalents

	2025	2024
Cash	2,735,640	3,605,442
Total Cash and Cash Equivalents	2,735,640	3,605,442

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.

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

3. Taxes Receivable - Municipal		2025	2024
Municipal - Current		38,503	33,195
- Arrears		45,794	54,307
		84,297	87,502
- Less Allowance for Uncollectibles		(42,665)	(42,665)
Total municipal taxes receivable		41,632	44,837
School - Current		3,471	3,013
- Arrears		3,225	4,760
Total taxes to be collected on behalf of School Divisions		6,696	7,773
Deduct taxes receivable to be collected on behalf of School Divisions		(6,696)	(7,773)
Total Taxes Receivable - Municipal		41,632	44,837
4. Other Accounts Receivable		2025	2024
Federal government		34,565	72,074
Provincial government		10,158	450,857
Ituna Arena Committee		49,986	166,445
Utility		105,275	107,510
Trade		17,421	11,055
Total Other Accounts Receivable		217,405	807,941
Less Allowance for Uncollectibles		(2,285)	(2,285)
Net Other Accounts Receivable		215,120	805,656
5. Assets Held for Sale		2025	2024
Tax Title Property		228,788	228,861
Allowance for market value adjustment		(180,000)	(180,000)
Net Tax Title Property		48,788	48,861
Other Land		767	767
Total Assets Held for Sale		49,555	49,628
6. Asset Retirement Obligation		2025	2024
Balance, beginning of the year		147,238	146,062
Accretion of asset retirement obligation		1,383	1,176
Estimated total liability		148,621	147,238

Landfill

The Municipality maintains a waste disposal site. The estimated liability for the landfill closure and post-closure care expenses are recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted cash flows for closure and post-closure expenses discounted at the Municipality's average long-term borrowing rate. Landfill closure and post-closure care expenses have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, ongoing environmental monitoring, site maintenance and inspection. The reported liability is based on estimates and assumptions extending over a 18 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.

Asbestos

The municipality owns buildings which contains asbestos, and therefore, the municipality is legally required to perform abatement activities upon renovation or demolition of this asset. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. The estimated total liability of \$105,973 is based on the sum of discounted future cash flows for abatement activities. The municipality has not designated funds for settling the abatement activities.

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

7. Long-Term Debt

	2025	2024
Debenture payable to Municipal Financing Corporation of Saskatchewan at 112,945 per year including interest at 2.85% per annum for the town water main replacements expiring July 28, 2046.	1,766,472	1,827,338
Debenture payable to Municipal Financing Corporation of Saskatchewan	-	913,669
Finance agreement payable to the Federation of Canadian Municipalities semi-annually at 68,832 plus interest at 4.32% per annum for the town arena expiring on December 19, 2033.	1,145,600	1,288,800
Bank loan payable to the Royal Bank of Canada at 3,372 per month including interest at 3.40% per annum for the town well expiring February 1, 2030.	157,014	191,506
Total Long-Term Debt	3,069,086	4,221,313

Future principal and interest repayments are estimated as follows:

Year	Principal	Interest	Current	Prior Year
2026	233,946	104,620	338,566	335,961
2027	236,962	95,418	332,380	330,101
2028	240,073	86,120	326,193	324,240
2029	243,278	76,729	320,007	318,379
2030	212,426	67,670	280,096	312,400
Thereafter	1,902,401	409,145	2,311,546	2,283,498
Balance	3,069,086	839,702	3,908,788	3,904,579

The debt limit for the town is the total amount of the town's own source revenues for the proceeding year (the Municipalities Act section 161)

1,276,000

The Saskatchewan Municipal Board (SMB) has approved the Town to acquire debt above there debt limit. The Town has followed all proper procedures in receiving SMB authorization for all those instances of additional borrowing above the debt limit.

8. Pension Plan

The Municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer 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 benefits accrued to the employees from MEPP are calculated using the Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

The contributions to the MEPP by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these financial statements. The Municipality's contributions are expensed when due.

Every three years an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any determined deficiency is the responsibility of the participating employers and employees.

Details of the MEPP are as follows:

	2025	2024
Member contribution rate (percentage of salary)	9.00%	9.00%
Municipal contribution rate (percentage of salary)	9.00%	9.00%
Member contributions for the year	\$ 31,637	\$ 26,523
Municipal contributions for the year	\$ 31,637	\$ 26,523
Actuarial extrapolation date	Dec-31-2024	Dec-31-2023
Plan Assets (in thousands)	\$ 4,090,806	\$ 3,602,822
Plan Liabilities (in thousands)	\$ 2,571,158	\$ 2,441,485
Plan Surplus (in thousands)	\$ 1,519,648	\$ 1,161,337

9. Risk Management

Through its financial assets and liabilities, the Municipality is exposed to various risks. These risks include credit risk, liquidity risk and market risk.

Town of Ituna
Notes to the Financial Statements
As at December 31, 2025

9. Risk Management - Continued

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 Taxes, Other and Long-Term Receivables.

Management reviews accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect impairment of collectability.

The aging of accounts receivable as at December 31, 2025 was:

	Total	30 Days	60 Days	90 Days	Over 120 Days
Taxes Receivable	84,297	38,503	-	-	45,794
Other Accounts Receivable	217,405	216,487	-	-	918
Long-Term Receivable	-	-	-	-	-
Total Receivables	301,702	254,990	-	-	46,712
Allowance for Doubtful Accounts	(44,950)	-	-	-	(44,950)
Net Receivables	256,752	254,990	-	-	1,762

Liquidity Risk:

Liquidity risk is the risk that the entity will encounter difficulty in meeting financial obligations as they fall due. The municipality undertakes regular cash flow analyses to ensure that there are sufficient cash resources to meet all obligations. The financial instruments that potentially subject the municipality to liquidity risk consist of accounts payable and deposits.

The aging of accounts payable and deposits as at December 31, 2025 was:

	Total	2025	2026	2027	Past 2027
Accounts Payable	159,431	159,431	-	-	-
Accrued Liabilities Payable	47,728	47,728	-	-	-
Deposits	54,769	54,769	-	-	-
Total	261,928	261,928	-	-	-

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 municipality to interest rate risk consist of:

- an authorized bank line of credit of \$100,000 with interest payable monthly at a rate of prime plus 0%

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 Municipality has no exposure to 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 Municipality has no exposure to other price risk.

10. Related Party Transactions

During the year, related party transactions for expenditures with councillors was \$Nil (2024 - \$NIL).

Town of Ituna
Schedule 1 - Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2025

Schedule 1
2024

	2025 Budget	2025	Schedule 1 2024
TAXES			
General municipal tax levy	710,582	710,315	681,574
Abatements and adjustments	(16,965)	(16,913)	(16,965)
Discount on current year taxes	(35,000)	(31,656)	(30,712)
Net Municipal Taxes	658,617	661,746	633,897
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	10,417	10,418	12,425
Special tax levy	-	-	-
Other (<i>Specify</i>)	-	-	-
Total Taxes	669,034	672,164	646,322
UNCONDITIONAL GRANTS			
Revenue Sharing	216,042	216,037	202,928
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	216,042	216,037	202,928
GRANTS IN LIEU OF TAXES			
Federal	3,883	1,882	3,883
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (<i>Specify</i>)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	38,000	38,823	39,653
Sask Energy Surcharge	19,267	20,109	19,267
Other (<i>Specify</i>)	-	-	-
Total Grants in Lieu of Taxes	61,150	60,814	62,803
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	946,226	949,015	912,053

See Accompanying Notes

Town of Ituna
Schedule 2 - Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

Schedule 2 - 1
2024

GENERAL GOVERNMENT SERVICES

Operating

	2025 Budget	2025	2024
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	220	39	425
- Licenses, permits, rentals insurance claims	24,306	93,292	22,584
Total Fees and Charges	24,526	93,331	23,009
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	2,000	34,185	79
- Investment income	45,000	55,795	93,160
- Commissions	800	736	3,247
- Other - Donations	-	1,365	510
Total Other Segmented Revenue	72,326	185,412	120,005
Conditional Grants			
- Student Employment	6,300	5,824	5,875
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	6,300	5,824	5,875
Total Operating	78,626	191,236	125,880

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Restructuring Revenue (Specify, if any)	-	-	-
Total General Government Services	78,626	191,236	125,880

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Services Provided	8,000	5,866	8,035
Total Fees and Charges	8,000	5,866	8,035
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	8,000	5,866	8,035
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	8,000	5,866	8,035

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	8,000	5,866	8,035

See Accompanying Notes

Town of Ituna
Schedule 2 - Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

Schedule 2 - 2

	2025 Budget	2025	2024
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Transit Fees	16,000	16,630	13,124
Total Fees and Charges	16,000	16,630	13,124
- Tangible capital asset sales - gain (loss)	-	1,000	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	16,000	17,630	13,124
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- MEEP	-	-	-
- Main Street Maintenance, Transit	15,153	44,146	10,206
Total Conditional Grants	15,153	44,146	10,206
Total Operating	31,153	61,776	23,330
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- RRIG (Heavy Haul, CTP, Bridge and Large Culvert)	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Public Safety	7,200	717	6,594
Total Capital	7,200	717	6,594
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Transportation Services	38,353	62,493	29,924

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste	46,778	47,502	47,378
- Cemetery	1,000	500	1,000
Total Fees and Charges	47,778	48,002	48,378
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	47,778	48,002	48,378
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	1,731	1,669
- MEEP	-	-	-
- Multi-material Stewardship Western	20,409	20,516	20,409
Total Conditional Grants	20,409	22,247	22,078
Total Operating	68,187	70,249	70,456
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Environmental and Public Health Services	68,187	70,249	70,456

See Accompanying Notes

Town of Ituna
Schedule 2 - Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

Schedule 2 - 3
2024

PLANNING AND DEVELOPMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Capital	-	-	-
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Rentals, sales of supplies	28,183	19,366	-
Total Fees and Charges	28,183	19,366	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	28,183	19,366	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- MEEP	-	-	-
- Sask Lotteries, Donations, Parks & Recreation	36,720	61,733	16,829
Total Conditional Grants	36,720	61,733	16,829
Total Operating	64,903	81,099	16,829

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Ituna Arena Renovation Project	-	181,497	934,999
- Provincial Disaster Assistance	-	-	-
- Federation of Canadian Municipalities	311,187	46,411	329,600
- Prairie Economic Development Canada	-	-	-
Total Capital	311,187	227,908	1,264,599
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Recreation and Cultural Services	376,090	309,007	1,281,428

See Accompanying Notes

Town of Ituna
Schedule 2 - Schedule of Operating and Capital Revenue by Function
As at December 31, 2025

Schedule 2 - 4
2024

UTILITY SERVICES

Operating

	2025 Budget	2025	2024
Other Segmented Revenue			
Fees and Charges			
- Water	175,277	178,504	166,881
- Sewer	84,258	86,410	81,072
- Infrastructure	149,360	149,997	149,360
Total Fees and Charges	408,895	414,911	397,313
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Other Segmented Revenue	408,895	414,911	397,313
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other (<i>Specify</i>)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	408,895	414,911	397,313

Capital

Conditional Grants			
- Canada Community-Building Fund (CCBF)	45,230	45,230	44,645
- ICIP	733,000	-	431,625
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Transition	-	-	-
Total Capital	778,230	45,230	476,270
Restructuring Revenue (<i>Specify, if any</i>)	-	-	-
Total Utility Services	1,187,125	460,141	873,583

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	1,756,381	1,097,992	2,389,306
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SUMMARY

Total Other Segmented Revenue	581,182	690,187	586,855
Total Conditional Grants	78,582	133,950	54,988
Total Capital Grants and Contributions	1,096,617	273,855	1,747,463
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	1,756,381	1,097,992	2,389,306

See Accompanying Notes

Town of Ituna
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	62,525	50,575	30,008
Wages and benefits	180,800	171,315	156,773
Professional/Contractual services	129,864	103,117	124,986
Utilities	14,900	14,375	11,750
Maintenance, materials and supplies	10,250	12,189	9,924
Grants and contributions - operating	1,500	11,550	1,150
- capital	-	-	-
Amortization of tangible capital assets	13,630	14,846	13,630
Accretion of asset retirement obligation	-	-	-
Interest	1,515	-	1,515
Allowance for uncollectible	-	-	-
Other	25	-	1,880
General Government Services	415,009	377,967	351,616
Restructuring (Specify, if any)	-	-	-
Total General Government Services	415,009	377,967	351,616

PROTECTIVE SERVICES

Police protection

Wages and benefits	-	-	-
Professional/Contractual services	75,000	71,083	69,424
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Accretion of asset retirement obligation	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Specify)	-	-	-

Fire protection

Wages and benefits	3,978	4,474	3,900
Professional/Contractual services	23,475	9,105	5,817
Utilities	5,706	5,720	5,706
Maintenance, material and supplies	5,750	2,183	5,400
Grants and contributions - operating	-	-	189
- capital	-	-	-
Amortization of tangible capital assets	4,531	3,095	4,531
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other (Specify)	-	-	-

Protective Services	118,440	95,660	94,967
Restructuring (Specify, if any)	-	-	-
Total Protective Services	118,440	95,660	94,967

TRANSPORTATION SERVICES

Wages and benefits	123,700	110,398	109,433
Professional/Contractual Services	104,461	53,850	33,328
Utilities	43,180	34,223	34,856
Maintenance, materials, and supplies	54,200	37,090	48,062
Gravel	2,400	789	2,160
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	21,460	24,107	21,460
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other	-	-	-

Transportation Services	349,401	260,457	249,299
Restructuring (Specify, if any)	-	-	-
Total Transportation Services	349,401	260,457	249,299

See Accompanying Notes

Town of Ituna
Schedule 3 - Total Expenses by Function
As at December 31, 2025

Schedule 3 - 2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	69,900	54,550	48,473
Professional/Contractual services	165,020	143,180	138,109
Utilities	7,200	3,685	3,235
Maintenance, materials and supplies	1,000	689	548
Grants and contributions - operating			
o Waste disposal	-	-	-
o Public Health	2,000	-	-
- capital			
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization of tangible capital assets	11,787	11,787	11,787
Interest	-	-	-
Accretion of asset retirement obligation	-	1,383	1,176
Other	-	-	-
Environmental and Public Health Services	256,907	215,274	203,328
Restructuring (Specify, if any)	-	-	-
Total Environmental and Public Health Services	256,907	215,274	203,328

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	-	660	-
Professional/Contractual Services	80	219	80
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	473	473	473
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other	-	-	-
Planning and Development Services	553	1,352	553
Restructuring (Specify, if any)	-	-	-
Total Planning and Development Services	553	1,352	553

RECREATION AND CULTURAL SERVICES

Wages and benefits	80,500	72,402	26,962
Professional/Contractual services	45,325	28,079	22,867
Utilities	10,123	6,799	6,452
Maintenance, materials and supplies	28,800	135,765	1,643
Grants and contributions - operating	59,029	154,686	45,459
- capital	-	-	-
Amortization of tangible capital assets	4,286	89,931	4,286
Interest	24,699	52,746	14,511
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectible	-	-	-
Other	-	-	-
Recreation and Cultural Services	252,762	540,408	122,180
Restructuring (Specify, if any)	-	-	-
Total Recreation and Cultural Services	252,762	540,408	122,180

See Accompanying Notes

Town of Ituna
Schedule 3 - Total Expenses by Function
As at December 31, 2025

Schedule 3 - 3
2024

UTILITY SERVICES

	2025 Budget	2025	
Wages and benefits	90,200	81,710	68,650
Professional/Contractual services	234,930	225,986	443,919
Utilities	50,000	40,095	42,578
Maintenance, materials and supplies	64,730	30,279	66,573
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	106,593	110,331	106,593
Interest	82,756	62,125	93,139
Accretion of asset retirement obligation	-	-	-
Allowance for Uncollectible	-	-	-
Other (<i>Specify</i>)	-	-	-
Utility Services	629,209	550,526	821,452
Restructuring (Specify, if any)	-	-	-
Total Utility Services	629,209	550,526	821,452

TOTAL EXPENSES BY FUNCTION

2,022,281	2,041,644	1,843,395
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See Accompanying Notes

Town of Ituna
Schedule 4 - 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	93,331	5,866	16,630	48,002	-	19,366	414,911	598,106
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	34,185	-	-	-	-	-	-	34,185
Investment Income	55,795	-	-	-	-	-	-	55,795
Commissions	736	-	-	-	-	-	-	736
Other Revenues	1,365	-	-	-	-	-	-	1,365
Grants - Conditional	5,824	-	44,146	22,247	-	61,733	-	133,950
- Capital	-	-	717	-	-	227,908	45,230	273,855
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	191,236	5,866	61,493	70,249	-	309,007	460,141	1,097,992
Expenses (Schedule 3)								
Wages & Benefits	221,890	4,474	110,398	54,550	660	72,402	81,710	546,084
Professional/ Contractual Services	103,117	80,188	53,850	143,180	219	28,079	225,986	634,619
Utilities	14,375	5,720	34,223	3,685	-	6,799	40,095	104,897
Maintenance Materials and Supplies	12,189	2,183	37,879	689	-	135,765	30,279	218,984
Grants and Contributions	11,550	-	-	-	-	154,686	-	166,236
Amortization of tangible capital assets	14,846	3,095	24,107	11,787	473	89,931	110,331	254,570
Interest	-	-	-	-	-	52,746	62,125	114,871
Accretion of asset retirement obligation	-	-	-	1,383	-	-	-	1,383
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	377,967	95,660	260,457	215,274	1,352	540,408	550,526	2,041,644
Surplus (Deficit) by Function	(186,731)	(89,794)	(198,964)	(145,025)	(1,352)	(231,401)	(90,385)	(943,652)
Taxes and other unconditional revenue (Schedule 1)								949,015
Net Surplus (Deficit)								5,363

See Accompanying Notes

Town of Ituna
Schedule 5 - 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	23,009	8,035	13,124	48,378	-	-	397,313	489,859
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	79	-	-	-	-	-	-	79
Investment Income	93,160	-	-	-	-	-	-	93,160
Commissions	3,247	-	-	-	-	-	-	3,247
Other Revenues	510	-	-	-	-	-	-	510
Grants - Conditional	5,875	-	10,206	22,078	-	16,829	-	54,988
- Capital	-	-	6,594	-	-	1,264,599	-	1,747,463
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	125,880	8,035	29,924	70,456	-	1,281,428	873,583	2,389,306
Expenses (Schedule 3)								
Wages & Benefits	186,781	3,900	109,433	48,473	-	26,962	68,650	444,199
Professional/ Contractual Services	124,986	75,241	33,328	138,109	80	22,867	443,919	838,530
Utilities	11,750	5,706	34,856	3,235	-	6,452	42,578	104,577
Maintenance Materials and Supplies	9,924	5,400	50,222	548	-	1,643	66,573	134,310
Grants and Contributions	1,150	189	-	-	-	45,459	-	46,798
Amortization of tangible capital assets	13,630	4,531	21,460	11,787	473	4,286	106,593	162,760
Interest	1,515	-	-	1,176	-	14,511	93,139	109,165
Accretion of asset retirement obligation	-	-	-	-	-	-	-	1,176
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	1,880	-	-	-	-	-	-	1,880
Total Expenses	351,616	94,967	249,299	203,328	553	122,180	821,452	1,843,395
Surplus (Deficit) by Function	(225,736)	(86,932)	(219,375)	(132,872)	(553)	1,159,248	52,131	545,911
Taxes and other unconditional revenue (Schedule 1)								912,053
Net Surplus (Deficit)								1,457,964

See Accompanying Notes
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Town of Ituna
Schedule 6 - 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
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			
Asset cost									
Opening Asset costs	32,930	21,597	5,114,694	458,513	651,100	6,196,713	-	-	10,839,180
Additions during the year	-	-	63,333	-	15,741	-	-	257,395	1,636,367
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Asset Costs	32,930	21,597	5,178,027	458,513	666,841	6,196,713		257,395	12,475,547
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	9,504	657,468	418,944	516,898	2,166,106	-	-	3,606,160
Add: Amortization taken	-	864	102,091	12,201	35,550	103,864	-	-	162,760
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	10,368	759,559	431,145	552,448	2,269,970		-	3,768,920
Net Book Value	32,930	11,229	4,418,468	27,368	114,393	3,926,743		257,395	8,706,627

See Accompanying Notes

Town of Ituna
Schedule 7 - Schedule of Tangible Capital Assets by Function
As at December 31, 2025

Schedule 7

2024

2025

	2025						2024	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening Asset costs	653,416	193,080	874,237	341,663	17,026	4,062,704	6,333,421	10,839,180
Additions during the year	-	63,333	15,741	-	-	-	257,395	1,636,367
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Asset Costs	653,416	256,413	889,978	341,663	17,026	4,062,704	6,590,816	12,475,547
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	224,388	172,427	731,773	174,801	15,277	259,584	2,190,670	3,606,160
Add: Amortization taken	14,846	3,095	24,107	11,787	473	89,931	110,331	162,760
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring (Schedule 11)	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	239,234	175,522	755,880	186,588	15,750	349,515	2,301,001	3,768,920
Net Book Value	414,182	80,891	134,098	155,075	1,276	3,713,189	4,289,815	8,706,627

Assets

Amortization

Town of Ituna
Schedule 8 - Schedule of Accumulated Surplus
As at December 31, 2025

	2024	Changes	Schedule 8 2025
UNAPPROPRIATED SURPLUS	3,726,340	(1,228,763)	2,497,577
APPROPRIATED RESERVES			
Machinery and Equipment	19,509	-	19,509
Arena	20,000	-	20,000
Municipal Shop	20,000	-	20,000
Canada Day Celebration	25,933	-	25,933
Communities in Bloom	7,940	-	7,940
Fire Truck	21,890	-	21,890
Landfill	10,803	-	10,803
Sask Housing Surplus	2,384	-	2,384
Tank Removal	5,464	-	5,464
Transit	60,225	-	60,225
Total Appropriated	194,148	-	194,148
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6, 7)	8,706,627	81,899	8,788,526
Less: Related debt	(4,221,313)	1,152,227	(3,069,086)
Net Investment in Tangible Capital Assets	4,485,314	1,234,126	5,719,440
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	8,405,802	5,363	8,411,165

Town of Ituna
Schedule 9 - 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)
Taxable Assessment	10,450	19,400,400	-	-	2,274,855	-
Regional Park Assessment						
Total Assessment						21,685,705
Mill Rate Factor(s)	1.0000	1.0000	-	-	1.0000	
Total Base/Minimum Tax (generated for each property class)	1,325	466,125	-	-	54,200	521,650
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1,416	634,908	-	-	73,991	710,315

MILL RATES:

	MILLS
Average Municipal*	32.75
Average School*	4.49
Potash Mill Rate	-
Uniform Municipal Mill Rate	8.70

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

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Rene Dubreuil	4,275	361	4,636
Councillor	Roger Keller	3,850	447	4,297
Councillor	Kevin Krett	3,250	-	3,250
Councillor	Edward McCotter	5,125	1,143	6,268
Councillor	Peter Overduin	4,775	1,999	6,774
Councillor	Mark Salynuik	4,250	460	4,710
Councillor	Nancy Leontowich	3,300	-	3,300
Total		28,825	4,410	33,235

Town of Ituna
Schedule 11 - Schedule of Restructuring
As at December 31, 2025

Schedule 11
2025

Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:	
Cash and Cash Equivalents	-
Investments	-
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Assets Held for Sale	-
Long-Term Receivable	-
Debt Charges Recoverable	-
Derivative Assets	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Derivative Liabilities	-
Deposits	-
Deferred Revenue	-
Asset Retirement Obligations	-
Liability for Contaminated Sites	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	-
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	-