Town of Lumsden

Meeting Minutes

Regular Council Meeting June 23, 2026 - 6:30 PM

Call to Order

The Lumsden Town Council convened their Regular Meeting in the Council Chambers of the Municipal Office, and via electronic means (Zoom), on Tuesday, June 23, 2026 at 6:35 pm.

Present:
Mayor: Verne Barber
Councillors: Wes Holobetz, Tiffany Schaefer, Ryan Schindelka (arrived via Zoom at 6:37 pm), Adam Tropin
Chief Administrative Officer: Monica M. Merkosky
Assistant Chief Administrative Officer: Krystal Strong (Attended via Zoom)
Director of Finance: Ryan Haresign (Attended via Zoom from 6:35 - 7:28 pm)
Senior Planner: Saedi Soubolsky (Attended via Zoom from 6:35 - 7:04 pm)
Public Works Superintendent: Jeff Carey (Attended from 6:35 - 6:45 pm)

Absent:
Councillors: Anne Gibbons, Trevor Haubrich
Youth Member: Reid Parker

"We are honoured to acknowledge that we are gathered today on Treaty 4 territory, the traditional lands of the Cree, Saulteaux, Dakota, Nakota, Lakota, and on the homeland of the Métis. The Town of Lumsden recognizes the harms of the past and is committed to working together in the spirit of cooperation and reconciliation."

Resolution No. 2026-213

Additions to Agenda
Moved by: Councillor Holobetz
Seconded by: Councillor Tropin

"That we agree to add the following item to the agenda under New Business:
- 18.3 Lumsden Garden Society - Beautification Program Proposal." **CARRIED**

Resolution No. 2026-214

Approval of Agenda
Moved by: Councillor Tropin
Seconded by: Councillor Schaefer

"That we approve the agenda as amended." **CARRIED**

Declaration of Conflict of Interest

There were no Declarations of Conflict of Interest.

Councillor Ryan Schindelka joined the meeting via Zoom at 6:37 pm and confirmed that he did not have any conflicts of interest.

Resolution No. 2026-215

Public Works Reports
Moved by: Councillor Holobetz
Seconded by: Councillor Tropin

"That the Utilities and Public Works report be accepted as presented by Superintendent Jeff Carey." **CARRIED**

Superintendent Jeff Carey left for the remainder of the meeting at 6:45 pm

Accounts for Approval

Resolution No. 2026-216

List of Accounts
Moved by: Councillor Holobetz
Seconded by: Councillor Schaefer

"That the list of accounts payable attached as Schedule "A" is approved for payment."
CARRIED

Planning and Development Applications and Reports

Resolution No. 2026-217

Boundary Alteration
Moved by: Councillor Schindelka
Seconded by: Councillor Holobetz

"That we agree to pursue a boundary alteration by annexing approximately 50% (resulting in ~44.4 acres) of the following land, as per the developer's request, from the Rural Municipality of Lumsden No. 189 based on our Joint Growth Strategy:

- the SW 28-19-21 W2 (currently 88.85 acres, ISC Surface Parcel 204018690)." **CARRIED**

Resolution No. 2026-218

Bylaw No. 2026-03 - Zoning Map Amendment, 760 James St N - Second Reading
Moved by: Councillor Tropin
Seconded by: Councillor Holobetz

"That Bylaw No. 2026-03, being a bylaw to amend the Zoning Bylaw, be read a second time."
DEFEATED

Resolution No. 2026-219

Council Update - Planning and Development
Moved by: Councillor Holobetz
Seconded by: Councillor Tropin

"That the Planning and Development report be accepted as presented by Senior Planner, Saedi Soubolsky." **CARRIED**

Adoption of Minutes

Resolution No. 2026-220

June 9, 2026 - Regular Council Meeting
Moved by: Councillor Schindelka
Seconded by: Councillor Holobetz

"That the minutes of the June 9, 2026 - Regular Meeting be approved, as circulated."
CARRIED

Resolution No. 2016-221

June 16, 2026 - Group I Committee Meeting
Moved by: Councillor Tropin
Seconded by: Councillor Holobetz

"That the minutes of the June 16, 2026 - Group I Committee Meeting be approved, as circulated." **CARRIED**

Senior Planner Saedi Soubolsky left for the remainder of the meeting at 7:04 pm.

Committee Reports

Resolution No. 2026-222

Group I Committee Meeting Report
Moved by: Councillor Holobetz
Seconded by: Councillor Schaefer

"That the Group I Committee Report be accepted as presented by Councillor Tropin."
CARRIED

Resolution No. 2026-223

2025 Audited Financial Statement
Moved by: Councillor Schindelka
Seconded by: Councillor Tropin

"That we agree with the recommendation of the Group I Committee and approve the 2025 Audited Financial Statement, attached as Schedule "B"." **CARRIED**

Resolution No. 2026-224

Aquatic Facility Research Committee Requests
Moved by: Councillor Holobetz
Seconded by: Councillor Schindelka

"That we agree with recommendation of the Group I Committee and approve the following support to the Aquatic Facility Research Committee:
1. $2,000 to fund a consultant to search and apply for grants that would cover the engineering

and design of the proposed aquatic facility, and further, that this financial contribution be funded by the Recreation Master Plan Reserve.
2. That the Town will manage the finances.
3. That Matt McGeough act as the liaison between the Town and the Committee." **CARRIED**

Resolution No. 2026-225

Centennial Hall - Exterior Upgrades
Moved by: Councillor Tropin
Seconded by: Councillor Schindelka

"That we agree with the recommendation of the Group I Committee and approve Centennial Hall exterior upgrades using dark wood grain 24-gauge metal siding, and
That, having obtained three (3) quotes, we proceed with Otte2Know Construction and Design to complete the project, at a cost of $95,815 plus taxes (*the Town will supply the windows*)." **CARRIED**

Resolution No. 2026-226

Lumsden Legion Branch 234 - Commemorative Crosswalk Request
Moved by: Councillor Holobetz
Seconded by: Councillor Schaefer

"That, having received a request from the Lumsden Legion for a commemorative Crosswalk, we agree with the recommendation of the Group I Committee and approve the installation of a commemorative sidewalk at the cenotaph with a decorative inlay referencing Remembrance Day." **CARRIED**

Resolution No. 2026-227

Lumsden Lions - Centennial Hall Basement Renovation
Moved by: Councillor Schaefer
Seconded by: Councillor Holobetz

"That we agree with the recommendation of Group I and accept a partnership offer from the Lumsden Lions to complete upgrades to the Centennial Hall Lower Level." **CARRIED**

Resolution No. 2026-228

Communications
Moved by: Councillor Holobetz
Seconded by: Councillor Schaefer

"That the following communications and reports have been reviewed and the Chief Administrative Officer is authorized to file the same accordingly:
a. Lumsden RCMP - Calls for Service, June 2026
b. SUMA - New Appointment to FCM Board of Directors
c. Oak's Tree of Love - Proclamation Request
d. Lifesaving Society - Proclamation Request
e. Central Area Transportation Planning Committee - March 3, 2026, Meeting Minutes
f. Central Area Transportation Planning Committee - April 22, 2026, Executive Working Committee Report
g. Miscellaneous." **CARRIED**

Director of Finance, Ryan Haresign, left for the remainder of the meeting at 7:28 pm.

Delegations

7:35 - 8:12 pm - MLA Blaine McLeod

MLA Blaine McLeod appeared before Council to provide an update on provincial matters affecting municipalities, including Municipal Revenue Sharing. Council and the MLA discussed current issues and opportunities impacting the municipality.

New Business

Resolution No. 2026-229

Temporary Street Closures - Lutheran Church Fruit Sales
Moved by: Councillor Tropin
Seconded by: Councillor Schaefer

"That, as requested by the Shepherd of the Valley Lutheran Church, we agree to temporarily close Broad Street, between Second Avenue and Third Avenue, to accommodate safe and efficient moving of traffic through the Blueberry Sale pickup process on Saturday, July 18, 2026." **CARRIED**

Resolution No. 2026-230

Closed Session
Moved by: Councillor Schindelka
Seconded by: Councillor Holobetz

"That we move into Closed Session at 8:45 pm for the purpose of discussing strategic planning as allowed pursuant to Section 120 of *The Municipalities Act*, with staff to be included in the session." **CARRIED**

Rise from Closed Session

At 9:01 pm, Council left the Closed Session and returned to the open meeting.

Resolution No. 2026-231

Adjournment

Moved by: Councillor Holobetz

"That we adjourn the meeting at 9:01 pm."

CARRIED

Mayor

Chief Administrative Officer

Schedule A

Date Printed
2026-06-19 1:19 PM

Town of Lumsden
Invoice Edit List - Condensed
Batch # 2026-00145 - June 23, 2026 To Be Approved
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
20/GEO1	**20/20 Geomatics Ltd.**					
15	4510	2026-06-05	2026-06-24	New Park - Construction Layout		1,989.75
AQUWAT1	**Aquarius Water & Septic Ltd**					
2	35160	2026-06-01	2026-06-24	RVP Septic Pump Out		250.00
ASLPAV1	**ASL Paving Ltd**					
21	00040526	2026-05-31	2026-06-24	2026 Paving Progress Claim #1		1,059,034.31
22	52601-52632	2026-06-06	2026-06-24	COR 12.5mm Fine Mix		139.63
					Vendor Total:	1,059,173.94
ASSENG1	**Assoc Eng**					
54	AESK0000473	2026-05-29	2026-06-24	2026 Road Rehab to May 15		856.80
ASSENV1	**Assoc Enviro**					
3	AENV0000440	2026-05-29	2026-06-24	Firehall Bldg-Design/Code to May 15/26		4,530.90
ATLSEW1	**Atlas Sewer Service**					
24	90961-1	2026-06-03	2026-06-24	RVP-Removed Blockage Kitchen Sink		299.70
62	91132-1	2026-06-11	2026-06-24	7th Ave Septic Pump Out		178.50
					Vendor Total:	478.20
BOLSUP1	**Bolt Supply House Ltd., The**					
50	9355957-00	2026-06-17	2026-06-24	Shop Supplies		186.05
BRELIA1	**Brennan, Liam**					
35	Clothing 26-02	2026-06-07	2026-06-24	Clothing Allowance		133.18
BROFIR1	**Brogan Fire & Safety**					
37	30345199	2026-06-11	2026-06-24	FD - PPE/Turnout Gear		2,756.25
CANOE1	**Canoe**					
32	PF-1086-45094	2026-06-15	2026-06-24	2,190.90 Liters Diesel		3,186.46
33	CA192751	2026-05-31	2026-06-24	U095 - Air Filter		166.81
34	CA190987	2026-05-31	2026-06-24	U095 - Coolant x 12		446.36
					Vendor Total:	3,799.63
CLETEC1	**Cleartech Industries Inc.**					
10	INV1213947	2026-06-04	2026-06-24	WTP-Sod Hypochl/Potassiu/Drum/Pallet Dep		5,777.56
41	CM433803	2026-06-05	2026-06-24	WTP-Credit-Drum Deposit x 3		-283.50
42	CM433802	2026-06-05	2026-06-24	WTP-Credit-Drum Deposit x 2		-189.00
					Vendor Total:	5,305.06
COIAMA1	**Coinamatic Commercial Laundry**					
5	SINV-51859	2026-06-03	2026-06-24	Campgroud-Washer-Repair Coin Insert		203.13
CROHAN1	**Crosby Hanna & Associates**					
61	56(440-26)	2026-05-31	2026-06-24	May-3 Hrs-Winter Sub Div/The Cntry		598.50
ESRCAN1	**ESRI Canada Ltd**					
13	90256378	2026-06-10	2026-06-24	Aug 2026-2027 ArcGIS Renewal		1,520.70

Town of Lumsden
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Batch # 2026-00145 - June 23, 2026 To Be Approved
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
FERMAR1	**Fer-Marc Equipment Ltd.**					
38	112495	2026-06-11	2026-06-24	U060 - Broom Replacement		1,535.23
GIBANN1	**Gibbons, Anne**					
29	Q2 Mileage	2026-06-11	2026-06-24	Q2 - SUMA & Assiniboia Mileage 484KM		266.15
GRATIR1	**Graham's Tire Service Ltd.**					
11	0439772	2026-06-05	2026-06-24	FD - U0E3 - Replace Front Tire x2		1,035.06
GREDIS1	**Gregg Distributors LP**					
39	063-254327	2026-06-09	2026-06-24	Shop Supplies		99.26
HSIDEM1	**HSI Demolition & Excavation**					
49	1749	2026-06-17	2026-06-24	Supply Aggregate/Landscape Material		493.50
INFELE1	**Infinite Electric Ltd.**					
18	260396-1	2026-06-04	2026-06-24	Library-Repair Emergency Lights		1,259.11
INFSER1	**Information Services Corp.**					
1	CI26-00000849	2026-06-10	2026-06-24	Zoning Bylaw Map Update		337.84
JRACON1	**JRA Construction Services Ltd.**					
43	2874	2026-05-25	2026-06-24	Excavate to Locate Wtr Srvc Line 25-6th		3,629.32
44	2875	2026-05-26	2026-06-24	Locate & Install New Service 25 6th Ave		8,788.64
45	2876	2026-05-27	2026-06-24	Locate & Shut Off Main Stop 56 6th Ave		5,465.14
46	2878	2026-06-02	2026-06-24	Excavate&Install New Svc Line 25 Willow		7,090.65
47	2879	2026-06-03	2026-06-24	Backfill & Compact Svc Line 25 Willow Pl		3,420.12
55	2877	2026-06-01	2026-06-24	25 Willow Place - Water Break		780.53
					Vendor Total:	29,174.40
KELSOL1	**Kelln Solar**					
4	INV-003658	2026-06-11	2026-06-24	RVP- Replace RV Receptacle #32		141.75
LMR1	**Last Mountain Railway**					
8	1294	2026-06-04	2026-06-24	Track Maintenance - June		730.00
LOGSEC1	**Logixx Security Inc**					
36	240589	2026-05-31	2026-06-24	Landfill Security - 96 Hrs - May		2,484.98
LUCWEN1	**Luckett Wenman & Associates**					
20	11997	2026-06-08	2026-06-24	GST Review - 2026		224.85
MCGIND1	**McGill Industrial Services Ltd**					
40	D26-1818	2026-05-26	2026-06-24	Supply & Apply Chloride 13,140M2		12,517.47
NAYCAN1	**NAYAX Canada Inc**					
51	602197504	2026-05-31	2026-06-24	Bulk Water Service Fees May		31.34
PROCOU1	**Provincial Courier Service Inc**					
60	94181	2026-05-22	2026-06-24	WTP-Delivery to Shop-Xylem-Pump		98.49

Town of Lumsden
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Batch # 2026-00145 - June 23, 2026 To Be Approved
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
PUROLA1	**Purolator**					
7	540325476	2026-05-30	2026-06-24	WWTP - Shipping Parts		275.42
REDHEA1	**Redhead Equipment**					
9	P21297	2026-06-05	2026-06-24	U50 - Edge Grader Blades X3		569.43
SASHEA1	**Saskatchewan Health Authority c/o**					
14	3533117	2026-06-08	2026-06-24	800 James St N - Testing		23.00
52	3533783	2026-06-15	2026-06-24	345 Broad St. - Testing		23.00
					Vendor Total:	46.00
SECKEY1	**Security Key & Lock Service**					
6	0000524457	2026-06-05	2026-06-24	WTP - Repair Door Lock		291.21
SEGCAN1	**SEGO Canada Inc.**					
25	4031158	2026-06-08	2026-06-24	Spray Pad/RVP Septic Tank Pumps		4,435.64
26	4028763	2026-05-05	2026-06-24	RVP - Septic Pump		1,248.38
					Vendor Total:	5,684.02
SOUREG1	**Southeast Regional Library**					
19	2026 - 2nd 50%	2026-06-01	2026-06-24	2 of 2 Installments - 2026 Library Grant		22,246.87
SOUSAD1	**Soubolsky, Saedi**					
53	Flight to CIP	2026-06-18	2026-06-24	Flight Reimbursement Montreal CIP Conf.		680.11
SUPPRO1	**Superior Propane**					
48	58313336	2026-06-05	2026-06-24	U120-Bulk Propane		116.97
SWIKEM1	**Swish-Kemsol**					
16	R034891	2026-06-05	2026-06-24	Library- Janitorial Supplies		258.97
17	R034893	2026-06-05	2026-06-24	Hall - Janitorial Supplies		437.39
					Vendor Total:	696.36
THOMEC1	**Thor Mechanical**					
12	287632	2026-06-10	2026-06-24	Hall-Install Ashtray/RVP-Install		233.10
WEEMAN1	**Weed Man**					
27	2174684	2026-05-19	2026-06-24	Chall - Fertilization (Spring)		89.85
28	2174685	2026-06-15	2026-06-24	Chall - Weed Control		81.45
					Vendor Total:	171.30
WOLMEC1	**Wolseley Mechanical Group**					
31	965754	2026-06-16	2026-06-24	WWTP-PVC Flange Vanstone		69.78
56	965753	2026-06-16	2026-06-24	RP Pump - Float Switch & Float		109.21
57	965752	2026-06-16	2026-06-24	WTP-Waste Pit Pump Replacement Parts		2,141.98
58	965751	2026-06-16	2026-06-24	Water Service Repair Parts 80 2nd Ave		2,146.99
					Vendor Total:	4,467.96
XYLCAN1	**Xylem Canada Company**					
59	3558440608	2026-05-22	2026-06-24	WTP-Flygt NX-3069 Submersible Pump		12,147.91

Town of Lumsden
Invoice Edit List - Condensed
Batch # 2026-00145 - June 23, 2026 To Be Approved
For the Period Ended 2026-06-30

Date Printed
2026-06-19 1:19 PM

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
ZEEMED1	**Zee Medical Service Co.**					
30	229401	2026-06-17	2026-06-24	1st Aid Supplies		82.36
					Total for Batch:	1,179,920.54

Invoices Printed: 61

Town of Lumsden
Invoice Edit List - Condensed

Date Printed
2026-06-19 1:18 PM

Batch # 2026-00141 - June 23, 2026 Preauthorized
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
HOMDEP1	Home Depot, The					
2	2624668	2026-04-24	2026-06-19	Shop Supplies		186.32
3	6620443	2026-04-30	2026-06-19	FD - Paint & Brushes		197.43
4	2020945	2026-05-04	2026-06-19	Shop Supplies/Shop Maintenar		286.43
5	1021030	2026-05-05	2026-06-19	Landfill - Garbage Grabber x 4		130.90
6	9133689	2026-05-07	2026-06-19	Shop Supplies/FD Supplies		154.51
7	9901823	2026-05-07	2026-06-19	3rd & James St N-Jackhammer		178.71
8	8021257	2026-05-08	2026-06-19	Shop Supplies		98.53
					Vendor Total:	1,232.83
MEPP	MEPP					
12	MEPP-2026-06-06	2026-06-06	2026-06-19	Pension Contribution Jun 6		12,030.30
MINFINED	Minister of Finance -Education					
1	EPT 2026-05	2026-05-31	2026-06-19	Education Taxes Remittance May		263,013.80
RECGEN1	Receiver General (Acct #1)					
13	RP1-2026-06-06	2026-06-06	2026-06-19	Income Tax/CPP/EI/CPP2 - Jun 6		23,116.55
RECGEN2	Receiver General (Acct #2)					
14	RP2-2026-06-06	2026-06-06	2026-06-19	Income Tax/CPP/EI - Jun 6		2,679.29
SASENG1	SaskEnergy					
10	SKENG-2026-05	2026-06-03	2026-06-19	Energy Billing May		2,123.54
SASPOW1	SaskPower Consol.					
11	SkPower 2026-05	2026-06-05	2026-06-19	SK Power - May		11,840.75
SECMON1	SecurTek Monitoring Services					
9	INV2662123	2026-06-03	2026-06-19	Office Alarm June		55.45
					Total for Batch:	316,092.51

Invoices Printed: 14

Town of Lumsden
Invoice Edit List - Condensed

Date Printed
2026-06-19 1:20 PM

Batch # 2026-00149 - Jun 2026 Cell Allowance, Cleaning, RVP
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
ASHSCO1	Ashurst, Scott					
1	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		30.00
BEAGER1	Beaurivage, Germain					
7	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		55.00
BOGRAN1	Bogdan, Randy					
10	RVP 2026-06	2026-06-30	2026-06-30	RVP June Contract Incl Cell		2,869.00
BUHJOS1	Buhay, Joshua					
2	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		30.00
DANCOR1	Danyliw, Cory					
3	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		30.00
KATREI1	Kater, Reid					
8	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		30.00
MCEGIN1	McElroy, Gina					
9	Janitor26-06	2026-06-30	2026-06-30	Hall/Library/Office Clean June		2,308.00
MCGMAT1	Matt McGeough					
12	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		55.00
STRKEL1	Strickland, Kelly					
4	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		30.00
STRKRY1	Strong, Krystal					
6	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		55.00
WHILAN1	Whitteron, Lance					
5	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		30.00
WOOTYL1	Wood, Tylor					
11	Cell 2026-06	2026-06-30	2026-06-30	Cell Allowance - June		70.00
					Total for Batch:	5,592.00

Invoices Printed: 12

Town of Lumsden

Invoice Edit List - Condensed

Date Printed
2026-06-19 9:26 AM

Batch # 2026-00148 - Scarecrow Vendor Refund/Utility Refund
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
NUGVAL1	Nugent, Valerie Ann					
2	250457-001/002	2026-06-17	2026-06-19	Refund-725 Coulbourn-Water/Sewer		4,502.00
SHIDOL1	Shier, Dolores					
1	260243-001	2026-06-17	2026-06-19	Refund Scarecrow Vendor Dlicious Treats		80.00
					Total for Batch:	4,582.00

Invoices Printed: 2

Town of Lumsden
Invoice Edit List - Condensed

Date Printed
2026-06-12 12:26 PM

Batch # 2026-00146 - RVP Rental - Refund
For the Period Ended 2026-06-30

Vendor # / Tr #	Name / Invoice #	Date	Due Date	Reference	PO #	Invoice Amount
SENCLI1	Senkow, Clifford					
1	RVP Rental	2026-06-01	2026-06-12	RVP - Refund Rental-Cancelled Jul 3/27		170.50
					Total for Batch:	170.50

Invoices Printed: 1

TOWN OF LUMSDEN
Consolidated Financial Statements
December 31, 2025

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INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Lumsden

Opinion

We have audited the consolidated financial statements of the **TOWN OF LUMSDEN**, which comprise the consolidated statement of financial position as at December 31, 2025 and the consolidated statements of operations, changes in net financial assets and cash flows 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 financial position of the municipality as at December 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the 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 opinion.

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

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

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

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

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect 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 over-ride of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the municipality to cease to continue as a going concern.

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

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

Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan

TOWN OF LUMSDEN
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	$ 5,057,029	$ 4,840,885
Investments	-	-
Taxes Receivable - Municipal (Note 3)	252,360	310,139
Other Accounts Receivable (Note 4)	549,576	556,418
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments	-	-
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	5,858,965	5,707,442
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 5)	697,883	640,124
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	48,836	41,025
Deferred Revenue (Note 6)	424,115	394,246
Asset Retirement Obligation (Note 7)	850,572	874,175
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Long-Term Debt (Note 8)	5,388,748	5,940,076
Lease Obligations	-	-
Total Liabilities	7,410,154	7,889,646
NET FINANCIAL ASSETS	(1,551,189)	(2,182,204)
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	32,820,248	33,508,943
Intangible Capital Assets (Schedules 8, 9)	-	-
Prepayment and Deferred Charges	22,125	29,999
Stock and Supplies	30,532	28,119
Other (Note 9)	-	-
Total Non-Financial Assets	32,872,905	33,567,061
Accumulated Surplus (Deficit) (Schedule 10)	$ 31,321,716	$ 31,384,857

Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses)	$ 31,321,716	$ 31,384,857
Accumulated remeasurement gains (losses) (Statement 5)	$ -	$ -

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Statement of Consolidated Operations
For the year ended December 31, 2025

Statement 2

Revenues

		2025 Budget	2025	2024
Tax Revenue	(Schedule 1)	$ 1,900,641	$ 1,909,599	$ 1,854,380
Other Unconditional Revenue	(Schedule 1)	703,099	700,688	662,582
Fees and Charges	(Schedule 4, 5)	2,126,123	2,228,334	2,143,641
Conditional Grants	(Schedule 4, 5)	160,000	154,976	198,222
Tangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	-	19,239
Intangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	-	-
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	123,225	115,749	168,473
Other Revenues	(Schedule 4, 5)	103,587	144,983	144,680
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	582,266	384,387	152,674
Total Revenues		5,698,941	5,638,716	5,343,891

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Expenses

		2025 Budget	2025	2024
General Government Services	(Schedule 3)	561,923	544,725	596,474
Protective Services	(Schedule 3)	344,182	363,602	361,186
Transportation Services	(Schedule 3)	677,402	996,055	955,202
Environmental and Public Health Services	(Schedule 3)	349,543	391,028	496,933
Planning and Development Services	(Schedule 3)	161,656	162,701	153,118
Recreation and Cultural Services	(Schedule 3)	534,886	681,114	662,679
Utility Services	(Schedule 3)	1,462,006	2,562,632	2,369,331
Total Expenses		4,091,598	5,701,857	5,594,923
Surplus (Deficit) of Revenues over Expenses		1,607,343	(63,141)	(251,032)
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		31,384,857	31,384,857	31,635,889
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		$ 32,992,200	$ 31,321,716	$ 31,384,857

The accompanying notes form an integral part of these financial statements.

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TOWN OF LUMSDEN
Statement of Changes in Consolidated Net Financial Assets
For the year ended December 31, 2025

Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit)	$ 1,607,343	$ (63,141)	$ (251,032)
(Acquisition) of tangible capital assets	(1,432,463)	(934,955)	(488,378)
(Acquisition) of intangible capital assets	-	-	-
Amortization of tangible capital assets	-	1,623,650	1,599,012
Amortization of intangible capital assets	-	-	-
Proceeds of disposal of tangible capital assets	-	-	70,906
Proceeds of disposal of intangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	(19,239)
Loss (gain) on disposal of intangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(1,432,463)	688,695	1,162,301
(Acquisition) of supplies inventories	-	(2,413)	(463)
(Acquisition) of prepaid expense	-	-	-
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	7,874	6,517
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	5,461	6,054
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	174,880	631,015	917,323
Net Financial Assets - Beginning of Year	(2,182,204)	(2,182,204)	(3,099,527)
Net Financial Assets - End of Year	$ (2,007,324)	$ (1,551,189)	$ (2,182,204)

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The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Statement of Consolidated Cash Flows
For the year ended December 31, 2025

Statement 4

	2025	2024
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	$ (63,141)	$ (251,032)
Amortization	1,623,650	1,599,012
Loss (gain) on disposal of tangible capital assets	-	(19,239)
Loss (gain) on disposal of intangible capital assets	-	-
	1,560,509	1,328,741
Changes in assets / liabilities		
Taxes Receivable - Municipal	57,779	(71,611)
Other Receivables	6,842	320,391
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	57,759	(189,776)
Derivative Liabilities	-	-
Deposits	7,811	42
Deferred Revenue	29,869	89,475
Other Liabilities	-	-
Asset Retirement Obligation	(23,603)	(455)
Liability for Contaminated Sites	-	-
Long-Term Receivable	-	-
Stock and Supplies for Use	(2,413)	(463)
Prepayments and Deferred Charges	7,874	6,517
Other Non-Financial Assets	-	-
Net cash from (used for) operations	1,702,427	1,482,861
Capital:		
Cash Used to Acquire Tangible Capital Assets	(934,955)	(488,378)
Proceeds on Sale of Tangible Capital Assets	-	70,906
Net cash from (used for) capital	(934,955)	(417,472)
Investing:		
Proceeds on Disposal (Acquisition) of Investments	-	-
Other Investments	-	-
Net cash from (used for) investing	-	-
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	(551,328)	(538,600)
Other Financing	-	-
Net cash from (used for) financing	(551,328)	(538,600)
Increase (Decrease) in cash resources	216,144	526,789
Cash and Cash Equivalents - Beginning of Year	4,840,885	4,314,096
Cash and Cash Equivalents - End of Year	$ 5,057,029	$ 4,840,885

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN

Statement of Consolidated 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 (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Amounts reclassified to the Statement of Operations (Note 3):		
Derivatives	-	-
Equity investments measured at fair value	-	-
Reversal of net remeasurements of portfolio investments	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses) for the year	-	-
Accumulated remeasurement gains (losses) at end of year	$ -	$ -

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Significant aspects of the accounting policies adopted by the municipality are as follows:

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

(a) Reporting Entity:
The consolidated financial statements report 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.
A partnership represents a contractual arrangement between the municipality and a party 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 operation of the partnership.

(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 either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

a) the transfer is authorized;
b) eligibility criteria have been met by the recipient; and
c) a reasonable estimate of the amount 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 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.

TOWN OF LUMSDEN
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

(e) Revenue:
Revenues from transactions with no performance obligations (such as fines and penalties, for example) are recognized when the municipality has the authority to claim or retain an inflow of economic resources and has identified a past transaction or event that gives rise to an asset. For each transaction with no performance obligation, the municipality recognizes revenue at its realizable value. These revenue streams are typically non-recurring in nature.

Revenues from transactions with performance obligations (such as fees for the provision of services and the sale of goods) which are enforceable promises to provide specific goods or services to the specific payor in return for promised consideration, are recognized when (or as) the municipality satisfies a performance obligation and control of the benefits associated with the goods and services have been passed to the payor. For each performance obligation, the municipality determines whether the performance obligation is satisfied over a period of time (such as the provision of often recurring items like utility or similar services, certain rentals, etc) or at a point in time (such as a non-recurring sale of supplies, custom work orders, etc). The municipality then also considers the effects of multiple performance obligations, variable consideration, the existence of significant concessionary terms and non-cash considerations when determining the consideration to be received.

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

(g) 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 municipality because they can be used to provide municipal services in future periods. These assets do not normally provide resources to discharge the liabilities of the municipality 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 10.

(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 from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(k) Investments:
Portfolio investments are valued in accordance with the policy noted on financial instruments, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

(l) Financial Instruments:

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

The municipality has elected to measure other specific instruments at fair value, to correspond with how they are evaluated and managed. As follows:

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

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

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

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

Measurement of Financial Instruments
The municipality's financial assets and liabilities are measured as follows:

Financial Statement Line Item	Measurement
Cash and cash equivalents	Cost
Investments	Cost
Other accounts receivable	Amortized cost
Accounts payable and accrued liabilities	Amortized cost
Deposit liabilities	Cost
Long term debt	Amortized cost

(m) Inventories:

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

(n) Assets Held for Sale:

Assets held for sale are recognized as a financial asset when the municipality is committed to selling the asset, the asset is in a condition to be sold, the asset can be publicly seen to be for sale, there is a 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. Assets held for sale that don't meet all of the above criteria are instead recognized as non-financial assets.

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

Assets	Useful Life
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	40 years
Vehicles and Equipment	
Vehicles	10 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	
Water and Sewer	40 years
Road Network Assets	15 to 40 years

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 statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. 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 lease are amortized on a straight line basis, over their estimated useful lives (or over their lease term if the asset ownership isn't passing, or likely to pass, to the municipality at the end of its term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(p) 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 use, and leased tangible capital assets.

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

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

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

(q) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

TOWN OF LUMSDEN
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

(r) Measurement Uncertainty:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses 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.

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

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

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.

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

Measurement financial instruments at the 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.

(s) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

General Government: The General Government segment provides for the administration of the municipality.

Protective Services: The Protective Services segment is comprised of items for Police and Fire protection.

Transportation Services: The Transportation Services segment 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: The Environmental segment provides waste disposal and other environmental services. The Public Health segment provides for items relating to public health services in the municipality.

Planning and Development: The Planning and Development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The Recreation and Culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The Utility Services segment provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(t) Budget Information:

Budget information is presented on a basis consistent with that used for actual results, with the exception that no amount was budgeted for amortization. The budget was approved by Council on May 6, 2025.

TOWN OF LUMSDEN
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. Cash and Cash Equivalents

	2025	2024
Cash	$ 5,057,029	$ 4,840,885
Total Cash and Cash Equivalents	**$ 5,057,029**	**$ 4,840,885**

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

3. Taxes Receivable

		2025	2024
Municipal	- Current	$ 176,388	$ 249,597
	- Arrears	84,872	69,442
		261,260	319,039
	- Less Allowance for Uncollectables	(8,900)	(8,900)
Total Municipal Taxes Receivable		252,360	310,139
School	- Current	-	-
	- Arrears	-	-
Total School Taxes Receivable		-	-
Other		-	-
Total Taxes Receivable		252,360	310,139
Deduct taxes to be collected on behalf of other organizations		-	-
Total Taxes Receivable - Municipal		**$ 252,360**	**$ 310,139**

4. Other Accounts Receivable

	2025	2024
Trade receivables	$ 19,095	$ 17,753
Federal government	35,223	5,367
Provincial government	33,140	42,232
GST receivable	32,246	25,049
Local government	65,955	60,215
Utility accounts receivable	369,823	411,708
Total Other Accounts Receivable	555,482	562,324
Less Allowance for Uncollectables	(5,906)	(5,906)
Net Other Accounts Receivable	**$ 549,576**	**$ 556,418**

TOWN OF LUMSDEN
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

5. Accounts Payable

	2025	2024
Trade payables	$ 298,625	$ 226,711
Wages payable	160,147	153,383
PST payable	928	6,984
Accrued interest payable	33,499	40,002
School tax collections payable	182,562	193,378
Source deduction payable	22,122	19,666
Total Accounts Payable	$ 697,883	$ 640,124

6. Deferred Revenue

	2025	2024
Prepaid hall rentals	$ 13,273	$ 20,050
Prepaid taxes	139,657	125,354
Splash pad donations	17,897	17,897
Colouring book donations	500	500
Rapid response truck donations	252,788	230,445
Total Deferred Revenue	$ 424,115	$ 394,246

7. Asset Retirement Obligation

	2025	2024
Balance, beginning of the year	$ 874,175	$ 874,630
Liabilities settled	(50,894)	(28,654)
Accretion expense	27,291	28,199
Estimated Total Liability	$ 850,572	$ 874,175

Landfill

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection, and maintenance. The reported liability is based on estimates and assumptions with respect to landfill closure. The landfill has started being decommissioned, and is expected to be be completed by the end of the 2026 fiscal year.

The liability for the landfill will be paid for with a combination of reserves, accumulated surplus, conditional grants, and debt issuance, as applicable and available at the time.

8. Long-Term Debt

a) The debt limit of the municipality is $4,052,696. 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)).

b) Debenture debt is repayable at the following amounts:

- Debenture for solar component of Waste Water Treatment Plant. Debenture is repayable in annual installments of $74,616 at an interest rate of 2.3%, on the 1st of September. Debenture matures in 2040, and has a current principal balance outstanding of $937,593 (2024 - $989,452).
- Debenture for paving. Debenture is repayable in annual installments of $264,218 at an interest rate of 2.25%, on the 1st of August. Debenture matures in 2026, and has a current principal balance outstanding of $258,405 (2024 - $511,123).

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2025	$ -	$ -	$ -	$ 304,578
2026	311,457	27,379	338,836	311,457
2027	54,272	20,344	74,616	54,272
2028	55,520	19,096	74,616	55,520
2029	56,797	17,819	74,616	56,797
2030	58,104	16,512	74,616	58,104
Thereafter	659,848	86,315	746,163	659,848
Balance	$ 1,195,998	$ 187,465	$ 1,383,463	$ 1,500,576

c) Bank Loans and other Non-Debenture long-term debt:

- Bank loan with Royal Bank of Canada for Waste Water Treatment Plant. Repayable quarterly principal principal payments ranging from $50,000 to $61,000 in 2025. Interest rate is 2.91% and loan matures July 2039. The outstanding balance at December 31, 2025 is $4,189,000 (2024 - $4,432,000).
- Long term liability with Lumsden Legion - Repayable over 10 years with annual payments of $3,750 with 0% interest. Agreement matures in 2026 and has an outstanding balance of $3,750 at December 31, 2025 (2024 - $7,500).

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2025	$ -	$ -	$ -	$ 246,750
2026	254,750	118,838	373,588	254,750
2027	259,000	111,785	370,785	259,000
2028	266,000	104,456	370,456	266,000
2029	274,000	96,340	370,340	274,000
2030	282,000	88,757	370,757	282,000
Thereafter	2,857,000	389,591	3,246,591	2,857,000
Balance	$ 4,192,750	$ 909,767	$ 5,102,517	$ 4,439,500

TOWN OF LUMSDEN
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

9. Other Non-Financial Assets

	2025	2024
Municipal share of tax title property	$ 713	$ 713
Allowance to market value	(713)	(713)
Total Other Non-Financial Assets	$ -	$ -

10. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. Employees and employers each make plan contributions of 9% of salary (subject to an annually adjusted maximum pensionable earnings amount). The municipality's pension expense in 2025 was $113,512 (2024 - $105,922). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP 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 the plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan where the contributions are expensed when made.

The most recent available information reports, in total, plan assets of $4,385,912,000, plan liabilities, including pension obligations, of $2,749,572,000, and a resulting surplus of $1,636,340,000.

11. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

12. Risk Management

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

Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge their responsibilities with respect to the financial instrument, and in doing so, cause a loss for the other party. The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

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 municipality does not feel that it has any financial instruments subject to liquidity risk.

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 is comprised of three types of risk: interest rate risk, currency risk, and price risk.

Interest Rate Risk

Interest rate risk is the risk that future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The municipality is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 8.

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 does not feel that it has any financial instruments subject to currency risk as the majority of its transactions are in Canadian currency.

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 instruments. The municipality does not have any financial instruments that are affected by other price risk.

TOWN OF LUMSDEN

Schedule of Consolidated Taxes and Other Unconditional Revenue

For the year ended December 31, 2025

Schedule 1

	2025 Budget	2025	2024
TAXES			
General municipal tax levy	$ 1,931,145	$ 1,931,145	$ 1,884,403
Abatements and adjustments	(30,000)	(21,029)	(22,470)
Discount on current year taxes	(71,000)	(71,013)	(70,874)
Net Municipal Taxes	1,830,145	1,839,103	1,791,059
Potash tax share	38,805	38,805	39,218
Trailer license fees	-	-	-
Penalties on tax arrears	31,691	31,691	24,103
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	1,900,641	1,909,599	1,854,380
UNCONDITIONAL GRANTS			
Revenue Sharing	532,633	532,633	500,131
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	532,633	532,633	500,131
GRANTS IN LIEU OF TAXES			
Federal	7,000	8,532	6,968
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	2,054	2,069	2,485
SaskTel	1,489	1,489	1,868
Other -	-	-	-
Local/Other			
Housing Authority	10,918	10,918	9,465
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharge	98,000	98,583	97,996
SaskEnergy Surcharge	51,005	46,464	43,669
Other -	-	-	-
Total Grants in Lieu of Taxes	170,466	168,055	162,451
TOTAL OTHER UNCONDITIONAL REVENUE	703,099	700,688	662,582
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	$ 2,603,740	$ 2,610,287	$ 2,516,962

TOWN OF LUMSDEN

Schedule of Consolidated 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	$ 2,100	$ 1,093	$ 1,293
- Sales of supplies	450	270	1,575
- Other - Licences and tax certificates	3,050	3,450	2,515
Total Fees and Charges	5,600	4,813	5,383
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	123,225	115,749	168,473
- Other -	-	-	-
Total Other Segmented Revenue	128,825	120,562	173,856
Conditional Grants			
- Student Employment	-	-	-
- Other - FCM Asset Management	-	-	31,111
Total Conditional Grants	-	-	31,111
Total Operating	128,825	120,562	204,967
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	$ 128,825	$ 120,562	$ 204,967

	2025 Budget	2025	2024
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire & police fees	$ 125,208	$ 106,028	$ 108,335
Total Fees and Charges	125,208	106,028	108,335
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Interest earned	7,752	6,877	8,126
Total Other Segmented Revenue	132,960	112,905	116,461
Conditional Grants			
- Student Employment	-	-	-
- Local Government	21,244	14,792	17,018
- Other - Donations	-	-	6,242
Total Conditional Grants	21,244	14,792	23,260
Total Operating	154,204	127,697	139,721
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	$ 154,204	$ 127,697	$ 139,721

TOWN OF LUMSDEN

Schedule of Consolidated 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	$ 720	$ 367	$ 728
- Sales of supplies	-	-	-
- Road maintenance, restoration agreements	1,350	1,978	1,350
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	2,070	2,345	2,078
- Tangible capital asset sales - gain (loss)	-	-	19,239
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	2,070	2,345	21,317
Conditional Grants			
- RIRG (CTP)	-	-	-
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	2,070	2,345	21,317
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	112,140	112,140	113,450
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - SGI Traffic Safety	19,469	19,469	-
Total Capital	131,609	131,609	113,450
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	$ 133,679	$ 133,954	$ 134,767

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	$ 48,283	$ 57,366	$ 51,244
- Other - Cemetery fees	14,375	18,850	20,950
Total Fees and Charges	62,658	76,216	72,194
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	62,658	76,216	72,194
Conditional Grants			
- Recycling	51,482	50,467	50,467
- Pest Control	-	-	-
- Local Government	21,000	21,000	21,000
- Other - Housing authority surplus	200	298	763
Total Conditional Grants	72,682	71,765	72,230
Total Operating	135,340	147,981	144,424
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	27,657	37,323	21,011
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	27,657	37,323	21,011
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	$ 162,997	$ 185,304	$ 165,435

TOWN OF LUMSDEN

Schedule of Consolidated 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	$ 5,000	$ 19,841	$ 15,188
- Other - Permits & sign corridor fees	26,350	35,614	31,438
Total Fees and Charges	31,350	55,455	46,626
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	31,350	55,455	46,626
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	31,350	55,455	46,626
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other - Donation	208,000	208,000	-
Total Capital	208,000	208,000	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	$ 239,350	$ 263,455	$ 46,626
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	$ 239,327	$ 260,671	$ 253,348
Total Fees and Charges	239,327	260,671	253,348
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Wage reimbursement	-	55,221	62,326
Total Other Segmented Revenue	239,327	315,892	315,674
Conditional Grants			
- Canada Day	1,800	3,180	2,224
- Local Government	15,049	14,974	16,753
- Donations	17,375	18,415	20,305
- Saskatchewan Lotteries	31,850	31,850	31,850
- Other - Truth & reconciliation grants	-	-	489
Total Conditional Grants	66,074	68,419	71,621
Total Operating	305,401	384,311	387,295
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Green Municipal Fund	200,000	-	-
- MEEP	-	-	-
- Other - Donations	15,000	7,455	18,213
Total Capital	215,000	7,455	18,213
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	$ 520,401	$ 391,766	$ 405,508

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TOWN OF LUMSDEN

Schedule of Consolidated 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	$ 720,630	$ 703,711	$ 704,883
- Sewer	924,260	939,986	913,920
- Other - Custom work, connection fees, interest	15,020	79,109	36,874
Total Fees and Charges	1,659,910	1,722,806	1,655,677
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Solar power recovery	95,835	82,885	74,228
Total Other Segmented Revenue	1,755,745	1,805,691	1,729,905
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,755,745	1,805,691	1,729,905
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	$ 1,755,745	$ 1,805,691	$ 1,729,905

	2025 Budget	2025	2024
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	$ 3,095,201	$ 3,028,429	$ 2,826,929

SUMMARY

	2025 Budget	2025	2024
Total Other Segmented Revenue	$ 2,352,935	$ 2,489,066	$ 2,476,033
Total Conditional Grants	160,000	154,976	198,222
Total Capital Grants and Contributions	582,266	384,387	152,674
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	$ 3,095,201	$ 3,028,429	$ 2,826,929

TOWN OF LUMSDEN

Schedule of Consolidated 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	$ 64,032	$ 60,424	$ 56,426
Wages and benefits	308,316	291,094	300,197
Professional/Contractual services	145,745	137,959	173,414
Utilities	13,708	12,124	12,364
Maintenance, materials, and supplies	28,367	30,012	35,696
Grants and contributions - operating	1,755	6,595	1,000
- capital	-	-	-
Amortization of tangible capital assets	-	6,517	6,848
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligations	-	-	-
Allowance for uncollectables	-	-	10,529
Other -	-	-	-
Total General Government Services	$ 561,923	$ 544,725	$ 596,474

	2025 Budget	2025	2024
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	$ -	$ -	$ -
Professional/Contractual services	177,093	176,239	172,125
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	200	-	-
- capital	-	-	-
Other -	-	-	-
Fire Protection			
Wages and benefits	51,270	49,202	47,453
Professional/Contractual services	52,342	47,236	45,347
Utilities	15,947	14,840	14,889
Maintenance, materials, and supplies	47,330	38,526	44,274
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	37,559	37,098
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Protective Services	$ 344,182	$ 363,602	$ 361,186

	2025 Budget	2025	2024
TRANSPORTATION SERVICES			
Wages and benefits	$ 313,762	$ 312,973	$ 278,065
Council remuneration and travel	4,502	2,126	4,244
Professional/Contractual services	156,009	158,267	155,455
Utilities	44,211	45,033	43,680
Maintenance, materials, and supplies	131,919	119,239	113,234
Gravel	20,000	13,348	14,865
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	338,070	333,000
Amortization of intangible capital assets	-	-	-
Interest	6,999	6,999	12,659
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Transportation Services	$ 677,402	$ 996,055	$ 955,202

TOWN OF LUMSDEN

Schedule of Consolidated Total Expenses by Function

For the year ended December 31, 2025

Schedule 3-2

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES	2025 Budget	2025	2024
Wages and benefits	$ 113,313	$ 100,851	$ 101,246
Professional/Contractual services	167,909	156,864	182,199
Utilities	8,000	7,757	6,777
Maintenance, materials, and supplies	37,951	27,448	105,184
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization of tangible capital assets	-	48,457	49,793
Amortization of intangible capital assets	-	-	-
Interest	22,370	22,360	23,535
Accretion of asset retirement obligation	-	27,291	28,199
Other -	-	-	-
Total Environmental and Public Health Services	$ 349,543	$ 391,028	$ 496,933

PLANNING AND DEVELOPMENT SERVICES	2025 Budget	2025	2024
Wages and benefits	$ 128,346	$ 122,385	$ 124,111
Professional/Contractual services	22,060	33,311	18,044
Maintenance, materials, and supplies	11,250	7,005	10,963
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Planning and Development Services	$ 161,656	$ 162,701	$ 153,118

RECREATION AND CULTURAL SERVICES	2025 Budget	2025	2024
Wages and benefits	$ 169,951	$ 224,635	$ 219,773
Professional/Contractual services	161,679	162,069	157,582
Utilities	51,000	48,808	49,710
Maintenance, materials, and supplies	101,679	81,202	97,185
Grants and contributions - operating	50,577	47,825	48,691
- capital	-	17,000	-
Amortization of tangible capital assets	-	99,575	89,738
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	$ 534,886	$ 681,114	$ 662,679

TOWN OF LUMSDEN
Schedule of Consolidated Total Expenses by Function
For the year ended December 31, 2025

Schedule 3-3

	2025 Budget	2025	2024
UTILITY SERVICES			
Wages and benefits	$ 635,037	$ 581,513	$ 525,044
Professional/Contractual services	246,531	260,509	179,830
Utilities	232,286	214,475	225,162
Maintenance, materials, and supplies	223,445	288,283	223,117
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	1,093,472	1,082,535
Amortization of intangible capital assets	-	-	-
Interest	124,707	124,380	133,643
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	$ 1,462,006	$ 2,562,632	$ 2,369,331
TOTAL EXPENSES BY FUNCTION	$ 4,091,598	$ 5,701,857	$ 5,594,923

TOWN OF LUMSDEN
Schedule of Consolidated Segment Disclosure by Function
For the year ended December 31, 2025

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	$ 4,813	$ 106,028	$ 2,345	$ 76,216	$ 55,455	$ 260,671	$ 1,722,806	$ 2,228,334
Investment Income and Commissions	115,749	-	-	-	-	-	-	115,749
Other Revenues	-	6,877	-	-	-	55,221	82,885	144,983
Grants - Conditional	-	14,792	-	71,765	-	68,419	-	154,976
- Capital	-	-	131,609	37,323	208,000	7,455	-	384,387
Total Revenues	120,562	127,697	133,954	185,304	263,455	391,766	1,805,691	3,028,429
Expenses (Schedule 3)								
Wages and Benefits	351,518	49,202	315,099	100,851	122,385	224,635	581,513	1,745,203
Professional / Contractual Services	137,959	223,475	158,267	156,864	33,311	162,069	260,509	1,132,454
Utilities	12,124	14,840	45,033	7,757	-	48,808	214,475	343,037
Maintenance, Materials, and Supplies	30,012	38,526	132,587	27,448	7,005	81,202	288,283	605,063
Grants and Contributions	6,595	-	-	-	-	64,825	-	71,420
Amortization of Tangible Capital Assets	6,517	37,559	338,070	48,457	-	99,575	1,093,472	1,623,650
Interest	-	-	6,999	22,360	-	-	124,380	153,739
Accretion of asset retirement obligations	-	-	-	27,291	-	-	-	27,291
Total Expenses	544,725	363,602	996,055	391,028	162,701	681,114	2,562,632	5,701,857
Surplus (Deficit) by Function	$ (424,163)	$ (235,905)	$ (862,101)	$ (205,724)	$ 100,754	$ (289,348)	$ (756,941)	$ (2,673,428)

Taxation and Other Unconditional Revenue (Schedule 1)	$ 2,610,287
Net Surplus (Deficit)	$ (63,141)

TOWN OF LUMSDEN
Schedule of Consolidated Segment Disclosure by Function
For the year ended December 31, 2024

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	$ 5,383	$ 108,335	$ 2,078	$ 72,194	$ 46,626	$ 253,348	$ 1,655,677	$ 2,143,641
Tangible Capital Asset Sales - Gain (Loss)	-	-	19,239	-	-	-	-	19,239
Investment Income and Commissions	168,473	-	-	-	-	-	-	168,473
Other Revenues	-	8,126	-	-	-	62,326	74,228	144,680
Grants - Conditional	31,111	23,260	-	72,230	-	71,621	-	198,222
- Capital	-	-	113,450	21,011	-	18,213	-	152,674
Total Revenues	204,967	139,721	134,767	165,435	46,626	405,508	1,729,905	2,826,929
Expenses (Schedule 3)								
Wages and Benefits	356,623	47,453	282,309	101,246	124,111	219,773	525,044	1,656,559
Professional / Contractual Services	173,414	217,472	155,455	182,199	18,044	157,582	179,830	1,083,996
Utilities	12,364	14,889	43,680	6,777	-	49,710	225,162	352,582
Maintenance, Materials, and Supplies	35,696	44,274	128,099	105,184	10,963	97,185	223,117	644,518
Grants and Contributions	1,000	-	-	-	-	48,691	-	49,691
Amortization of Tangible Capital Assets	6,848	37,098	333,000	49,793	-	89,738	1,082,535	1,599,012
Interest	-	-	12,659	23,535	-	-	133,643	169,837
Allowance for Uncollectables	10,529	-	-	-	-	-	-	10,529
Accretion of asset retirement obligation	-	-	-	28,199	-	-	-	28,199
Total Expenses	596,474	361,186	955,202	525,132	153,118	662,679	2,369,331	5,594,923
Surplus (Deficit) by Function	$ (391,507)	$ (221,465)	$ (820,435)	$ (359,697)	$ (106,492)	$ (257,171)	$ (639,426)	$ (2,767,994)

Taxation and Other Unconditional Revenue (Schedule 1)	$ 2,516,962
Net Surplus (Deficit)	$ (251,032)

Draft

TOWN OF LUMSDEN

Schedule of Consolidated Tangible Capital Assets by Object

For the year ended December 31, 2025

Schedule 6

	2025									2024
	General Assets					Infrastructure Assets		General / Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Public Private Partnerships	Assets Under Construction	Total	Total
Asset Cost										
Opening Asset Costs	$ 918,376	$ 897,942	$ 28,092,146	$ 1,311,199	$ 6,151,962	$ 10,640,852	$ -	$ 114,893	$ 48,127,370	$ 47,712,802
Additions during the year	208,000	135,123	16,943	186,186	204,585	33,825	-	150,293	934,955	488,378
Disposals and write downs during the year	-	-	-	-	-	-	-	-	-	(73,810)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-
Closing Asset Costs	$ 1,126,376	$ 1,033,065	$ 28,109,089	$ 1,497,385	$ 6,356,547	$ 10,674,677	$ -	$ 265,186	$ 49,062,325	$ 48,127,370
Accumulated Amortization										
Opening Accum. Amort. Cost	$ -	$ 613,698	$ 4,972,808	$ 782,738	$ 2,936,226	$ 5,312,957	$ -	$ -	$ 14,618,427	$ 13,041,558
Add: Amortization taken	-	41,711	682,529	124,765	460,944	313,701	-	-	1,623,650	1,599,012
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-	(22,143)
Closing Accumulated Amort.	$ -	$ 655,409	$ 5,655,337	$ 907,503	$ 3,397,170	$ 5,626,658	$ -	$ -	$ 16,242,077	$ 14,618,427
Net Book Value	$ 1,126,376	$ 377,656	$ 22,453,752	$ 589,882	$ 2,959,377	$ 5,048,019	$ -	$ 265,186	$ 32,820,248	$ 33,508,943

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: $ -

TOWN OF LUMSDEN
Schedule of Consolidated 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
Asset Cost									
Opening Asset Costs	$ 529,052	$ 738,675	$ 7,822,274	$ 857,896	$ 848,761	$ 2,777,636	$ 34,553,076	$ 48,127,370	$ 47,712,802
Additions during the year	14,233	8,743	232,770	-	208,000	177,648	293,561	934,955	488,378
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	(73,810)
Closing Asset Costs	$ 543,285	$ 747,418	$ 8,055,044	$ 857,896	$ 1,056,761	$ 2,955,284	$ 34,846,637	$ 49,062,325	$ 48,127,370
Accumulated Amortization									
Opening Accum. Amort. Costs	$ 453,235	$ 623,645	$ 3,447,666	$ 321,402	$ 17,678	$ 1,368,531	$ 8,386,270	$ 14,618,427	$ 13,041,558
Add: Amortization taken	6,517	37,559	338,070	48,457	-	99,575	1,093,472	1,623,650	1,599,012
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	(22,143)
Closing Accumulated Amortization	$ 459,752	$ 661,204	$ 3,785,736	$ 369,859	$ 17,678	$ 1,468,106	$ 9,479,742	$ 16,242,077	$ 14,618,427
Net Book Value	$ 83,533	$ 86,214	$ 4,269,308	$ 488,037	$ 1,039,083	$ 1,487,178	$ 25,366,895	$ 32,820,248	$ 33,508,943

TOWN OF LUMSDEN
Schedule of Consolidated Intangible Capital Assets by Object
For the year ended December 31, 2025

Schedule 8

	2025								2024
	General Intangible Assets								
	Patents	Trademarks	Copyrights	Customer Relationships	Goodwill	Other	Intangibles under development	Total	Total
Asset Cost									
Opening Asset Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals and write downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under development	-	-	-	-	-	-	-	-	-
Closing Asset Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Amortization									
Opening Accum. Amort. Cost	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Add: Amortization taken	-	-	-	-	-	-	-	-	-
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amort.	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Book Value	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

TOWN OF LUMSDEN
Schedule of Consolidated Intangible Capital Assets by Function
For the year ended December 31, 2025

Schedule 9

	2025								2024
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Additions during the year	-	-	-	-	-	-	-	-	-
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Closing Asset Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated Amortization									
Opening Accum. Amort. Costs	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Add: Amortization taken	-	-	-	-	-	-	-	-	-
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net Book Value	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -

TOWN OF LUMSDEN
Schedule of Consolidated Accumulated Surplus
For the year ended December 31, 2025

Schedule 10

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	$ 523,244	$ 6,250	$ 529,494
APPROPRIATED RESERVES			
Municipal office relocation	112,432	109,359	221,791
Fire capital	421,940	96,397	518,337
Rapid response donations	245,694	29,220	274,914
Flood protection	53,082	1,104	54,186
Equipment	172,617	30,577	203,194
Cemetery	39,153	5,608	44,761
Parks	131,513	(22,035)	109,478
Lumsden sport centre	9,433	1,149	10,582
Skateboard park	4,200	-	4,200
Riverpark	79,476	20,022	99,498
Roads/sidewalks/bridges	481,268	(14,493)	466,775
Potash fund	113,293	38,805	152,098
Economic development	20,226	6,195	26,421
Centennial hall	109,710	47,521	157,231
General government	123,930	(21,506)	102,424
Public reserve	87,892	(50,000)	37,892
Water and sewer	717,289	(281,612)	435,677
Landfill closure	294,731	70,575	365,306
South park construction	50,000	1,090	51,090
Recreation master plan	24,867	-	24,867
Total Appropriated	3,292,746	67,976	3,360,722
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	33,508,943	(688,695)	32,820,248
Intangible Capital Assets (Schedule 8, 9)	-	-	-
Less: Related debt	(5,940,076)	551,328	(5,388,748)
Net Investment in Tangible Capital Assets	27,568,867	(137,367)	27,431,500
OTHER	-	-	-
Total Accumulated Surplus	$ 31,384,857	$ (63,141)	$ 31,321,716

TOWN OF LUMSDEN
Schedule of Consolidated Mill Rates and Assessments
For the year ended December 31, 2025

Schedule 11

	PROPERTY CLASS						
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	Total
Taxable Assessment	$ 677,710	$ 225,303,040	$ 16,654,480	$ 4,400	$ 21,358,330	$ -	$ 263,997,960
Regional Park Assessment							-
Total Assessment							263,997,960
Mill Rate Factor(s)	1.000	1.000	1.000	1.000	1.000		
Total Minimum Tax	-	-	-	-	-		-
Total Municipal Tax Levy	$ 4,957	$ 1,648,092	$ 121,828	$ 32	$ 156,236		$ 1,931,145

MILL RATES:	MILLS
Average Municipal*	7.315
Average School*	4.432
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.315

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

TOWN OF LUMSDEN
Schedule of Consolidated Council Remuneration
For the year ended December 31, 2025

Schedule 12

Name	Remuneration	Reimbursed Costs	Total
Verne Barber	$ 18,309	$ 1,396	$ 19,705
Anne Gibbons	8,210	303	8,513
Trevor Haubrich	6,513	294	6,807
Wes Holobetz	6,218	82	6,300
Lesia Matheson	7,955	665	8,620
Adam Tropin	8,348	294	8,642
Total	$ 55,553	$ 3,034	$ 58,587

TOWN OF LUMSDEN
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
ASSETS		
Financial Assets		
Cash and Cash Equivalents	$ 5,057,029	$ 4,840,885
Investments	-	-
Taxes Receivable - Municipal	252,360	310,139
Other Accounts Receivable	549,576	556,418
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Other Long-Term Investments	-	-
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	5,858,965	5,707,442
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	697,883	640,124
Accrued Liabilities Payable	-	-
Deposits	48,836	41,025
Deferred Revenue	424,115	394,246
Asset Retirement Obligations	850,572	874,175
Infrastructure Liability	-	-
Other Liabilities	-	-
Long-Term Debt	5,388,748	5,940,076
Lease Obligations	-	-
Total Liabilities	7,410,154	7,889,646
NET FINANCIAL ASSETS	(1,551,189)	(2,182,204)
Tangible Capital Assets	32,820,248	33,508,943
Intangible Capital Assets	-	-
Prepayment and Deferred Charges	22,125	29,999
Stock and Supplies	30,532	28,119
Other	-	-
Total Non-Financial Assets	32,872,905	33,567,061
Accumulated Surplus (Deficit)	$ 31,321,716	$ 31,384,857

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

To the Residents of the
TOWN OF LUMSDEN

Management of the **TOWN OF LUMSDEN** has the responsibility for preparing the accompanying consolidated financial statements and ensuring that all information in the related reports is consistent with the statements. This responsibility includes selecting appropriate accounting policies and making objective judgments and estimates in accordance with Canadian public sector accounting standards.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements and for the accounting systems from which they are derived, management maintains the necessary systems of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for consolidated financial statements to the residents of the municipality lies with the Council who review the consolidated financial statements in detail with management prior to their approval for publication.

External auditors are appointed by the Council to audit the consolidated financial statements and are available to meet separately with both the Council and management to review their findings. The external auditors have full and free access to the Council to discuss their audit and their findings as to the integrity of the municipality's financial reporting and the adequacy of the system of internal controls.

______________________ Mayor

______________________ Administrator

TOWN OF LUMSDEN
Statement of Consolidated Operations
For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
Revenues			
Taxes Revenue	$ 1,900,641	$ 1,909,599	$ 1,854,380
Other Unconditional Revenue	703,099	700,688	662,582
Fees and Charges	2,126,123	2,228,334	2,143,641
Conditional Grants	160,000	154,976	198,222
Tangible Capital Assets - Gain (Loss)	-	-	19,239
Intangible Capital Assets - Gain (Loss)	-	-	-
Land Sales - Gain	-	-	-
Investment Income and Commissions	123,225	115,749	168,473
Other Revenues	103,587	144,983	144,680
Restructurings	-	-	-
Provincial/Federal Capital Grants	582,266	384,387	152,674
Total Revenues	5,698,941	5,638,716	5,343,891
Expenses			
General Government Services	561,923	544,725	596,474
Protective Services	344,182	363,602	361,186
Transportation Services	677,402	996,055	955,202
Environmental and Public Health Services	349,543	391,028	496,933
Planning and Development Services	161,656	162,701	153,118
Recreation and Cultural Services	534,886	681,114	662,679
Utility Services	1,462,006	2,562,632	2,369,331
Total Expenses	4,091,598	5,701,857	5,594,923
Surplus (Deficit) of Revenues over Expenses	1,607,343	(63,141)	(251,032)
Accumulated Surplus (Deficit), Beginning of Year	31,384,857	31,384,857	31,635,889
Accumulated Surplus (Deficit), End of Year	$ 32,992,200	$ 31,321,716	$ 31,384,857

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL CONSOLIDATED STATEMENTS

To the Mayor and Councillors
TOWN OF LUMSDEN

Opinion

The summary consolidated financial statements, which comprise the consolidated statement of financial position as at December 31, 2025 and the consolidated statement of operations for the year then ended, are derived from the audited consolidated financial statements of the TOWN OF LUMSDEN for the year ended December 31, 2025.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements in accordance with Canadian public sector accounting standards.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summary consolidated financial statements and the auditors' report thereon, therefore, is not a substitute for reading the municipality's audited consolidated financial statements and the auditors' report thereon.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated .

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Canadian public sector accounting standards.

Auditors' Responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements are a fair summary of the audited consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Consolidated Summary Financial Statements".

Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan