RURAL MUNICIPALITY OF ARLINGTON #79
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
ASSETS		
Financial Assets		
Cash and Cash Equivalents	$ 2,380,950	$ 3,260,260
Investments	1,152,032	2,636,250
Taxes Receivable - Municipal	7,655	5,187
Other Accounts Receivable	69,376	115,091
Assets Held for Sale	-	-
Long-Term Receivable	218,431	148,287
Other Long-Term Investments	5,110,534	3,357,322
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	8,938,978	9,522,397
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	97,976	1,011,554
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue	-	-
Asset Retirement Obligations	90,000	82,500
Infrastructure Liability	-	-
Other Liabilities	-	-
Long-Term Debt	-	-
Lease Obligations	-	-
Other Liabilities	28,701	628
Total Liabilities	216,677	1,094,682
NET FINANCIAL ASSETS	8,722,301	8,427,715
Tangible Capital Assets	11,495,220	9,759,783
Intangible Capital Assets	-	-
Prepayment and Deferred Charges	12,102	-
Stock and Supplies	1,081,986	1,301,989
Other	3	3
Total Non-Financial Assets	12,589,311	11,061,775
Accumulated Surplus (Deficit)	$ 21,311,612	$ 19,489,490

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

To the Residents of the
RURAL MUNICIPALITY OF ARLINGTON #79

Management of the **RURAL MUNICIPALITY OF ARLINGTON #79** has the responsibility for preparing the accompanying consolidated financial statements and ensuring that all information in the related reports is consistent with the statements. This responsibility includes selecting appropriate accounting policies and making objective judgments and estimates in accordance with Canadian public sector accounting standards.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements and for the accounting systems from which they are derived, management maintains the necessary systems of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for consolidated financial statements to the residents of the municipality lies with the Council who review the consolidated financial statements in detail with management prior to their approval for publication.

External auditors are appointed by the Council to audit the consolidated financial statements and are available to meet separately with both the Council and management to review their findings. The external auditors have full and free access to the Council to discuss their audit and their findings as to the integrity of the municipality's financial reporting and the adequacy of the system of internal controls.

Shelley Rhodes

Reeve Administrator

RURAL MUNICIPALITY OF ARLINGTON #79

Statement of Consolidated Operations

For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
Revenues			
Taxes Revenue	$ 2,957,640	$ 2,957,901	$ 2,867,950
Other Unconditional Revenue	267,510	267,510	249,601
Fees and Charges	66,672	81,713	101,057
Conditional Grants	63,620	72,162	61,552
Tangible Capital Assets - Gain (Loss)	102,560	105,215	(17,725)
Intangible Capital Assets - Gain (Loss)	-	-	-
Land Sales - Gain	-	-	-
Investment Income and Commissions	329,900	335,389	390,858
Other Revenues	1,140	1,143	198
Restructurings	-	-	-
Provincial/Federal Capital Grants	22,040	23,736	22,698
Total Revenues	3,811,082	3,844,769	3,676,189
Expenses			
General Government Services	376,645	353,161	377,865
Protective Services	88,900	52,169	81,791
Transportation Services	1,699,850	1,491,979	1,554,752
Environmental and Public Health Services	44,580	42,641	48,333
Planning and Development Services	-	-	-
Recreation and Cultural Services	81,390	79,425	70,091
Utility Services	4,090	3,272	3,384
Total Expenses	2,295,455	2,022,647	2,136,216
Surplus (Deficit) of Revenues over Expenses	1,515,627	1,822,122	1,539,973
Accumulated Surplus (Deficit), Beginning of Year	19,489,490	19,489,490	17,949,517
Accumulated Surplus (Deficit), End of Year	$ 21,005,117	$ 21,311,612	$ 19,489,490

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL CONSOLIDATED STATEMENTS

To the Reeve and Councillors
RURAL MUNICIPALITY OF ARLINGTON #79

Qualified Opinion

The summary consolidated financial statements, which comprise the consolidated statement of financial position as at December 31, 2025 and the consolidated statement of operations for the year then ended, are derived from the audited consolidated financial statements of the RURAL MUNICIPALITY OF ARLINGTON #79 for the year ended December 31, 2025.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of the audited consolidated financial statements in accordance with Canadian public sector accounting standards.

Summary Consolidated Financial Statements

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

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed a qualified opinion on the audited consolidated financial statements in our report dated May 27, 2026. The summary consolidated financial statements, which comprise the consolidated statement of financial position as at December 31, 2025 and the consolidated statement of operations for the year then ended, are derived from the audited consolidated financial statements of the RURAL MUNICIPALITY OF ARLINGTON #79 for the year ended December 31, 2025.

The municipality does not maintain a waste disposal site but it is a member of the Southwest Waste Management Authority which provides waster disposal services to the ratepayers of the municipalities. The RM is contingently liable for the landfill closure and post closure care requirements under The Environmental Act. These costs include final covering and landscaping of the landfill, pumping of groundwater, methane gas, and leachate management and on-going environmental monitoring site inspections and maintenance. The Municipality has recorded an estimated liability but the actual costs could be materially different than the estimated costs and we are unable to determine the potential effect on the financial statements.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with Canadian public sector accounting standards.

Auditors' Responsibility

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

Dudley + Company

Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
May 27, 2026