

RURAL MUNICIPALITY OF CANA NO. 214

SYNOPSIS OF ANNUAL FINANCIAL STATEMENT 2025



INDEPENDENT AUDITOR'S REPORT

To: The Reeve and Council
Rural Municipality of Cana No. 214

Opinion

We have audited the financial statements of Rural Municipality of Cana No. 214 (the Municipality) which comprise the statement of financial position as at December 31, 2025, and the statements of operations, changes in net financial assets, cash flows and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit 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 Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of the 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 Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

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:

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- 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our 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 Municipality 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.

Prairie Strong

PRAIRIE STRONG
Chartered Professional Accountants

Melville, Saskatchewan
March 17, 2026

Rural Municipality of Cana No. 214
Statement 1 - Statement of Financial Position
As at December 31, 2025

	Statement 1	
	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	3,580,912	3,482,093
Investments	-	-
Taxes Receivable - Municipal (Note 3)	68,594	66,307
Other Accounts Receivable (Note 4)	29,336	41,603
Assets Held for Sale (Note 5)	3	3
Long-Term Receivable (Note 6)	95,119	83,145
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Other	-	-
Total Financial Assets	3,773,964	3,673,151
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	50,086	452,810
Accrued Liabilities Payable	-	-
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue	-	300
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Long-Term Debt (Note 7)	-	-
Lease Obligations	-	-
Total Liabilities	50,086	453,110
NET FINANCIAL ASSETS	3,723,878	3,220,041
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	1,724,607	1,908,873
Prepayments and Deferred Charges	2,201	1,818
Stock and Supplies	344,181	340,576
Other	-	-
Total Non-Financial Assets	2,070,989	2,251,267
ACCUMULATED SURPLUS (Schedule 8)	5,794,867	5,471,308
Accumulated Surplus (Deficit) is comprised of		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	5,794,867	5,471,308
Accumulated remeasurement gains (losses) (Statement 5)	-	-

Contingent Liabilities (Note 8)

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

Rural Municipality of Cana No. 214
Statement 2 - Statement of Operations
As at December 31, 2025

	Statement 2		
	2025 Budget	2025	2024
REVENUES			
Tax Revenue (Schedule 1)	1,235,500	1,234,230	1,121,651
Other Unconditional Revenue (Schedule 1)	383,300	385,038	362,624
Fees and Charges (Schedule 4, 5)	44,980	47,689	43,446
Conditional Grants (Schedule 4, 5)	15,140	15,484	118,957
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	10,109
Land Sales - Gain (Schedule 4, 5)	-	-	4,085
Investment Income (Schedule 4, 5)	105,540	91,331	134,555
Commissions (Schedule 4, 5)	-	-	-
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	1,000	1,787	11,794
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	56,300	56,319	55,403
Total Revenues	1,841,760	1,831,878	1,862,624
EXPENSES			
General Government Services (Schedule 3)	335,780	342,218	305,543
Protective Services (Schedule 3)	80,000	78,409	72,735
Transportation Services (Schedule 3)	1,118,950	1,032,225	902,948
Environmental and Public Health Services (Schedule 3)	27,790	29,453	26,465
Planning and Development Services (Schedule 3)	9,200	8,104	8,954
Recreation and Cultural Services (Schedule 3)	17,910	17,910	16,148
Utility Services (Schedule 3)	-	-	-
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,589,630	1,508,319	1,332,793
Annual Surplus (Deficit) of Revenues over Expenses	252,130	323,559	529,831
Accumulated Surplus excluding remeasurement gains (losses), Beginning of Year	5,471,308	5,471,308	4,941,477
Accumulated Surplus excluding remeasurement gains (losses), End of Year	5,723,438	5,794,867	5,471,308

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

Rural Municipality of Cana No. 214
Statement 3 - Statement of Change in Net Financial Assets
As at December 31, 2025

	2025 Budget	2025	Statement 3 2024
Annual Surplus (Deficit) of Revenues over Expenses	252,130	323,559	529,831
(Acquisition) of tangible capital assets	(36,000)	-	(587,487)
Amortization of tangible capital assets	-	184,266	137,527
Proceeds on disposal of tangible capital assets	-	-	159,000
Loss (gain) on the disposal of tangible capital assets	-	-	(10,109)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(36,000)	184,266	(301,069)
(Acquisition) of supplies inventories	-	(344,181)	(340,576)
(Acquisition) of prepaid expense	-	(2,201)	(1,818)
Consumption of supplies inventory	-	340,576	191,629
Use of prepaid expense	-	1,818	1,354
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(3,988)	(149,411)
Unrealized remeasurement gains (losses)	-	-	-
Increase/Decrease in Net Financial Assets	216,130	503,837	79,351
Net Financial Assets - Beginning of Year	3,220,041	3,220,041	3,140,690
Net Financial Assets - End of Year	3,436,171	3,723,878	3,220,041

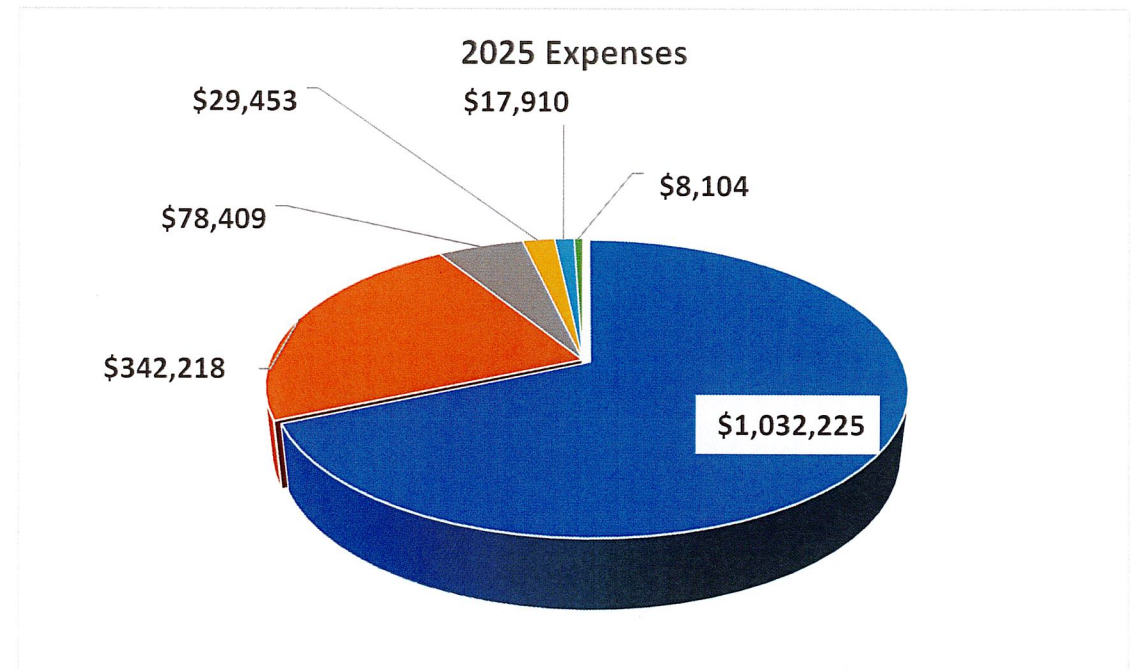
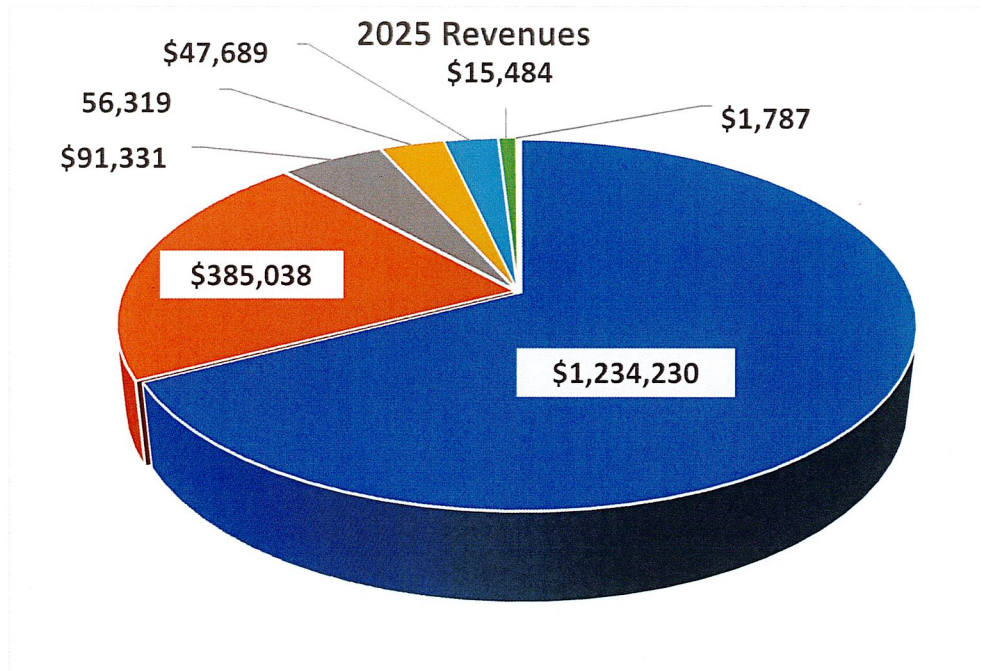
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Rural Municipality of Cana No. 214
Statement 4 - Statement of Cash Flow
As at December 31, 2025

	2025	Statement 4 2024
Cash provided by (used for) the following activities		
Operating:		
Annual Surplus (Deficit) of Revenues over Expenses	323,559	529,831
Amortization	184,266	137,527
Loss (gain) on disposal of tangible capital assets	-	(10,109)
	507,825	657,249
Change in assets/liabilities:		
Taxes Receivable - Municipal	(2,287)	(507)
Other Receivables	293	(20,910)
Assets Held for Sale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(402,724)	34,012
Derivative Liabilities	-	-
Deposits	-	-
Deferred Revenue	(300)	(7,700)
Asset Retirement Obligation	-	-
Liability for Contaminated Sites	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Stock and Supplies	(3,605)	(148,947)
Prepayments and Deferred Charges	(383)	(464)
Other	-	-
Cash provided by operating transactions	98,819	512,733
Capital:		
Acquisition of capital assets	-	(587,487)
Proceeds from the disposal of capital assets	-	159,000
Cash applied to capital transactions	-	(428,487)
Investing:		
Decrease (increase) in restricted cash or cash equivalents	-	-
Proceeds from disposal of investments	-	-
Decrease (increase) in investments	-	-
Cash provided by (applied to) investing transactions	-	-
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Cash Equivalents during the year	98,819	84,246
Cash and Cash Equivalents - Beginning of Year	3,482,093	3,397,847
Cash and Cash Equivalents - End of Year	3,580,912	3,482,093
Cash and cash equivalents is made up of:		
Cash and cash equivalents (Note 2)	3,580,912	3,482,093
Less: restricted portion of cash and cash equivalents (Note 2)	-	-
Temporary bank indebtedness	-	-
	3,580,912	3,482,093

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

See Accompanying Notes



Total Revenues: \$1,831,878 Total Expenses: \$ 1,508,319

REVENUE LEGEND

Revenue Description	Example of Revenue Generated (including, but not limited to)
Municipal Taxes	Annual levies & penalties less discounts
Unconditional Revenues	Revenue Sharing, Grants-in-Lieu, Treaty Land Entitlements
Investment Income	Interest earned & dividends
Capital Grants	Prov./Fed. Capital Grants & Contributions
Fees & Charges	Sale of supplies, custom work
Conditional Grants	CTP funding, Rat Control Program, Nuisance Beaver Grant
Other Revenues	Road Maintenance Agreements, YPUB loan repayments

EXPENSE LEGEND

Expense Description	Example of Services Provided (including, but not limited to)
Transportation Services	Road gravel, equipment repairs & replacement, crew wages & benefits, fuel
General Government	Council indemnities, admin. ages & benefits, memberships (SAMA, APAS, SARM, Assiniboine Watershed etc.)
Protective Services	RCMP levy, City of Melville Fire Protection Agreement levy
Environmental & Health	Rat inspections, purchase of pest control supplies
Planning & Development	Building permit inspections, zoning document amendments
Recreation & Cultural	Library requisitions, regional park donations

Financial Statements in entirety can be found on the municipal website: www.rmofcana.ca/general under "Financial Reports"