



Report of the Independent Auditors' on the Summary Financial Statements

To the Council
Town of Foam Lake

Opinion

The summary financial statements, which comprise the summary Statement of Financial Position as at December 31, 2025, the summary Statements of Operations, Changes in Net Financial Assets and Cash Flow for the year then ended, and related notes, are derived from the audited financial statements of Town of Foam Lake for the year ended December 31, 2025. We expressed a qualified audit opinion on those financial statements in our report dated April 27, 2026.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in note 1. However, the summary financial statements are misstated to the equivalent extent as the audited financial statements of Town of Foam Lake for the year ended December 31, 2025.

Summary Financial Statements

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

The Audited Financial Statements and Our Report Thereon

We expressed a qualified audit opinion on the audited financial statements in our report dated April 27, 2026.

PS 3260 liability for contaminated sites requires the municipality to recognize a liability at the reporting date for costs that the municipality is obligated to incur for the remediation of contaminated sites. The municipality has identified sites that meet the criteria of recognition, however have not obtained an estimate of the costs to remediate, we are therefore unable to determine the liability that would have been recognized on the current or prior year's statement of financial position, or the impacts on expenses, surplus, or accumulated surplus.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the basis described in note 1.

Auditors' Responsibility

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

Baker Tilly SK LLP

A handwritten signature in black ink that reads "Baker Tilly SK LLP".

Yorkton, SK
April 27, 2026

Town of Foam Lake
Foam Lake, Saskatchewan
Statement of Financial Position as at December 31, 2025

Statement 1

	2025	2024
Assets		
Financial Assets		
Cash and cash equivalents	522,560	391,404
Investments	1,688,820	1,866,386
Taxes receivable - municipal	273,726	275,623
Other accounts receivable	260,561	318,902
Total Financial Assets	2,745,667	2,852,315
Liabilities		
Accounts payable	208,742	131,097
Accrued liabilities payable	34,330	13,750
Deposits	95,082	91,173
Deferred revenue	163,545	49,357
Asset retirement obligations	425,562	419,116
Other liabilities	2,514	91
Long-term debt	121,291	220,182
Total Liabilities	1,051,066	924,766
Net Financial Assets	1,694,601	1,927,549
Non-Financial Assets		
Tangible capital assets	8,323,455	8,074,075
Prepayments and deferred charges	49,575	39,671
Stock and supplies	265,475	204,399
Assets held for sale	33,414	53,715
Total Non-Financial Assets	8,671,919	8,371,860
Accumulated Surplus	\$ 10,366,520	\$ 10,299,409

Town of Foam Lake
Statement of Operations
For the year ended December 31, 2025

Statement 2

	2025 Budget	2025 Actual	2024 Actual
Revenues			
Tax revenue	184,290	1,414,952	1,400,819
Other unconditional revenue	385,750	366,752	332,992
Fees and charges	1,049,350	1,105,097	1,052,069
Conditional grants	91,200	92,487	78,598
Tangible capital asset sales - gain (loss)	-	-	(10,577)
Commissions	77,400	81,500	92,882
Other	169,500	91,466	103,235
Provincial/Federal capital grants and contributions	74,400	3,504	66,766
Total Revenues	<u>2,031,890</u>	<u>3,155,758</u>	<u>3,116,784</u>
Expenses			
General government services	541,230	596,358	697,831
Protective services	143,500	143,233	140,269
Transportation services	444,950	565,376	577,443
Environmental and public health services	408,630	348,620	418,462
Planning and development services	8,020	4,686	16,545
Recreation and cultural services	745,680	874,043	957,247
Utilities services	532,940	556,331	526,351
Total Expenses	<u>2,824,950</u>	<u>3,088,647</u>	<u>3,334,148</u>
Annual Surplus (Deficit) of Revenue over Expenses	(793,060)	67,111	(217,364)
Accumulated Surplus, Beginning of Year	<u>10,299,409</u>	<u>10,299,409</u>	<u>10,516,773</u>
Accumulated Surplus, End of Year	<u>\$ 9,506,349</u>	<u>\$ 10,366,520</u>	<u>\$ 10,299,409</u>

Town of Foam Lake
Statement of Change in Net Financial Assets
For the year ended December 31, 2025

Statement 3

	2025 Budget	2025 Actual	2024 Actual
Surplus (Deficit)	<u>(793,060)</u>	<u>67,111</u>	<u>(217,364)</u>
(Acquisition) of tangible capital assets	-	(692,045)	(499,733)
Amortization of tangible capital assets	-	442,665	413,071
Proceeds on disposal of tangible capital assets	-	-	37,474
Loss on the disposal of tangible capital assets	<u>-</u>	<u>-</u>	<u>10,577</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>-</u>	<u>(249,380)</u>	<u>(38,611)</u>
(Acquisition) of supplies inventories	-	(61,076)	(3,438)
(Acquisition) of prepaid expense	-	(9,903)	-
Use of prepaid expense	-	-	1,453
Use of other non-financial assets	<u>-</u>	<u>20,300</u>	<u>40,913</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>-</u>	<u>(50,679)</u>	<u>38,928</u>
Increase (Decrease) in Net Financial Assets	(793,060)	(232,948)	(217,047)
Net Financial Assets, beginning of year	<u>1,927,549</u>	<u>1,927,549</u>	<u>2,144,596</u>
Net Financial Assets, End of Year	<u>\$ 1,134,489</u>	<u>\$ 1,694,601</u>	<u>\$ 1,927,549</u>

Town of Foam Lake
Statement of Cash Flow
For the year ended December 31, 2025

Statement 4

	2025	2024
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus (Deficit)	67,111	(217,364)
Amortization	442,665	413,071
Loss on disposal of tangible capital assets	-	10,577
	509,776	206,284
Change in Assets/Liabilities		
Taxes receivable - municipal	1,897	9,585
Other receivables	58,341	47,222
Land for resale	20,302	40,911
Accounts payable	77,644	37,037
Utility deposits	3,908	617
Deferred revenue	114,188	(27,766)
Accrued liabilities payable	20,579	(47,248)
Other liabilities	8,869	(108)
Stock and supplies for use	(61,076)	(3,438)
Prepayments and deferred charges	(9,903)	1,453
Cash Provided by Operating Transactions	744,525	264,549
Capital:		
Acquisition of capital assets	(692,044)	(499,733)
Proceeds from the disposal of capital assets	-	37,474
Cash Applied to Capital Transactions	(692,044)	(462,259)
Investing:		
Long-term investments	490,065	347,274
Acquisition in investment	(312,499)	(96,802)
Cash Provided by (Applied to) Investing Transactions	177,566	250,472
Financing:		
Long-term debt repaid	(98,891)	(106,329)
Change in Cash and Cash Equivalents During the Year	131,156	(53,567)
Cash and cash equivalents, beginning of year	391,404	444,971
Cash and Cash Equivalents, End of Year	\$ 522,560	\$ 391,404

Town of Foam Lake
Notes to Summary Financial Statements
For the year ended December 31, 2025

1. Basis of the Summary Financial Statements

The following criteria have been applied by management in the preparation of these summary financial statements:

- (a) The information in the summary financial statements is in agreement with the related information in the municipality's December 31, 2025 audited financial statements; and
- (b) The summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the audited financial statements, including the notes thereto.
- (c) The audited financial statements can be obtained by request at the town office.
- (d) The detailed notes included in the audited financial statements are not included in the summary financial statements as these notes are available in the audited financial statements which can be obtained as described above.