

RESORT VILLAGE OF KIVIMAA-MOONLIGHT BAY
AUDITOR'S REPORT AND FINANCIAL STATEMENTS
December 31, 2025

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 fulfills 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.

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



Mayor



CFO/Administrator

Pinnacle Business Solutions
Chartered Professional Accountants P.C. Ltd.

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INDEPENDENT AUDITOR'S REPORT

To the Members of Resort Village of Kivimaa-Moonlight Bay

Opinion

We have audited the financial statements of Resort Village of Kivimaa-Moonlight Bay (the "organization"), which comprise the statement of financial position as at December 31, 2025, and the statements of operations, changes in accumulated deficit, changes in net financial assets (debt) and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the organization as at December 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

Basis for Opinion

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAS, 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.

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 Responsibilities for the Audit of the Financial Statements

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

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

- 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.

Meadow Lake, Saskatchewan
June 15, 2026

Pinnacle Business Solutions
Chartered Professional Accountants

Resort Village of Kivimaa - Moonlight Bay
Statement 1: Statement of Financial Position
As at December 31, 2025

Statement 1

2025 2024

FINANCIAL ASSETS

	2025	2024
Cash and Cash Equivalents (Note 2)	\$ 460,394	\$ 329,885
Investments (Note 3)	138,245	132,894
Taxes Receivable - Municipal (Note 4)	23,330	27,163
Other Accounts Receivable (Note 5)	8,472	6,184
Assets Held for Sale	-	-
Long-Term Receivable	-	-
Debt Charges Recoverable	-	-
Derivative Assets [if applicable]	-	-
Other (Specify)	-	-
Total Financial Assets	\$ 630,441	\$ 496,126

LIABILITIES

Bank Indebtedness (Note 6)		
Accounts Payable	\$ 58,786	\$ 5,472
Accrued Liabilities Payable	66,186	30,000
Derivative Liabilities [if applicable]	-	-
Deposits	-	-
Deferred Revenue (Note 7)	4,529	3,567
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability [if applicable]	-	-
Other Liabilities	-	-
Long-Term Debt (Note 8)	-	-
Lease Obligations	-	-
Total Liabilities	\$ 129,501	\$ 39,039

NET FINANCIAL ASSETS (DEBT)

\$ 500,940 \$ 457,087

NON-FINANCIAL ASSETS

Tangible Capital Assets (Schedule 6, 7)	\$ 742,869	\$ 612,017
Intangible Capital Assets [if applicable] (Schedule 8, 9)	-	-
Prepayments and Deferred Charges	89	589
Stock and Supplies	306	1,110
Other	-	-
Total Non-Financial Assets	\$ 743,264	\$ 613,716

ACCUMULATED SURPLUS (DEFICIT)

\$ 1,244,204 \$ 1,070,803

Accumulated surplus is comprised of:

Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)
Accumulated remeasurement gains (losses) (Statement 5)

\$ 1,244,204 \$ 1,070,803
-

Unrecognized Assets (Note 1 m)

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

Resort Village of Kivimaa - Moonlight Bay
Statement 2: Statement of Operations
As at December 31, 2025

Statement 2

	2025 Budget	2025	2024
REVENUES			
Tax Revenue (Schedule 1)	\$ 365,210	\$ 372,384	\$ 332,594
Other Unconditional Revenue (Schedule 1)	42,410	42,410	39,936
Fees and Charges (Note 28 (if applicable), Schedule 4, 5)	41,140	104,091	64,856
Conditional Grants (Note 28 (if applicable), Schedule 4, 5)	3,800	6,714	1,500
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	(2,091)	-
Intangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income (Note 3) (Schedule 4, 5)	4,750	6,098	5,927
Commissions (Schedule 4, 5)	-	-	-
Restructurings (Note 25 (if applicable), Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	51,550	60,129	22,022
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	5,875	60,365	6,875
Total Revenues	\$ 514,735	\$ 650,101	\$ 473,710
EXPENSES			
General Government Services (Schedule 3)	\$ 185,038	\$ 185,857	\$ 159,341
Protective Services (Schedule 3)	38,457	58,143	54,844
Transportation Services (Schedule 3)	133,263	103,261	88,767
Environmental and Public Health Services (Schedule 3)	21,445	25,844	23,089
Planning and Development Services (Schedule 3)	5,000	12,473	12,586
Recreation and Cultural Services (Schedule 3)	109,467	91,122	87,748
Utility Services (Schedule 3)	-	-	-
Restructurings (Note 25 (if applicable), Schedule 3)	-	-	-
Total Expenses	\$ 492,670	\$ 476,699	\$ 426,375
Annual Surplus (Deficit) of Revenues over Expenses	\$ 22,065	\$ 173,401	\$ 47,335
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	1,070,803	1,070,803	1,023,468
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	\$ 1,092,868	\$ 1,244,204	\$ 1,070,803

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

Resort Village of Kivimaa - Moonlight Bay
Statement 3: Statement of Change in Net Financial Assets
As at December 31, 2025

Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit) of Revenues over Expenses	\$ 22,065	\$ 173,401	\$ 47,335
(Acquisition) of tangible capital assets		\$ (172,845)	\$ (32,018)
Amortization of tangible capital assets		38,302	42,959
Amortization of intangible capital assets			
Proceeds on disposal of tangible capital assets		1,600	
Loss (gain) on the disposal of tangible capital assets		2,091	-
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	-	\$ (130,852)	\$ 10,941
(Acquisition) of supplies inventories			\$ (756)
(Acquisition) of prepaid expense			
Consumption of supplies inventory		\$ 804	
Use of prepaid expense		500	3,703
Surplus (Deficit) of expenses of other non-financial over expenditures	-	\$ 1,304	\$ 2,947
Unrealized remeasurement gains (losses)		-	-
Increase/Decrease in Net Financial Assets	\$ 22,065	\$ 43,853	\$ 61,223
Net Financial Assets (Debt) - Beginning of Year	457,087	457,087	395,864
Net Financial Assets (Debt) - End of Year	\$ 479,152	\$ 500,940	\$ 457,087

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

Resort Village of Kivimaa - Moonlight Bay
Statement 4: Statement of Cash Flow
As at December 31, 2025

Statement 4

	2025	2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	\$ 173,401	\$ 47,335
Amortization of tangible capital assets	38,302	42,959
Amortization of intangible capital assets	-	-
Loss (gain) on disposal of tangible capital assets	2,091	-
Loss (gain) on disposal of intangible capital assets	-	-
	\$ 213,794	\$ 90,294
Change in assets/liabilities		
Taxes Receivable - Municipal	\$ 3,833	\$ (12,325)
Other Receivables	(2,288)	4,916
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	89,500	(19,257)
Derivative Liabilities [if applicable]	-	-
Deposits	-	-
Deferred Revenue	962	828
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability [if applicable]	-	-
Other Liabilities	-	-
Stock and Supplies	804	(756)
Prepayments and Deferred Charges	500	3,703
Other (Specify)	-	-
Cash provided by operating transactions	\$ 307,105	\$ 67,403
Capital:		
Acquisition of capital assets	\$ (172,845)	\$ (32,018)
Proceeds from the disposal of capital assets	1,600	-
Cash applied to capital transactions	(171,245)	(32,018)
Investing:		
Decrease (increase) in restricted cash or cash equivalents	\$ (59,976)	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	(5,351)	(5,337)
Cash provided by (applied to) investing transactions	\$ (65,327)	\$ (5,337)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Cash Equivalents	\$ 70,534	\$ 30,048
Cash and Cash Equivalents	271,586	241,538
Cash and Cash Equivalents - End of Year	\$ 342,120	\$ 271,586
Cash and cash equivalents is made up of:		
Cash and cash equivalents (Note 2)	\$ 460,394	\$ 329,885
Less: restricted portion of cash and cash equivalents (Note 2)	(118,274)	(58,299)
Temporary bank indebtedness	-	-
	\$ 342,120	\$ 271,586

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

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at 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 included in these consolidated financial statements are as follows:

Entity

Resort Village of Kivimaa - Moonlight Bay

All inter-organizational transactions and balances have been eliminated.

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. These consolidated financial statements contain the following partnerships:

The Resort Village of Kivimaa - Moonlight Bay is not a partner in any contractual arrangement.

All inter-organizational transactions and balances have been eliminated.

- 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.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

1. Significant Accounting Policies - continued

- e) **Revenue** - Revenue from transactions with no performance obligation is recognized at realizable value when the municipality has the authority to claim or retain an inflow of economic resources and identifies a past transaction or event giving rise to an asset.

Revenue from transactions with performance obligations is recognized as the performance obligations that are satisfied by providing the promised goods or services to the payor. User fees are recognized over the period of use, and sales of goods and services are recognized when goods are delivered. Licenses and permits with single performance obligations over time are recognized over the license or permit as the performance obligation is satisfied.

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.

Revenue from services to other governments, sales of services, fire protection, and other revenue are recognized when services are performed and/or when earned as long as amounts can be reasonably estimated and collection is reasonably assured.

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

- f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- g) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- h) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- i) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

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

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

Long-term debt:

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

Long-term receivable:

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

Measurement of Financial Instruments:

The municipalities financial assets and liabilities are measured as follows:

<u>Financial Statement line item</u>	<u>Measurement</u>
Cash & Cash Equivalents	Cost
Investments	Cost
Other Accounts Receivable	Cost
Long term receivable	Amortized Cost
Debt Charges Recoverable	Amortized Cost
Bank Indebtedness	Amortized Cost
Accounts payable and accrued liabilities	Cost
Deposit liabilities	Cost
Long-Term Debt	Amortized Cost
Derivative Assets and Liabilities	Fair Value

- i) **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.

**Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025**

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:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Leased capital assets	Lease term
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	30 to 75 Yrs
Road Network Assets	30 to 75 Yrs

Government Contributions: Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

Works of Art and Other Unrecognized Assets: Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the consolidated 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.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

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.

Key estimation techniques used are as follows; independent market appraisals, relevant past transactions or quotes generated by other bidders.

- o) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. There are no trust fund activities administered by the municipality.
- 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.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

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 measurement of materials and supplies are based on estimates of volume and quality.

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

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

The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

The values associated with the initial recognition and impairment tests of intangible capital assets involve significant estimates and assumptions, including those with respect to future cash inflows and outflows, discount rates and asset lives.

These determinations will affect the amount of amortization expense on intangible capital assets recognized in future periods.

Management assesses impairment by comparing the recoverable amount of an intangible capital asset with its carrying value. The determination of the recoverable amount involves significant estimation by management.

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.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

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 May 3, 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.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

2. Cash and Cash Equivalents

	2025	2024
Cash	\$ 335,802	\$ 265,313
Short-term investments - amortized cost	6,317	6,273
Restricted Cash	118,274	58,299
Total Cash and Cash Equivalents	\$ 460,394	\$ 329,885

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

3. Investments

	2025	2024
Investments carried at fair value:		
Equity instruments quoted in an active market		
Other portfolio investments		
Derivatives		
Investments carried at amortized cost:		
Turtleford Credit Union--Term Deposit 1.05%--Matures August 14, 2026	\$ 7,500	\$ 7,500
Turtleford Credit Union--Term Deposit 2.85%--Matures November 21, 2026	13,099	12,602
Turtleford Credit Union--Term Deposit 3.8%--Matures November 25, 2026	13,503	13,009
Turtleford Credit Union--Term Deposit 4.55%--Matures October 20, 2026	47,486	45,421
Turtleford Credit Union--Term Deposit 4.10%--Matures April 2, 2026	28,287	27,175
Turtleford Credit Union--Term Deposit 3.0%--Matures October 27, 2026	28,370	27,187
Total investments	\$ 138,245	\$ 132,894

Investment Income

	2025	2024
Interest	\$ 6,098	\$ 5,927
Dividends		
Realized gains (losses) previously recognized in the statement of remeasurement		
Realized gains (losses) on disposal		
Impairment charges		
Net settlement on derivative financial instruments		
Total investment income	\$ 6,098	\$ 5,927

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

4. Taxes Receivable - Municipal

	2025	2024
Municipal - Current	\$ 22,863	\$ 24,801
- Arrears	467	2,362
	\$ 23,330	\$ 27,163
- Less Allowance for Uncollectible		
Total municipal taxes receivable	\$ 23,330	\$ 27,163
School -Current	\$ 15,034	\$ 21,181
-Arrears	515	2,679
Total taxes to be collected on behalf of School Divisions	\$ 15,549	\$ 23,860
Other		
Total taxes and grants in lieu receivable or to be collected on behalf of other organization	\$ 38,879	\$ 51,023
Deduct taxes to be collected on behalf of other organizations	(15,549)	(23,860)
Total Taxes Receivable - Municipal	\$ 23,330	\$ 27,163

5. Other Accounts Receivable

Federal Government	\$ 6,766	\$ 4,423
Provincial Government		
Local Government		
Utility		
Trade		
Other (Accrued Interest)	1,706	1,761
Total Other Accounts Receivable	\$ 8,472	\$ 6,184
Less: Allowance for Uncollectible		
Net Other Accounts Receivable	\$ 8,472	\$ 6,184

Resort Village of Kivimaa - Moonlight Bay

Notes to the Financial Statements

As at December 31, 2025

6. Bank Indebtedness

Credit Arrangements

At December 31, 2025, the Municipality had lines of credit totaling \$20,000, none of which were drawn. The following has been collateralized in connection with this line of credit:

- General security agreement; and
- Assignment of the Municipality's municipal taxes receivable.

7. Deferred Revenue

	2024	Restricted Inflows	Revenue Earned	2025
Prepaid Taxes	\$ 3,567	\$ 962		\$ 4,529
Total Deferred Revenue	\$ 3,567	\$ 962	\$ -	\$ 4,529

8. Long-Term Debt

a) The debt limit of the municipality is \$418,531. 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)).

9. Contingent Liabilities

The municipality has entered into a mutual aid agreement for fire protection with the R.M. of Mervin and the Town of Turtleford. The fee charged in 2024 was a 310% increase, which was rejected by council. The council offered a payment of \$9,000. To date, no agreement has been reached.

The outcome of these actions is not determinable as of the date of reporting, and accordingly, no provision has been made in these financial statements for any liability that may result. If the outcome of these actions becomes likely to be agreed upon by both parties, the municipality's share of settlement, if any, will be charged to expenses in that year.

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

10. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2025 was \$9,210. 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.

Total current service contributions by the municipality to the MEPP in 2025 were \$9,210 (2024 - \$9,545). Total current service contributions by the employees of the municipality to the MEPP in 2025 were \$9,210 (2024 - \$9,545).

At December 31, 2024, the MEPP disclosed an actuarial deficiency/surplus of \$819,117,000. The report for 2025 was not available at the time these financial statements were approved.

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

11. Comparative Figures

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

Resort Village of Kivimaa - Moonlight Bay
Notes to the Financial Statements
As at December 31, 2025

12. Related Parties

The financial statements include transactions with related parties. The municipality is related to the Mayor and Council under the common control of the Council.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

During the calendar year, the Resort Village of Kivimaa - Moonlight Bay paid the mayor, Steven Nasby \$3,283 for mileage expenses. It also paid a councilor, Terry Anderson \$269 for mileage. These expenses were approved at regular Council meetings, and were paid at CRA's suggested rate of reimbursement. The mileage incurred was for picking up parts, attending meetings and other Village business.

13. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

The municipality has entered into a contract with the Resort Village of Turtle View, the R.M. of Mervin, and the engineering company Crosby Hanna to complete a water study of Turtle Lake. This is a fixed-price contract for \$260,000, subsidized by a TSS grant from the Provincial Government. The Village is responsible for 9.23% of the subsidized cost of the study. The study is to be completed by July 31, 2026.

Resort Village of Kivimaa - Moonlight Bay
 Notes to the Financial Statements
 As at December 31, 2025

14. 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 so doing, cause a loss for the other party. The financial instruments that potentially subject the municipality to credit risk consist of Municipal Taxes Receivable.

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

	2025
Municipal Taxes Receivable	\$ 23,197
Trade Accounts Receivable	-
Maximum credit risk exposure	\$ 23,197

The municipality has mitigated its exposure to credit risk on financial instruments through an allowance for doubtful accounts and tax enforcement procedures.

At December 31 the following *Municipal Taxes Receivable* were past due but not impaired:

	30 days	60 days	90 days	Over 120
Municipal Taxes Receivable	8	8	33	20,951
Trade Accounts Receivable	-	-	-	-
Net total	8	8	33	20,951

Resort Village of Kivimaa - Moonlight Bay
 Schedule 1: Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2025

Schedule 1

	2025 Budget	2025	2024
TAXES			
General municipal tax levy	\$ 420,990	\$ 421,000	\$ 374,605
Abatements and adjustments			
Discount on current year taxes	(62,895)	(56,387)	(48,879)
Net Municipal Taxes	\$ 358,095	\$ 364,614	\$ 325,726
Potash tax share			
Trailer license fees			
Penalties on tax arrears	1,200	1,596	1,131
Special tax levy	-	-	
Other (Specify)			
Total Taxes	\$ 359,295	\$ 366,210	\$ 326,857
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	\$ 42,410	\$ 42,410	\$ 39,936
Safe Restart			
Other (Specify)			
Total Unconditional Grants	\$ 42,410	\$ 42,410	\$ 39,936
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	\$ 665	\$ 770	\$ 616
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge	\$ 5,250	\$ 5,404	\$ 5,121
Other (Specify)			
Total Grants in Lieu of Taxes	\$ 5,915	\$ 6,174	\$ 5,737
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 407,620	\$ 414,794	\$ 372,530

Resort Village of Kivimaa - Moonlight Bay
 Schedule 2: Schedule of Operating and Capital Revenue by Function
 As at December 31, 2025

Schedule 2 - 1

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	\$ 40	\$ 150	\$ 2,951
- Other (Fundraiser, Donations)	19,250	20,416	21,489
Total Fees and Charges	\$ 19,290	\$ 20,566	\$ 24,440
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income	4,750	6,098	5,927
- Commissions			
- Other (Specify)			
Total Other Segmented Revenue	\$ 24,040	\$ 26,664	\$ 30,367
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 24,040	\$ 26,664	\$ 30,367
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	\$ 24,040	\$ 26,664	\$ 30,367

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Fundraiser, Donations)	\$ 4,000	\$ 51,146	\$ 8,401
Total Fees and Charges	\$ 4,000	\$ 51,146	\$ 10,427
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 4,000	\$ 51,146	\$ 10,427
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 4,000	\$ 51,146	\$ 10,427
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	\$ 4,000	\$ 51,146	\$ 10,427

Resort Village of Kivimaa - Moonlight Bay
 Schedule 2: Schedule of Operating and Capital Revenue by Function
 As at December 31, 2025

Schedule 2 - 2

	2025 Budget	2025	2024
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 100	\$ 60	\$ 360
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Specify)			
Total Fees and Charges	\$ 100	\$ 60	\$ 360
- Tangible capital asset sales - gain (loss)		(2,091)	
- Intangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 100	\$ (2,031)	\$ 360
Conditional Grants			
- RIRG (CTP)			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 100	\$ (2,031)	\$ 360
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)	\$ 5,875	\$ 8,535	\$ 6,875
- ICIP			
- RIRG (CTP, Bridge and Large Culvert, Road Const.)			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	\$ 5,875	\$ 8,535	\$ 6,875
Restructuring Revenue (Specify, if any)			
Total Transportation Services	\$ 5,975	\$ 6,504	\$ 7,235

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	\$ 3,500	\$ 5,897	\$ 3,840
- Other (Specify)			
Total Fees and Charges	\$ 3,500	\$ 5,897	\$ 3,840
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 3,500	\$ 5,897	\$ 3,840
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 3,500	\$ 5,897	\$ 3,840
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	\$ 3,500	\$ 5,897	\$ 3,840

Resort Village of Kivimaa - Moonlight Bay
 Schedule 2: Schedule of Operating and Capital Revenue by Function
 As at 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	\$ 1,250	\$ 13,406	\$ 11,626
- Other (Specify)			
Total Fees and Charges	\$ 1,250	\$ 13,406	\$ 11,626
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	\$ 1,250	\$ 13,406	\$ 11,626
Conditional Grants			
- Student Employment			
- MEEP			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	\$ 1,250	\$ 13,406	\$ 11,626
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Provincial Disaster Assistance			
- MEEP			
- Other (Specify)			
Total Capital	-	-	-
Restructuring Revenue <i>(Specify, if any)</i>			
Total Planning and Development Services	\$ 1,250	\$ 13,406	\$ 11,626

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Storage Compound Fees, Swimming Lesson)	\$ 13,000	\$ 13,016	\$ 14,163
Total Fees and Charges	\$ 13,000	\$ 13,016	\$ 14,163
- Tangible capital asset sales - gain (loss)			
- Intangible capital asset sales - gain (loss)			
- Other (Donations)	51,550	60,129	22,022
Total Other Segmented Revenue	\$ 64,550	\$ 73,145	\$ 36,185
Conditional Grants			
- Student Employment			
- Local government			
- MEEP			
- Other (Sask Lotteries, Summer Student)	3,800	6,714	1,500
Total Conditional Grants	\$ 3,800	\$ 6,714	\$ 1,500
Total Operating	\$ 68,350	\$ 79,859	\$ 37,685
Capital			
Conditional Grants			
- Canada Community-Building Fund (CCBF)			
- ICIP			
- Local government			
- Provincial Disaster Assistance			
- MEEP			
- Other (Accessible Bathroom Grant)		51,830	
Total Capital	\$ -	\$ 51,830	\$ -
Restructuring Revenue <i>(Specify, if any)</i>			
Total Recreation and Cultural Services	\$ 68,350	\$ 131,689	\$ 37,685

Resort Village of Kivimaa - Moonlight Bay
 Schedule 2: Schedule of Operating and Capital Revenue by Function
 As at December 31, 2025

Schedule 2 - 4

	2025 Budget	2025	2024
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- 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			
- 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	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 107,115	\$ 235,307	\$ 101,180

SUMMARY

Total Other Segmented Revenue	\$ 97,440	\$ 168,227	\$ 92,805
Total Conditional Grants	3,800	6,714	1,500
Total Capital Grants and Contributions	5,875	60,365	6,875
Restructuring Revenue	-	-	-
TOTAL REVENUE BY FUNCTION	\$ 107,115	\$ 235,307	\$ 101,180

	2025 Budget	2025	2024
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 15,080	\$ 18,396	\$ 10,869
Wages and benefits	73,064	79,179	64,107
Professional/Contractual services	63,227	63,842	56,566
Utilities	3,775	3,497	3,743
Maintenance, materials and supplies	16,448	16,843	15,753
Grants and contributions - operating	-	-	1,570
- capital	-	-	-
Amortization of Tangible Capital Assets	-	4,100	4,100
Amortization of Intangible capital assets	-	-	-
Accretion of asset retirement obligation	-	-	-
Interest	-	-	-
Allowance for uncollectible	-	-	-
Other (Turtle Lake Water Study, TLWI Fees)	13,444	-	2,633
General Government Services	\$ 185,038	\$ 185,857	\$ 159,341
Restructuring (Specify, if any)			
Total General Government Services	\$ 185,038	\$ 185,857	\$ 159,341

PROTECTIVE SERVICES			
Police protection			
Wages and benefits			
Professional/Contractual services	\$ 8,200	\$ 8,298	\$ 8,105
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	\$ 8,242	\$ 5,963	\$ 7,161
Professional/Contractual services	11,315	26,977	7,616
Utilities	3,200	3,303	3,198
Maintenance, material and supplies	5,500	4,894	13,776
Grants and contributions - operating			
- capital	2,000		
Amortization of Tangible Capital Assets		8,707	10,357
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Other (Raffle Prize for Fundraiser)			4,631
Protective Services	\$ 38,457	\$ 58,143	\$ 54,844
Restructuring (Specify, if any)			
Total Protective Services	\$ 38,457	\$ 58,143	\$ 54,844

TRANSPORTATION SERVICES			
Wages and benefits	\$ 37,462	\$ 35,701	\$ 32,298
Professional/Contractual Services	25,241	19,597	1,807
Utilities	2,200	6,729	7,049
Maintenance, materials, and supplies	49,360	20,384	30,265
Gravel		14,755	8,470
Grants and contributions - operating			
- capital	19,000		
Amortization of Tangible Capital Assets		5,927	6,784
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Other (Safety, Emergency Measures)		168	2,094
Transportation Services	\$ 133,263	\$ 103,261	\$ 88,767
Restructuring (Specify, if any)			
Total Transportation Services	\$ 133,263	\$ 103,261	\$ 88,767

Resort Village of Kivimaa - Moonlight Bay
 Schedule 3: Total Expenses by Function
 As at December 31, 2025

Schedule 3 - 2

	2025 Budget	2025	2024
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 6,745	\$ 8,817	\$ 6,450
Professional/Contractual services	8,900	9,015	9,746
Utilities	1,100	1,651	1,062
Maintenance, materials and supplies	4,700	4,686	4,155
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization of Tangible Capital Assets			
Amortization of Intangible capital assets		1,676	1,676
Interest			
Accretion of asset retirement obligation			
Other (Specify)			
Environmental and Public Health Services	\$ 21,445	\$ 25,844	\$ 23,089
Restructuring (Specify, if any)			
Total Environmental and Public Health Services	\$ 21,445	\$ 25,844	\$ 23,089

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services	\$ 4,000	\$ 12,473	\$ 12,586
Grants and contributions - operating			
- capital			
Amortization of Tangible Capital Assets			
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Other (Advertising)	1,000		
Planning and Development Services	\$ 5,000	\$ 12,473	\$ 12,586
Restructuring (Specify, if any)			
Total Planning and Development Services	\$ 5,000	\$ 12,473	\$ 12,586

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 28,600	\$ 26,812	\$ 47,038
Professional/Contractual services	9,161	9,004	4,626
Utilities			
Maintenance, materials and supplies	17,000	11,461	16,042
Grants and contributions - operating			
- capital	32,706		
Amortization of Tangible Capital Assets		17,892	20,042
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Allowance for uncollectible			
Other (Fundraiser)	22,000	25,953	
Recreation and Cultural Services	\$ 109,467	\$ 91,122	\$ 87,748
Restructuring (Specify, if any)			
Total Recreation and Cultural Services	\$ 109,467	\$ 91,122	\$ 87,748

Resort Village of Kivimaa - Moonlight Bay
 Schedule 3: Total Expenses by Function
 As at December 31, 2025

Schedule 3 - 3

	2025 Budget	2025	2024
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization of Tangible Capital Assets			
Amortization of Intangible capital assets			
Interest			
Accretion of asset retirement obligation			
Allowance for Uncollectible			
Other (Specify)			
Utility Services	-	-	-
Restructuring (Specify, if any)			
Total Utility Services	-	-	-
 TOTAL EXPENSES BY FUNCTION	 \$ 492,670	 \$ 476,699	 \$ 426,375

Resort Village of Kivimaa - Moonlight Bay
 Schedule 4: Consolidated Schedule of Segment Disclosure by Function
 As at December 31, 2025

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 20,566	\$ 51,146	\$ 60	\$ 5,897	\$ 13,406	\$ 13,016	-	\$ 104,091
Tangible Capital Asset Sales - Gain	-	-	(2,091)	-	-	-	-	(2,091)
Intangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income	6,098	-	-	-	-	-	-	6,098
Commissions	-	-	-	-	-	60,129	-	60,129
Other Revenues	-	-	-	-	-	6,714	-	6,714
Grants - Conditional	-	-	-	-	-	51,830	-	51,830
- Capital	-	-	8,535	-	-	-	-	8,535
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	\$ 26,664	\$ 51,146	\$ 6,504	\$ 5,897	\$ 13,406	\$ 131,689	\$ -	\$ 235,307
Expenses (Schedule 3)								
Wages & Benefits	\$ 97,575	\$ 5,963	\$ 35,701	\$ 8,817	\$ -	\$ 26,812	\$ -	\$ 174,869
Professional/ Contractual Services	63,842	35,276	19,597	9,015	12,473	9,004	-	149,207
Utilities	3,497	3,303	6,729	1,651	-	-	-	15,180
Maintenance Materials and Supplies	16,843	4,894	35,139	4,686	-	11,461	-	73,021
Grants and Contributions	-	-	-	-	-	-	-	-
Amortization of Tangible Capital Assets	4,100	8,707	5,927	1,676	-	17,892	-	38,302
Amortization of Intangible capital assets	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	-	-	168	-	-	25,953	-	26,121
Total Expenses	\$ 185,857	\$ 58,143	\$ 103,261	\$ 25,844	\$ 12,473	\$ 91,122	\$ -	\$ 476,699
Surplus (Deficit) by Function	\$ (159,193)	\$ (6,997)	\$ (96,757)	\$ (19,948)	\$ 934	\$ 40,568	\$ -	\$ (241,993)
Taxes and other unconditional revenue (Schedule 1)								414,794
Net Surplus (Deficit)								\$ 173,401

Resort Village of Kivimaa - Moonlight Bay
 Schedule 5: Consolidated Schedule of Segment Disclosure by Function
 As at December 31, 2024

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 24,440	\$ 10,427	\$ 360	\$ 3,840	\$ 11,626	\$ 14,163	\$ -	\$ 64,856
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Intangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income	5,927	-	-	-	-	-	-	5,927
Commissions	-	-	-	-	-	-	-	-
Other Revenues	-	-	-	-	-	22,022	-	22,022
Grants - Conditional	-	-	-	-	-	1,500	-	1,500
- Capital	-	-	6,875	-	-	-	-	6,875
Restructurings	-	-	-	-	-	-	-	-
Total Revenues	\$ 30,367	\$ 10,427	\$ 7,235	\$ 3,840	\$ 11,626	\$ 37,685	\$ -	\$ 101,180
Expenses (Schedule 3)								
Wages & Benefits	\$ 74,976	\$ 7,161	\$ 32,298	\$ 6,450	\$ -	\$ 47,038	\$ -	\$ 167,923
Professional/ Contractual Services	56,566	15,721	1,807	9,746	12,586	4,626	-	101,052
Utilities	3,743	3,198	7,049	1,062	-	-	-	15,052
Maintenance Materials and Supplies	15,753	13,776	38,735	4,155	-	16,042	-	88,461
Grants and Contributions	1,570	-	-	-	-	-	-	1,570
Amortization of Tangible Capital Assets	4,100	10,357	6,784	1,676	-	20,042	-	42,959
Amortization of Intangible capital assets	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Accretion of asset retirement obligation	-	-	-	-	-	-	-	-
Allowance for Uncollectible	-	-	-	-	-	-	-	-
Restructurings	-	-	-	-	-	-	-	-
Other	2,633	4,631	2,094	-	-	-	-	9,358
Total Expenses	\$ 159,341	\$ 54,844	\$ 88,767	\$ 23,089	\$ 12,586	\$ 87,748	\$ -	\$ 426,375
Surplus (Deficit) by Function	\$ (128,974)	\$ (44,417)	\$ (81,532)	\$ (19,249)	\$ (960)	\$ (50,063)	\$ -	\$ (325,195)
Taxes and other unconditional revenue (Schedule 1)								372,530
Net Surplus (Deficit)								\$ 47,335

Resort Village of Kivimaa - Moonlight Bay
 Schedule 6: Consolidated Schedule of Tangible Capital Assets by Object
 As at December 31, 2025

Schedule 6

2025

2024

Asset cost	2025										2024	
	General Assets					Infrastructure Assets					General/ Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Computer Equipment	Public Private Partnerships	Total			
Opening Asset costs	\$ 170,780	\$ 257,601	\$ 206,088	\$ 13,500	\$ 281,290	\$ 57,676	\$ 1,235	\$ -	\$ 988,170	\$ 956,152		
Additions during the year		65,842	48,474		58,529				172,845	32,018		
Disposals and write-downs during the year					(4,101)				(4,101)			
Transfers (from) assets under construction												
Transfer of Capital Assets related to restructuring (Schedule 13)												
Closing Asset Costs	\$ 170,780	\$ 323,443	\$ 254,562	\$ 13,500	\$ 335,718	\$ 57,676	\$ 1,235	\$ -	\$ 1,156,914	\$ 988,170		
Accumulated Amortization Cost												
Opening Accumulated Amortization Costs		\$ 120,724	\$ 54,766	\$ 13,500	\$ 173,104	\$ 12,824	\$ 1,235		\$ 376,153	\$ 333,194		
Add: Amortization taken		16,064	5,760		15,037	1,441			38,302	42,959		
Less: Accumulated amortization on disposals					(410)				(410)			
Transfer of Capital Assets related to restructuring (Schedule 13)												
Closing Accumulated Amortization	\$ -	\$ 136,788	\$ 60,526	\$ 13,500	\$ 187,731	\$ 14,265	\$ 1,235	\$ -	\$ 414,045	\$ 376,153		
Net Book Value	\$ 170,780	\$ 186,655	\$ 194,036	\$ -	\$ 147,987	\$ 43,411	\$ -	\$ -	\$ 742,869	\$ 612,017		

1. Total contributed/generated assets received in 2025

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

- Infrastructure Assets
- Vehicles
- Machinery and Equipment
- Amount of interest capitalized in Schedule 6

Resort Village of Kivimaa - Moonlight Bay
 Schedule 8: Consolidated Schedule of Accumulated Surplus
 As at December 31, 2025

Schedule 8

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	\$ 400,487	\$ (39,491)	\$ 360,996
APPROPRIATED RESERVES			
Machinery and Equipment			-
Public Reserve			-
Tax stabilization reserve		\$ 22,065	\$ 22,065
Utility	\$ 20,399		20,399
Other (Specify)	37,900	59,975	97,875
Total Appropriated	\$ 58,299	\$ 82,040	\$ 140,339
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)	\$ 612,017	\$ 130,852	\$ 742,869
Intangible capital assets (Schedule 8, 9)	-	-	-
Less: Related debt			-
Net Investment in Capital Assets	\$ 612,017	\$ 130,852	\$ 742,869
Accumulated Surplus (Deficit) excluding remeasurement gains (losses)	\$ 1,070,803	\$ 173,401	\$ 1,244,204

Resort Village of Kivimaa - Moonlight Bay
 Schedule 9: Schedule of Mill Rates and Assessments
 As at December 31, 2025

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ -	\$ 18,903,360	\$ -	\$ 63,228,800	\$ 967,980		\$ 83,100,140
Regional Park Assessment							
Total Assessment							83,100,140
Mill Rate Factor(s)		1.0000		1.0000	1.0000		
Total Base/Minimum Tax (generated for each property class)		33,330		134,330	4,040		171,700
Total Municipal Tax Levy (include base and/or minimum tax and special levies)		\$ 90,040		\$ 324,016	\$ 6,944		\$ 421,000

MILL RATES:

	MILLS
Average Municipal*	5.07
Average School*	4.29
Potash Mill Rate	-
Uniform Municipal Mill Rate	3.00

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

Resort Village of Kivimaa - Moonlight Bay
 Schedule 10: Schedule of Council Remuneration
 As at December 31, 2025

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Nasby, Steve	\$ 6,620	\$ 3,715	\$ 10,335
Councillor	Anderson, Terry	2,800	469	3,269
Councillor	Johnson, Keane	2,200	200	2,400
Councillor	Macleod, Archie	4,900	200	5,100
Total		\$ 16,520	\$ 4,584	\$ 21,104