

VILLAGE OF NORTH PORTAL

FINANCIAL STATEMENTS

For the year ended December 31, 2025

VILLAGE OF NORTH PORTAL
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STATEMENT OF RESPONSIBILITY

To the Ratepayers of the Village of North Portal:

The Village'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 financial 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 are required.

In discharging its responsibilities for the integrity and fairness 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.

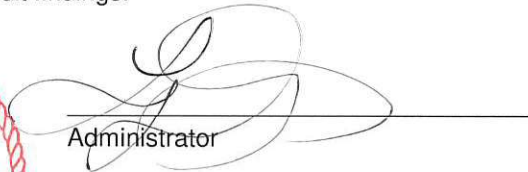
The Council is composed of elected officials who are not employees of the Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by administration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

Sensus Chartered Professional Accountants Ltd. as the Village's appointed external auditors, have audited the financial statements. The Auditor's Report is addressed to the Council and appears on the following page. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

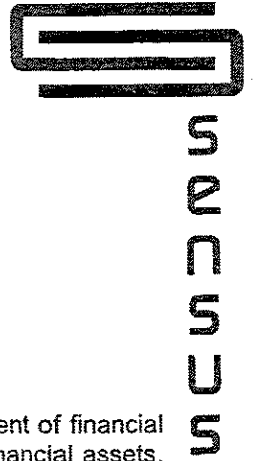


Mayor





Administrator



INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of:
Village of North Portal
North Portal, Saskatchewan

Qualified Opinion

We have audited the financial statements of the Village of North Portal, which comprise the statement of financial position as at December 31, 2025, the statement of operations, the statement of changes in net financial assets, statement of cash flows, the statement of rereasurement gains (losses) for the year then ended, and the notes to the financial statements including a summary of significant accounting policies.

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

Basis for Qualified Opinion

The Public Sector Accounting Board has introduced section PS 3280 which is a standard establishing guidance on the accounting and reporting on the retirement of tangible capital assets controlled by the Village. The Village has not provided a reasonable estimate for the asset retirement costs associated with their landfill, lagoon, wells or buildings containing asbestos, to determine the asset retirement obligation. As such, we have qualified our audit opinion due to the departure from Canadian public sector accounting standards. The effects of this departure on the financial statements for the years ended December 31, 2025 and December 31, 2024 have not been determined, as there is insufficient information available to do so.

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 Village of North Portal in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Other Matters

Our audit opinion does not extend to the budgeted figures presented by Council.

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

In preparing the financial statements, management is responsible for assessing the Village of North Portal's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Village of North Portal or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Village of North Portal'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 auditing standards, we exercise our 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 Village of North Portal's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Village of North Portal'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 Village of North Portal 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.

Yorkton, Saskatchewan
April 21, 2026



Chartered Professional Accountants Ltd.

VILLAGE OF NORTH PORTAL
STATEMENT 1 - STATEMENT OF FINANCIAL POSITION
As at December 31, 2025

	2025	2024
FINANCIAL ASSETS		
Cash	\$ 322,924	\$ 290,948
Investments (Note 2)	35,407	34,376
Taxes receivable - municipal (Note 3)	28,943	21,546
Other accounts receivable (Note 4)	17,548	17,237
Patronage equity	1,764	1,648
TOTAL FINANCIAL ASSETS	406,586	365,755
LIABILITIES		
Accounts payable and accrued liabilities	9,625	8,173
Deferred revenue (Note 6)	43,528	69,280
TOTAL LIABILITIES	53,153	77,453
NET FINANCIAL ASSETS	353,433	288,302
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedules 6 and 7)	1,792,821	840,435
Assets held for sale (Note 5)	17,006	17,006
Inventories	5,155	6,510
Prepaid expenses	300	697
TOTAL NON-FINANCIAL ASSETS	1,815,282	864,648
ACCUMULATED SURPLUS	\$ 2,168,715	\$ 1,152,950
Accumulated surplus is comprised of:		
Accumulated surplus excluding remeasurement gains (losses) (Schedule 10)	\$ 2,168,715	\$ 1,152,950
Accumulated remeasurement gains (losses)		
	\$ 2,168,715	\$ 1,152,950

VILLAGE OF NORTH PORTAL
STATEMENT 2 - STATEMENT OF OPERATIONS
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
REVENUE			
Taxes revenue (Schedule 1)	\$ 146,947	\$ 156,086	\$ 129,217
Other unconditional revenue (Schedule 1)	105,153	103,510	87,484
Fees and charges (Schedules 4 and 5)	91,213	85,918	90,792
Conditional grants (Schedules 4 and 5)	3,500	3,600	3,518
Tangible capital asset sales - gain (loss) (Schedules 4 and 5)			250
Investment income (Schedules 4 and 5)	4,500	3,909	4,185
Other revenues (Schedules 4 and 5)	820	1,054,530	1,418
	352,133	1,407,553	316,864
EXPENSES			
General government services (Schedule 3)	150,572	156,688	134,039
Protective services (Schedule 3)	13,572	13,622	13,495
Transportation services (Schedule 3)	68,975	72,612	64,453
Environmental and public health services (Schedule 3)	19,325	19,612	19,227
Recreation and cultural services (Schedule 3)	31,944	25,773	28,103
Utility services (Schedule 3)	85,253	103,481	90,823
	369,641	391,788	350,140
ANNUAL SURPLUS (DEFICIT)	(17,508)	1,015,765	(33,276)
ACCUMULATED SURPLUS EXCLUDING REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	1,152,950	1,152,950	1,186,226
ACCUMULATED SURPLUS EXCLUDING REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$ 1,135,442	\$ 2,168,715	\$ 1,152,950

VILLAGE OF NORTH PORTAL
STATEMENT 3 - STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
ANNUAL SURPLUS (DEFICIT)	\$ (17,508)	\$ 1,015,765	\$ (33,276)
Acquisition of tangible capital assets	(25,001)	(1,009,450)	
Amortization of tangible capital assets	57,064	57,064	42,895
Gain on the disposal of tangible capital assets			(250)
Proceeds on sale of tangible capital assets			250
Decrease (increase) in inventories		1,355	(1,543)
Decrease (increase) in prepaid expenses		397	(697)
	<u>32,063</u>	<u>(950,634)</u>	<u>40,655</u>
CHANGE IN NET FINANCIAL ASSETS	<u>\$ 14,555</u>	<u>65,131</u>	<u>7,379</u>
NET FINANCIAL ASSETS, BEGINNING OF YEAR		<u>288,302</u>	<u>280,923</u>
NET FINANCIAL ASSETS, END OF YEAR		<u>\$ 353,433</u>	<u>\$ 288,302</u>

VILLAGE OF NORTH PORTAL
STATEMENT 4 - STATEMENT OF CASH FLOWS
For the year ended December 31, 2025

	2025	2024
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 1,015,765	\$ (33,276)
Changes in non-cash items:		
Taxes receivable - municipal	(7,397)	(10,311)
Other accounts receivable	(311)	12,563
Patronage equity	(116)	(98)
Inventories	1,355	(1,543)
Prepaid expenses	397	(697)
Accounts payable and accrued liabilities	1,452	(2,876)
Deferred revenue	(25,752)	67,238
Gain on disposal of tangible capital assets		(250)
Amortization of tangible capital assets	57,064	42,895
Cash provided by (applied to) operating transactions	<u>1,042,457</u>	<u>73,645</u>
CAPITAL TRANSACTIONS		
Proceeds from the disposal of tangible capital assets		250
Acquisition of tangible capital assets	(1,009,450)	
Cash applied to capital transactions	<u>(1,009,450)</u>	<u>250</u>
INVESTING TRANSACTIONS		
Acquisition of investments	(1,031)	(34,376)
Cash applied to investing transactions	<u>(1,031)</u>	<u>(34,376)</u>
CHANGE IN CASH	<u>31,976</u>	<u>39,519</u>
CASH, BEGINNING OF YEAR	<u>290,948</u>	<u>251,429</u>
CASH, END OF YEAR	<u>\$ 322,924</u>	<u>\$ 290,948</u>

VILLAGE OF NORTH PORTAL
STATEMENT 5 - STATEMENT OF REMEASUREMENT GAINS (LOSSES)
For the year ended December 31, 2025

	2025 Actual	2024 Actual
ACCUMULATED REMEASUREMENT GAINS (LOSSES), BEGINNING OF YEAR	\$	\$
Unrealized gains (losses) attributable to:		
Derivatives		
Equity instruments measured at fair value		
Foreign exchange		
Amounts reclassified to the statement of operations:		
Derivatives		
Equity instruments measured at fair value		
Reversal of net remeasurements of portfolio investments		
Foreign exchange		
NET REMEASUREMENT GAINS (LOSSES) FOR THE YEAR		
ACCUMULATED REMEASUREMENT GAINS (LOSSES), END OF YEAR	\$	\$

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village are 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 are as follows:

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as they become available and measurable; 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.

Reporting Entity

The financial statements consolidates the assets, liabilities, and flow of resources of the Village. The entity is comprised of all of the organizations that are owned or controlled by the Village and are, therefore, accountable to Council for the administration of their financial affairs and resources. These financial statements do not contain any reporting entities.

Partnerships

A partnership represents a contractual arrangement between the Village 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 financial statements do not contain any partnerships:

Collection of Funds for Other Authorities

Collection of funds by the Village for the school board, municipal hail, and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.

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 have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received but not earned 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 eligible criteria have been met.

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Other (Non-Government Transfer) Contribution

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

Revenue

Revenue from Transactions with No Performance Obligations:

Revenue is recognized for the following sources of revenue from transactions with no performance obligations:

- Tax revenue: Tax revenue is recognized when the underlying tax event occurs, which is typically when the tax is assessed or becomes due, regardless of when payment is received. These are generally recurring in nature.
- Other unconditional revenue: Unconditional revenue is recognized when it is earned and no further obligations are required. This may include certain grants or contributions that do not require a specific performance or future condition. This is considered non-recurring or recurring, depending on the nature of the revenue source.
- Fees and charges: Fees and charges for services are recognized when the service is rendered or when the related activity is performed. These are generally recurring in nature.
- Investment income: Investment income is recognized when earned. Interest income is recognized as it accrues, based on the effective interest rate method, while dividend income is recognized when the right to receive payment is established. Investment income is generally considered a recurring revenue stream, as it is earned periodically from ongoing investments.

Revenue from Transactions with Related Performance Obligations:

Revenue is recognized for the following sources of revenue where related performance obligations exist:

- Tangible capital asset gains (losses): Gains or losses from the sale or disposal of tangible capital assets are recognized when the asset is transferred to the buyer, and the related risks and rewards of ownership have been transferred. These are typically considered non-recurring revenue streams.
- Land sale gains (losses): Revenue from land sales are recognized when the transaction is completed and ownership is transferred to the purchaser. This may involve a performance obligation related to the delivery of the property and revenue is recognized when the transfer occurs. These are typically considered non-recurring revenue streams.

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue from Transactions with No Performance Obligations (Continued):

When a single transaction requires the delivery of more than one performance obligation, the revenue recognition criteria are applied to the separately identifiable performance obligations. A performance obligation is considered to be separately identified if the product or service delivered has stand-alone value to that customer and the fair value associated with the product or service can be measured reliably. The amount recognized as revenue for each performance obligation is its fair value in relation to the fair value of the contract as a whole.

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

- a) The payor simultaneously receives and consumes the benefits provided by the Village's performance as they fulfil the performance obligation
- b) The Village's performance creates or enhances an asset (for example, work in progress) that the payor controls or uses as the asset is created or enhanced
- c) The Village's performance does not create an asset with an alternative use to itself, and the Village has an enforceable right to payment for performance completed to date
- d) The Village is expected to continually maintain or support the transferred good or service under the terms of the agreement
- e) The Village provides the payor with access to a specific good or service under the terms of the agreement

When determining the amounts of revenue to recognize at various stages along the point of time, determinants vary but often include percentage complete.

Deferred Revenue and Deposits

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.

Local Improvement Charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

Net Financial Assets

Net financial assets at the end of the 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.

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

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.

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.

Financial Instruments

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

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

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 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.

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

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Instruments (Continued)

Measurement of Financial Instruments:

The Village's financial assets and liabilities are measured as follows:

<u>Financial statement line item</u>	<u>Measurement</u>
Cash and cash equivalents	Cost and amortized cost
Investments	Fair value and cost/amortized cost
Other accounts receivable	Cost and amortized cost
Long-term receivables	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

Inventories

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

Tangible Capital Assets

All tangible capital asset acquisitions or betterment 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 inflation 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 costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The Village's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and equipment	
Vehicles	5 to 10 years
Machinery and equipment	5 to 10 years
Leased capital assets	Lease term

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tangible Capital Assets (Continued)

Infrastructure Assets

Infrastructure assets	30 to 75 years
Water & sewer	40 years
Road network assets	40 years

Government Contributions

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

Works of Art and Other Unrecognized Assets

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

Capitalization of Interest

The Village 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 the majority of 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 leases are amortized on a straight-line basis, over their estimated useful lives (lease term). Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

Public Private Partnerships

Public private partnerships where the Village 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.

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Public Private Partnerships (Continued)

When the Village 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 Village 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 Village 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 Village 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.

These financial statements do not include any public private partnerships.

Trust Funds

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the Village.

Employee Benefit Plans

Contributions to the Village's multi-employer defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Village's obligations are limited to their contributions.

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 Village:
 - 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.

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Uncertainty

The preparation of the 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.
- The liability associated with asset retirement obligations are measured with reference to the best estimate of the amount required to ultimately remediate the liability at the financial statement date, the discount rate, and inflation.
- Measurement financial instruments at fair value and recognition and measurement of impairment of financial instruments requires the use of significant management estimates.

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

Basis of Segmentation/Segment Report

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

The segments (functions) are as follows:

General government: Provides administration of the Village.

Protective services: Is comprised of expenses for police and fire protection.

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

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Segmentation/Segment Report (Continued)

Environmental and public health: Environmental segment provides waste disposal and other environmental services and the public health segment provides for expenses related to public health services in the Village.

Planning and development: Provides for neighbourhood development and sustainability.

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

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

Budget Information

Budget information is presented on a basis consistent with that used for the actual results. The budget was approved by Council on April 24, 2025.

Assets Held for Sale

The Village 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.

Asset Retirement Obligations

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

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

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Asset Retirement Obligation (Continued)

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

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

Loan Guarantees

The Village has not provided loan guarantees for any organizations.

Guarantees represent potential financial commitments for the Village. These amounts are considered as contingent liabilities and not formally recognized as liabilities until the Village considers it likely for the borrower to default on its obligation and the amount of the liability can be estimated. The Village monitors the status of the organization(s), loans, and lines of credit annually and in the event that payment by the Village is likely to occur, a provision will be recognized in the financial statements.

2. INVESTMENTS

	2025	2024
Investments carried at amortized cost:		
Portfolio investments	\$ 35,407	\$ 34,376

Portfolio investments consist of a non-redeemable GIC held at Affinity Credit Union Ltd. which earns interest at a rate of 3.95% (2024 - 3.00%) and has a maturity date of September 2027.

	2025	2024
Investment income:		
Income from portfolio investments	\$ 1,130	\$ 277
Interest from bank accounts	2,779	3,908
Total investment income	\$ 3,909	\$ 4,185

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

3. TAXES RECEIVABLE - MUNICIPAL

	2025	2024
Municipal		
- Current	\$ 20,231	\$ 21,537
- Arrears	46,141	52,344
	<u>66,372</u>	<u>73,881</u>
- Less allowance for uncollectibles	(37,429)	(52,335)
Total municipal taxes receivable	<u>28,943</u>	<u>21,546</u>
School		
- Current	3,083	4,606
- Arrears	8,075	10,614
Total taxes to be collected on behalf of School Divisions	<u>11,158</u>	<u>15,220</u>
Total taxes and grants-in-lieu receivable	<u>40,101</u>	<u>36,766</u>
Deduct taxes to be collected on behalf of other organizations	(11,158)	(15,220)
Total taxes receivable - municipal	<u>\$ 28,943</u>	<u>\$ 21,546</u>

4. OTHER ACCOUNTS RECEIVABLE

	2025	2024
Utility	\$ 12,995	\$ 13,221
Federal government	4,177	3,739
Accrued interest	376	277
Total other accounts receivable	<u>\$ 17,548</u>	<u>\$ 17,237</u>

5. ASSETS HELD FOR SALE

	2025	2024
Land held for sale	\$ 17,006	\$ 17,006

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

6. DEFERRED REVENUE

	2024	Externally restricted inflows	Revenue earned	2025
Contributions for new park shelter and sign	\$ 62,142	\$ 26,825	\$ 31,550	\$ 29,350
Canada Community Building Fund	7,138	7,138		14,178
Total deferred revenue	<u>\$ 69,280</u>			<u>\$ 43,528</u>

7. LONG-TERM DEBT

The debt limit of the Village is \$217,323. The debt limit for a Village is the total amount of the Village's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).

8. PENSION PLAN

The Village is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration benefits. The Village's pension expense in 2025 was \$6,869 (2024 - \$5,787). The benefits accrued to the Village's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Chartered Professional Accountants of Canada Handbook Section PS 3250.

Total current service contributions by the Village to the MEPP in 2025 were \$6,869 (2024 - \$5,787). Total current service contributions by the employees of the Village to the MEPP in 2025 were \$6,869 (2024 - \$5,787).

As of the audit report date, the December 31, 2025 MEPP actuarial deficiency/surplus has not yet been released. As of December 31, 2024, the actuarial valuation of the financial position of the plan shows MEPP is 126.4 percent funded, with an actuarial surplus of \$819,117,000.

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

VILLAGE OF NORTH PORTAL
NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2025

9. RISK MANAGEMENT

Through its financial assets and liabilities, the Village is exposed to various risks as outlined below.

Price risk

Price risk associated with investments in shares is the risk that their fair value will fluctuate because of changes in market prices. This risk is reduced to a minimum, since the Village mitigates the risk by balancing its portfolio.

Credit risk

The Village is exposed to credit risk resulting from the possibility that parties may default on their financial obligations. Credit risk is primarily associated with accounts receivable, which total \$46,491 as at year-end.

The composition of receivables is as follows:

- Property taxes receivable: \$28,943
- Utility receivables: \$12,995
- GST receivable: \$4,177
- Accrued interest: \$376

Credit risk related to taxes and utilities arises from transactions with residents and ratepayers. The risk is mitigated by the Village's authority to pursue tax recovery measures under applicable legislation and to discontinue utility services in cases of non-payment.

Receivables from banking institutions and the Canada Revenue Agency (CRA) are considered low risk due to the creditworthiness of these counterparties.

At year-end, \$10,702 of total receivables are considered past due (i.e., greater than 30 days outstanding). The Village monitors receivables on an ongoing basis and establishes allowances as necessary based on historical collection patterns and specific account assessments.

Liquidity risk

Liquidity risk is the risk that the Village will encounter difficulty in meeting financial obligations as they fall due. The Village undertakes regular cash flow analyses to ensure there are sufficient cash resources to meet all obligations.

Trade accounts payable and accrued liabilities are generally paid within 30 days.

Interest rate risk

The Village is exposed to interest rate risk on its fixed interest rate financial instruments. Fixed-rate instruments subject the Village to a fair value risk. The Village is exposed to this type of risk as a result of the portfolio investments. However, the risk associated with these assets is reduced to a minimum since these assets are invested in guaranteed investment certificates where the interest rates are higher than current market rates so the Village is benefiting from the premium value of the investment.

VILLAGE OF NORTH PORTAL
SCHEDULE 1 - SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
TAXES			
General municipal tax levy	\$ 151,047	\$ 151,047	\$ 124,905
Abatements and adjustments	(4,100)	(82)	34
Discount on current year taxes		(5,262)	(4,012)
Net Municipal Taxes	146,947	145,703	120,927
Penalties on tax arrears		10,383	8,290
Total Taxes	146,947	156,086	129,217
UNCONDITIONAL GRANTS			
Revenue Sharing	35,335	35,335	33,295
Total Unconditional Grants	35,335	35,335	33,295
GRANTS-IN-LIEU OF TAXES			
Federal	47,078	46,587	30,888
Provincial			
S.P.C. Electrical	15,700	16,275	17,241
SaskEnergy Gas	5,500	3,773	4,660
SaskTel	1,540	1,540	1,400
Total Grants-in-Lieu of Taxes	69,818	68,175	54,189
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 252,100	\$ 259,596	\$ 216,701

VILLAGE OF NORTH PORTAL
SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (tax certificates and pet licenses)	100	160	230
Total Fees and Charges	100	160	230
- Investment income	4,500	3,909	4,185
- Other (Contributed asset, recovery of bad debt)		992,805	
Total Other Segmented Revenue	4,600	996,874	4,415
Total Operating	4,600	996,874	4,415
Total General Government Services	4,600	996,874	4,415
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,500	990	1,760
Total Fees and Charges	1,500	990	1,760
Total Other Segmented Revenue	1,500	990	1,760
Total Operating	1,500	990	1,760
Total Transportation Services	1,500	990	1,760

VILLAGE OF NORTH PORTAL
SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 14,800	\$ 14,140	\$ 14,681
- Cemetery fees		200	2,700
Total Fees and Charges	<u>14,800</u>	<u>14,340</u>	<u>17,381</u>
- Other (interest)	820	1,131	847
Total Other Segmented Revenue	<u>15,620</u>	<u>15,471</u>	<u>18,228</u>
Conditional Grants			
- Multi-Material Stewardship Western	2,000	2,100	2,018
Total Conditional Grants	<u>2,000</u>	<u>2,100</u>	<u>2,018</u>
Total Operating	<u>17,620</u>	<u>17,571</u>	<u>20,246</u>
Total Environmental and Public Health Services	<u>17,620</u>	<u>17,571</u>	<u>20,246</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (building permits, licenses and recoverable fees)	280	474	702
Total Fees and Charges	<u>280</u>	<u>474</u>	<u>702</u>
Total Other Segmented Revenue	<u>280</u>	<u>474</u>	<u>702</u>
Total Operating	<u>280</u>	<u>474</u>	<u>702</u>
Total Planning and Development Services	<u>280</u>	<u>474</u>	<u>702</u>

VILLAGE OF NORTH PORTAL
SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Hall fees and events	\$ 5,000	\$ 6,242	\$ 4,377
Total Fees and Charges	5,000	6,242	4,377
- Other (donations)		60,594	571
Total Other Segmented Revenue	5,000	66,836	4,948
Conditional Grants			
- Saskatchewan Lotteries	1,500	1,500	1,500
Total Conditional Grants	1,500	1,500	1,500
Total Operating	6,500	68,336	6,448
Total Recreation and Cultural Services	6,500	68,336	6,448
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	38,400	33,861	36,633
- Sewer	24,413	23,338	23,254
- Infrastructure	6,720	6,513	6,455
Total Fees and Charges	69,533	63,712	66,342
- Tangible capital asset sales - gain (loss)			250
Total Other Segmented Revenue	69,533	63,712	66,592
Total Operating	69,533	63,712	66,592
Total Utility Services	69,533	63,712	66,592
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 100,033	\$ 1,147,957	\$ 100,163

VILLAGE OF NORTH PORTAL
SCHEDULE 2 - SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
SUMMARY			
Total Other Segmented Revenue	\$ 96,533	\$ 1,144,357	\$ 96,645
Total Conditional Grants	3,500	3,600	3,518
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 100,033	\$ 1,147,957	\$ 100,163

VILLAGE OF NORTH PORTAL
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 8,500	\$ 8,160	\$ 8,500
Wages and benefits	75,528	74,871	69,576
Professional/Contractual services	30,089	35,857	27,982
Utilities	8,860	9,230	8,045
Maintenance, materials, and supplies	11,691	11,666	8,358
Grants and contributions			
- Operating		1,000	1,200
Amortization of tangible capital assets	15,904	15,904	1,795
Allowance for uncollectibles			8,583
Total General Government Services	150,572	156,688	134,039
PROTECTIVE SERVICES			
Police protection			
Professional/Contractual services	6,700	6,845	6,685
Fire protection			
Professional/Contractual services	6,600	6,409	6,618
Utilities	272	368	192
Total Protective Services	13,572	13,622	13,495
TRANSPORTATION SERVICES			
Wages and benefits	26,720	27,325	26,552
Professional/Contractual services	8,300	7,394	6,702
Utilities	8,500	8,346	8,453
Maintenance, materials, and supplies	21,600	25,692	18,729
Amortization of tangible capital assets	3,855	3,855	4,017
Total Transportation Services	68,975	72,612	64,453
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Professional/Contractual services	16,100	15,952	16,003
Maintenance, materials, and supplies	150	585	149
Amortization of tangible capital assets	3,075	3,075	3,075
Total Environmental and Public Health Services	19,325	19,612	19,227

VILLAGE OF NORTH PORTAL
SCHEDULE 3 - SCHEDULE OF EXPENSES BY FUNCTION
For the year ended December 31, 2025

	2025 Budget Unaudited (Note 1)	2025 Actual	2024 Actual
RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 1,950	\$ 1,333	\$ 1,946
Professional/Contractual services	1,500	487	1,055
Utilities	8,700	4,027	6,172
Maintenance, materials, and supplies	2,300	2,221	1,812
Grants and contributions			
- Operating	3,667	3,667	3,554
Amortization of tangible capital assets	10,727	10,727	10,464
Other	3,100	3,311	3,100
Total Recreation and Cultural Services	31,944	25,773	28,103
UTILITY SERVICES			
Wages and benefits	20,100	26,474	18,786
Professional/Contractual services	1,100		175
Utilities	8,800	6,318	8,551
Maintenance, materials, and supplies	31,750	47,186	39,767
Amortization of tangible capital assets	23,503	23,503	23,544
Total Utility Services	85,253	103,481	90,823
TOTAL EXPENSES BY FUNCTION	\$ 369,641	\$ 391,788	\$ 350,140

VILLAGE OF NORTH PORTAL
SCHEDULE 4 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2025

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 160	\$	\$ 990	\$ 14,340	\$ 474	\$ 6,242	\$ 63,712	\$ 85,918
Tangible Capital Asset Sale - Gain (Loss)								
Intangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)								
Investment Income	3,909							3,909
Commissions								
Other Revenues	992,805			1,131		60,594		1,054,530
Grants - Conditional				2,100		1,500		3,600
Grants - Capital								
Total revenues	996,874		990	17,571	474	68,336	63,712	1,147,957
Expenses (Schedule 3)								
Wages & Benefits	83,031		27,325			1,333	26,474	138,163
Professional/Contractual Services	35,857		7,394	15,952		487		72,944
Utilities	9,230	13,254	8,346			4,027	6,318	28,289
Maintenance, Materials, Supplies	11,666	368	25,692	585		2,221	47,186	87,350
Grants and Contributions	1,000					3,667		4,667
Amortization of Tangible Capital Assets	15,904		3,855	3,075		10,727	23,503	57,064
Amortization of Intangible Capital Assets								
Interest								
Accretion of asset retirement obligation								
Allowance for Uncollectibles								
Other								
Total expenses	156,688	13,622	72,612	19,612		25,773	103,481	391,788
Surplus (Deficit) by Function	840,186	(13,622)	(71,622)	(2,041)	474	42,563	(39,769)	756,169
Taxation and other unconditional revenue (Schedule 1)								259,596
Net Surplus (Deficit)								\$ 1,015,765

VILLAGE OF NORTH PORTAL
SCHEDULE 5 - SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION
For the year ended December 31, 2024

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 230	\$	\$ 1,760	\$ 17,381	\$ 702	\$ 4,377	\$ 66,342	\$ 90,792
Tangible Capital Asset Sale - Gain (Loss)							250	250
Intangible Capital Asset Sale - Gain (Loss)								
Land Sales - Gain (Loss)								
Investment Income	4,185							4,185
Commissions				847		571		1,418
Other Revenues				2,018		1,500		3,518
Grants - Conditional - Capital								
Total revenues	4,415	1,760	20,246	702	6,448	66,592	100,163	
Expenses (Schedule 3)								
Wages & Benefits	78,076		26,552		1,946	18,786		125,360
Professional/Contractual Services	27,982	13,303	6,702	16,003	1,055	175		65,220
Utilities	8,045	192	8,453		6,172	8,551		31,413
Maintenance, Materials, Supplies	8,358		18,729	149	1,812	39,767		68,815
Grants and Contributions	1,200				3,554			4,754
Amortization of Tangible Capital Assets	1,795		4,017	3,075	10,464	23,544		42,895
Interest								
Accretion of asset retirement obligation								
Allowance for Uncollectibles	8,583				3,100			8,583
Other					28,103			3,100
Total expenses	134,039	13,495	64,453	19,227	28,103	90,823	350,140	
Surplus (Deficit) by Function	(129,624)	(13,495)	(62,693)	1,019	(21,655)	(24,231)	(249,977)	
Taxation and other unconditional revenue (Schedule 1)								216,701
Net Surplus (Deficit)								\$ (33,276)

VILLAGE OF NORTH PORTAL
SCHEDULE 6 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2025

Cost	General Assets						Machinery & Equipment	Vehicles	Infrastructure Assets	General/ Infrastructure	Totals	
	Land	Land Improvements	Buildings	Assets Under Construction	2025	2024						
Operating costs	\$ 6,900	\$ 78,469	\$ 398,579	\$ 681,472	\$ 339,720	\$ 681,472	\$ 1,505,140	\$ 1,505,140			\$ 1,505,140	\$ 1,505,140
Additions during the year	10,400	31,550	967,500								1,009,450	
Closing costs	17,300	110,019	1,366,079	681,472	339,720	681,472					2,514,590	1,505,140
Accumulated Amortization												
Opening accumulated amortization		48,653	165,030	150,540	300,482	150,540					664,705	621,810
Amortization		3,625	22,350	18,297	12,792	18,297					57,064	42,895
Closing accumulated amortization		52,278	187,380	168,837	313,274	168,837					721,769	664,705
Net Book Value	\$ 17,300	\$ 57,741	\$ 1,178,699	\$ 512,635	\$ 26,446	\$ 512,635	\$ 1,792,821	\$ 840,435			\$ 1,792,821	\$ 840,435

VILLAGE OF NORTH PORTAL
SCHEDULE 7 - SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2025

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2025	2024
Opening costs	\$ 57,980	\$	\$ 176,726	\$ 69,055	\$	\$ 345,176	\$ 856,203	\$ 1,505,140	\$ 1,505,140
Additions during the year	<u>977,900</u>					<u>31,550</u>		<u>1,009,450</u>	
Closing costs	<u>1,035,880</u>		<u>176,726</u>	<u>69,055</u>		<u>376,726</u>	<u>856,203</u>	<u>2,514,590</u>	<u>1,505,140</u>
Accumulated Amortization									
Opening accumulated amortization	41,652		154,330	35,015		117,804	315,904	664,705	621,810
Amortization	<u>15,904</u>		<u>3,855</u>	<u>3,075</u>		<u>10,727</u>	<u>23,503</u>	<u>57,064</u>	<u>42,895</u>
Closing accumulated amortization	<u>57,556</u>		<u>158,185</u>	<u>38,090</u>		<u>128,531</u>	<u>339,407</u>	<u>721,769</u>	<u>664,705</u>
Net Book Value	<u>\$ 978,324</u>	<u>\$</u>	<u>\$ 18,541</u>	<u>\$ 30,965</u>	<u>\$</u>	<u>\$ 248,195</u>	<u>\$ 516,796</u>	<u>\$ 1,792,821</u>	<u>\$ 840,435</u>

VILLAGE OF NORTH PORTAL
SCHEDULE 8 - SCHEDULE OF INTANGIBLE CAPITAL ASSETS BY OBJECT
For the year ended December 31, 2025

	General Assets				Asset Category TBD		Asset Category TBD		Totals	
	TBD	TBD	TBD	TBD	TBD	TBD	TBD	Assets Under Construction	2025	2024
Cost	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Opening costs										
Additions during the year										
Disposals and write downs										
Transfers from assets under construction										
Closing costs										
Accumulated Amortization										
Opening accumulated amortization										
Amortization										
Disposals and write downs										
Closing accumulated amortization										
Net Book Value	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$

VILLAGE OF NORTH PORTAL
SCHEDULE 9 - SCHEDULE OF INTANGIBLE CAPITAL ASSETS BY FUNCTION
For the year ended December 31, 2025

Cost	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Totals	
								2025	2024
Opening costs	\$	\$	\$	\$	\$	\$	\$	\$	\$
Additions during the year									
Disposals and write downs									
Closing costs									
Accumulated Amortization									
Opening accumulated amortization									
Amortization									
Disposals and write downs									
Closing accumulated amortization									
Net Book Value	\$	\$	\$	\$	\$	\$	\$	\$	\$

VILLAGE OF NORTH PORTAL
SCHEDULE 10 - SCHEDULE OF ACCUMULATED SURPLUS
For the year ended December 31, 2025

	2024	Changes	2025
UNAPPROPRIATED SURPLUS	\$ 306,079	\$ 63,379	\$ 369,458
APPROPRIATED RESERVES			
Cemetery Reserve	6,436		6,436
Total appropriated reserves	6,436		6,436
NET INVESTMENT IN CAPITAL ASSETS			
Tangible capital assets (Schedule 6,7)	840,435	952,386	1,792,821
Intangible capital assets (Schedule 8,9)			
Net investment in capital assets	840,435	952,386	1,792,821
ACCUMULATED SURPLUS excluding remeasurement gains (losses)	\$ 1,152,950	\$ 1,015,765	\$ 2,168,715

VILLAGE OF NORTH PORTAL
SCHEDULE 11 - SCHEDULE OF MILL RATES AND ASSESSMENTS
 For the year ended December 31, 2025

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable assessment	346,335	7,117,280			2,475,200		9,938,815
Regional Park Assessment							9,938,815
Total Assessment	1.00	0.70			2.00		
Mill Rate Factor(s)		72,765			6,545		79,310
Total Base/Minimum Tax	3,810	89,370			57,867		151,047
Total Municipal Tax Levy							

MILL RATES:	MILLS
Average Municipal	15.1977
Average School	4.6908
Potash Mill Rate	
Uniform Municipal Mill Rate	11.0000

VILLAGE OF NORTH PORTAL
SCHEDULE 12 - SCHEDULE OF COUNCIL REMUNERATION
For the year ended December 31, 2025

<u>Position - Name</u>	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Mayor - Amy Armstrong	\$ 2,500	\$ 502	3,002
Councilor - Callie Fair	2,000	521	2,521
Councilor - Amy Belitski	2,000	14	2,014
Councilor - Chase Buchanan	1,660		1,660
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	\$ 8,160	\$ 1,037	9,197
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