RURAL MUNICIPALITY OF SHERWOOD NO. 159
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
ASSETS		
Financial Assets		
Cash and Cash Equivalents	$ 19,353,023	$ 15,348,065
Investments	-	-
Taxes Receivable - Municipal	319,173	621,581
Other Accounts Receivable	355,379	482,771
Assets Held for Sale	-	-
Long-Term Receivable	185,499	154,615
Other Long-Term Investments	11,801	11,801
Debt Charges Recoverable	-	-
Local Improvements Receivable	528,501	624,224
Total Financial Assets	20,753,376	17,243,057
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	421,175	402,668
Accrued Liabilities Payable	-	-
Deposits	91,178	84,930
Deferred Revenue	4,041	3,166
Asset Retirement Obligations	-	-
Other Liabilities	-	-
Long-Term Debt	15,638,273	16,286,659
Lease Obligations	-	-
Other Liabilities	187,839	189,478
Total Liabilities	16,342,506	16,966,901
NET FINANCIAL ASSETS	4,410,870	276,156
Tangible Capital Assets	35,684,280	36,843,108
Intangible Capital Assets	-	-
Prepayment and Deferred Charges	36,539	33,816
Stock and Supplies	189,194	183,725
Other	5,332	5,371
Total Non-Financial Assets	35,915,345	37,066,020
Accumulated Surplus (Deficit)	$ 40,326,215	$ 37,342,176

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

To the Residents of the
RURAL MUNICIPALITY OF SHERWOOD NO. 159

Management of the **RURAL MUNICIPALITY OF SHERWOOD NO. 159** 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.

Reeve

Administrator

RURAL MUNICIPALITY OF SHERWOOD NO. 159

Statement of Consolidated Operations

For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
Revenues			
Taxes Revenue	$ 7,419,267	$ 7,136,132	$ 6,934,732
Other Unconditional Revenue	638,500	637,110	622,103
Fees and Charges	2,942,800	2,973,720	1,900,433
Conditional Grants	60,500	90,145	66,433
Tangible Capital Assets - Gain (Loss)	75,000	(253,041)	(96,450)
Intangible Capital Assets - Gain (Loss)	-	-	-
Land Sales - Gain	-	103,961	14,990
Investment Income and Commissions	301,100	545,917	750,505
Other Revenues	14,000	28,342	17,516
Restructurings	-	-	-
Provincial/Federal Capital Grants	574,359	75,944	74,242
Total Revenues	12,025,526	11,338,230	10,284,504
Expenses			
General Government Services	1,530,242	1,306,882	1,222,155
Protective Services	415,000	353,301	574,198
Transportation Services	6,491,142	4,708,850	5,927,042
Environmental and Public Health Services	61,000	51,814	41,413
Planning and Development Services	385,530	251,817	265,055
Recreation and Cultural Services	18,000	17,980	16,761
Utility Services	1,717,420	1,663,547	1,561,026
Total Expenses	10,618,334	8,354,191	9,607,650
Surplus (Deficit) of Revenues over Expenses	1,407,192	2,984,039	676,854
Accumulated Surplus (Deficit), Beginning of Year	37,342,176	37,342,176	36,665,322
Accumulated Surplus (Deficit), End of Year	$ 38,749,368	$ 40,326,215	$ 37,342,176

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL CONSOLIDATED STATEMENTS

To the Reeve and Councillors
RURAL MUNICIPALITY OF SHERWOOD NO. 159

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 SHERWOOD NO. 159 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 an unmodified audit opinion on the audited consolidated financial statements in our report dated May 27, 2026.

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 LLP
Chartered Professional Accountants

Regina, Saskatchewan
May 27, 2026