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REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS

To the Ratepayers of the Village of Edam:

Opinion

The summary financial statements, which comprise the statement of financial position as at December 31, 2025, the statement of operations and change in net financial assets for the year then ended, are derived from the audited financial statements of Village of Edam for the year ended December 31, 2025.

In our opinion, except for the effects of the scope limitation, the accompanying summary financial statements are a fair summary of the audited financial statements in accordance with the criteria described in the Guideline referred to below.

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 auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed a modified audit opinion due to a scope limitation on the audited financial statements in our report dated April 14, 2026. The limitation of scope is a result of a departure from Canadian Public Sector Accounting Standards due to the inability to record government partnership interests using the proportionate consolidation method and due to the inability to follow PS 3280 asset retirement obligation due to a lack of sufficient appropriate audit evidence.

Management's Responsibility for the Summary Audited Financial Statements

Management is responsible for the preparation of the summary 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's 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*.

North Battleford, Saskatchewan
April 14, 2026

HRO
Chartered Professional Accountants

Village of Edam

Statement 1: Statement of Financial Position

As at December 31, 2025 Statement 1

	2025	2024
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	$ **572,930**	$ 489,727
Investments (Note 3)	**759,336**	728,522
Taxes Receivable - Municipal (Note 4)	**44,211**	56,518
Other Accounts Receivable (Note 5)	**69,377**	104,120
Assets Held for Sale (Note 6)	**57,454**	33,257
Long-Term Receivable		
Debt Charges Recoverable		
Derivative Assets		
Other (Specify)		
Total Financial Assets	**1,503,308**	1,412,144
LIABILITIES		
Bank Indebtedness		
Accounts Payable	**73,526**	100,432
Accrued Liabilities Payable		
Derivative Liabilities		
Deposits		
Deferred Revenue (Note 8)	**15,341**	14,217
Asset Retirement Obligation		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 9)		
Lease Obligations		
Total Liabilities	**88,867**	114,649
NET FINANCIAL ASSETS (DEBT)	**1,414,441**	1,297,495
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	**4,486,727**	4,465,017
Prepayments and Deferred Charges	**250**	827
Stock and Supplies		
Other		
Total Non-Financial Assets	**4,486,977**	4,465,844
ACCUMULATED SURPLUS (DEFICIT)	$ **5,901,418**	$ **5,763,339**
Accumulated surplus (deficit) is comprised of:		
Accumulated Surplus (Deficit) excluding remeasurement gains (losses) (Schedule 8)	**5,901,418**	5,763,339
Accumulated remeasurement gains (losses) (Statement 5)	**-**	-

Contractual Rights (Note 12)

Contractual Obligations and Commitments (Note 13)

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

Village of Edam

Statement 2: Statement of Operations and Accumulated Surplus

As at December 31, 2025

Statement 2

	2025 Budget	2025	2024
REVENUES			
Tax Revenue (Schedule 1)	$ 416,580	$ **416,857**	$ 393,555
Other Unconditional Revenue (Schedule 1)	142,340	**142,341**	133,746
Fees and Charges (Schedule 4, 5)	118,450	**128,231**	118,756
Conditional Grants (Schedule 4, 5)	11,020	**182,682**	9,462
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	2,500	**7,650**	6,536
Land Sales - Gain (Schedule 4, 5)	-	**-**	-
Investment Income (Note 3) (Schedule 4, 5)	36,350	**33,142**	36,592
Commissions (Schedule 4, 5)	-	**-**	-
Restructurings (Schedule 4,5)	-	**-**	-
Other Revenues (Schedule 4, 5)	20,000	**29,736**	305,914
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	34,930	**34,655**	91,514
Total Revenues	**782,170**	**975,294**	**1,096,075**
EXPENSES			
General Government Services (Schedule 3)	186,240	**181,565**	177,938
Protective Services (Schedule 3)	42,470	**43,602**	43,339
Transportation Services (Schedule 3)	146,240	**112,546**	122,581
Environmental and Public Health Services (Schedule 3)	108,400	**104,079**	101,900
Planning and Development Services (Schedule 3)	23,390	**190,346**	20,258
Recreation and Cultural Services (Schedule 3)	128,350	**134,211**	110,363
Utility Services (Schedule 3)	83,510	**70,866**	79,501
Restructurings (Schedule 3)	-	**-**	-
Total Expenses	**718,600**	**837,215**	**655,880**
Annual Surplus (Deficit) of Revenues over Expenses	**63,570**	**138,079**	**440,195**
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), Beginning of Year	5,763,339	**5,763,339**	5,323,144
Accumulated Surplus (Deficit) excluding remeasurement gains (losses), End of Year	**$ 5,826,909**	**$ 5,901,418**	**$ 5,763,339**

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

Village of Edam

Statement 3: Statement of Change in Net Financial Assets

As at December 31, 2025 Statement 3

	2025 Budget	2025	2024
Annual Surplus (Deficit) of Revenues over Expenses	$ 63,570	**$ 138,079**	$ 440,195
(Acquisition) of tangible capital assets		**(176,350)**	(356,091)
Amortization of tangible capital assets		**154,640**	132,279
Proceeds on disposal of tangible capital assets		**7,650**	16,500
Loss (gain) on the disposal of tangible capital assets		**(7,650)**	(6,536)
Transfer of assets/liabilities in restructuring transactions		**-**	-
Surplus (Deficit) of capital expenses over expenditures	**-**	**(21,710)**	**(213,848)**
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			(507)
Consumption of supplies inventory			
Use of prepaid expense		**577**	
Surplus (Deficit) of expenses of other non-financial over expenditures	**-**	**577**	**(507)**
Unrealized remeasurement gains (losses)	**-**	**-**	**-**
Increase/Decrease in Net Financial Assets	**63,570**	**116,946**	**225,840**
Net Financial Assets (Debt) - Beginning of Year		**1,297,495**	1,071,655
Net Financial Assets (Debt) - End of Year		**$ 1,414,441**	**$ 1,297,495**

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