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May 26, 2026

Town of Gull Lake
Box 150
GULL LAKE, SK S0N 1A0

ATTENTION: The Mayor and Councillors

Dear Sir(s)/Madam(s):

Enclosed please find one copy of your December 31, 2025 financial statements. A copy of the statements has been forwarded to the Municipal Infrastructure and Finance, Ministry of Government Relations.

Further to our previous correspondence, we noted the following for your consideration:

1. Enclosed please find your "Synopsis of the Annual Financial Statements". We have attached our synopsis audit report to your copy of the annual synopsis. Please ensure that it is included with the synopsis in any communications (ie. if the synopsis is mailed to the ratepayers, or published, etc.)

2. In accordance with the provisions of Section 191 of the Municipalities Act, we report that we have mailed verification notices to every person who appears, by the tax roll, to be indebted to the Municipality as of December 31, 2025. We have communicated as such to Municipal Infrastructure and Finance.

3. Attached please find a PDF document with information on the upcoming changes to the Canadian Auditing Standards (CAS) and the Public Sector Accounting Standards (PSAS) that will impact your December 31, 2027 yearend audit.

For your consideration, we would like to present the following **bookkeeping** recommendation(s); should you require any additional information or assistance, please contact us:

4. It is recommended that the 2025 Capital Asset Register (excel spreadsheet) be reviewed to ensure the Asset Class Column matches the General ledger account balance and updated as required. ie Machinery & Equipment 2025 Closing Cost balance per excel spreadsheet is $2,541,669 compared to the general ledger balance (Accounts 170-100-560 and 170-100-400) of $1,437,707. The total capital asset balances agree but there are a few differences when filtering by the Asset Class. If you have questions regarding this please contact our office.

Please contact Alexandra Neufeld, CPA, MPAcc or me should you have any questions regarding the foregoing or other matters.

Yours truly,

Terri Olfert

Terri Olfert, CPA, CA

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STARK & MARSH
CPA LLP

REPORT OF THE INDEPENDENT AUDITOR
ON THE SUMMARY FINANCIAL STATEMENTS

To Council of Town of Gull Lake:

Qualified Qualified Opinion

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2025, the summary statements of operations, change in net financial assets, cash flow and remeasurement gains and losses for the year then ended, and related notes, are derived from the audited financial statements of Town of Gull Lake for the year ended December 31, 2025. We expressed a qualified audit opinion on those financial statements in our report dated May 13, 2026.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, in accordance with Canadian public sector accounting standards. However, the summary financial statements are qualified to the equivalent extent as the audited financial statements of Town of Gull Lake for the year ended December 31, 2025.

Summary Financial Statements

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

The Audited Financial Statements and Our Report Thereon

We expressed a qualified audit opinion on the audited financial statements in our report dated May 13, 2026 for the following reason(s).

Public Sector Accounting Standards require that the town accrue a liability for any asset retirement obligations they may have. The town has an asset retirement obligation regarding its landfill site and is responsible for the closure and post-closure care costs. Due to problems associated with estimations and environmental requirements, we were unable to obtain sufficient appropriate audit evidence over the extent of landfill closure adjustments required to the town's financial statements as at December 31, 2025 and December 31, 2024.

Public Sector Accounting Standards require that controlled entities and government partnerships be consolidated into the financial statements of the town, as they make up part of the town's government reporting entity. As explained in Note 1 (a), the town has not proportionately consolidated certain entities over which it has joint control. Known entities are listed in Note 1 (a), but we were unable to obtain sufficient and appropriate audit evidence over the completeness and accuracy of the list. Financial statements for these partnerships were unavailable at the time of our audit, and therefore, we were unable to obtain sufficient and appropriate audit evidence over the extent of adjustments required to the town's financial statements as at December 31, 2025 and December 31, 2024.

Our report also includes the following commentary:

- We included an Other Matter paragraph referring to the supplementary information listed in Schedule 12, which has been taken from the accounting records of the organization but has not been audited by us other than in the course of our examination of the aforementioned financial statements to the extent necessary to allow us to render an opinion thereon.

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS (continued)

Management's Responsibility for the Summary Financial Statements

As management, the Council is responsible for the preparation of the summary of the audited financial statements in accordance with Canadian public sector accounting standards.

Auditor's Responsibility

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

Stark & Marsh

CPA LLP
Chartered Professional Accountants

Swift Current, Saskatchewan
May 13, 2026

Town of Gull Lake
Statement 1: Statement of Financial Position
As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents	3,104,316	2,988,121
Investments	-	-
Taxes Receivable - Municipal	222,291	221,246
Other Accounts Receivable	235,414	299,208
Assets Held for Sale	22,505	22,505
Long-Term Receivable	-	-
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Other (Specify)	-	-
Total Financial Assets	3,584,526	3,531,080
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	117,664	203,685
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	48,730	47,535
Deferred Revenue	43,458	58,778
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Long-Term Debt	6,391	25,564
Lease Obligations	-	-
Total Liabilities	216,243	335,562
NET FINANCIAL ASSETS (DEBT)	3,368,283	3,195,518
NON-FINANCIAL ASSETS		
Tangible Capital Assets	7,777,173	7,390,822
Intangible Capital Assets	-	-
Prepayments and Deferred Charges	55,281	51,685
Stock and Supplies	-	-
Other	-	-
Total Non-Financial Assets	7,832,454	7,442,507
ACCUMULATED SURPLUS (DEFICIT)	**11,200,737**	**10,638,025**
Accumulated surplus is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	11,200,737	10,638,025
Accumulated remeasurement gains (losses)	-	-

Town of Gull Lake
Statement 2: Statement of Operations
For the fiscal year ended December 31, 2025

Statement 2

	2025 Budget (unaudited)	2025	2024
REVENUES			
Tax Revenue	1,284,705	1,278,908	1,207,535
Other Unconditional Revenue	269,687	269,687	253,292
Fees and Charges	950,093	1,044,671	1,057,186
Conditional Grants	190,281	221,335	145,557
Tangible Capital Asset Sales - Gain	-	-	-
Intangible Capital Asset Sales - Gain	-	-	-
Land Sales - Gain	5,000	39,939	14,936
Investment Income	65,000	72,806	115,365
Commissions	-	-	-
Restructurings	-	-	-
Other Revenues	2,500	141	1,500
Provincial/Federal Capital Grants and Contributions	57,750	28,874	55,388
Total Revenues	**2,825,016**	**2,956,361**	**2,850,759**
EXPENSES			
General Government Services	385,337	437,657	403,251
Protective Services	286,750	338,158	314,575
Transportation Services	348,191	480,894	564,188
Environmental and Public Health Services	180,722	175,784	148,865
Planning and Development Services	68,818	91,396	62,784
Recreation and Cultural Services	370,393	426,026	356,924
Utility Services	365,453	443,734	364,417
Restructurings	-	-	-
Total Expenses	**2,005,664**	**2,393,649**	**2,215,004**
Annual Surplus (Deficit) of Revenues over Expenses	**819,352**	**562,712**	**635,755**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	10,638,025	10,638,025	10,002,270
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	**11,457,377**	**11,200,737**	**10,638,025**

Town of Gull Lake

Statement 3: Statement of Change in Net Financial Assets

For the fiscal year ended December 31, 2025

Statement 3

	2025 Budget (unaudited)	2025	2024
Annual Surplus (Deficit) of Revenues over Expenses	819,352	562,712	635,755
(Acquisition) of tangible capital assets	(902,892)	(829,831)	(719,568)
Amortization of tangible capital assets	-	443,480	418,209
Amortization of intangible capital assets	-	-	-
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on the disposal of tangible capital assets	-	-	-
Proceeds on disposal of intangible capital assets	-	-	-
Loss (gain) on the disposal of intangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	**(902,892)**	**(386,351)**	**(301,359)**
(Acquisition) of supplies inventories, net	-	-	-
(Acquisition) of prepaid expense, net	-	(3,596)	-
Consumption of supplies inventory, net	-	-	-
Use of prepaid expense, net	-	-	3,537
Surplus (Deficit) of expenses of other non-financial over expenditures	-	**(3,596)**	**3,537**
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	**(83,540)**	**172,765**	**337,933**
Net Financial Assets (Debt) - Beginning of Year	3,195,518	3,195,518	2,857,585
Net Financial Assets (Debt) - End of Year	**3,111,978**	**3,368,283**	**3,195,518**

Town of Gull Lake

Statement 4: Statement of Cash Flow

For the fiscal year ended December 31, 2025 Statement 4

	2025	2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	562,712	635,755
Amortization of tangible capital assets	443,480	418,209
Amortization of intangible capital assets	-	-
Loss (gain) on disposal of tangible capital assets	-	-
Loss (gain) on disposal of intangible capital assets	-	-
	1,006,192	1,053,964
Change in assets/liabilities		
Taxes Receivable - Municipal	(1,045)	(4,697)
Other Receivables	63,794	476,732
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(86,021)	(131,817)
Derivative Liabilities	-	-
Deposits	1,195	3,825
Deferred Revenue	(15,320)	(6,983)
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepayments and Deferred Charges	(3,596)	3,537
Other (Specify)	-	-
Cash provided by operating transactions	**965,199**	**1,394,561**
Capital:		
Acquisition of capital assets	(829,831)	(719,568)
Proceeds from the disposal of capital assets	-	-
Cash applied to capital transactions	**(829,831)**	**(719,568)**
Investing:		
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	-	-
Cash provided by (applied to) investing transactions	**-**	**-**
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(19,173)	(19,173)
Other financing	-	-
Cash provided by (applied to) financing transactions	**(19,173)**	**(19,173)**
Change in Cash and Cash Equivalents	**116,195**	**655,820**
Cash and Cash Equivalents	2,988,121	2,332,301
Cash and Cash Equivalents - End of Year	**3,104,316**	**2,988,121**
Cash and cash equivalents is made up of:		
Cash and cash equivalents	3,104,316	2,988,121
Less: restricted portion of cash and cash equivalents	-	-
Temporary bank indebtedness	-	-
	3,104,316	**2,988,121**

Town of Gull Lake

Statement 5: Statement of Remeasurement Gains and Losses

For the fiscal year ended 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	-	-

Town of Gull Lake

Schedule 12: Schedule of Council Remuneration (unaudited)

As at December 31, 2025

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve/Mayor	**Nasser Zanidean**	5020	0	5,020.00
Councillor	Neal Boutin	3806	0	3,806.00
Councillor	Steven Haithwaite	3806	600	4,406.00
Councillor	Tyson Migneault	3341	700	4,041.00
Councillor	Terry Stevenson	3806		3,806.00
Councillor	Karen Turton	3620	900	4,520.00
Councillor	Brandon Wessner	3713	200	3,913.00
Total		**27,112**	**2,400**	**29,512**

TOWN OF GULL LAKE

FINANCIAL STATEMENTS

DECEMBER 31, 2025

STARK & MARSH
CPA LLP

INDEPENDENT AUDITOR'S REPORT

To Council of Town of Gull Lake:

Qualified Opinion

We have audited the financial statements of Town of Gull Lake, which comprise the statement of financial position as at December 31, 2025, and the statements of operations, change in net financial assets, cash flow and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2025, and its results of operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Qualified Opinion

Public Sector Accounting Standards require that the town accrue a liability for any asset retirement obligations they may have. The town has an asset retirement obligation regarding its landfill site and is responsible for the closure and post-closure care costs. Due to problems associated with estimations and environmental requirements, we were unable to obtain sufficient appropriate audit evidence over the extent of landfill closure adjustments required to the town's financial statements as at December 31, 2025 and December 31, 2024.

Public Sector Accounting Standards require that controlled entities and government partnerships be consolidated into the financial statements of the town, as they make up part of the town's government reporting entity. As explained in Note 1 (a), the town has not proportionately consolidated certain entities over which it has joint control. Known entities are listed in Note 1 (a), but we were unable to obtain sufficient and appropriate audit evidence over the completeness and accuracy of the list. Financial statements for these partnerships were unavailable at the time of our audit, and therefore, we were unable to obtain sufficient and appropriate audit evidence over the extent of adjustments required to the town's financial statements as at December 31, 2025 and December 31, 2024.

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

Other Matter

The additional information listed in Schedules 1 to 13 has been taken from the accounting records of the organization but has not been audited by us other than in the course of our examination of the aforementioned financial statements to the extent necessary to allow us to render an opinion thereon.

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

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

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization'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 organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organization to cease to continue as a going concern.

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

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

Stark & Marsh

CPA LLP
Chartered Professional Accountants

Swift Current, Saskatchewan
May 13, 2026

Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

The Council is composed of elected officials who are not employees of the municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Stark & Marsh CPA LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them. 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 15, 2026
Mayor - Town of Gull Lake	Administrator	Date

Town of Gull Lake
Statement 1: Statement of Financial Position
As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	3,104,316	2,988,121
Investments (Note 3)		
Taxes Receivable - Municipal (Note 4)	222,291	221,246
Other Accounts Receivable (Note 5)	235,414	299,208
Assets Held for Sale (Note 6)	22,505	22,505
Long-Term Receivable (Note 7)		
Debt Charges Recoverable (Note 8)		
Derivative Assets (Note 9)		
Other (Specify)		
Total Financial Assets	3,584,526	3,531,080
LIABILITIES		
Bank Indebtedness (Note 10)		
Accounts Payable	117,664	203,685
Accrued Liabilities Payable		
Derivative Liabilities (Note 9)		
Deposits	48,730	47,535
Deferred Revenue (Note 11)	43,458	58,778
Asset Retirement Obligation (Note 12)		
Liability for Contaminated Sites (Note 13)		
Infrastructure Liability (Note 27)		
Other Liabilities		
Long-Term Debt (Note 14)	6,391	25,564
Lease Obligations (Note 15)		
Total Liabilities	216,243	335,562
NET FINANCIAL ASSETS (DEBT)	3,368,283	3,195,518
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	7,777,173	7,390,822
Intangible Capital Assets (Schedule 8, 9)		
Prepayments and Deferred Charges	55,281	51,685
Stock and Supplies		
Other (Note 16)		
Total Non-Financial Assets	7,832,454	7,442,507
ACCUMULATED SURPLUS (DEFICIT)	**11,200,737**	**10,638,025**
Accumulated surplus is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 10)	11,200,737	10,638,025
Accumulated remeasurement gains (losses) (Statement 5)	-	-

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

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

Town of Gull Lake
Statement 2: Statement of Operations
For the fiscal year ended December 31, 2025

Statement 2

REVENUES	2025 Budget (unaudited)	2025	2024
Tax Revenue (Schedule 1)	1,284,705	1,278,908	1,207,535
Other Unconditional Revenue (Schedule 1)	269,687	269,687	253,292
Fees and Charges (Note 28, Schedule 4, 5)	950,093	1,044,671	1,057,186
Conditional Grants (Note 28, Schedule 4, 5)	190,281	221,335	145,557
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Intangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	5,000	39,939	14,936
Investment Income (Note 3) (Schedule 4, 5)	65,000	72,806	115,365
Commissions (Schedule 4, 5)	-	-	-
Restructurings (Note 25, Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	2,500	141	1,500
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	57,750	28,874	55,388
Total Revenues	**2,825,016**	**2,956,361**	**2,850,759**
EXPENSES			
General Government Services (Schedule 3)	385,337	437,657	403,251
Protective Services (Schedule 3)	286,750	338,158	314,575
Transportation Services (Schedule 3)	348,191	480,894	564,188
Environmental and Public Health Services (Schedule 3)	180,722	175,784	148,865
Planning and Development Services (Schedule 3)	68,818	91,396	62,784
Recreation and Cultural Services (Schedule 3)	370,393	426,026	356,924
Utility Services (Schedule 3)	365,453	443,734	364,417
Restructurings (Note 25, Schedule 3)	-	-	-
Total Expenses	**2,005,664**	**2,393,649**	**2,215,004**
Annual Surplus (Deficit) of Revenues over Expenses	**819,352**	**562,712**	**635,755**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	10,638,025	10,638,025	10,002,270
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	**11,457,377**	**11,200,737**	**10,638,025**

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

Town of Gull Lake

Statement 3: Statement of Change in Net Financial Assets

For the fiscal year ended December 31, 2025 Statement 3

	2025 Budget (unaudited)	**2025**	**2024**
Annual Surplus (Deficit) of Revenues over Expenses	819,352	562,712	635,755
(Acquisition) of tangible capital assets	(902,892)	(829,831)	(719,568)
Amortization of tangible capital assets	-	443,480	418,209
Amortization of intangible capital assets	-	-	-
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on the disposal of tangible capital assets	-	-	-
Proceeds on disposal of intangible capital assets	-	-	-
Loss (gain) on the disposal of intangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	**(902,892)**	**(386,351)**	**(301,359)**
(Acquisition) of supplies inventories, net	-	-	-
(Acquisition) of prepaid expense, net	-	(3,596)	-
Consumption of supplies inventory, net	-		-
Use of prepaid expense, net	-	-	3,537
Surplus (Deficit) of expenses of other non-financial over expenditures	**-**	**(3,596)**	**3,537**
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	**(83,540)**	**172,765**	**337,933**
Net Financial Assets (Debt) - Beginning of Year	3,195,518	3,195,518	2,857,585
Net Financial Assets (Debt) - End of Year	**3,111,978**	**3,368,283**	**3,195,518**

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

Town of Gull Lake
Statement 4: Statement of Cash Flow
For the fiscal year ended December 31, 2025

Statement 4

	2025	2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	562,712	635,755
Amortization of tangible capital assets	443,480	418,209
Amortization of intangible capital assets	-	-
Loss (gain) on disposal of tangible capital assets	-	-
Loss (gain) on disposal of intangible capital assets	-	-
	1,006,192	1,053,964
Change in assets/liabilities		
Taxes Receivable - Municipal	(1,045)	(4,697)
Other Receivables	63,794	476,732
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(86,021)	(131,817)
Derivative Liabilities	-	-
Deposits	1,195	3,825
Deferred Revenue	(15,320)	(6,983)
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Stock and Supplies	-	-
Prepayments and Deferred Charges	(3,596)	3,537
Other (Specify)	-	-
Cash provided by operating transactions	**965,199**	**1,394,561**
Capital:		
Acquisition of capital assets	(829,831)	(719,568)
Proceeds from the disposal of capital assets	-	-
Cash applied to capital transactions	**(829,831)**	**(719,568)**
Investing:		
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	-	-
Cash provided by (applied to) investing transactions	**-**	**-**
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(19,173)	(19,173)
Other financing	-	-
Cash provided by (applied to) financing transactions	**(19,173)**	**(19,173)**
Change in Cash and Cash Equivalents	**116,195**	**655,820**
Cash and Cash Equivalents	2,988,121	2,332,301
Cash and Cash Equivalents - End of Year	**3,104,316**	**2,988,121**
Cash and cash equivalents is made up of:		
Cash and cash equivalents (Note 2)	3,104,316	2,988,121
Less: restricted portion of cash and cash equivalents (Note 2)	-	-
Temporary bank indebtedness	-	-
	3,104,316	**2,988,121**

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

Town of Gull Lake

Statement 5: Statement of Remeasurement Gains and Losses

For the fiscal year ended 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 and schedules are an integral part of these statements.

Town of Gull Lake
Notes to the financial Statements
For the fiscal year ended December 31, 2025

1. Significant Accounting Policies

The 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 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 financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities not included in these financial statements are as follows:

Entity
Gull Lake & District Recreation Complex Inc.

Partnerships: A partnership represents a contractual arrangement between the municipality and a party or parties outside the reporting entity. The partners have significant, clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership. The following partnerships have not been included in these financial statements:

Entity
Gull Lake & District Ambulance Service (proportionate)
Gull Lake & District Fire Department (proportionate)
Gull Lake & District EMO (proportionate)

b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.

c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occur, providing:

a) the transfers are authorized
b) any eligibility criteria and stipulations have been met; and
c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue until eligibility criteria or stipulations are met.
Earned government transfer amounts not received will be recorded as an amount receivable.
Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

d) **Other (Non-Government Transfer) Contributions:** Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the municipality if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

1. Significant Accounting Policies - continued

e) **Revenue -** An amount received from transactions with no performance obligations is recognized as revenue.

For Revenue items with related performance obligations:
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.

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

a) The payor simultaneously receives and consumes the benefits provided by the municipality's performance as they fulfil the performance obligation
b) The municipality'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 municipality's performance does not create an asset with an alternative use to itself, and the municipality has an enforceable right to payment for performance completed to date
d) The municipality is expected to continually maintain or support the transferred good or service under the terms of the agreement
e) The municipality provides the payor with access to a specific good or service under the terms of the agreement

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 10.

1. Significant Accounting Policies - continued

j) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.

k) **Financial Instruments:** Derivative and equity instruments (or other portfolio investments) that are quoted in an active

Measurement of Financial Instruments:

The municipalities financial assets and liabilities are measured as follows:

Financial Statement line item	Measurement
Cash & Cash Equivalents	Cost
Other Accounts Receivable	Cost
Assets held for sale	Cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-Term Debt	Amortized cost

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

1. Significant Accounting Policies - continued

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

Asset	***Useful Life***
General Assets	
Land	Indefinite
Land Improvements	Indefinite
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	15 Yrs
Machinery and Equipment	10 to 20 Yrs
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure Assets	15 to 75 Yrs
Water & Sewer	
Road Network Assets	

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 leases and recorded as tangible capital assets. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

1. Significant Accounting Policies - continued

n) **Public Private Partnerships:** Public private partnerships where the municipality procures infrastructure using a private sector partner are accounted for and reported as infrastructure assets on the Statement of Financial Position and are initially recognized at cost. Cost includes the gross amount of consideration given up to acquire, construct, develop or better a tangible capital asset; and all costs directly attributable to the acquisition, construction, development or betterment of the infrastructure asset. Infrastructure assets are amortized over the assets useful life and recognized as an expense in the Statement of Operations.

When the municipality has recognized an infrastructure asset in relation to a public private partnership arrangement and has an obligation to provide consideration to the private sector partner, the municipality recognizes a corresponding infrastructure liability on the Statement of Financial Position. Infrastructure liabilities are initially measured at the same amount as the related infrastructure asset, reduced for any consideration previously provided to the public sector partner. Other consideration attributable to the partnership agreement such as operating and maintenance payments are excluded from the measurement of the liability. Two common models used to measure infrastructure liabilities are the financial liability and user pay models. The financial liability model is utilized when the municipality designs, builds, finances, operates and/or maintains infrastructure in exchange for a contractual right to receive cash or another asset. The reason for this being that the corresponding liability constitutes a financial liability. The user pay model is applicable when the private sector partner designs, buildings, finances, operates and/or maintains the infrastructure in exchange for a right to charge the ultimate end users. This compensation granted by the municipality is facilitated via the granting of rights to earn revenue from a third party. Due to such, the corresponding liability should be classified as a performance obligation.

o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 20.

p) **Employee Benefit Plans:** Contributions to the municipality's multiemployer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

q) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) the municipality:
  - i. is directly responsible; or
  - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

1. Significant Accounting Policies - continued

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 revenue and expenditures during the period.

Measurement uncertainty impacts the following financial statement areas:

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.

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

Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

1. Significant Accounting Policies - continued

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: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for Police and Fire protection.

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

Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the municipality.

Planning and Development: Provides for neighbourhood development and sustainability.

Recreation and Culture: Provides for community services through the provision of recreation and leisure services.

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

t) **Budget Information**: Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 24, 2025.

u) **Assets Held for Sale:** the municipality is committed to selling the asset, the asset is in a condition to be sold, the asset is publicly seen to be for sale, there is an active market for the asset, there is a plan in place for selling the asset and the sale is reasonably anticipated to be completed within one year of the financial statement date.

v) **Asset Retirement Obligation:** Asset Retirement Obligations represent the legal obligations associated with the retirement of a tangible capital asset that result from its acquisition, construction, development, or normal use. The tangible assets include but not limited to assets in productive use, assets no longer in productive use, leased tangible capital assets.

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

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

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

1. Significant Accounting Policies - continued

w) **Loan Guarantees:** The municipality provides loan guarantees for various (describe) organizations, which are not consolidated as part of the municipality's Statements. As the guarantees represent potential financial commitments for the municipality, these amounts are considered as contingent liabilities and not formally recognized as liabilities until the municipality considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The municipality monitors the status of the organizations, loans, and lines of credit annually and in the event that payment by the municipality is likely to occur, a provision will be recognized in the Statements. Information on these loan guarantees provided by the municipality are disclosed in Note 28, if applicable.

2. Cash and Cash Equivalents

	2025	2024
Cash	3,104,316	2,988,121
Short-term investments - amortized cost	-	-
Restricted Cash	-	-
Total Cash and Cash Equivalents	**3,104,316**	2,988,121

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

3. Investments

The Town has no significant investments at December 31, 2025.

4. Taxes Receivable - Municipal

		2025	2024
Municipal	- Current	132,308	137,182
	- Arrears	189,983	152,064
		322,291	289,246
	- Less Allowance for Uncollectible	(100,000)	(68,000)
Total municipal taxes receivable		222,291	221,246
School	- Current	4,162	10,743
	- Arrears	35,486	27,373
Total taxes to be collected on behalf of School Divisions		39,648	38,116
Other		-	-
Total taxes and grants in lieu receivable or to be collected on behalf of other organizations		261,939	259,362
Deduct taxes to be collected on behalf of other organizations		(39,648)	(38,116)
Total Taxes Receivable - Municipal		222,291	221,246

5. Other Accounts Receivable

	2025	2024
Federal Government	80,791	81,886
Provincial Government	34,195	42,089
Local Government	21,481	70,343
Utility	62,332	68,582
Trade	38,615	38,308
Other (Specify)	-	-
Total Other Accounts Receivable	237,414	301,208
Less: Allowance for Uncollectible	(2,000)	(2,000)
Net Other Accounts Receivable	235,414	299,208

Town of Gull Lake
Notes to the financial Statements
For the fiscal year ended December 31, 2025

6. Assets Held for Sale

	2025	2024
Tax Title Property	**37,224**	43,125
Allowance for market value adjustment	**(37,224)**	(43,125)
Net Tax Title Property	-	-
Other Land	**22,505**	22,505
Allowance for market value adjustment	-	-
Net Other Land	**22,505**	22,505
Other (Describe)	-	-
Total Assets Held for Sale	**22,505**	22,505

7. Long-Term Receivable

The Town has no long-term receivables at December 31, 2025.

8. Debt Charges Recoverable

The Town has no debt charges recoverable at December 31, 2025.

9. Financial Instruments - Fair Value Disclosures

The municipality does not have any significant financial instruments carried at fair value as at December 31, 2025. For those instruments carried at cost/amortized cost the carrying value approximates the fair value.

10. Bank Indebtedness

Credit Arrangements

The town has access to a line of credit with a limit of $300,000, none of which is drawn. This credit facility is secured by future collections of property taxes and government grants.

11. Deferred Revenue

	2024	Externally Restricted Inflows	Revenue Earned	**2025**
NHSP grant	25,000	-	25,000	-
Prepaid municipal property taxes	33,778	43,458	33,778	43,458
Total Deferred Revenue	58,778	43,458	58,778	43,458

12. Asset Retirement Obligation

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 to be based on estimates and assumptions with respect to events extending over a future period of years, 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 town operates landfill (waste disposal) site which has been classified as a transfer station. The town has obtained an initial estimate of future landfill closure costs for the site, however it has not yet started the formal closure process and no amount has been recorded in these financial statements as an asset retirement obligation for this purpose.

Asbestos

The municipality owns a building which contains asbestos, and therefore, the municipality is legally required to perform abatement activities upon renovation or demolition of this asset. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. No estimate has been made of future remediation costs and accordingly no related asset retirement obligation liability is reflected in these financial statements.

13. Liability for Contaminated Sites

The municipality has no known contaminated sites and accordingly there is no accrued liability for estimated future remediation costs for such a site.

14. Long-Term Debt

The debt limit of the municipality in 2025 was $2,183,585. 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)).

The town has an equipment purchase loan from Kubota Canada Ltd., requiring monthly payments of $1,598 in years 2025 - 2026. The loan bears no interest and is secured by a 2021 Kubota Skid Steer Loader with a carrying value of $51,266.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2026	6,391	-	6,391	6,391
2027	-	-	-	-
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
Thereafter	-	-	-	-
Balance	**6,391**	**-**	**6,391**	**6,391**

15. Lease Obligations

The Town has no significant long-term lease obligations at December 31, 2025.

16. Other Non-financial Assets

The Town has no "other" non-financial assets at December 31, 2025.

17. Contingent Liabilities

The Town has no contingent liabilities at December 31, 2025.

18. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2025 was $40,113. 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 the 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 this plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan whereby the contributions are expensed when made.

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

Details of MEPP	**2025**	2024
Number of active members	**10**	9
Member contribution rate (percentage of salary)	**9.00%**	9.00%
Employer contribution rate (percentage of salary)	**9.00%**	9.00%
Member contributions for the year	**40,113**	39,021
Employer contributions for the year	**40,113**	39,021
Plan Assets	**	4,090,806,000
Plan Liabilities	**	2,571,158,000
Plan Surplus	**	1,519,648,000

** 2025 MEPP financial information is not yet available.

19. Comparative Figures

Some prior year comparative figures may have been restated to conform to the current year's presentation.

20. Trusts Administered by the Municipality

The town holds a bank account for the Gull Lake Cemetery Fund, reflecting donations received for the cemetery, less any amounts spent. The balance of the account as of December 31, 2025 was $14,245 (2024 - $17,315).

21. Related Parties

The Town has no significant related parties at December 31, 2025.

22. Contingent Assets

The Town has no significant contingent assets at December 31, 2025.

23. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. The Town has no significant contractual rights at December 31, 2025.

24. Contractual Obligations and Commitments

The town has committed to contributing a total of $200,000 over 20 years to the Rural Municipality of Gull Lake No. 139 towards the cost of paving Green Terminal Road, designated as a dangerous goods/heavy traffic truck route that bypasses the streets of the town. This is to be paid in instalments of $10,000 per year, in years 2016 to 1035. The remaining balance to be paid in years 2026 through 2035 totals $100,000.

25. Restructuring Transactions

The Town did not undertake any restructuring transactions in 2025.

26. Risk Management

Through its financial assets and liabilities, the municipality is exposed to credit 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 municipality to credit risk consist of taxes receivable and other accounts receivable.

The municipalities maximum exposure to credit risk as at December 31 is as follows:

	2025
Taxes receivable	322,291
Other accounts receivable	237,414
Maximum credit risk exposure	**559,705**

The municipality has mitigated its exposure to credit risk on financial instruments through ongoing monitoring and follow up on amounts owing and through the use of tax enforcement procedures as authorized by the Government of Saskatchewan.

At December 31 the following taxes receivable and other accounts receivable were due but not impaired:

	30 days	60 days	90 days	Over 120
Taxes receivable	132,307	-	-	89,984
Other accounts receivable	219,203	451	-	15,760
Net total	**351,510**	**451**	**-**	**105,744**

26. Risk Management cont'd

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The financial instruments that potentially subject the municipality to interest rate risk consist of interest earned on the municipal bank account.

27. Public Private Partnerships:

The Town has no reportable Public Private Partnerships as at December 31, 2025.

Town of Gull Lake
Schedule 1: Schedule of Taxes and Other Unconditional Revenue
For the fiscal year ended December 31, 2025

Schedule 1

		2025 Budget	2025	2024
TAXES		**(unaudited)**		
	General municipal tax levy	970,340	970,808	868,972
	Abatements and adjustments	(12,000)	(12,000)	(11,215)
	Discount on current year taxes	(38,000)	(39,212)	(36,895)
	Net Municipal Taxes	**920,340**	**919,596**	**820,862**
	Potash tax share			
	Trailer license fees			
	Penalties on tax arrears	37,500	37,524	34,609
	Special tax levy	218,365	216,421	246,083
	Other (*Specify*)			
Total Taxes		**1,176,205**	**1,173,541**	**1,101,554**
UNCONDITIONAL GRANTS				
	Revenue Sharing	269,687	269,687	253,292
	(Organized Hamlet)			
	Safe Restart			
	Other (*Specify*)			
Total Unconditional Grants		**269,687**	**269,687**	**253,292**
GRANTS IN LIEU OF TAXES				
Federal		7,900	8,763	7,953
Provincial				
	S.P.C. Electrical	30,000	27,501	27,527
	SaskEnergy Gas			
	TransGas			
	Central Services			
	SaskTel	2,600	2,802	2,608
	Sask Highways	2,900	2,947	2,948
Local/Other				
	Housing Authority	2,100	2,809	2,188
	C.P.R. Mainline			
	Treaty Land Entitlement			
	Other (*Specify*)			
Other Government Transfers				
	S.P.C. Surcharge	63,000	60,545	62,757
	Sask Energy Surcharge			
	Other (*Specify*)			
Total Grants in Lieu of Taxes		**108,500**	**105,367**	**105,981**
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE		**1,554,392**	**1,548,595**	**1,460,827**

Town of Gull Lake
Schedule 2: Schedule of Operating and Capital Revenue by Function
For the fiscal year ended December 31, 2025

Schedule 2 - 1

	2025 Budget (unaudited)	2025	2024
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	2,500	17,851	3,949
- Sales of supplies			
- Licenses, permits & rentals	30,193	33,224	22,836
Total Fees and Charges	32,693	51,075	26,785
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Land sales - gain	5,000	39,939	14,936
- Investment income	65,000	72,806	115,365
- Commissions			
- Other (*Specify*)			
Total Other Segmented Revenue	102,693	163,820	157,086
Conditional Grants			
- Student Employment			
- MEEP			
- Other (*Specify*)			
Total Conditional Grants	-	-	-
Total Operating	102,693	163,820	157,086
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (*Specify*)			
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)			
Total General Government Services	**102,693**	**163,820**	**157,086**

	2025 Budget (unaudited)	2025	2024
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Fines & fire fighting fees	80,150	161,711	97,087
Total Fees and Charges	80,150	161,711	97,087
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (*Specify*)			
Total Other Segmented Revenue	80,150	161,711	97,087
Conditional Grants			
- Student Employment			
- Local government	45,758	1,220	49,870
- MEEP			
- Other (*Specify*)			
Total Conditional Grants	45,758	1,220	49,870
Total Operating	125,908	162,931	146,957
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- Local government			
- MEEP			
- Other (*Specify*)			
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)			
Total Protective Services	**125,908**	**162,931**	**146,957**

Town of Gull Lake
Schedule 2: Schedule of Operating and Capital Revenue by Function
For the fiscal year ended December 31, 2025

Schedule 2 - 2

	2025 Budget (unaudited)	2025	2024
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (*Specify*)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (*Specify*)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- RIRG (CTP)			
- Student Employment			
- MEEP			
- Other (*Specify*)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	57,750	28,874	55,388
- ICIP			
- RIRG (CTP, Bridge and Large Culvert, Road Const.)			
- Provincial Disaster Assistance			
- MEEP			
- Other (*Specify*)			
Total Capital	57,750	28,874	55,388
Restructuring Revenue (*Specify, if any*)			
Total Transportation Services	**57,750**	**28,874**	**55,388**

	2025 Budget (unaudited)	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	115,000	112,410	112,497
- Cemetery fees & sundry	7,000	5,490	8,990
Total Fees and Charges	122,000	117,900	121,487
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (*Specify*)			
Total Other Segmented Revenue	122,000	117,900	121,487
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- MEEP	11,600	11,594	
- Recycling	23,500	23,713	23,713
Total Conditional Grants	35,100	35,307	23,713
Total Operating	157,100	153,207	145,200
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- TAPD			
- Provincial Disaster Assistance			
- MEEP			
- Other (*Specify*)			
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)			
Total Environmental and Public Health Services	**157,100**	**153,207**	**145,200**

Town of Gull Lake

Schedule 2: Schedule of Operating and Capital Revenue by Function

For the fiscal year ended December 31, 2025

Schedule 2 - 3

	2025 Budget (unaudited)	2025	2024
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- **Other (*Specify*)**			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- **Other (*Specify*)**			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- MEEP			
- **Other (*Specify*)**			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- **Other (*Specify*)**			
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)			
Total Planning and Development Services	-	-	-

	2025 Budget (unaudited)	2025	2024
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Swimming pool fees & donations	45,750	45,583	141,573
Total Fees and Charges	45,750	45,583	141,573
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- **Other (sundry)**	2,500	141	1,500
Total Other Segmented Revenue	48,250	45,724	143,073
Conditional Grants			
- Student Employment			
- Local government	42,423	65,738	31,555
- MEEP			
- New horizons, SGI, accessibility, CIF	67,000	119,070	40,419
Total Conditional Grants	109,423	184,808	71,974
Total Operating	157,673	230,532	215,047
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- **Other (*Specify*)**			
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)			
Total Recreation and Cultural Services	157,673	230,532	215,047

Town of Gull Lake

Schedule 2: Schedule of Operating and Capital Revenue by Function

For the fiscal year ended December 31, 2025

Schedule 2 - 4

	2025 Budget	2025	2024
UTILITY SERVICES	**(unaudited)**		
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	489,500	483,789	487,588
- Sewer	180,000	184,613	182,666
- Other (*Specify*)			
Total Fees and Charges	669,500	668,402	670,254
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (*Specify*)			
Total Other Segmented Revenue	669,500	668,402	670,254
Conditional Grants			
- Student Employment			
- MEEP			
- Other (*Specify*)			
Total Conditional Grants	-	-	-
Total Operating	669,500	668,402	670,254
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 (*Specify*)			
Total Capital	-	-	-
Restructuring Revenue (*Specify, if any*)			
Total Utility Services	**669,500**	**668,402**	**670,254**
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	**1,270,624**	**1,407,766**	**1,389,932**

SUMMARY

Total Other Segmented Revenue	1,022,593	1,157,557	1,188,987
Total Conditional Grants	190,281	221,335	145,557
Total Capital Grants and Contributions	57,750	28,874	55,388
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	**1,270,624**	**1,407,766**	**1,389,932**

Town of Gull Lake
Schedule 3: Total Expenses by Function
For the fiscal year ended December 31, 2025

	2025 Budget (unaudited)	2025	2024
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	32,000	30,926	32,179
Wages and benefits	189,575	195,834	187,206
Professional/Contractual services	126,162	122,193	118,177
Utilities	6,400	5,623	5,609
Maintenance, materials and supplies	29,200	35,366	23,277
Grants and contributions - operating	2,000	2,475	1,325
- capital			
Amortization of Tangible Capital Assets		13,240	9,478
Amortization of Intangible capital assets			
Accretion of asset retirement obligation			
Interest			
Allowance for uncollectible		32,000	26,000
Other (*Specify*)			
General Government Services	**385,337**	**437,657**	**403,251**
Restructuring ***(Specify, if any)***			
Total General Government Services	**385,337**	**437,657**	**403,251**
PROTECTIVE SERVICES			
Police protection			
Wages and benefits			
Professional/Contractual services	86,828	88,903	86,828
Utilities			
Maintenance, material and supplies			
Amortization of Tangible Capital Assets			
Amortization of Intangible capital assets			
Accretion of asset retirement obligation			
Grants and contributions - operating			
- capital			
Other (*Specify*)			
Fire protection			
Wages and benefits	31,700	39,802	28,144
Professional/Contractual services	124,722	120,780	124,420
Utilities	18,100	15,811	18,058
Maintenance, material and supplies	25,400	14,444	17,597
Grants and contributions - operating			
- capital			
Amortization of Tangible Capital Assets		58,418	39,528
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Other (*Specify*)			
Protective Services	**286,750**	**338,158**	**314,575**
Restructuring ***(Specify, if any)***			
Total Protective Services	**286,750**	**338,158**	**314,575**
TRANSPORTATION SERVICES			
Wages and benefits	110,541	107,615	133,246
Professional/Contractual Services	118,500	78,889	79,798
Utilities	28,650	26,863	26,937
Maintenance, materials, and supplies	60,500	47,232	66,831
Gravel	20,000	8,262	4,080
Grants and contributions - operating	10,000	10,000	26,296
- capital			
Amortization of Tangible Capital Assets		202,033	227,000
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Other (*Specify*)			
Transportation Services	**348,191**	**480,894**	**564,188**
Restructuring ***(Specify, if any)***			
Total Transportation Services	**348,191**	**480,894**	**564,188**

Town of Gull Lake

Schedule 3: Total Expenses by Function

For the fiscal year ended December 31, 2025

Schedule 3 - 2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES	(unaudited)		
Wages and benefits	7,772	8,475	9,600
Professional/Contractual services	165,450	161,375	131,611
Utilities			
Maintenance, materials and supplies	3,000	775	2,801
Grants and contributions - operating		2,694	4,188
o Waste disposal			
o Public Health	4,500		
- capital			
o Waste disposal			
o Public Health		1,800	
Amortization of Tangible Capital Assets		665	665
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Other (*Specify*)			
Environmental and Public Health Services	**180,722**	**175,784**	**148,865**
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	**180,722**	**175,784**	**148,865**

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	31,818	40,387	38,650
Professional/Contractual Services	29,000	41,459	12,210
Utilities			
Maintenance, materials and supplies	8,000	5,217	7,591
Grants and contributions - operating			
- capital			
Amortization of Tangible Capital Assets		4,333	4,333
Amortization of Intangible Capital Assets			
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other (*Specify*)			
Planning and Development Services	**68,818**	**91,396**	**62,784**
Restructuring (Specify, if any)			
Total Planning and Development Services	**68,818**	**91,396**	**62,784**

RECREATION AND CULTURAL SERVICES			
Wages and benefits	140,972	170,541	144,318
Professional/Contractual services	130,771	99,495	83,925
Utilities	18,400	17,553	18,998
Maintenance, materials and supplies	63,750	51,177	52,487
Grants and contributions - operating	16,500	15,855	7,500
- capital			
Amortization of Tangible Capital Assets		71,405	49,696
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other (*Specify*)			
Recreation and Cultural Services	**370,393**	**426,026**	**356,924**
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	**370,393**	**426,026**	**356,924**

Town of Gull Lake

Schedule 3: Total Expenses by Function

For the fiscal year ended December 31, 2025

Schedule 3 - 3

	2025 Budget	2025	2024
UTILITY SERVICES	**(unaudited)**		
Wages and benefits	87,103	112,741	106,123
Professional/Contractual services	136,500	123,023	68,418
Utilities	47,000	48,066	43,470
Maintenance, materials and supplies	94,850	66,518	58,897
Grants and contributions - operating			
- capital			
Amortization of Tangible Capital Assets		93,386	87,509
Amortization of Intangible Capital Assets			
Interest			
Accretion of asset retirement obligation			
Allowance for Uncollectible			
Other (*Specify*)			
Utility Services	**365,453**	**443,734**	**364,417**
Restructuring (Specify, if any)			
Total Utility Services	**365,453**	**443,734**	**364,417**

TOTAL EXPENSES BY FUNCTION	**2,005,664**	**2,393,649**	**2,215,004**

Town of Gull Lake
Schedule 4: Schedule of Segment Disclosure by Function
For the fiscal year ended December 31, 2025

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	51,075	161,711	-	117,900	-	45,583	668,402	1,044,671
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Intangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	39,939							39,939
Investment Income	72,806							72,806
Commissions	-							-
Other Revenues	-	-	-	-	-	141	-	141
Grants - Conditional	-	1,220	-	35,307	-	184,808	-	221,335
- Capital	-	-	28,874	-	-	-	-	28,874
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	**163,820**	**162,931**	**28,874**	**153,207**	**-**	**230,532**	**668,402**	**1,407,766**
Expenses (Schedule 3)								
Wages & Benefits	226,760	39,802	107,615	8,475	40,387	170,541	112,741	706,321
Professional/ Contractual Services	122,193	209,683	78,889	161,375	41,459	99,495	123,023	836,117
Utilities	5,623	15,811	26,863	-		17,553	48,066	113,916
Maintenance Materials and Supplies	35,366	14,444	55,494	775	5,217	51,177	66,518	228,991
Grants and Contributions	2,475	-	10,000	4,494	-	15,855	-	32,824
Amortization of Tangible Capital Assets	13,240	58,418	202,033	665	4,333	71,405	93,386	443,480
Amortization of Intangible Capital Assets	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	32,000					-	-	32,000
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	**437,657**	**338,158**	**480,894**	**175,784**	**91,396**	**426,026**	**443,734**	**2,393,649**
Surplus (Deficit) by Function	**(273,837)**	**(175,227)**	**(452,020)**	**(22,577)**	**(91,396)**	**(195,494)**	**224,668**	**(985,883)**

Taxes and other unconditional revenue **(Schedule 1)**	1,548,595
Net Surplus (Deficit)	**562,712**

Town of Gull Lake
Schedule 5: Schedule of Segment Disclosure by Function
For the fiscal year ended December 31, 2024

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	26,785	97,087	-	121,487	-	141,573	670,254	1,057,186
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Intangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	14,936							14,936
Investment Income	115,365							115,365
Commissions	-							-
Other Revenues	-	-	-	-	-	1,500	-	1,500
Grants - Conditional	-	49,870	-	23,713	-	71,974	-	145,557
- Capital	-	-	55,388	-	-	-	-	55,388
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	**157,086**	**146,957**	**55,388**	**145,200**	**-**	**215,047**	**670,254**	**1,389,932**
Expenses (Schedule 3)								
Wages & Benefits	219,385	28,144	133,246	9,600	38,650	144,318	106,123	679,466
Professional/ Contractual Services	118,177	211,248	79,798	131,611	12,210	83,925	68,418	705,387
Utilities	5,609	18,058	26,937	-		18,998	43,470	113,072
Maintenance Materials and Supplies	23,277	17,597	70,911	2,801	7,591	52,487	58,897	233,561
Grants and Contributions	1,325	-	26,296	4,188	-	7,500	-	39,309
Amortization of Tangible Capital Assets	9,478	39,528	227,000	665	4,333	49,696	87,509	418,209
Amortization of Intangible Capital Assets	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	26,000					-	-	26,000
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total Expenses	**403,251**	**314,575**	**564,188**	**148,865**	**62,784**	**356,924**	**364,417**	**2,215,004**
Surplus (Deficit) by Function	**(246,165)**	**(167,618)**	**(508,800)**	**(3,665)**	**(62,784)**	**(141,877)**	**305,837**	**(825,072)**
Taxes and other unconditional revenue (Schedule 1)								1,460,827
Net Surplus (Deficit)								**635,755**

Town of Gull Lake
Schedule 6: Schedule of Tangible Capital Assets by Object
As at December 31, 2025

Schedule 6

	2025									2024
	General Assets					Infrastructure Assets		General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Public Private Partnerships	Assets Under Construction	Total	Total
Assets										
Asset cost										
Opening Asset costs	182,701	-	2,271,443	1,372,662	22,365	9,357,117	-	735,003	13,941,291	13,221,723
Additions during the year	20,000	-	257,758	42,680	-	141,248	-	368,145	829,831	719,568
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	-	-
Closing Asset Costs	202,701	-	2,529,201	1,415,342	22,365	9,498,365	-	1,103,148	14,771,122	13,941,291
Amortization										
Accumulated Amortization Cost										
Opening Accumulated Amortization Costs	-	-	1,470,011	989,611	22,365	4,068,482	-	-	6,550,469	6,132,260
Add: Amortization taken	-	-	67,538	81,533	-	294,409	-	-	443,480	418,209
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-	-
Transfer of Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	1,537,549	1,071,144	22,365	4,362,891	-	-	6,993,949	6,550,469
Net Book Value	202,701	-	991,652	344,198	-	5,135,474	-	1,103,148	7,777,173	7,390,822

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 Schedule 6	$	-

Town of Gull Lake
Schedule 7: Schedule of Tangible Capital Assets by Function
As at December 31, 2025

		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	362,647	896,906	4,949,092	9,975	281,417	2,117,891	5,323,363	13,941,291	13,221,723
	Additions during the year	74,999	13,794	144,432	-	-	37,760	558,846	829,831	719,568
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	
	Transfer of Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	
	Closing Asset Costs	**437,646**	**910,700**	**5,093,524**	**9,975**	**281,417**	**2,155,651**	**5,882,209**	**14,771,122**	**13,941,291**
Amortization	**Cost**									
	Opening Accumulated Amortization Costs	97,802	490,260	2,638,320	6,650	86,108	1,356,850	1,874,479	6,550,469	6,132,260
	Add: Amortization taken	13,240	58,418	202,033	665	4,333	71,405	93,386	443,480	418,209
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	
	Transfer of Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	
	Closing Accumulated Amortization Costs	**111,042**	**548,678**	**2,840,353**	**7,315**	**90,441**	**1,428,255**	**1,967,865**	**6,993,949**	**6,550,469**
	Net Book Value	**326,604**	**362,022**	**2,253,171**	**2,660**	**190,976**	**727,396**	**3,914,344**	**7,777,173**	**7,390,822**

Town of Gull Lake
Schedule 8: Schedule of Intangible Capital Assets by Object
As at December 31, 2025

		2025								2024
		General Assets					***Asset Category***	***Asset Category***		
								Assets Under Construction	**Total**	**Total**
Assets	**Asset cost**									
	Opening Asset costs	-	-	-	-	-	-	-	-	-
	Additions during the year	-	-	-	-	-	-	-	-	-
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	Transfer of Intangible Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	-	-	-	-	-	-	-	-	-
Amortization	**Accumulated Amortization Cost**									
	Opening Accumulated Amortization Costs	-	-	-	-	-	-	-	-	-
	Add: Amortization taken	-	-	-	-	-	-	-	-	-
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
	Transfer of Intangible Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	-
	Costs	-	-	-	-	-	-	-	-	-
	Net Book Value	-	-	-	-	-	-	-	-	-

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 Schedule 8	$	-

Town of Gull Lake
Schedule 9: Schedule of Intangible Capital Assets by Function
For the fiscal year ended December 31, 2025

		2025								2024
		General Government	**Protective Services**	**Transportation Services**	**Environmental & Public**	**Planning & Development**	**Recreation & Culture**	**Water & Sewer**	**Total**	Total
Assets	**Asset cost**									
	Opening Asset costs	-	-	-	-	-	-	-	-	-
	Additions during the year	-	-	-	-	-	-	-	-	-
	Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
	Transfer of Intangible Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	-
	Closing Asset Costs	-	-	-	-	-	-	-	-	-
Amortization	**Accumulated Amortization Cost**									
	Opening Accumulated Amortization Costs	-	-	-	-	-	-	-	-	-
	Add: Amortization taken	-	-	-	-	-	-	-	-	-
	Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
	Transfer of Intangible Capital Assets related to restructuring **(Schedule 13)**	-	-	-	-	-	-	-	-	-
	Closing Accumulated Amortization Costs	-	-	-	-	-	-	-	-	-
	Net Book Value	-	-	-	-	-	-	-	-	-

Town of Gull Lake
Schedule 10: Schedule of Accumulated Surplus
As at December 31, 2025

Schedule 10

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	**2,196,898**	**(39,241)**	**2,157,657**
APPROPRIATED RESERVES			
Infrastructure	208,000	207,056	415,056
Water & Sewer	568,019	(93,376)	474,643
Capital Trust	30,000	-	30,000
Equipment	80,012	15,000	95,012
Gas tax, sidewalks, recreation, medical & sundry	189,838	67,749	257,587
Total Appropriated	**1,075,869**	**196,429**	**1,272,298**
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Total Organized Hamlets	**-**	**-**	**-**
NET INVESTMENT IN CAPITAL ASSETS			
Tangible capital assets **(Schedule 6, 7)**	7,390,822	386,351	7,777,173
Intangible capital assets **(Schedule 8, 9)**	-	-	-
Less: Related debt	(25,564)	19,173	(6,391)
Net Investment in Capital Assets	**7,365,258**	**405,524**	**7,770,782**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	**10,638,025**	**562,712**	**11,200,737**

Town of Gull Lake
Schedule 11: Schedule of Mill Rates and Assessments
For the fiscal year ended December 31, 2025

	PROPERTY CLASS						
	Agriculture	**Residential**	**Residential Condominium**	**Seasonal Residential**	**Commercial & Industrial**	**Potash Mine(s)**	**Total**
Taxable Assessment	107,540	47,754,160	-	-	8,797,670		56,659,370
Regional Park Assessment							
Total Assessment							56,659,370
Mill Rate Factor(s)	1.0000	0.8200	-	-	2.1500		
Total Base/Minimum Tax (generated for each property class)	-	511,408	-	-	139,406		650,814
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	591	726,779	-	-	243,438		970,808

MILL RATES:	MILLS
Average Municipal*	17.13
Average School*	4.60
Potash Mill Rate	-
Uniform Municipal Mill Rate	5.50

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

Town of Gull Lake
Schedule 12: Schedule of Council Remuneration (unaudited)
As at December 31, 2025

Schedule 12

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Nasser Zanidean	5,020	-	5,020
Councillor	Neal Boutin	3,806	-	3,806
Councillor	Steven Haithwaite	3,806	600	4,406
Councillor	Tyson Migneault	3,341	700	4,041
Councillor	Terry Stevenson	3,806		3,806
Councillor	Karen Turton	3,620	900	4,520
Councillor	Brandon Wessner	3,713	200	3,913
Total		**27,112**	**2,400**	**29,512**

Town of Gull Lake
Schedule 13: Schedule of Restructuring
As at December 31, 2025

Schedule 13

	2025
Carrying Amount of Assets and Liabilities Transferred/Received at Restructuring Date:	
Cash and Cash Equivalents	-
Investments	-
Taxes Receivable - Municipal	-
Other Accounts Receivable	-
Assets Held for Sale	-
Long-Term-Receivable	-
Debt Charges Recoverable	-
Derivative Assets	-
Bank Indebtedness	-
Accounts Payable	-
Accrued Liabilities Payable	-
Derivative Liabilities	-
Deposits	-
Deferred Revenue	-
Asset Retirement Obligation	-
Liability for Contaminated Sites	-
Infrastructure Liability	-
Other Liabilities	-
Long-Term Debt	-
Lease Obligations	-
Tangible Capital Assets	-
Intangible Capital Assets	-
Prepayments and Deferred Charges	-
Stock and Supplies	-
Other	-
Total Net Carrying Amount Received (Transferred)	-