RURAL MUNICIPALITY OF HAPPYLAND NO. 231
Statement of Consolidated Financial Position
As at December 31, 2025

Statement 1

	2025	2024
ASSETS		
Financial Assets		
Cash and Cash Equivalents	$ 2,740,657	$ 2,052,283
Investments	1,333,231	1,292,335
Taxes Receivable - Municipal	64,013	118,445
Other Accounts Receivable	129,806	184,159
Assets Held for Sale	-	-
Long-Term Receivable	118,771	99,615
Other Long-Term Investments	105	105
Debt Charges Recoverable	-	-
Derivative Assets	-	-
Total Financial Assets	4,386,583	3,746,942
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	59,143	80,129
Accrued Liabilities Payable	-	-
Deposits	11,600	11,600
Deferred Revenue	586	337
Asset Retirement Obligations	-	-
Infrastructure Liability	-	-
Other Liabilities	-	-
Long-Term Debt	-	-
Lease Obligations	-	-
Total Liabilities	71,329	92,066
NET FINANCIAL ASSETS	4,315,254	3,654,876
Tangible Capital Assets	6,810,665	7,071,557
Intangible Capital Assets	-	-
Prepayment and Deferred Charges	16,493	180
Stock and Supplies	252,494	274,326
Other	-	-
Total Non-Financial Assets	7,079,652	7,346,063
Accumulated Surplus (Deficit)	$ 11,394,906	$ 11,000,939
Accumulated remeasurement (gains) losses	(11,050)	(4,927)
Accumulated Surplus (Deficit) excluding remeasurement (gains) losses	$ 11,383,856	$ 10,996,012

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

To the Residents of the
RURAL MUNICIPALITY OF HAPPYLAND NO. 231

Management of the **RURAL MUNICIPALITY OF HAPPYLAND NO. 231** 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 HAPPYLAND NO. 231

Statement of Consolidated Operations

For the year ended December 31, 2025

Statement 2

	2025 Budget	2025	2024
Revenues			
Taxes Revenue	$ 2,379,510	$ 2,381,214	$ 2,348,748
Other Unconditional Revenue	230,790	267,111	216,903
Fees and Charges	64,800	145,318	71,291
Conditional Grants	31,500	33,364	26,022
Tangible Capital Assets - Gain (Loss)	10,000	(9,809)	38,488
Intangible Capital Assets - Gain (Loss)	-	-	-
Land Sales - Gain	-	-	25,683
Investment Income and Commissions	47,500	53,812	367,501
Other Revenues	-	9,729	41,624
Restructurings	-	-	660,998
Provincial/Federal Capital Grants	21,500	24,982	21,653
Total Revenues	2,785,600	2,905,721	3,818,911
Expenses			
General Government Services	328,270	421,777	280,956
Protective Services	36,000	43,876	34,557
Transportation Services	2,113,120	1,610,960	1,650,613
Environmental and Public Health Services	171,360	194,492	138,721
Planning and Development Services	3,850	8,144	3,846
Recreation and Cultural Services	90,930	95,270	39,479
Utility Services	94,850	143,358	85,648
Total Expenses	2,838,380	2,517,877	2,233,820
Surplus (Deficit) of Revenues over Expenses	(52,780)	387,844	1,585,091
Accumulated Surplus (Deficit), Beginning of Year	10,996,012	10,996,012	9,410,921
Accumulated Surplus (Deficit), End of Year	$ 10,943,232	$ 11,383,856	$ 10,996,012

REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL CONSOLIDATED STATEMENTS

To the Reeve and Councillors
RURAL MUNICIPALITY OF HAPPYLAND NO. 231

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 HAPPYLAND NO. 231 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 October 13, 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 HAPPYLAND NO. 231 for the year ended December 31, 2025.

Municipalities are required by section 3280 of the CPA Canada Public Sector Accounting Handbook to account for and report a liability for the closure and post-closure care requirements of landfills, as well as asbestos remediation. No such liability has been estimated and accounted for in the financial statements and the unrecorded liability may be material in amount

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
October 13, 2026