

RURAL MUNICIPALITY OF MARTIN NO. 122
Consolidated Financial Statements
December 31, 2025

INDEX

Pages 1 - 2	Independent Auditors' Report
Page 3	Statement of Consolidated Financial Position
Page 4	Statement of Consolidated Operations
Page 5	Statement of Consolidated Changes in Net Financial Assets
Page 6	Statement of Consolidated Cash Flows
Page 7	Statement of Consolidated Remeasurement Gains and Losses
Pages 8 - 17	Notes to the Consolidated Financial Statements
Page 18	Schedule of Consolidated Taxes and Other Unconditional Revenue
Pages 19 - 22	Schedule of Consolidated Operating and Capital Revenue by Function
Pages 23 - 25	Schedule of Consolidated Total Expenses by Function
Pages 26 - 27	Schedule of Consolidated Segment Disclosure by Function
Page 28	Schedule of Consolidated Tangible Capital Assets by Object
Page 29	Schedule of Consolidated Tangible Capital Assets by Function
Page 30	Schedule of Consolidated Intangible Capital Assets by Object
Page 31	Schedule of Consolidated Intangible Capital Assets by Function
Page 32	Schedule of Consolidated Accumulated Surplus
Page 33	Schedule of Consolidated Mill Rates and Assessments
Page 34	Schedule of Consolidated Council Remuneration

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 policies and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

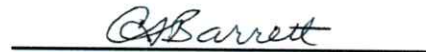
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately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

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.

A large, stylized handwritten signature in blue ink, likely representing the Council.

Council

A handwritten signature in blue ink, reading "C. Barrett", positioned above a horizontal line.

Administration

INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
Rural Municipality of Martin No. 122

Opinion

We have audited the consolidated financial statements of the **RURAL MUNICIPALITY OF MARTIN NO. 122**, 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

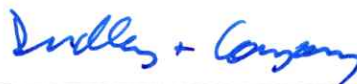
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not 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.

Independent Auditors' Report (continued)

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
March 05, 2026

RURAL MUNICIPALITY OF MARTIN NO. 122
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash & Cash Equivalents (Note 2)	\$ 4,029,940	\$ 3,090,430
Investments	-	-
Taxes Receivable - Municipal (Note 3)	16,224	11,409
Other Accounts Receivable (Note 4)	69,575	64,509
Assets Held for Sale	-	-
Long-Term Receivable (Note 6)	88,140	75,952
Other Long-Term Investments (Note 5)	124,180	122,589
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	4,328,059	3,364,889

LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 7)	145,381	19,335
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 8)	-	4,500
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Long-Term Debt (Note 9)	45,169	129,201
Lease Obligations	-	-
Other Liabilities - Joint Gravel	76,354	70,207
Total Liabilities	266,904	223,243

NET FINANCIAL ASSETS	4,061,155	3,141,646
-----------------------------	------------------	------------------

Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	9,079,438	9,067,345
Intangible Capital Assets (Schedules 8, 9)	-	-
Prepayment and Deferred Charges	9,881	9,931
Stock and Supplies	931,973	721,785
Other	-	-

Total Non-Financial Assets	10,021,292	9,799,061
-----------------------------------	-------------------	------------------

Accumulated Surplus (Deficit) (Schedule 10)	\$ 14,082,447	\$ 12,940,707
--	----------------------	----------------------

Accumulated surplus (deficit) is comprised of:

Accumulated surplus (deficit) excluding remeasurement gains (losses)	\$ 14,082,447	\$ 12,940,707
Accumulated remeasurement gains (losses) (Statement 5)	\$ -	\$ -

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

RURAL MUNICIPALITY OF MARTIN NO. 122**Statement of Consolidated Operations****For the year ended December 31, 2025**

Statement 2

		2025 Budget	2025	2024
Revenues				
Tax Revenue	(Schedule 1)	\$ 2,176,710	\$ 2,171,272	\$ 1,864,777
Other Unconditional Revenue	(Schedule 1)	264,990	265,127	246,673
Fees and Charges	(Schedule 4, 5)	32,490	73,288	80,935
Conditional Grants	(Schedule 4, 5)	73,600	74,187	78,491
Tangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	(2,170)	18,481
Intangible Capital Assets - Gain (Loss)	(Schedule 4, 5)	-	-	-
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	120,690	98,611	129,998
Other Revenues	(Schedule 4, 5)	25,000	17,791	8,488
Restructurings	(Schedule 4, 5)	-	-	-
Provincial/Federal Capital Grants	(Schedule 4, 5)	19,000	19,874	19,006
Total Revenues		2,712,480	2,717,980	2,446,849
Expenses				
General Government Services	(Schedule 3)	297,400	273,174	255,692
Protective Services	(Schedule 3)	41,040	33,395	33,399
Transportation Services	(Schedule 3)	1,846,730	1,218,969	1,421,849
Environmental and Public Health Services	(Schedule 3)	30,600	29,222	27,647
Planning and Development Services	(Schedule 3)	12,960	13,164	13,561
Recreation and Cultural Services	(Schedule 3)	10,210	6,743	10,242
Utility Services	(Schedule 3)	3,000	1,573	4,070
Total Expenses		2,241,940	1,576,240	1,766,460
Surplus (Deficit) of Revenues over Expenses		470,540	1,141,740	680,389
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year		12,940,707	12,940,707	12,260,318
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year		\$ 13,411,247	\$ 14,082,447	\$ 12,940,707

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

RURAL MUNICIPALITY OF MARTIN NO. 122
Statement of Changes in Consolidated Net Financial Assets
For the year ended December 31, 2025

Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit)	\$ 470,540	\$ 1,141,740	\$ 680,389
(Acquisition) of tangible capital assets	(290,000)	(545,958)	(631,042)
(Acquisition) of intangible capital assets	-	-	-
Amortization of tangible capital assets	-	525,865	443,463
Amortization of intangible capital assets	-	-	-
Proceeds of disposal of tangible capital assets	-	5,830	212,700
Proceeds of disposal of intangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	2,170	(18,481)
Loss (gain) on disposal of intangible capital assets	-	-	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(290,000)	(12,093)	6,640
(Acquisition) of supplies inventories	-	(210,188)	(58,471)
(Acquisition) of prepaid expense	-	-	-
(Increase) to other non-financial assets	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	50	68
Decrease to other non-financial assets	-	-	-
Surplus (Deficit) of other non-financial expenses over expenditures	-	(210,138)	(58,403)
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	180,540	919,509	628,626
Net Financial Assets - Beginning of Year	3,141,646	3,141,646	2,513,020
Net Financial Assets - End of Year	\$ 3,322,186	\$ 4,061,155	\$ 3,141,646

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

RURAL MUNICIPALITY OF MARTIN NO. 122

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)	\$ 1,141,740	\$ 680,389
Amortization	525,865	443,463
Loss (gain) on disposal of tangible capital assets	2,170	(18,481)
Loss (gain) on disposal of intangible capital assets	-	-
	1,669,775	1,105,371
Changes in assets / liabilities		
Taxes Receivable - Municipal	(4,815)	(6,989)
Other Receivables	(5,066)	20,578
Assets Held for Sale	-	-
Accounts and Accrued Liabilities Payable	126,046	(369,677)
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue	(4,500)	(5,250)
Other Liabilities	6,147	6,672
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Long-Term Receivable	(12,188)	(6,660)
Stock and Supplies for Use	(210,188)	(58,471)
Prepayments and Deferred Charges	50	68
Other Non-Financial Assets	-	-
Net cash from (used for) operations	1,565,261	685,642
Capital:		
Cash Used to Acquire Tangible Capital Assets	(545,958)	(631,042)
Proceeds on Sale of Tangible Capital Assets	5,830	212,700
Net cash from (used for) capital	(540,128)	(418,342)
Investing:		
Proceeds on Disposal (Acquisition) of Investments	(1,591)	(1,317)
Other Investments	-	-
Net cash from (used for) investing	(1,591)	(1,317)
Financing:		
Debt Charges Recovered	-	-
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	(84,032)	(81,772)
Other Financing	-	-
Net cash from (used for) financing	(84,032)	(81,772)
Increase (Decrease) in cash resources	939,510	184,211
Cash and Cash Equivalents - Beginning of Year	3,090,430	2,906,219
Cash and Cash Equivalents - End of Year	\$ 4,029,940	\$ 3,090,430

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

RURAL MUNICIPALITY OF MARTIN NO. 122
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	<u>\$ -</u>	<u>\$ -</u>

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

RURAL MUNICIPALITY OF MARTIN NO. 122
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 and municipal hail 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.

RURAL MUNICIPALITY OF MARTIN NO. 122
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.

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

(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:

<u>Financial Statement Line Item</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Investments	Cost
Other accounts receivable	Amortized cost
Long term receivables	Cost
Accounts payable and accrued liabilities	Amortized 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.

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

(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. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	40 years
Vehicles and Equipment	
Vehicles	10 to 20 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	15 to 60 years
Linear Assets	40 to 60 years
Paving, Sidewalks, and Roadways	15 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) 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.

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

(q) Measurement Uncertainty:

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

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.

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

(r) 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..

(s) Budget Information:

Budget information is presented on a basis consistent, except for amortization, with that used for actual results. The budget was approved by Council on May 7, 2025.

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

2. Cash and Cash Equivalents

	2025	2024
Cash	\$ 4,029,740	\$ 3,090,230
Petty Cash	200	200
Total Cash and Cash Equivalents	\$ 4,029,940	\$ 3,090,430

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

3. Taxes Receivable

	2025	2024
Municipal - Current	\$ 18,224	\$ 10,562
- Arrears	-	2,847
	18,224	13,409
- Less Allowance for Uncollectables	(2,000)	(2,000)
Total Municipal Taxes Receivable	16,224	11,409

School - Current	5,038	2,897
- Arrears	-	194
Total School Taxes Receivable	5,038	3,091

Other	4,162	3,013
--------------	--------------	--------------

Total Taxes Receivable	25,424	17,513
-------------------------------	---------------	---------------

Deduct taxes to be collected on behalf of other organizations	(9,200)	(6,104)
--	----------------	----------------

4. Other Accounts Receivable

	2025	2024
Trade receivables	\$ 17,382	\$ 6,340
GST receivable	51,997	50,032
Local government	196	8,137
Total Other Accounts Receivable	69,575	64,509

Less Allowance for Uncollectables	-	-
--	----------	----------

Net Other Accounts Receivable	\$ 69,575	\$ 64,509
--------------------------------------	------------------	------------------

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

5. Other Long-Term Investments	2025	2024
SMHC Investment	\$ 124,070	\$ 122,479
Co-op member equity	100	100
Credit union shares	10	10
Total Other Long-Term Investments	\$ 124,180	\$ 122,589

6. Long-Term Receivables	2025	2024
SARM Liability Insurance	\$ 57,037	\$ 50,813
SARM Property Insurance	31,103	25,139
Total Long-Term Receivables	\$ 88,140	\$ 75,952

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund represents the balances receivable should the municipality decide to leave the self-insurance program and includes upfront contributions to the plan, additional premium payments, allocations of investment income on the funds on deposit, self-insurance claims paid and other claims and administration costs. The municipality has the ability to withdraw from the plan with notice. Beyond the return of the municipality's fund balance, it has no further claim to the residual net assets of SARM.

7. Accounts Payable	2025	2024
Trade payables	\$ 14,913	\$ 7,627
Local government	8,793	10,904
Municipal hail payment	12,073	-
PST payable	183	804
School collections payable	109,419	-
Total Accounts Payable	\$ 145,381	\$ 19,335

8. Deferred Revenue	2025	2024
Crushrite Concrete gravel lease	\$ -	\$ 4,500
Total Deferred Revenue	\$ -	\$ 4,500

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

9. Long-Term Debt

The debt limit of the municipality is \$1,909,721. 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)).

Bank Loans and other Non-Debenture long-term debt: Royal Bank of Canada loan bearing interest at 2.75% per annum, repayable in monthly blended payments of \$7,211. The loan matures on June 30, 2026.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2025	\$ -	\$ -	\$ -	\$ 84,032
2026	45,169	375	45,544	45,169
2027	-	-	-	-
2028	-	-	-	-
2029	-	-	-	-
2030	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 45,169	\$ 375	\$ 45,544	\$ 129,201

10. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

11. 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 \$28,134 (2024 - \$34,700). 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 \$4,090,806,000, plan liabilities, including pension obligations, of \$2,571,158,000, and a resulting surplus of \$1,519,648,000.

RURAL MUNICIPALITY OF MARTIN NO. 122
Notes to the Consolidated Financial Statements
For the year ended December 31, 2025

12. 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.

13. 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 9

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.

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 1,952,530	\$ 1,952,717	\$ 1,695,182
Abatements and adjustments	-	(424)	-
Discount on current year taxes	(42,000)	(47,426)	(41,285)
Net Municipal Taxes	1,910,530	1,904,867	1,653,897
Potash tax share	265,680	265,687	210,419
Trailer license fees	-	-	-
Penalties on tax arrears	500	718	461
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	2,176,710	2,171,272	1,864,777
UNCONDITIONAL GRANTS			
Revenue Sharing	260,490	260,523	242,169
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	260,490	260,523	242,169
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial	-	-	-
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
Central Services	-	-	-
SaskTel	410	458	408
Other - Wildlife and Pipestone Community	1,380	1,390	1,382
Local/Other	-	-	-
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	2,710	2,756	2,714
Other -	-	-	-
Other Government Transfers	-	-	-
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	4,500	4,604	4,504
TOTAL OTHER UNCONDITIONAL REVENUE	264,990	265,127	246,673
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,441,700	\$ 2,436,399	\$ 2,111,450

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 300	\$ 21,889	\$ 23,834
- Sales of supplies	1,000	695	650
- Other - Licenses and Permits	1,000	1,386	1,845
Total Fees and Charges	2,300	23,970	26,329
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	120,690	98,611	129,998
- Other - SARM Short Term Disability	25,000	9,885	100
Total Other Segmented Revenue	147,990	132,466	156,427
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	147,990	132,466	156,427
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total General Government Services	\$ 147,990	\$ 132,466	\$ 156,427

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire fees	\$ 1,000	\$ 5,334	\$ 13,461
Total Fees and Charges	1,000	5,334	13,461
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	1,000	5,334	13,461
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,000	5,334	13,461
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Protective Services	\$ 1,000	\$ 5,334	\$ 13,461

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 11,400	\$ 14,106	\$ 13,566
- Sales of supplies	2,000	10,562	5,299
- Road maintenance, restoration agreements	1,120	11,137	6,617
- Frontage	-	-	-
- Other - Royalty revenue	14,670	-	7,025
Total Fees and Charges	29,190	35,805	32,507
- Tangible capital asset sales - gain (loss)	-	(2,170)	18,481
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Joint gravel pit revenue	-	7,906	8,388
Total Other Segmented Revenue	29,190	41,541	59,376
Conditional Grants			
- RIRG (CTP)	63,300	63,323	68,182
- Civic Address Grant	-	1,370	-
- Other - Local Government	6,000	6,000	6,000
Total Conditional Grants	69,300	70,693	74,182
Total Operating	98,490	112,234	133,558
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	19,000	19,874	19,006
- ICIP	-	-	-
- RIRG (CTP, Bridge/ Large Culvert, Rd Const)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	19,000	19,874	19,006
Restructuring Revenues/Expenses	-	-	-
Total Transportation Services	\$ 117,490	\$ 132,108	\$ 152,564

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other - SMHC	-	8,179	8,638
Total Fees and Charges	-	8,179	8,638
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other - Watershed refund	-	-	-
Total Other Segmented Revenue	-	8,179	8,638
Conditional Grants			
- Recycling	-	-	-
- Pest Control	4,300	3,494	4,309
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	4,300	3,494	4,309
Total Operating	4,300	11,673	12,947
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Environmental and Public Health Services	\$ 4,300	\$ 11,673	\$ 12,947

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ -	\$ -	\$ -
- Other -	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Planning and Development Services	\$ -	\$ -	\$ -

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ -	\$ -	\$ -
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Trans Canada Trail Grant	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ -	\$ -	\$ -
- Sewer	-	-	-
- Other -	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Intangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	-	-	-
- ICIP	-	-	-
- New Building Canada Fund (SCF, NRP)	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- MEEP	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Restructuring Revenues/Expenses	-	-	-
Total Utility Services	\$ -	\$ -	\$ -

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION **\$ 270,780 \$ 281,581 \$ 335,399**

SUMMARY

Total Other Segmented Revenue	\$ 178,180	\$ 187,520	\$ 237,902
Total Conditional Grants	73,600	74,187	78,491
Total Capital Grants and Contributions	19,000	19,874	19,006
Restructuring Revenue	-	-	-

TOTAL REVENUE BY FUNCTION **\$ 270,780 \$ 281,581 \$ 335,399**

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 62,000	\$ 59,621	\$ 43,406
Wages and benefits	134,420	135,061	131,097
Professional/Contractual services	66,880	63,172	66,863
Utilities	7,100	6,508	6,058
Maintenance, materials, and supplies	16,000	7,536	7,745
Grants and contributions - operating	500	450	200
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligations	-	-	-
Allowance for uncollectables	-	-	-
Other - Miscellaneous and gravel dividend	10,500	826	323
Total General Government Services	\$ 297,400	\$ 273,174	\$ 255,692

PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	15,500	15,385	15,026
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other -	-	-	-
Fire Protection			
Wages and benefits	-	-	-
Professional/Contractual services	540	4,217	4,319
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	25,000	13,793	14,054
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Protective Services	\$ 41,040	\$ 33,395	\$ 33,399

TRANSPORTATION SERVICES			
Wages and benefits	\$ 344,180	\$ 281,303	\$ 373,528
Council remuneration and travel	25,000	29,400	21,425
Professional/Contractual services	521,530	130,186	138,545
Utilities	20,000	15,523	15,403
Maintenance, materials, and supplies	611,000	147,863	233,509
Gravel	320,000	86,329	191,202
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	525,865	443,463
Amortization of intangible capital assets	-	-	-
Interest	5,020	2,500	4,774
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-
Total Transportation Services	\$ 1,846,730	\$ 1,218,969	\$ 1,421,849

RURAL MUNICIPALITY OF MARTIN NO. 122
Schedule of Consolidated Total Expenses by Function
For the year ended December 31, 2025

Schedule 3-2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	12,000	11,026	9,133
Utilities	-	-	-
Maintenance, materials, and supplies	4,000	7,258	3,838
Grants and contributions - operating	-	-	-
- Conservation	2,600	1,350	1,350
- Waste disposal	-	-	-
- Public health	7,000	3,000	6,000
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other - SMHC	5,000	6,588	7,326

Total Environmental and Public Health Services	\$ 30,600	\$ 29,222	\$ 27,647
---	------------------	------------------	------------------

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	12,860	13,064	13,461
Grants and contributions - operating	100	100	100
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Other -	-	-	-

Total Planning and Development Services	\$ 12,960	\$ 13,164	\$ 13,561
--	------------------	------------------	------------------

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	4,710	5,143	5,142
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	5,500	1,600	5,100
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-

Total Recreation and Cultural Services	\$ 10,210	\$ 6,743	\$ 10,242
---	------------------	-----------------	------------------

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ -	\$ -	\$ -
Professional/Contractual services	500	-	2,614
Utilities	2,000	1,573	1,456
Maintenance, materials, and supplies	500	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization of tangible capital assets	-	-	-
Amortization of intangible capital assets	-	-	-
Interest	-	-	-
Accretion of asset retirement obligation	-	-	-
Allowance for uncollectables	-	-	-
Other -	-	-	-
Total Utility Services	\$ 3,000	\$ 1,573	\$ 4,070
TOTAL EXPENSES BY FUNCTION			
	\$ 2,241,940	\$ 1,576,240	\$ 1,766,460

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 23,970	\$ 5,334	\$ 35,805	\$ 8,179	\$ -	\$ -	\$ -	\$ 73,288
Tangible Capital Asset Sales - Gain (Loss)	-	-	(2,170)	-	-	-	-	(2,170)
Investment Income and Commissions	98,611	-	-	-	-	-	-	98,611
Other Revenues	9,885	-	7,906	-	-	-	-	17,791
Grants - Conditional	-	-	70,693	3,494	-	-	-	74,187
- Capital	-	-	19,874	-	-	-	-	19,874
Total Revenues	132,466	5,334	132,108	11,673	-	-	-	281,581
Expenses (Schedule 3)								
Wages and Benefits	194,682	-	310,703	-	-	-	-	505,385
Professional / Contractual Services	63,172	19,602	130,186	11,026	13,064	5,143	-	242,193
Utilities	6,508	-	15,523	-	-	-	1,573	23,604
Maintenance, Materials, and Supplies	7,536	-	234,192	7,258	-	-	-	248,986
Grants and Contributions	450	13,793	-	4,350	100	1,600	-	20,293
Amortization of Tangible Capital Assets	-	-	525,865	-	-	-	-	525,865
Interest	-	-	2,500	-	-	-	-	2,500
Other	826	-	-	6,588	-	-	-	7,414
Total Expenses	273,174	33,395	1,218,969	29,222	13,164	6,743	1,573	1,576,240
Surplus (Deficit) by Function	\$ (140,708)	\$ (28,061)	\$ (1,086,861)	\$ (17,549)	\$ (13,164)	\$ (6,743)	\$ (1,573)	\$ (1,294,659)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 2,436,399

Net Surplus (Deficit)

\$ 1,141,740

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 26,329	\$ 13,461	\$ 32,507	\$ 8,638	\$ -	\$ -	\$ -	\$ 80,935
Tangible Capital Asset Sales - Gain (Loss)	-	-	18,481	-	-	-	-	18,481
Investment Income and Commissions	129,998	-	-	-	-	-	-	129,998
Other Revenues	100	-	8,388	-	-	-	-	8,488
Grants - Conditional	-	-	74,182	4,309	-	-	-	78,491
- Capital	-	-	19,006	-	-	-	-	19,006
Total Revenues	156,427	13,461	152,564	12,947	-	-	-	335,399
Expenses (Schedule 3)								
Wages and Benefits	174,503	-	394,953	-	-	-	-	569,456
Professional / Contractual Services	66,863	19,345	138,545	9,133	13,461	5,142	2,614	255,103
Utilities	6,058	-	15,403	-	-	-	1,456	22,917
Maintenance, Materials, and Supplies	7,745	-	424,711	3,838	-	-	-	436,294
Grants and Contributions	200	14,054	-	7,350	100	5,100	-	26,804
Amortization of Tangible Capital Assets	-	-	443,463	-	-	-	-	443,463
Interest	-	-	4,774	-	-	-	-	4,774
Other	323	-	-	7,326	-	-	-	7,649
Total Expenses	255,692	33,399	1,421,849	27,647	13,561	10,242	4,070	1,766,460
Surplus (Deficit) by Function	\$ (99,265)	\$ (19,938)	\$ (1,269,285)	\$ (14,700)	\$ (13,561)	\$ (10,242)	\$ (4,070)	\$ (1,431,061)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 2,111,450

Net Surplus (Deficit)

\$ 680,389

RURAL MUNICIPALITY OF MARTIN NO. 122
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 Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Public Private Partnerships			
Asset Cost										
Opening Asset Costs	\$ 172,535	\$ 48,762	\$ 1,011,267	\$ 331,669	\$ 2,184,474	\$ 11,639,157	\$ -	\$ -	\$ 15,387,864	\$ 15,060,995
Additions during the year	-	-	-	-	291,766	254,192	-	-	545,958	631,042
Disposals and write downs during the year	-	-	-	-	(24,156)	-	-	-	(24,156)	(304,173)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 172,535	\$ 48,762	\$ 1,011,267	\$ 331,669	\$ 2,452,084	\$ 11,893,349	\$ -	\$ -	\$ 15,909,666	\$ 15,387,864
Accumulated Amortization										
Opening Accum. Amort. Cost	\$ -	\$ 30,278	\$ 192,021	\$ 154,763	\$ 554,357	\$ 5,389,100	\$ -	\$ -	\$ 6,320,519	\$ 5,987,010
Add: Amortization taken	-	1,936	24,314	16,908	228,272	254,435	-	-	525,865	443,463
Less: Accum. Amort. on Disposals	-	-	-	-	(16,156)	-	-	-	(16,156)	(109,954)
Closing Accumulated Amort.	\$ -	\$ 32,214	\$ 216,335	\$ 171,671	\$ 766,473	\$ 5,643,535	\$ -	\$ -	\$ 6,830,228	\$ 6,320,519
Net Book Value	\$ 172,535	\$ 16,548	\$ 794,932	\$ 159,998	\$ 1,685,611	\$ 6,249,814	\$ -	\$ -	\$ 9,079,438	\$ 9,067,345

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: \$ -

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ -	\$ -	\$ 15,387,864	\$ -	\$ -	\$ -	\$ -	\$ 15,387,864	\$ 15,060,995
Additions during the year	-	-	545,958	-	-	-	-	545,958	631,042
Disposals and write-downs during the year	-	-	(24,156)	-	-	-	-	(24,156)	(304,173)
Closing Asset Costs	\$ -	\$ -	\$ 15,909,666	\$ -	\$ -	\$ -	\$ -	\$ 15,909,666	\$ 15,387,864
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ -	\$ -	\$ 6,320,519	\$ -	\$ -	\$ -	\$ -	\$ 6,320,519	\$ 5,987,010
Add: Amortization taken	-	-	525,865	-	-	-	-	525,865	443,463
Less: Accum. Amort. on Disposals	-	-	(16,156)	-	-	-	-	(16,156)	(109,954)
Closing Accumulated Amortization	\$ -	\$ -	\$ 6,830,228	\$ -	\$ -	\$ -	\$ -	\$ 6,830,228	\$ 6,320,519
Net Book Value	\$ -	\$ -	\$ 9,079,438	\$ -	\$ -	\$ -	\$ -	\$ 9,079,438	\$ 9,067,345

RURAL MUNICIPALITY OF MARTIN NO. 122
Schedule of Consolidated Intangible Capital Assets by Object
For the year ended December 31, 2025

Schedule 8

	2025						2024		
	General Intangible Assets						Intangibles under development	Total	Total
	Patents	Trademarks	Copyrights	Customer Relationships	Goodwill	Other			
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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF MARTIN NO. 122
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
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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF MARTIN NO. 122
Schedule of Consolidated Accumulated Surplus
For the year ended December 31, 2025

Schedule 10

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	\$ 2,875,978	\$ 413,666	\$ 3,289,644
APPROPRIATED RESERVES			
Capital Trust Reserve	215,362	205,565	420,927
Healthcare Reserve	30,435	5,902	36,337
Special Savings Reserve	457,242	313,988	771,230
Shop Reserve	116,466	8,345	124,811
Fire Reserve	26,941	10,841	37,782
Joint Gravel Pit Reserve	123,892	(17,042)	106,850
RM Gravel Reserve	156,247	(46,035)	110,212
Bridge Reserve	-	150,385	150,385
Total Appropriated	1,126,585	631,949	1,758,534
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6, 7)	9,067,345	12,093	9,079,438
Intangible Capital Assets (Schedule 8, 9)	-	-	-
Less: Related debt	(129,201)	84,032	(45,169)
Net Investment in Tangible Capital Assets	8,938,144	96,125	9,034,269
OTHER	-	-	-
Total Accumulated Surplus	\$ 12,940,707	\$ 1,141,740	\$ 14,082,447

RURAL MUNICIPALITY OF MARTIN NO. 122
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	\$ 106,350,625	\$ 6,998,175	\$ -	\$ -	\$ 93,278,320	\$ -	\$ 206,627,120
Regional Park Assessment							-
Total Assessment							206,627,120
Mill Rate Factor(s)	0.500	1.025	-	-	2.000		
Total Minimum Tax	1,650	6,650	-	-	100		8,400
Total Municipal Tax Levy	\$ 421,046	\$ 57,784	\$ -	\$ -	\$ 1,473,887		\$ 1,952,717

MILL RATES:	MILLS
Average Municipal*	9.450
Average School*	4.000
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.900

* 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).

RURAL MUNICIPALITY OF MARTIN NO. 122
Schedule of Consolidated Council Remuneration
For the year ended December 31, 2025

Schedule 12

Name	Remuneration	Reimbursed Costs	Total
Garry Bonkowski	\$ 12,275	\$ 1,501	\$ 13,776
Ken Smith	9,325	612	9,937
Jason McDougall	8,600	437	9,037
Kyran Foy	8,800	315	9,115
Hal Garrett	11,300	1,468	12,768
Ray Donald	12,000	1,747	13,747
Reece Wolf	8,800	790	9,590
Total	\$ 71,100	\$ 6,870	\$ 77,970