

Northern Village of Air Ronge

Consolidated Financial Statements

December 31, 2025

Northern Village of Air Ronge

Contents

For the year ended December 31, 2025

	Page
Management's Responsibility	
Independent Auditor's Report	
Consolidated Financial Statements	
Statement 1 - Consolidated Statement of Financial Position	1
Statement 2 - Consolidated Statement of Operations	2
Statement 3 - Consolidated Statement of Change in Net Financial Assets.	3
Statement 4 - Consolidated Statement of Cash Flow	4
Notes to the Consolidated Financial Statements	5
Schedules	
Schedule 1 - Consolidated Schedule of Taxes and Other Unconditional Revenue	14
Schedule 2 - Consolidated Schedule of Operating and Capital Revenue by Function	15
Schedule 3 - Consolidated Schedule of Total Expenses by Function	19
Schedule 4 - Consolidated Schedule of Current Year Segment Disclosure by Function	22
Schedule 5 - Consolidated Schedule of Prior Year Segment Disclosure by Function	23
Schedule 6 - Consolidated Schedule of Tangible Capital Assets by Object.	24
Schedule 7 - Consolidated Schedule of Tangible Capital Assets by Function.	25
Schedule 8 - Consolidated Schedule of Accumulated Surplus	26
Schedule 9 - Schedule of Mill Rates and Assessments	27
Schedule 10 - Schedule of Council Remuneration	28

Management's Responsibility

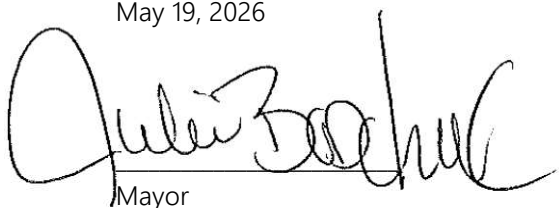
The Village's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles 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 Village. 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 Village's external auditors.

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

May 19, 2026



Mayor



Administrator

Independent Auditor's Report

To the Mayor and Council of the Northern Village of Air Ronge:

Opinion

We have audited the consolidated financial statements of the Northern Village of Air Ronge (the "Village"), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations, change in net financial assets, cash flow and the related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Village as at December 31, 2025, and the results of its consolidated operations net financial assets and its consolidated 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 Consolidated Financial Statements section of our report. We are independent of the Village in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and the Mayor and Council for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the Village'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 Village or to cease operations, or has no realistic alternative but to do so.

The Mayor and Council are responsible for overseeing the Village'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 Village'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 Village'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 Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Mayor and Council 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.

Prince Albert, Saskatchewan

May 19, 2026

MNP LLP

Chartered Professional Accountants

MNP

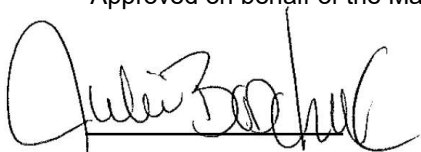
Municipality of Northern Village of Air Ronge
Statement 1: Consolidated Statement of Financial Position
As at December 31, 2025

Statement 1

	2025	2024
ASSETS		
Financial Assets		
Cash and Cash Equivalents (Note 2)	8,327,302	7,265,849
Long Term Investments (Note 3)	258,600	-
Taxes Receivable - Municipal (Note 4)	57,255	60,656
Other Accounts Receivable (Note 5)	76,655	114,507
Land for Resale (Note 6)	789,277	726,682
Other - Northern Lights Hockey Trust	24,675	24,675
Total Financial Assets	9,533,764	8,192,369
LIABILITIES		
Accounts Payable	153,882	267,745
Deferred Revenue (Note 7)	633,634	439,807
Asset Retirement Obligations (Note 8)	1,443,754	1,375,004
Other Liabilities (Note 9)	82,408	82,408
Total Liabilities	2,313,678	2,164,964
NET FINANCIAL ASSETS	7,220,086	6,027,405
Non-Financial Assets		
Tangible Capital Assets (Schedule 6, 7)	10,061,031	10,686,375
Prepayments and Deferred Charges	33,687	46,470
Stock and Supplies	78,771	49,798
Other - Deferred Loss - WTP	167,757	181,550
Total Non-Financial Assets	10,341,246	10,964,193
Accumulated Surplus (Schedule 8)	17,561,332	16,991,598

Commitments (Note 11)

Approved on behalf of the Mayor and Councillors


 Mayor


 Councillor

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

Municipality of Northern Village of Air Ronge
Statement 2: Consolidated Statement of Operations
For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
Revenues			
Taxes (Schedule 1)	700,166	688,954	596,773
Other Unconditional Revenue (Schedule 1)	1,364,500	1,364,606	1,261,782
Fees and Charges (Schedule 4, 5)	861,427	653,974	499,633
Conditional Grants (Schedule 4, 5)	66,222	69,597	35,167
Tangible Capital Asset Sales - Gain (loss) (Schedule 4, 5)	-	(2,579)	16,960
Land Sales - Gain (Loss) (Schedule 4, 5)	-	41,850	(6,000)
Investment Income and Commissions (Schedule 4, 5)	250,000	213,509	311,597
Other Revenues (Schedule 4, 5)	174,425	457,369	377,172
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	83,265	81,839	133,971
Total Revenues	3,500,005	3,569,119	3,227,055
Expenses			
General Government Services (Schedule 3)	849,420	650,260	698,920
Protective Services (Schedule 3)	151,730	66,762	131,725
Transportation Services (Schedule 3)	956,980	565,020	671,693
Environmental and Public Health Services (Schedule 3)	278,342	394,816	373,089
Planning and Development Services (Schedule 3)	64,377	23,187	6,710
Recreation and Cultural Services (Schedule 3)	568,971	420,844	297,696
Utility Services (Schedule 3)	944,570	878,495	971,763
Total Expenses	3,814,390	2,999,384	3,151,597
Annual Surplus (Deficit) of Revenues over Expenses	(314,385)	569,735	75,458
Accumulated Surplus, Beginning of Year	16,991,598	16,991,598	16,916,141
Accumulated Surplus, End of Year	16,677,213	17,561,332	16,991,598

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

Municipality of Northern Village of Air Ronge
Statement 3: Consolidated Statement of Change in Net Financial Assets
For the year ended December 31, 2025

Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit) of Revenue over Expenses	(314,385)	569,735	75,458
(Acquisition) of tangible capital assets	-	(122,973)	(462,009)
Amortization of tangible capital assets	471,150	743,699	731,668
Proceeds on disposal of tangible capital assets	-	2,037	16,960
Loss (gain) on the disposal of tangible capital assets	-	2,579	(16,960)
Amortization of deferred loss	-	13,793	15,185
Difference of capital expenses over expenditures	471,150	639,135	284,844
(Acquisition) of supplies inventories	(58,200)	(78,771)	(49,798)
(Acquisition) of prepaid expense	(46,500)	(33,686)	(46,469)
Consumption of supplies inventory	58,167	49,798	50,811
Use of prepaid expense	46,459	46,470	91,136
Difference of other non-financial expenses over expenditures	(74)	(16,189)	45,680
Increase in Net Financial Assets	156,691	1,192,681	405,982
Net Financial Assets - Beginning of Year	6,027,405	6,027,405	5,621,424
Net Financial Assets - End of Year	6,184,096	7,220,086	6,027,405

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

Municipality of Northern Village of Air Ronge
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:		
Surplus (Deficit) of Revenue over Expenses	569,735	75,458
Amortization	743,699	731,668
Amortization of deferred loss	13,793	15,185
Contributed capital assets	-	-
Loss (gain) on disposal of tangible capital assets	2,579	(16,960)
	1,329,806	805,352
Change in assets/liabilities		
Taxes Receivable - Municipal	3,401	(26,529)
Other Accounts Receivables	37,852	21,120
Land for Resale	(62,595)	3,010
Accounts payable	(113,863)	72,659
Deferred Revenue	193,827	15,383
Stock and supplies	(28,972)	1,013
Prepayments and Deferred Charges	12,783	44,666
Asset Retirement Obligations	68,750	65,476
Net cash from operations	1,440,989	1,002,150
Capital:		
Acquisition of capital assets	(122,973)	(462,009)
Proceeds from the disposal of capital assets	2,037	16,960
Deferred loss WTP	-	-
Net cash (used for) capital	(120,936)	(445,049)
Investing:		
Long-term investments	(258,600)	-
Other investments	-	-
Net cash from (used for) investing	(258,600)	-
Increase in cash resources	1,061,453	557,101
Cash and Investments - Beginning of Year	7,265,849	6,708,748
Cash and Investments - End of Year	8,327,302	7,265,849

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

1. Significant accounting policies

The consolidated financial statements of the Village 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 village 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 Village. The entity is comprised of all of the organizations that are owned or controlled by the Village and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

<u>Entity</u>	<u>Basis of Reporting</u>
Lac La Ronge Regional Water Corporation	17.24% Proportionate Consolidation of Operations 23.30% Proportionate Consolidation of Capital
Lac La Ronge Regional Waste Management Corporation	15.29% Proportionate Consolidation of Operations 20.27% Proportionate Consolidation of Capital

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of funds for other authorities:** Collection of funds by the Village for the school board is 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) 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.

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 Village 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 without performance obligations is recognized when the authority to claim or retain the resources is established, the resources are received or receivable, and no further action is required by the municipality to earn the revenue. This includes taxation revenue (recognized when the tax roll is established), unrestricted government transfers (when authorized and eligibility criteria are met), fines and penalties (when receivable), and investment income (as earned). These revenues are non-exchange transactions and do not require the provision of specific goods or services to the payor.

Revenue with performance obligations arises from agreements that create enforceable promises to provide specific goods or services to a specific payor. Such arrangements give rise to a liability until the related performance obligations are satisfied. Revenue is recognized as the performance obligations are fulfilled, based on progress toward completion. This includes user fees and charges, fees for services and contracts, and government transfers with performance obligations. Amounts received in advance are recorded as deferred revenue and recognized as revenue when the related obligations are met.

Contracts are recorded as revenue as the service or 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.

1. Significant accounting policies - *continued*

e) **Revenue - *continued***

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

<u>Financial Statement line item</u>	<u>Measurement</u>
Cash and Cash Equivalents	Amortized cost
Other Accounts Receivable	Amortized cost
Long Term Investments	Amortized cost
Bank Indebtedness	Amortized cost
Accounts Payable	Cost
Deposit Liabilities	Cost
Long-Term Debt	Amortized cost

1. Significant accounting policies - *continued*

- l) **Inventories:** Inventories of materials and supplies expected to be used by the Village 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. 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, with no amortization taken in the year of acquisition. The Village'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 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 20 Yrs
Infrastructure Assets	
Infrastructure Assets	
Water & Sewer	50 to 60 Yrs
Road Network Assets	15 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.

Capitalization of Interest: The Village 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 the majority of benefits and risk associated with the leased asset is classified as a capital lease. 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) **Employee Benefit Plans:** Contributions to the Village's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Village's obligations are limited to their contributions.
- o) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- a) an environmental standard exists;
 - b) contamination exceeds the environmental standard;
 - c) The municipality:
 - i. is directly responsible for; 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.
- p) **Measurement Uncertainty:** The preparation of consolidated 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 consolidated 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. 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 consolidated financial statement date, the discount rate, and inflation.

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.

Municipality of Northern Village of Air Ronge
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

1. Significant accounting policies - *continued*

- q) **Basis of Segmentation/Segment Report:** The Village follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.
- The segments (functions) are as follows:
- General Government:** Provides for the administration of the Village.
- 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 Village.
- 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.
- r) **Budget Information:** Budget Information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 6, 2025.
- s) **Land Inventory Held for Resale:** Land inventory, comprising land held for future development and resale, is valued at the lower of cost and net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land for sale or service. Revenue from the land sales is recognized when the title is transferred to the buyer.
- t) **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 Village 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 Village 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 consolidated statement of operations.

Municipality of Northern Village of Air Ronge
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. Cash and Cash Equivalents

	2025	2024
Cash	8,327,302	7,265,849
Total Cash and Cash Equivalents	8,327,302	7,265,849

Cash and cash equivalents include balances with banks and short-term deposits with maturities of three months or less.

3. Investments

	2025	2024
Term deposits	258,600	-
Total Investments	258,600	-

As part of its proportionate consolidation of the Lac La Ronge Regional Water Corporation (LLRRWC), the Village includes its share of guaranteed investment certificates held by LLRRWC. Total certificates at year end were \$1,500,000, of which \$258,600 relates to the Village; the deposits mature in 2026 and bear interest at rates between 2.95% and 3.20%.

4. Taxes Receivable - Municipal

	2025	2024
Municipal - Current	57,286	52,259
- Arrears	3,247	11,674
	60,533	63,933
- Less Allowance for Uncollectibles	-	-
Total municipal taxes receivable	60,533	63,933

School - Current	30,432	32,321
- Arrears	624	4,913
Total taxes to be collected on behalf of School Divisions	31,056	37,234

Other	-	-
-------	---	---

Total taxes and grants in lieu receivable or to be collected on behalf of other organizations **91,589** 101,167

Deduct taxes to be collected on behalf of other organizations (34,334) (40,511)

Total Taxes Receivable - Municipal **57,255** 60,656

5. Other Accounts Receivable

	2025	2024
Federal government	39,967	55,332
Provincial government	9,783	9,828
Local government	-	-
Utility	11,411	12,385
Trade	15,494	36,962
Other - Woodlands & Waterways loan	-	-
Total Other Accounts Receivable	76,655	114,507

Less Allowance for Uncollectibles - -

Net Other Accounts Receivable **76,655** 114,507

6. Land for Resale

	2025	2024
Tax Title Property	27,990	27,990
Allowance for market value adjustment	-	-
Net Tax Title Property	27,990	27,990

Other Land	761,287	698,692
Allowance for market value adjustment	-	-
Net Other Land	761,287	698,692

Total Land for Resale **789,277** 726,682

Municipality of Northern Village of Air Ronge
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

7. Deferred Revenue

	2025	2024
Canada Community-Building Fund Program		
Opening deferred revenue	421,054	379,421
Grant distributions	85,039	77,135
Eligible costs	-	-
Accounting adjustment	-	(35,502)
Ending deferred CCBF revenue	506,093	421,054
Deferred donation revenue	100,000	-
Building, move and demolition deposit	9,100	-
Deferred grant revenue	18,441	18,441
Water utility deposits	-	312
Total Deferred Revenue	127,541	18,753
Total Deferred Revenue	633,634	439,807

8. Asset Retirement Obligations

	2025	2024
Balance, beginning of the year	1,375,004	1,309,527
Liabilities incurred	-	-
Liabilities settled	-	-
Accretion expense	68,750	65,477
Changes in estimated cash flows	-	-
Total Asset Retirement Obligations	1,443,754	1,375,004

Landfills

The Village has recorded \$1,443,754 (2024 - \$1,375,004) in asset retirement obligations for the Village's proportionate share of the estimated closure and post closure care expenditures of the landfills for the year ended December 2025.

Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 29 year period for the old landfill and a 47 year period for the new landfill, using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The old landfill is estimated to have no remaining capacity and it is estimated to have no remaining life. The period for post-closure care is estimated to commence in the year 2027 for 25 years. These expectations are reviewed on an annual basis.

The new landfill estimated remaining life is 21 years (2024 - 22 years). The period for post-closure care is estimated to commence in the year 2045 for 25 years. These expectations are reviewed on an annual basis.

Pursuant to a funding agreement through the Northern Municipal Trust Association, estimated closure and post-closure care expenditures related to the landfills expect to be fully funded through contribution of the partners and the Northern Municipal Trust Association.

9. Other Liabilities

Sask Energy - project costs relating to the development of a new 30 lot subdivision completed in 2010. The loan is repayable at a set cost per lot as each of the lots are sold subject to conditions set by the Northern Village and bears no interest. As at December 31, 2025, 21 lots (2024 - 21 lots) were not yet sold. The amount owing per lot is \$3,924.

	Principal	Interest	Total	Prior Year Total
Balance	82,408	-	82,408	82,408

Municipality of Northern Village of Air Ronge
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

10. Long Term Debt

The debt limit of the Village is \$1,389,958. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

11. Commitments

- a) The Village has committed to a Fire Protection Services Agreement with the Town of La Ronge and the Lac La Ronge Indian Band. Each community has appointed two representatives to the Board and the Board has the authority to charge fees to the communities. The Village and the Band have agreed to pay the Town their share, based on the per capita share set out in the agreement of the fire department's operating expenses. The Village's per capita share is 17.24%. The agreement is in effect from January 1, 2007 to December 31, 2032. Upon withdrawal, the withdrawing party is entitled to receive a refund of its share (in cash) of the depreciated value of the capital assets as well as their share of the unspent capital fire equipment replacement reserve.
- b) The Village during the fiscal year 2025 committed to providing financial support to the Alex Robertson Public Library of \$45,670 in 2025, with an increase in funding of 3% for each of 2026, 2027, and 2028.
- c) The Town of La Ronge, the Northern Village of Air Ronge and the Lac La Ronge Indian Band all have agreed to contribute funds to the Lac La Ronge Regional Water Corporation (the "Corporation") through cost sharing. Operational, administrative and operating expenses will be evaluated every Canadian census year according to population ratios.

Total estimated operation account funding requirements for fiscal 2026 are as follows:

Town of La Ronge	397,982	41.90%
Northern Village of Air Ronge	163,754	17.24%
Lac La Ronge Indian Band	<u>388,210</u>	<u>40.86%</u>
	949,946	100.00%

On October 6, 2010 the Corporation has committed to a Memorandum of lease agreement to support Regional Water Treatment which covers land area surrounding the water treatment plant and utilities associated with the water treatment plant in the Town of La Ronge. The Corporation has committed to pay an annual nominal rent of \$5 per annum. The memorandum is between the Lac La Ronge Regional Water Corporation and the Town of La Ronge with the lease expiring on October 6, 2035.

On September 7, 2010 the Corporation has committed to an operation and management services agreement with SaskWater with a monthly estimated cost of \$42,041 including chemical and other disbursements plus applicable call out charges as required, agreement has been renewed on September 1, 2021, expiring August 31, 2025, with a renewal term of five years commencing September 1, 2025. Subsequent to year end the operation and management services agreement rate increased to \$45,274.

The following represents the financial position and results of operations of the Lac La Ronge Regional Water Corporation as at and for the year ended December 31, 2025:

	2025	2024
Assets		
Cash and cash equivalents	328,766	1,496,703
Long-term investments	1,500,000	-
Accounts receivable	62,661	115,756
Total financial assets	1,891,427	1,612,459
Liabilities		
Accounts payable	125,340	214,091
Net financial assets	1,766,087	1,398,368
Non-financial assets		
Tangible capital assets	8,256,946	9,017,753
Prepaid expenses	74,877	103,603
Inventories	190,995	160,808
Total Non-financial assets	8,522,818	9,282,164
Accumulated surplus	10,288,905	10,680,532
Revenue	1,389,946	1,481,829
Expenditures	1,781,573	1,765,435
Change in accumulated surplus	(391,627)	(283,606)

Municipality of Northern Village of Air Ronge
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

11. Commitments (continued):

- d) The Town of La Ronge, the Northern Village of Air Ronge Lac La Ronge Indian Band, Northern Revenue Sharing Trust Account and Saskatchewan Ministry of Parks, Culture and Sport all have agreed to contribute funds to the Lac La Ronge Regional Waste Management Corporation (the "Corporation") through cost sharing.

Total estimated operation account funding requirements for fiscal 2026 are as follows:

Town of La Ronge	232,097	37.17%
Lac La Ronge Indian Band	262,319	42.01%
Northern Village of Air Ronge	95,474	15.29%
Northern Revenue Sharing Trust Account	25,913	4.15%
Sask Ministry of Parks Culture and Sport	8,617	1.38%
	<u>624,420</u>	<u>100.00%</u>

On July 1, 2016, the Corporation converted their Miscellaneous Use Permit to an Industrial Land Lease with the Ministry of Environment. The lease covers land situated in the province of Saskatchewan at approximately 55°02'25" latitude and 105°19'26" longitude, has a nominal annual rate, and has a set expiry date of March 31, 2049.

On January 1, 2019, the Corporation and the Town of La Ronge entered into a land lease agreement. The lease covers land that a recycling depot is situated on, has a set annual rental rate of \$3,750, and has a set expiry date of March 31, 2044.

The following represents the financial position and results of operations of the Lac La Ronge Regional Waste Management Corporation as at and for the year ended December 31, 2025:

	2025	2024
Assets		
Cash	2,013,613	1,132,057
Goods and services tax receivable	6,525	3,680
Accounts receivable	92,285	145,521
Total financial assets	2,112,423	1,281,258
Liabilities		
Accounts payable and accrued liabilities	185,153	75,601
Asset retirement obligation - New Landfill	3,445,707	3,281,627
Asset retirement obligation - Old Landfill	3,676,906	3,501,815
Total liabilities	7,307,766	6,859,043
Net financial debt	(5,195,343)	(5,577,785)
Non-financial assets		
Tangible capital assets	13,663,494	13,882,632
Prepaid expenses	36,817	36,115
Total Non-financial assets	13,700,311	13,918,747
Accumulated deficit	8,504,968	8,340,962
Revenue	2,050,048	1,595,742
Expenditures	1,886,042	1,789,853
Change in accumulated surplus	164,006	(194,111)

12. Pension Plan Contributions

The Village 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 Village's pension expense in 2025 was \$31,372 (2024 - \$31,465). The benefits accrued to the Village's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

Total current service contributions by the Village to the MEPP in 2025 were \$31,372 (2024 - \$31,465). Total current service contributions by the employees of the Village to the MEPP in 2025 were \$31,372 (2024 - \$31,465).

At December 31, 2024, the MEPP disclosed an actuarial surplus of \$819,117,000.

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

13. Related Party Transactions

The consolidated financial statements include transactions with related parties. The Village is related to the Lac La Ronge Regional Waste Management Corporation and the Lac La Ronge Regional Water Corporation 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.

Included in these financial statements are contributions to Lac La Ronge Regional Waste Management Corporation ("LLRRWMC") of \$59,660 (2024 - \$58,141). The Village is a partner in LLRRWMC. The contributions and cost sharing expenses were conducted in the normal course of operations and measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The expenses have been eliminated upon proportionate consolidation.

Included in these financial statements are contributions to Lac La Ronge Regional Water Corporation ("LLRRWC") in the amount of \$133,344 (2024 - \$121,798). The Village is a partner in LLRRWC. The contributions were conducted in the normal course of operations and measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The expenses have been eliminated upon proportionate consolidation.

In prior years, the Village transferred a Water Treatment Plant at the fair market value of \$748,805 to the LLRRWC. 23.3% of the loss was recognized as an investment in the LLRRWC. The other 76.7% of the loss was recorded as a deferral that will be amortized over the lifespan of the water treatment plant. In 2025, the Village realized a loss of \$13,793 (2024 - \$15,185).

14. Risk Management

Through its financial assets and liabilities, the Village is exposed to various risks. These risks include 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 financial instruments that potentially subject the Village to credit risk consist of other accounts receivables balances. For receivables, the Village has adopted credit policies which include close monitoring of overdue accounts.

The Village does not have significant exposure to any individual customer. The Administrator and Council review accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect impairment in collectability.

At December 31, 2025, the following other accounts receivable were past due but not impaired:

	30 days	60 days	90 days
<i>Other accounts receivable</i>	61,139	-	15,516
Net total	61,139	-	15,516

Liquidity Risk

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

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 Village to interest rate risk consist of bank indebtedness and long-term debt.

The Village minimizes these risks by:

- holding cash in an account at a Canadian bank, denominated in Canadian currency
- investing in term deposits for short term at fixed rates
- managing cash flows

It is management's opinion that the Village is not exposed to significant currency or other price risks arising from its financial instruments.

15. Comparative Figures

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

16. Consolidated Statement of Remeasurement Gains and Losses

There are no remeasurement gains or losses during the years presented, therefore no consolidated statement of remeasurement gains and losses have been included in these consolidated financial statements.

Municipality of Northern Village of Air Ronge

Schedule 1: Consolidated Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2025

Schedule 1

	2025 Budget	2025	2024
TAXES			
General municipal tax levy	710,411	708,060	604,903
Abatements and adjustments	-	(7,492)	-
Discount on current year taxes	(25,000)	(27,356)	(24,355)
Net Municipal Taxes	685,411	673,212	580,548
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	7,355	7,004	8,268
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	692,766	680,216	588,816
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	1,364,500	1,364,606	1,261,782
Other (Safe Restart Program)	-	-	-
Total Unconditional Grants	1,364,500	1,364,606	1,261,782
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial	-	-	-
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	-	-	-
Other (Grants-In-Lieu Of Property Taxes)	7,400	8,738	7,957
Local/Other	-	-	-
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers	-	-	-
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	7,400	8,738	7,957
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	2,064,666	2,053,560	1,858,555

Municipality of Northern Village of Air Ronge
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			
Operating			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Custom work	-	-	-
- Sales of supplies	1,500	-	-
- Other (Fees and licences)	15,900	18,717	13,300
Total Fees and Charges	17,400	18,717	13,300
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	41,850	(6,000)
- Investment income and commissions	250,000	213,509	311,597
- Other (Insurance Proceeds)	-	-	-
Total Other Segmented Revenue	267,400	274,076	318,897
Conditional Grants			
- New North	-	-	-
- Other (Integrated Justice Grant)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	267,400	274,076	318,897
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	83,265	-	35,503
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - MEEP	-	-	-
Total Capital	83,265	-	35,503
Total General Government Services	350,665	274,076	354,400

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Wildfire admin fees)	-	27,560	-
Total Fees and Charges	-	27,560	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	27,560	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	27,560	-
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Protective Services	-	27,560	-

Municipality of Northern Village of Air Ronge

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			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	500	1,650	(189)
- Sales of supplies	-	-	1,723
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other (Rentals)	21,000	17,900	13,825
Total Fees and Charges	21,500	19,550	15,359
- Tangible capital asset sales - gain (loss)	-	-	16,960
- Other (Specify)	-	-	-
Total Other Segmented Revenue	21,500	19,550	32,319
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	2,025	-	-
- Other (MEEP)	-	-	-
Total Conditional Grants	2,025	-	-
Total Operating	23,525	19,550	32,319
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Northern Capital Grant	-	-	-
Total Capital	-	-	-
Total Transportation Services	23,525	19,550	32,319

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	70,704	69,910	60,790
- Other (Specify)	-	-	-
Total Fees and Charges	70,704	69,910	60,790
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (LLRRWMC)	232,571	308,510	233,878
Total Other Segmented Revenue	303,275	378,420	294,668
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	303,275	378,420	294,668
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Northern Capital Grant	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	303,275	378,420	294,668

Municipality of Northern Village of Air Ronge
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			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	7,500	8,500	-
- Donations	250	150	570
- Other (Sask Lotteries)	14,947	14,947	14,947
- Other (Trans Canada Trail)	41,500	46,000	19,650
Total Conditional Grants	64,197	69,597	35,167
Total Operating	64,197	69,597	35,167
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Canada 150 Grant)	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	64,197	69,597	35,167

Municipality of Northern Village of Air Ronge
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			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	265,270	264,456	223,856
- Sewer	208,926	208,190	176,240
- Other (Utility infrastructure levy)	45,056	45,591	10,088
Total Fees and Charges	519,252	518,237	410,184
- Tangible capital asset sales - gain (loss)	-	(2,579)	-
- Other (LLRRWC)	174,425	148,859	143,294
Total Other Segmented Revenue	693,677	664,517	553,478
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	693,677	664,517	553,478
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (NMTA)	-	24,817	73,379
- Other (La Ronge)	-	4,485	25,089
- Other (LLRIB)	-	52,537	-
Total Capital	-	81,839	98,468
Total Utility Services	693,677	746,356	651,946
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION			
	1,435,339	1,515,559	1,368,500
SUMMARY			
Total Other Segmented Revenue	1,285,852	1,364,123	1,199,362
Total Conditional Grants	66,222	69,597	35,167
Total Capital Grants and Contributions	83,265	81,839	133,971
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	1,435,339	1,515,559	1,368,500

Municipality of Northern Village of Air Ronge
Schedule 3: Consolidated Schedule of Total Expenses by Function
For the year ended December 31, 2025

Schedule 3 - 1

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	78,500	81,420	51,593
Wages and benefits	270,170	190,676	181,577
Professional/Contractual services	285,404	217,276	250,636
Utilities	9,871	6,231	8,587
Maintenance, materials and supplies	62,909	23,909	32,351
Grants and contributions - operating	40,200	23,796	73,556
- capital	-	-	-
Amortization	24,960	29,597	24,955
Interest	309	1,283	454
Allowance for uncollectibles	8,000	7,479	-
Other - Insurance	69,097	68,593	75,211
Total Government Services	849,420	650,260	698,920

PROTECTIVE SERVICES

Police protection

Wages and benefits	-	-	-
Professional/Contractual services	4,730	2,730	2,730
Utilities	-	-	-
Maintenance, material and supplies	1,000	522	963
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (specify)	-	-	-

Fire protections

Wages and benefits	-	-	-
Professional/Contractual services	146,000	63,109	128,032
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - EMO Plan	-	401	-

Total Protective Services	151,730	66,762	131,725
----------------------------------	----------------	---------------	----------------

TRANSPORTATION SERVICES

Wages and benefits	166,402	129,332	150,980
Professional/Contractual Services	278,078	78,072	116,130
Utilities	67,000	59,254	65,228
Maintenance, materials, and supplies	60,500	32,587	56,289
Gravel	135,000	19,566	34,163
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	250,000	246,209	248,903
Capital Expenditures	-	-	-
Other (specify)	-	-	-

Total Transportation Services	956,980	565,020	671,693
--------------------------------------	----------------	----------------	----------------

Municipality of Northern Village of Air Ronge

Schedule 3: Consolidated Schedule of Total Expenses by Function

For the year ended December 31, 2025

Schedule 3 - 2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	130,515	133,569	120,423
Professional/Contractual services	106,432	85,398	86,058
Utilities	4,554	4,623	4,370
Maintenance, materials and supplies	36,842	30,531	23,821
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public Health	-	-	-
- Capital	-	-	-
- Waste disposal	-	-	-
- Public Health	-	-	-
Amortization	-	69,405	70,959
Accretion of ARO	-	68,750	65,476
Interest	-	-	-
Other (specify)	-	2,541	1,981
Total Environmental and Public Health Services	278,342	394,816	373,089

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	2,447	3,623	535
Professional/Contractual Services	61,930	19,564	6,176
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Capital Assets	-	-	-
Other (specify)	-	-	-
Total Planning and Development Services	64,377	23,187	6,710

RECREATION AND CULTURAL SERVICES

Wages and benefits	63,821	53,883	50,449
Professional/Contractual services	154,820	96,281	44,813
Utilities	5,000	3,003	4,992
Maintenance, materials and supplies	152,660	63,475	69,500
Grants and contributions - Library	45,670	45,670	44,341
- Rink	122,500	125,000	52,500
- Other	-	5,000	1,500
Amortization	24,500	28,532	29,601
Interest	-	-	-
Capital Expenditures	-	-	-
Other - Grant repayment	-	-	-
Total Recreation and Cultural Services	568,971	420,844	297,696

Municipality of Northern Village of Air Ronge

Schedule 3: Consolidated Schedule of Total Expenses by Function

For the year ended December 31, 2025

Schedule 3 - 3

	2025 Budget	2025	2024
UTILITY SERVICES			
Wages and benefits	169,388	82,539	140,026
Professional/Contractual services	94,077	62,179	76,834
Utilities	31,350	29,578	31,017
Maintenance, materials and supplies	478,065	320,450	351,451
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	171,690	369,955	357,250
Amortization of deferred loss	-	13,793	15,185
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (loss on disposal of capital)	-	-	-
Total Utility Services	944,570	878,495	971,763
TOTAL EXPENSES BY FUNCTION	3,814,390	2,999,384	3,151,597

Municipality of Northern Village of Air Ronge
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	18,717	27,560	19,550	69,910	-	-	518,237	653,974
Tangible Capital Asset Sales - Gain (Loss)	-	-	-	-	-	-	(2,579)	(2,579)
Land Sales - Gain (Loss)	41,850	-	-	-	-	-	-	41,850
Investment Income and Commissions	213,509	-	-	-	-	-	-	213,509
Other Revenues	-	-	-	308,510	-	-	148,859	457,369
Grants - Conditional	-	-	-	-	-	69,597	-	69,597
- Capital	-	-	-	-	-	-	81,839	81,839
Total revenues	274,076	27,560	19,550	378,420	-	69,597	746,356	1,515,559
Expenses (Schedule 3)								
Wages & Benefits	272,096	-	129,332	133,569	3,623	53,883	82,539	675,043
Professional/ Contractual Services	217,276	65,839	78,072	85,398	19,564	96,281	62,179	624,609
Utilities	6,231	-	59,254	4,623	-	3,003	29,578	102,689
Maintenance Materials and Supplies	23,909	522	52,153	30,531	-	63,475	320,450	491,040
Grants and Contributions	23,796	-	-	-	-	175,670	-	199,466
Amortization	29,597	-	246,209	69,405	-	28,532	369,955	743,698
Interest	1,283	-	-	-	-	-	-	1,283
Allowance for Uncollectibles	7,479	-	-	-	-	-	-	7,479
Realization of Deferred Loss	-	-	-	-	-	-	13,793	13,793
Other - Insurance	68,593	401	-	2,541	-	-	-	71,535
Accretion of ARO	-	-	-	68,750	-	-	-	68,750
Total expenses	650,260	66,762	565,020	394,816	23,187	420,844	878,495	2,999,384
Surplus (Deficit) by Function	(376,184)	(39,202)	(545,470)	(16,396)	(23,187)	(351,247)	(132,139)	(1,483,825)

Taxation and other unconditional revenue (Schedule 1) 2,053,560

Net Surplus (Deficit) **569,735**

Municipality of Northern Village of Air Ronge
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 2024
Revenues (Schedule 2)								
Fees and Charges	13,300	-	15,359	60,790	-	-	410,184	499,633
Tangible Capital Asset Sales - Gain (Loss)	-	-	16,960	-	-	-	-	16,960
Land Sales - Gain (Loss)	(6,000)	-	-	-	-	-	-	(6,000)
Investment Income and Commissions	311,597	-	-	-	-	-	-	311,597
Other Revenues	-	-	-	233,878	-	-	143,294	377,172
Grants - Conditional	-	-	-	-	-	35,167	-	35,167
- Capital	35,503	-	-	-	-	-	98,468	133,971
Total revenues	354,400	-	32,319	294,668	-	35,167	651,946	1,368,500
Expenses (Schedule 3)								
Wages & Benefits	233,170	-	150,980	120,423	535	50,449	140,026	695,583
Professional/ Contractual Services	250,636	130,762	116,130	86,058	6,176	44,813	76,834	711,409
Utilities	8,587	-	65,228	4,370	-	4,992	31,017	114,194
Maintenance Materials and Supplies	32,351	963	90,452	23,821	-	69,500	351,451	568,538
Grants and Contributions	73,556	-	-	-	-	98,341	-	171,897
Amortization	24,955	-	248,903	70,959	-	29,601	357,250	731,668
Interest	454	-	-	-	-	-	-	454
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Realization of Deferred Loss	-	-	-	-	-	-	15,185	15,185
Other - Insurance	75,211	-	-	1,981	-	-	-	77,192
Accretion of ARO	-	-	-	65,476	-	-	-	65,476
Total expenses	698,920	131,725	671,693	373,089	6,710	297,696	971,763	3,151,597
Surplus (Deficit) by Function	(344,520)	(131,725)	(639,374)	(78,421)	(6,710)	(262,529)	(319,817)	(1,783,097)

Taxation and other unconditional revenue (Schedule 1) 1,858,555

Net Surplus (Deficit) **75,458**

Municipality of Northern Village of Air Ronge
Schedule 6: Consolidated Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2025

Schedule 6

		2025						2024		
	General Assets					Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets				
Assets	Asset cost									
	Opening Asset costs	174,065	580,244	5,756,932	501,548	5,212,134	11,209,887	-	23,434,810	23,015,082
	Additions during the year	-	-	-	-	121,751	1,222	-	122,973	462,009
	Disposals and write-downs during the year	-	-	-	-	(10,255)	-	-	(10,255)	(42,281)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs		174,065	580,244	5,756,932	501,548	5,323,630	11,211,109	-	23,547,528	23,434,810
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	-	318,336	2,127,703	351,332	3,117,427	6,833,637	-	12,748,435	12,059,048
	Add: Amortization taken	-	20,018	187,825	17,873	271,492	246,491	-	743,699	731,668
	Less: Accumulated amortization on disposals	-	-	-	-	(5,637)	-	-	(5,637)	(42,281)
	Closing Accumulated Amortization Costs	-	338,354	2,315,528	369,205	3,383,282	7,080,128	-	13,486,497	12,748,435
Net Book Value		174,065	241,890	3,441,404	132,343	1,940,348	4,130,981	-	10,061,031	10,686,375

1. Total contributed/donated assets received in 2025: \$ -

2. List of assets recognized at nominal value in 2025 are:

- Infrastructure Assets \$ -
- Vehicles \$ -
- Machinery and Equipment \$ -

3. Amount of interest capitalized in 2025: \$ -

Municipality of Northern Village of Air Ronge
Schedule 7: Consolidated Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2025

Schedule 7

		2025							2024	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets	Asset cost									
	Opening Asset costs	982,712	-	6,910,661	3,704,696	-	758,232	11,078,509	23,434,810	23,015,082
	Additions during the year	8,934	-	24,821	24,986	-	39,586	24,646	122,973	462,009
	Disposals and write-downs during the year	-	-	-	-	-	-	(10,255)	(10,255)	(42,281)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	991,646	-	6,935,482	3,729,682	-	797,818	11,092,900	23,547,528	23,434,810
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	362,956	-	5,403,529	890,687	-	464,678	5,626,585	12,748,435	12,059,048
	Add: Amortization taken	29,597	-	246,209	69,405	-	28,532	369,956	743,699	731,668
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	(5,637)	(5,637)	(42,281)
	Closing Accumulated Amortization Costs	392,553	-	5,649,738	960,092	-	493,210	5,990,904	13,486,497	12,748,435
Net Book Value		599,093	-	1,285,744	2,769,590	-	304,608	5,101,996	10,061,031	10,686,375

Municipality of Northern Village of Air Ronge
Schedule 8: Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2025

Schedule 8

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	1,822,078	1,437,179	3,259,257
APPROPRIATED RESERVES			
Water & Sewer Reserve	2,010,088	43,056	2,053,144
Transportation Reserve	1,391,168	(96,000)	1,295,168
Recreation Reserve	500,000	-	500,000
General Reserve	453,593	(222,000)	231,593
Long Term Care Reserve	23,900	23,900	47,800
Interest Earning Account	-	-	-
Capital Reserve Fund	-	-	-
Lac La Ronge Regional Water Corporation	104,396	8,944	113,340
Lac La Ronge Regional Waste Management Corporation	-	-	-
Public Reserve	-	-	-
Other	-	-	-
Total Appropriated	4,483,145	(242,100)	4,241,045
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	10,686,375	(625,344)	10,061,031
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	10,686,375	(625,344)	10,061,031
Total Accumulated Surplus	16,991,598	569,735	17,561,332

Municipality of Northern Village of Air Ronge

Schedule 9: Schedule of Mill Rates and Assessments

For the year ended December 31, 2025

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	90	78,548,400	-	-	10,966,870	-	89,515,360
Regional Park Assessment							
Total Assessment							89,515,360
Mill Rate Factor(s)	1.00	1.10	-	-	1.25		
Total Base/Minimum Tax (generated for each property class)	-	167,600	-	-	39,900		207,500
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	-	599,616	-	-	108,443		708,060

MILL RATES:

MILLS

Average Municipal*	7.9099
Average School*	4.4958
Potash Mill Rate	0.0000
Uniform Municipal Mill Rate	3.5000

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

Municipality of Northern Village of Air Ronge
Schedule 10: Schedule of Council Remuneration
For the year ended December 31, 2025

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Julie Baschuk	29,400	-	29,400
Councillor	Terry DesRoches	14,000	-	14,000
Councillor	James Howard	12,180	-	12,180
Councillor	Tabitha Burr	11,860	-	11,860
Councillor	Dave Smallwood	11,380	-	11,380
Elder Advisor	Thomas Roberts	2,600	-	2,600
Total		81,420	-	81,420