RURAL MUNICIPALITY OF ROSEDALE

CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2025

Rural Municipality of Rosedale
PO Box 100
Neepawa, MB
R0J 1H0

STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements are the responsibility of the management of the Rural Municipality of Rosedale and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada.

In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

Adeptus Advisory Group Chartered Professional Accountants Inc. as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Reeve and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian public sector accounting standards.

Jordan Willner
CAO

Independent Auditors' Report

To the Reeve and members of Council of the
Rural Municipality of Rosedale

Opinion

We have audited the accompanying consolidated financial statements of Rural Municipality of Rosedale, which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statement of operations, cash flows and change in net financial assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Rural Municipality of Rosedale as at December 31, 2025, and the results of its operations and its consolidated cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the municipality’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the municipality's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Rural Municipality of Rosedale’s internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Rural Municipality of Rosedale’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause Rural Municipality of Rosedale to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Adeptus Advisory Group

August 14, 2026
Winnipeg, Manitoba

Chartered Professional Accountants Inc.

RURAL MUNICIPALITY OF ROSEDALE

CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2025

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RURAL MUNICIPALITY OF ROSEDALE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2025

	2025 Actual $	2024 Actual $
FINANCIAL ASSETS		
Cash and cash equivalents	**2,883,224**	2,441,175
Accounts receivable *(note 3)*	**536,754**	506,112
Portfolio investments *(note 4)*	**376,211**	359,986
Loans and advances *(note 6)*	**80,915**	80,915
	3,877,104	3,388,188
LIABILITIES		
Accounts payable and accrued liabilities *(note 7)*	**150,221**	257,669
Deferred revenue *(note 8)*	**195,486**	211,272
Asset Retirement Obligations *(note 9)*	**41,964**	38,396
Long-term debt *(note 10)*	**113,484**	125,843
	501,155	633,180
NET FINANCIAL ASSETS	**3,375,949**	2,755,008
NON-FINANCIAL ASSETS		
Tangible capital assets *(schedule 1)*	**5,478,465**	5,509,149
Inventories *(note 5)*	**389,723**	484,602
Prepaid expenses	**29,113**	28,975
	5,897,301	6,022,726
ACCUMULATED SURPLUS *(note 18)*	**9,273,250**	8,777,734

Approved on Behalf of the Council

_______________ Reeve

_______________ Councillor

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF ROSEDALE

CONSOLIDATED STATEMENT OF OPERATIONS

For the Year Ended December 31, 2025

	2025 Budget (Unaudited) $	**2025 Actual $**	2024 Actual $
REVENUE			
Property taxes	**2,273,822**	**2,277,008**	1,908,596
Grants in lieu of taxation	**74,203**	**74,203**	56,332
User fees	**141,357**	**155,249**	129,699
Permits, licences and fees	**111,270**	**160,946**	307,064
Investment revenue	**12,500**	**70,615**	111,494
Other revenue	**104,387**	**104,710**	121,011
Grants - Province of Manitoba	**304,617**	**406,256**	243,742
Grants - Other	**93,306**	**89,694**	93,242
Water and sewer	**120,389**	**95,974**	105,798
Total revenue *(schedules 2, 4 and 5)*	**3,235,851**	**3,434,655**	3,076,978
EXPENSES			
General government services	**672,515**	**607,943**	593,775
Protective services	**186,072**	**198,083**	140,468
Transportation services	**1,570,400**	**1,623,210**	993,006
Environmental health services	**152,450**	**159,442**	158,527
Public health and welfare services	**31,344**	**19,815**	25,581
Regional planning and development	**83,708**	**82,861**	77,727
Resource conservation and industrial development	**42,374**	**42,063**	42,951
Recreation and cultural services	**105,116**	**50,442**	110,966
Water and sewer	**176,645**	**155,280**	163,837
Total expenses *(schedules 3, 4 and 5)*	**3,020,624**	**2,939,139**	2,306,838
ANNUAL SURPLUS	**215,227**	**495,516**	770,140
ACCUMULATED SURPLUS, BEGINNING OF YEAR	**8,777,734**	**8,777,734**	8,007,594
ACCUMULATED SURPLUS, END OF YEAR	**8,992,961**	**9,273,250**	8,777,734

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF ROSEDALE

CONSOLIDATED STATEMENT OF NET FINANCIAL ASSETS

For the Year Ended December 31, 2025

	2025 Budget (Unaudited) $	2025 Actual $	2024 Actual $
ANNUAL SURPLUS	**215,227**	**495,516**	770,140
Acquisition of tangible capital assets	**-**	**(210,565)**	(717,901)
Proceeds on disposal of tangible capital assets	**-**	**-**	520,000
Amortization of tangible capital assets	**238,100**	**241,249**	238,672
Gain on sale of tangible capital assets	**-**	**-**	(15,627)
Decrease in inventories	**-**	**94,879**	(72,744)
Increase in prepaid expense	**-**	**(138)**	(8,250)
CHANGE IN NET FINANCIAL ASSETS	**453,327**	**620,941**	714,290
NET FINANCIAL ASSETS BEGINNING OF YEAR	**2,755,008**	**2,755,008**	2,040,718
NET FINANCIAL ASSETS END OF YEAR	**3,208,335**	**3,375,949**	2,755,008

The accompanying notes are an integral part of these financial statements

RURAL MUNICIPALITY OF ROSEDALE

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2025

	2025 Actual $	2024 Actual $
CASH PROVIDED BY (USED FOR) THE FOLLOWING ACTIVITIES		
OPERATING TRANSACTIONS		
Annual surplus	**495,516**	770,140
Changes in non-cash items:		
Amortization	**241,249**	238,672
Gain on disposal of tangible capital assets	**-**	(15,627)
	736,765	993,185
Net changes in non-cash working capital affecting operations *(note 22)*	**(55,567)**	(846,738)
	681,198	146,447
CAPITAL TRANSACTIONS		
Proceeds from sale of tangible capital assets	**-**	520,000
Cash used to acquire tangible capital assets	**(210,565)**	(717,901)
	(210,565)	(197,901)
INVESTING		
Purchase of portfolio investments	**(16,225)**	(281,735)
FINANCING		
Reduction in long-term debt	**(12,359)**	(11,884)
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	**442,049**	(345,073)
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	**2,441,175**	2,786,248
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	**2,883,224**	2,441,175
CASH AND TEMPORARY INVESTMENTS IS REPRESENTED BY:		
Cash	**2,688,577**	2,185,452
Externally restricted cash	**194,647**	255,723
	2,883,224	2,441,175

The accompanying notes are an integral part of these financial statements

1. STATUS OF THE RURAL MUNICIPALITY OF ROSEDALE

The incorporated Rural Municipality of Rosedale is a municipal government that was created on December 22, 1883 pursuant to the Manitoba Municipal Act. The Municipality provides or funds municipal services such as police, fire, public works, urban planning, airport, parks and recreation, library and other general government operations. The Municipality owns two utilities, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development, recreation and tourism.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with Canadian Public Sector Accounting Standards as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada and reflect the following significant accounting policies:

a) REPORTING ENTITY

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all the funds, agencies, local boards, and committees of the Council which are controlled by the Municipality. Control is defined as the power to govern the financial and reporting policies of another organization with the expected benefits or risk of loss to the Municipality.

The Municipality has several partnership agreements in place, and as such, consistent with generally accepted accounting treatment for government partnerships, the following local agencies, boards and commissions are accounted on a proportionate consolidation basis whereby the Municipality's pro-rata share of each of the assets, liabilities, revenues and expenses are combined on a line by line basis in the financial statements. Inter-company balances and transactions have been eliminated. The government partnerships include:

	Consolidated	
	2025	2024
Neepawa and Area Planning District Board	**25.00 %**	25.00 %
Beautiful Plains County Court Building	**33.33 %**	33.33 %

The taxation with respect to the operations of the school divisions are not reflected in the Municipal surplus of these financial statements.

Trust funds and their related operations administered by the Municipality are not consolidated in these financial statements.

b) **BASIS OF ACCOUNTING**

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

c) **FINANCIAL INSTRUMENTS**

The municipality as part of its operations carries a number of financial instruments. It is management's opinion that the municipality is not exposed to significant iterest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair value of these financial instruments approximates their carrying value.

The municipality classifies its financial instruments as either fair value, cost or amortized cost. The municipality's accounting policy for each category is as follows:

Fair value:

This category includes derivatives and equity instruments quoted in an active market. The municipality has not designated any of its portfolio investments or borrowings at fair value that would otherwise to classified in the amortized cost category.

Financial instruments in the fair value category are initially recognized at cost and subsequently carried at fair value. Unrealized changes in fair value on unrestricted investments are recognized in the Statement of Remeasurement Gains and Losses until they are realized. When realized they are transferred to the Statement of Operations. Changes in fair value on restricted investments are recognized as unearned revenue until the restriction on its use is realized. At that time, the balance is transferred to the Statement of Operations.

Cost or amortized cost:

This category includes cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and public debt. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets, except for donated financial assets, which are initially recognized at fair value.

d) CASH AND CASH EQUIVALENTS

Cash equivalents include short-term highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

e) PORTFOLIO INVESTMENTS

Portfolio investments are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method.

f) REAL ESTATE PROPERTIES HELD FOR SALE

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will be sold outside the reporting entity within one year of the balance sheet date.

g) NON-FINANCIAL ASSETS

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

h) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Donated assets are recorded at their estimated fair value upon acquisition. Certain tangible capital assets for which historical cost information is not available have been recorded at current fair market values discounted by a relevant inflation factor. Certain assets are disclosed at a nominal value as the determination of current fair market value was not available. The Municipality does not capitalize interest charges as part of the cost of its tangible capital assets.

General Tangible Capital Assets

Land and land improvements	Indefinite
Buildings and leasehold improvements	10 to 40 years
Vehicles and equipment	
Vehicles	10 to 20 years
Machinery and equipment	10 to 20 years
Computer hardware and software	4 to 10 years

Infrastructure Assets

Roads, Streets, and Bridges	
Land	Indefinite
Road surface	25 to 40 years
Road grade	40 Years
Traffic lights and equipment	10 years
Land	Indefinite
Land improvements	30 to 50 years
Underground networks	40 to 60 years
Machinery & equipment	10 to 20 years

Certain assets which have historical or cultural value including works of art, historical documents as well as historical and cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of the future benefits associated with such property cannot be made. Intangibles, Crown lands that have not been purchased by the municipality, forests, water, and other natural resources are not recognized as tangible capital assets.

i) LEASES

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership or property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

j) INVENTORIES

Inventories held for sale are recorded at the lower of cost and net realizable value.

Inventories held for consumption are recorded at the lower of cost and replacement value.

Cost is calculated using the first in, first out method.

k) REVENUE RECOGNITION

Fees and other revenues:
Exchange transactions are transactions with performance obligations. A performance obligation is a promise to provide a distinct good or service or series of distinct goods or services to a payor for consideration. The municipality recognizes revenue when the performance obligations are satisfied, and the payor obtains control of the asset or benefits from the service provided.

Non-exchange transactions are transactions or events where there is no direct transfer of goods or services to a payor. The municipality receives an increase in economic resources for which the payor does not receive any direct goods or services in return. Revenue from non-exchange transactions is recognized when the municipality has the authority and identifies a past transaction or event that gives rise to an asset.

Revenue from product sales is recognized when the significant rewards of ownership of the products have passed to the buyer, usually on the delivery of products.

Revenue from contracts with customers is recognized at an amount equal to the transaction price allocated to the specific distinct performance obligation when the performance obligation is satisfied. Revenue from contracts with customers is evaluated and separated into distinct performance obligations when there is a distinct good or service to be transferred in the future.

Government transfers:
Transfer payments from other governments include all accruals determined for current year entitlements that have been authorized by December 31, for which any eligibility criteria have been met and that can be reasonably estimated. A liability is recorded to the extent that a transfer gives rise to an obligation that meets the definition of a liability in accordance with the criteria in PS 3200 Liabilities.

Property taxes:
Revenues from property taxes are accrued in the year they are authorized by Council. Property taxes are recorded net of tax concessions and other adjustments. Transfers made through the tax system are recognized as an expense.

Externally restricted inflows:
Externally restricted inflows are recognized as revenue in the period in which expenses are incurred for the purposes specified. Externally restricted inflows received before the expenses are incurred are reported as a liability.

l) ASSET RETIREMENT OBLIGATIONS

Asset retirement obligations reflect the legal obligations arising from the retirement of the municipality's tangible capital assets, and are recognized when:

• there is a legal obligation for the municipality to incur costs in relation to a specific tangible capital asset,
• there is a past transaction or event causing the liability that has occurred,
• when economic benefits will need to be given up to remediate the liability, and
• when a reasonable estimate of the liability can be made.

Tangible capital assets that are in use, no longer in use, or that are leased may all give rise to asset retirement obligations.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the municipality derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlement related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the statement of operations.

m) MEASUREMENT UNCERTAINTY

Estimates are used to accrue revenues and expenses in circumstances where the actual accrued amounts are unknown at the time the financial statements are prepared. Uncertainty in the determination of the amount at which an item is recognized in the financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized amount and another reasonable possible amount, as there is whenever estimates are used.

Measurement uncertainty in these financial statements exists in the accrual of the landfill closure and post closure liabilities. The accrual of the landfill liabilities is based on estimated future cash flows discounted to the financial statement date. The estimate of the future cash flows and the closure date of the landfill are based upon the best estimates by management. The actual future cash flows and closure date may differ significantly.

3. ACCOUNTS RECEIVABLE

Amounts receivable are valued at their net realizable value.

	2025	2024
	$	$
Tax assets *(schedule 10)*	**217,580**	285,273
Government grants and receivables	**263,826**	188,853
Utility customers	**16,828**	16,542
Organizations and individuals	**49,420**	26,174
	547,654	516,842
Allowance for doubtful accounts	**(10,900)**	(10,730)
	536,754	506,112

4. PORTFOLIO INVESTMENTS

	2025	2024
	$	$
Marketable securities		
Fixed-term depoist, bearing interest at 3.75%, maturing March 2026.	**27,076**	25,786
Fixed-term deposit, bearing interest at 3.45%, maturing May 2027.	**27,986**	26,960
Fixed-term deposit, bearing interest at 3.50%, maturing May 2026.	**28,532**	27,446
Fixed-term deposit, bearing interest at 4.00%, maturing September 2028.	**132,669**	126,695
Fixed-term deposit, bearing interest at 4.45%, maturing September 2026.	**105,720**	101,207
Fixed-term deposit, bearing interest at 4.50%, maturing March 2027.	**27,114**	25,946
Fixed-term deposit, bearing interest at 4.50%, maturing March 2027.	**27,114**	25,946
	376,211	359,986

5. INVENTORIES

	2025	2024
	$	$
Gravel	**293,125**	380,750
Culverts	**76,673**	76,673
Fuel	**1,950**	5,442
Other	**17,975**	21,737
	389,723	484,602

6. LOANS AND ADVANCES

	2025	2024
	$	$
Loan receivable from the Neepawa and Area Development Corporation Ltd. This loan bears no interest and there are no specific terms of repayment.	**80,915**	80,915

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2025	2024
	$	$
Trade payable	**34,475**	77,449
Government payables	**38,372**	17,503
Accrued expenses	**46,905**	63,509
School levies	**-**	61,764
Other governments	**5,976**	6,547
Property tax prepayments	**24,493**	30,897
	150,221	257,669

8. DEFERRED REVENUE

	2025	2024
	$	$
Permits in progress	**18,192**	28,377
Province of Manitoba - unexpended grants	**177,294**	182,895
	195,486	211,272

9. ASSET RETIREMENT OBLIGATIONS

	2025	2024
	$	$
Balance, beginning of year	**38,396**	35,113
Accretion expense	**3,568**	3,283
	41,964	38,396

a) Landfill Site

Legislation requires the municipality to conduct closure and post-closure care of solid waste landfill sites. Closure costs include final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports.

Kelwood: The municipality operates a Class 2 landfill, with an estimated remaining capacity of 48% of the landfill's total estimated capacity of 21,809 tonnes. The estimated remaining life of the landfill is 47 years.

The estimated total liability of $13,779 (2024: $12,634) is based on the sum of discounted future cash flows using a discount rate of 6.5%.

Eden: The municipality operates a Class 2 landfill, with an estimated remaining capacity of 24% of the landfill's total estimated capacity of 3,610 tonnes. The estimated remaining life of the landfill is 13 years.

The estimated total liability of $28,185 (2024: $25,762) is based on the sum of discounted future cash flows using a discount rate of 6.5%.

10. LONG-TERM DEBT

	2025	2024
	$	$
Utility Funds:		
Municipal debenture payable in annual instalments of $10,826 including interest at 4.125%, due December 31, 2037	**100,867**	107,268
Municipal debenture payable in annual instalments of $6,678 including interest at 3.875%, due December 31, 2027	**12,617**	18,575
	113,484	125,843

Estimated principal repayments for the next five years are as follows:

2026	12,900
2027	13,400
2028	7,200
2029	7,500
2030	7,800

11. DEBT CHARGES - FRONTAGE

Purpose and By-law	**2025 Levy**	2024 Levy
	$	$
Rural Water Supply 6-2018	**10,826**	10,826
Eden Water Supply 6-2018	**6,678**	6,678
	17,504	17,504

12. RESERVES

Purpose and By-law	**Assessment**	**2025 Mill Rate**	**Levy**	2024 Levy
			$	$
General Reserve	**139,671,300**	**0.070**	**9,777**	9,701
Machinery Replacement Reserve	**139,671,300**	**0.693**	**96,792**	97,007
Building Reserve	**139,671,300**	**0.035**	**4,889**	4,850
Gravel Reserve	**139,671,300**	**0.104**	**14,526**	14,551
			125,984	126,109

13. SPECIAL LEVIES

Purpose and By-law	Assessment	2025 Mill Rate	Levy	2024 Levy
			$	$
Whitemud Watershed	**75,013,070**	**0.316**	**29,405**	29,426
Inter-Mountain Watershed	**487,040**	**2.549**	**1,241**	1,245
Assiniboine West Watershed	**126,680**	**0.234**	**30**	27
Riding Mountain Hall - Frontage	**14,730,390**	**0.335**	**5,160**	5,160
Kelwood Community Centre - Frontage	**7,852,690**	**0.646**	**5,175**	5,175
Eden Rink	**30,803,610**	**0.292**	**8,995**	8,998
Birnie Community Club	**9,765,780**	**0.479**	**4,675**	4,675
			54,681	54,706

14. RETIREMENT BENEFITS

The majority of the employees of the Municipality are members of the Municipal Employees' Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. MEPP members will receive benefits based on 1.5% of their final average yearly Canada Pension Plan (CPP) earnings times years of service, plus 2% of their final average yearly non-CPP earnings times years of service. The costs of the retirement plan are not allocated to the individual entities within the related group. As a result, individual entities within the related group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Canadian Chartered Professional Accountants Handbook section PS3250.

Pension assets consist of investment grade securities. Market and credit risk on these securities are managed by MEPP by placing plan assets in trust and through MEPP investment policy. The pension expense is based on the contribution rate. The MEPP required that employees contribute 8.3% of basic annual earnings up to the CPP ceiling plus 9.5% of basic annual earnings in excess of the CPP ceiling. The employers are required to match the employee contributions to the MEPP. Actual contributions to MEPP made during the year by the municipality on behalf of their employees were $29,043 (2024 - $30,780) and are included in the statement of operations.

Subject to the following paragraph, any unfunded liabilities are to be funded by the participating employers. The most recent actuarial valuation as of December 31, 2024, indicated the plan was 109.97% funded on a going concern basis and had an unfunded solvency liability of $16.325 million, making the plan 98.4% funded on a solvency basis. The solvency position of the plan is determined by comparing the plan assets to the actuarial present value of the benefits accrued in respect of credited service up to the valuation date, calculated as if the plan were wound up on December 31, 2024.

In 2010, the Government of Manitoba enacted a regulation which permits sponsors of public sector pension plans, including MEPP, to elect permanent exemption from solvency funding requirements subject to certain conditions stated in the regulation. MEPP has elected permanent exemption from solvency funding requirements. As a result, solvency funding is no longer required by MEPP, but solvency results are still monitored annually.

15. BUDGET

The financial plan is prepared on a revenue and expenditure basis. For comparative purposes, the Municipality has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by council.

The reconciliation between the financial plan and the budget figures used in these statements is disclosed in *Schedule 9* - Reconciliation of the Financial Plan to the Budget.

16. SEGMENTED INFORMATION

The Rural Municipality of Rosedale provides a wide ranges of services to its residents.

Segment information has been provided in *Schedule 4* for the following services:

- General Government
- Protective Services
- Transportation Services
- Environmental Health
- Public Health and Welfare Services
- Regional Planning and Development
- Resources Conservation and Industrial Development
- Recreation and Cultural Services
- Water and Sewer Services

Revenues and expenses represent amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies of the segments are consistent with those followed in the preparation of the financial statements as described in the summary of significant accounting policies.

17. GOVERNMENT PARTNERSHIPS

The municipality has several partnership agreements for municipal services. The consolidated financial statements include the municipality's proportionate interest, as disclosed in note 2(a). The aggregate financial statements of the government partnerships, in condensed summary, are as follows:

	2025	2024
	$	$
Financial Position		
Financial Assets	**1,870,765**	1,793,272
Liabilities	**87,492**	125,242
	1,783,273	1,668,030
Non-financial Assets	**48,564**	60,714
Accumulated Surplus	**1,831,837**	1,728,744
Result of Operations		
Revenue	**470,656**	1,112,875
Expenses	**367,564**	337,979
Annual Surplus	**103,092**	774,896

18. ACCUMULATED SURPLUS

	2025	2024
	$	$
Accumulated surplus consists of the following:		
General Operating Fund - Nominal Surplus (Deficit), excluding Tangible Capital Assets	**85,329**	(248,056)
Utility Operating Funds - Nominal Surplus, excluding Tangible Capital Assets	**342,952**	332,738
General Operating Tangible Capital Assets, net of related borrowings	**2,956,062**	2,919,227
Utility Tangible Capital Assets, net of related borrowings	**2,397,116**	2,449,133
Reserve Funds	**2,945,453**	2,810,023
LUD Surplus	**85,560**	78,632
Accumulated surplus of Municipality unconsolidated	**8,812,472**	8,341,697
Accumulated surpluses of consolidated government partnerships	**460,778**	436,037
Accumulated Surplus per Statement of Financial Position	**9,273,250**	8,777,734

19. TRUST FUNDS

The Rural Municipality of Rosedale administers the following trusts:

	Balance, beginning of the year	Excess of Receipts over Disbursements	Balance, end of the year
Kelwood Perpetual Trust	6,038	243	6,281
Kelwood Maintenance Trust	9,430	300	9,730
Birnie Cemetery Trust	5,615	180	5,795
Cairn	358	11	369
Riding Mountain Cemetery Trust	45,740	1,463	47,203
	67,181	2,197	69,378

20. PUBLIC SECTOR COMPENSATION DISCLOSURE

It is a requirement of The *Public Sector Compensation Disclosure Act* that annual public disclosure be made of aggregate compensation paid to members of council, and of individual compensation in an amount in exceeding $85,000 annually to any member of council, officer or employee of the municipality. For the year ended December 31, 2025:

(a) Compensation paid to members of council amounted to $68,550 in aggregate;

(b) There were no members of council receiving compensation in excess of $85,000 individually. The breakdown of compensation and expenses paid to members of council are as follows:

Council Member	Compensation	Expenses	Total
Earl Burton	9,400	3,265	12,665
Jeff Henderson	9,850	2,137	11,987
Ron Kostenchuk	9,200	2,258	11,458
Ernest Schure	9,800	2,007	11,807
Robert Scott	10,350	1,140	11,490
Karl Snezyk	10,650	2,176	12,826
Dave Todoruk	9,300	2,645	11,945
	68,550	15,628	84,178

(c) There were no officers or employees receiving compensation in excess of $85,000

21. PUBLIC UTILITY BOARD

The Public Utilities Board (PUB) regulates the rates charged by all water and sewer utilities, except the City of Winnipeg utility and those utilities operated by the Manitoba Water Services Board. PUB has the authority to order any owner of a utility to adopt uniform and prescribed accounting policies. PUB's prescribed accounting policies on tangible capital assets and government transfers do not meet the recommendations of PSAB.

For information purposes, the Municipality has deferred the capital grants it has received in the past for its utilities and amortized them over the useful life of the related tangible capital asset.

No capital grants have been deferred and amortized in these financial statements.

Water Services: Description of Utility	Unamortized Opening Balance (Unaudited)	Additions During Year (Unaudited)	Amortization During Year (Unaudited)	Unamortized Ending Balance (Unaudited)
Kelwood	55,500	-	1,233	54,267
Eden	1,799,098	-	40,888	1,758,210
	1,854,598	-	42,121	1,812,477

22. CHANGES IN WORKING CAPITAL

	2025	2024
	$	$
Net changes in non-cash working capital affecting operations		
Accounts receivable	**(30,642)**	55,437
Inventories	**94,879**	(72,744)
Prepaid expenses	**(138)**	(8,250)
Accounts payable and accrued liabilities	**(107,448)**	(865,097)
Deferred revenue	**(15,786)**	40,633
Asset Retirement Obligations	**3,568**	3,283
	(55,567)	(846,738)

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2025

	General Capital Assets					Infrastructure			2025 Actual	2024 Actual
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Computer Hardware and Software	Assets under Construction	Roads, Streets, and Bridges	Water and Sewer	Assets under Construction		
Cost										
Balance, beginning of year	248,552	1,210,269	2,729,478	45,437	8,050	565,856	3,178,557	-	7,986,199	8,121,855
Asset purchases	-	31,373	168,914	10,278	-	-	-	-	210,565	717,901
Disposals and write downs	-	-	-	43,203	-	-	-	-	43,203	853,557
Balance, end of year	248,552	1,241,642	2,898,392	12,512	8,050	565,856	3,178,557	-	8,153,561	7,986,199
Accumulated Amortization										
Balance, beginning of year	57,580	150,912	1,072,659	44,485	-	547,833	603,581	-	2,477,050	2,587,562
Amortization	2,607	8,208	164,134	1,200	-	724	64,376	-	241,249	238,672
Disposals and write downs	-	-	-	43,203	-	-	-	-	43,203	349,184
Balance, end of year	60,187	159,120	1,236,793	2,482	-	548,557	667,957	-	2,675,096	2,477,050
Net book value	188,365	1,082,522	1,661,599	10,030	8,050	17,299	2,510,600	-	5,478,465	5,509,149

CONSOLIDATED SCHEDULE OF REVENUES

For the Year Ended December 31, 2025

	2025 Budget (Unaudited) $	2025 Actual $	2024 Actual $
PROPERTY TAXES			
Municipal taxes levied *(schedule 11)*	**2,251,322**	**2,251,322**	1,858,241
Taxes added	**22,500**	**25,686**	50,355
	2,273,822	**2,277,008**	1,908,596
GRANTS IN LIEU OF TAXATION			
Federal government	**51,989**	**51,989**	38,543
Provincial government	**18,196**	**18,196**	15,420
Provincial government enterprises	**4,018**	**4,018**	2,369
	74,203	**74,203**	56,332
USER FEES			
Sales of service	**121,277**	**129,983**	111,625
Sales of goods	**2,500**	**6,026**	5,611
Rentals	**17,580**	**19,240**	12,463
	141,357	**155,249**	129,699
GRANTS - PROVINCE OF MANITOBA			
General assistance payment	**205,517**	**235,720**	216,351
Conditional grants	**99,100**	**170,536**	27,391
	304,617	**406,256**	243,742
GRANTS - OTHER			
Federal government - other	**84,747**	**81,135**	84,747
Other local governments	**8,559**	**8,559**	8,495
	93,306	**89,694**	93,242
PERMITS, LICENCES AND FEES			
Permits	**85,750**	**134,712**	284,739
Licences	**-**	**500**	600
Leases	**25,520**	**25,734**	21,725
	111,270	**160,946**	307,064
INVESTMENT REVENUE			
Interest	**12,500**	**70,615**	111,494
OTHER REVENUE			
Gain on sale of tangible capital assets	**-**	**-**	15,627
Miscellaneous	**59,387**	**59,795**	64,183
Penalties and interest	**45,000**	**44,915**	41,201
	104,387	**104,710**	121,011
WATER AND SEWER			
Municipal utilities *(schedule 8)*	**120,389**	**95,974**	105,798
TOTAL REVENUE	**3,235,851**	**3,434,655**	3,076,978

RURAL MUNICIPALITY OF ROSEDALE — Schedule 3

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2025

	2025 Budget (Unaudited) $	2025 Actual $	2024 Actual $
GENERAL GOVERNMENT SERVICES			
Legislative	**70,900**	**68,865**	63,742
General administrative	**601,615**	**539,078**	530,033
	672,515	**607,943**	593,775
PROTECTIVE SERVICES			
Police	**11,000**	**10,724**	10,369
Fire	**122,872**	**143,645**	102,779
Emergency measures	**2,500**	**-**	-
Ambulance	**49,700**	**43,714**	27,320
	186,072	**198,083**	140,468
TRANSPORTATION SERVICES			
Road transport			
Administration and engineering	**24,000**	**8,002**	26,560
Road and street maintenance	**1,494,700**	**1,584,545**	938,960
Bridge, ditches and culvert maintenance	**10,000**	**-**	207
Sidewalk and boulevard maintenance	**5,700**	**4,776**	-
Street lighting	**18,500**	**17,086**	18,147
Traffic services	**17,500**	**8,801**	9,132
	1,570,400	**1,623,210**	993,006
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	**152,450**	**159,442**	158,527
PUBLIC HEALTH AND WELFARE SERVICES			
Public health	**28,600**	**17,041**	22,807
Social assistance	**2,744**	**2,774**	2,774
	31,344	**19,815**	25,581
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	**83,708**	**82,861**	77,727
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	**2,500**	**2,232**	1,905
Drainage of land	**-**	**-**	3,240
Veterinary services	**8,240**	**8,240**	6,240
Water resources and conservation	**31,634**	**31,591**	31,566
	42,374	**42,063**	42,951
RECREATION AND CULTURAL SERVICES			
Community centers and halls	**15,400**	**12,240**	21,390
Skating and curling rinks	**62,500**	**8,678**	58,568
Parks and playgrounds	**4,100**	**3,410**	9,245
Other recreational facilities	**100**	**1,760**	60
Other cultural facilities	**23,016**	**24,354**	21,703
	105,116	**50,442**	110,966

CONSOLIDATED SCHEDULE OF EXPENSES

For the Year Ended December 31, 2025

	2025 Budget (Unaudited) $	2025 Actual $	2024 Actual $
WATER AND SEWER			
Municipal utilities *(schedule 8)*	**176,645**	**155,280**	163,837
TOTAL EXPENSES	**3,020,624**	**2,939,139**	2,306,838

RURAL MUNICIPALITY OF ROSEDALE Schedule 4

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2025

	General Government*		Protective Services		Transportation Services		Environmental Health Services		Public Health and Welfare Services	
	2025	2024	**2025**	2024	**2025**	2024	**2025**	2024	**2025**	2024
	$	$	**$**	$	**$**	$	**$**	$	**$**	$
REVENUE										
Property taxes	**2,277,008**	1,908,596	**-**	-	**-**	-	**-**	-	**-**	-
Grants in lieu of taxation	**74,203**	56,332	**-**	-	**-**	-	**-**	-	**-**	-
User fees	**141,905**	116,344	**-**	1,077	**4,562**	3,985	**6,497**	7,158	**1,900**	800
Grants - Province of Manitoba	**406,256**	243,742	**-**	-	**-**	-	**-**	-	**-**	-
Grants - Other	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Permits, licences and fees	**67,171**	59,678	**-**	-	**-**	-	**-**	-	**-**	-
Investment revenue	**70,615**	99,922	**-**	-	**-**	-	**-**	-	**-**	-
Other revenue	**104,105**	120,012	**-**	-	**-**	-	**-**	-	**-**	-
Water and sewer	**87,792**	90,445	**2,567**	2,989	**-**	2,500	**818**	3,576	**-**	-
Total revenue	**3,229,055**	2,695,071	**2,567**	4,066	**4,562**	6,485	**7,315**	10,734	**1,900**	800
EXPENSES										
Personnel services	**269,862**	273,107	**46,794**	32,680	**336,759**	352,021	**76,473**	67,646	**16,841**	22,807
Contract services	**67,968**	62,872	**31,797**	36,377	**5,810**	15,540	**8,118**	8,523	**2,774**	2,774
Utilities	**2,073**	2,031	**15,519**	13,662	**24,236**	20,972	**1,994**	1,877	**-**	-
Maintenance materials & supplies	**209,918**	175,458	**69,296**	36,689	**1,121,733**	454,112	**70,023**	77,618	**200**	-
Grants & contributions	**31,879**	34,146	**-**	-	**-**	-	**-**	-	**-**	-
Amortization	**1,310**	-	**34,677**	21,060	**134,672**	150,361	**2,834**	2,863	**-**	-
Interest on long term debt	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Other operating expense	**11,741**	23,707	**-**	-	**-**	-	**-**	-	**-**	-
Other operating expense	**13,192**	22,454	**-**	-	**-**	-	**-**	-	**-**	-
Total expenses	**607,943**	593,775	**198,083**	140,468	**1,623,210**	993,006	**159,442**	158,527	**19,815**	25,581
SURPLUS (DEFICIT)	**2,621,112**	2,101,296	**(195,516)**	(136,402)	**(1,618,648)**	(986,521)	**(152,127)**	(147,793)	**(17,915)**	(24,781)

* The general government category includes revenues and expenses that cannot be attributed to a particular sector

RURAL MUNICIPALITY OF ROSEDALE **Schedule 4**

CONSOLIDATED SCHEDULE OF OPERATIONS BY PROGRAM

For the Year Ended December 31, 2025

	Regional Planning and Development		Resource Conservation and Industrial Dev		Recreation and Cultural Services		Water and Sewer Services		Total	
	2025	2024	**2025**	2024	**2025**	2024	**2025**	2024	**2025**	2024
	$	$	**$**	$	**$**	$	**$**	$	**$**	$
REVENUE										
Property taxes	**-**	-	**-**	-	**-**	-	**-**	-	**2,277,008**	1,908,596
Grants in lieu of taxation	**-**	-	**-**	-	**-**	-	**-**	-	**74,203**	56,332
User fees	**-**	-	**-**	-	**385**	335	**-**	-	**155,249**	129,699
Grants - Province of Manitoba	**-**	-	**-**	-	**-**	-	**-**	-	**406,256**	243,742
Grants - Other	**8,559**	8,495	**-**	-	**81,135**	84,747	**-**	-	**89,694**	93,242
Permits, licences and fees	**93,775**	247,386	**-**	-	**-**	-	**-**	-	**160,946**	307,064
Investment revenue	**-**	11,572	**-**	-	**-**	-	**-**	-	**70,615**	111,494
Other revenue	**605**	999	**-**	-	**-**	-	**-**	-	**104,710**	121,011
Water and sewer	**-**	-	**-**	-	**-**	-	**95,974**	105,798	**95,974**	105,798
Total revenue	**102,939**	268,452	**-**	-	**81,520**	85,082	**95,974**	105,798	**3,434,655**	3,076,978
EXPENSES										
Personnel services	**62,212**	58,446	**2,232**	1,905	**2,200**	2,133	**1,804**	9,594	**815,177**	820,339
Contract services	**4,771**	3,612	**-**	3,240	**2,692**	2,670	**80,089**	82,434	**204,019**	218,042
Utilities	**1,191**	1,199	**-**	-	**29,743**	32,328	**-**	-	**74,756**	72,069
Maintenance materials & supplies	**4,479**	4,544	**-**	-	**15,570**	73,598	**-**	-	**1,491,219**	822,019
Grants & contributions	**7,065**	7,255	**39,831**	37,806	**-**	-	**-**	-	**78,775**	79,207
Amortization	**3,143**	2,671	**-**	-	**237**	237	**64,376**	61,480	**241,249**	238,672
Interest on long term debt	**-**	-	**-**	-	**-**	-	**5,145**	5,620	**5,145**	5,620
Other operating expense	**-**	-	**-**	-	**-**	-	**3,866**	4,709	**15,607**	28,416
Other operating expense	**-**	-	**-**	-	**-**	-	**-**	-	**13,192**	22,454
Total expenses	**82,861**	77,727	**42,063**	42,951	**50,442**	110,966	**155,280**	163,837	**2,939,139**	2,306,838
SURPLUS (DEFICIT)	**20,078**	190,725	**(42,063)**	(42,951)	**31,078**	(25,884)	**(59,306)**	(58,039)	**495,516**	770,140

* The general government category includes revenues and expenses that cannot be attributed to a particular sector

CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS

For the Year Ended December 31, 2025

	Core Government		Government Partnerships		Total	
	2025	2024	**2025**	2024	**2025**	2024
	$	$	**$**	$	**$**	$
REVENUE						
Property taxes	**2,277,008**	1,908,596	**-**	-	**2,277,008**	1,908,596
Grants in lieu of taxation	**74,203**	56,332	**-**	-	**74,203**	56,332
User fees	**136,009**	117,236	**19,240**	12,463	**155,249**	129,699
Grants - Province of Manitoba	**406,256**	243,742	**-**	-	**406,256**	243,742
Grants - Other	**81,135**	84,747	**8,559**	8,495	**89,694**	93,242
Permits, licences and fees	**67,671**	60,278	**93,275**	246,786	**160,946**	307,064
Investment revenue	**70,230**	98,784	**385**	12,710	**70,615**	111,494
Other revenue	**103,633**	119,929	**1,077**	1,082	**104,710**	121,011
Water and sewer	**95,974**	105,798	**-**	-	**95,974**	105,798
Total revenue	**3,312,119**	2,795,442	**122,536**	281,536	**3,434,655**	3,076,978
EXPENSES						
Personnel services	**750,765**	759,760	**64,412**	60,579	**815,177**	820,339
Contract services	**196,556**	211,760	**7,463**	6,282	**204,019**	218,042
Utilities	**64,231**	61,806	**10,525**	10,263	**74,756**	72,069
Maintenance materials & supplies	**1,476,612**	809,639	**14,607**	12,380	**1,491,219**	822,019
Grants & contributions	**81,130**	81,626	**(2,355)**	(2,419)	**78,775**	79,207
Amortization	**238,106**	236,001	**3,143**	2,671	**241,249**	238,672
Interest on long term debt	**5,145**	5,620	**-**	-	**5,145**	5,620
Other operating expense	**15,607**	28,416	**-**	-	**15,607**	28,416
Other operating expense	**13,192**	22,454	**-**	-	**13,192**	22,454
Total expenses	**2,841,344**	2,217,082	**97,795**	89,756	**2,939,139**	2,306,838
SURPLUS (DEFICIT)	**470,775**	578,360	**24,741**	191,780	**495,516**	770,140

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2025

	General Reserve $	Equipment Reserve $	Bridge and Culvert $	Gravel Reserve $	Canada Community-Building Fund Reserve $	Eden Rink Reserve $	Riding Mountain Hall Reserve $
FINANCIAL ASSETS							
Cash and cash equivalents	677,443	88,728	144,739	309,858	604,905	-	-
Due from other funds	(714)	248,422	(1)	-	585,482	28,054	10,150
	676,729	337,150	144,738	309,858	1,190,387	28,054	10,150
REVENUE							
Investment revenue	21,083	2,752	5,991	7,335	36,817	-	-
TRANSFERS							
Transfer from (to) reserve funds	(914)	32,000	-	15,000	5,888	-	-
CHANGE IN FUND BALANCES	20,169	34,752	5,991	22,335	42,705	-	-
FUND SURPLUS, BEGINNING OF YEAR	656,560	302,398	138,747	287,523	1,147,682	28,054	10,150
FUND SURPLUS, END OF YEAR	676,729	337,150	144,738	309,858	1,190,387	28,054	10,150

RURAL MUNICIPALITY OF ROSEDALE **Schedule 6**

SCHEDULE OF CHANGE IN RESERVE FUND BALANCES

For the Year Ended December 31, 2025

	Kelwood Hall Reserve $	Building Reserve $	Eden Utility Reserve $	2025 Actual $	2024 Actual $
FINANCIAL ASSETS					
Cash and cash equivalents	-	200,605	-	2,026,278	1,886,031
Due from other funds	7,782	-	40,000	919,175	923,992
	7,782	200,605	40,000	2,945,453	2,810,023
REVENUE					
Investment revenue	-	4,478	-	78,456	91,508
TRANSFERS					
Transfer from (to) reserve funds	-	5,000	-	56,974	135,305
CHANGE IN FUND BALANCES	-	9,478	-	135,430	226,813
FUND SURPLUS, BEGINNING OF YEAR	7,782	191,127	40,000	2,810,023	2,583,210
FUND SURPLUS, END OF YEAR	7,782	200,605	40,000	2,945,453	2,810,023

RURAL MUNICIPALITY OF ROSEDALE

Schedule 7

SCHEDULE OF FINANCIAL POSITION FOR UTILITIES

For the Year Ended December 31, 2025

	Kelwood **$**	**Eden** **$**	**2025** **Actual** **$**	2024 Actual $
FINANCIAL ASSETS				
Cash and cash equivalents	**120,612**	**-**	**120,612**	122,283
Accounts receivable *(note 3)*	**6,012**	**11,442**	**17,454**	16,561
Due from other funds	**102,915**	**101,905**	**204,820**	195,179
	229,539	**113,347**	**342,886**	334,023
LIABILITIES				
Accounts payable and accrued liabilities *(note 7)*	**(66)**	**-**	**(66)**	1,285
Long-term debt *(note 10)*	**-**	**113,484**	**113,484**	125,843
	(66)	**113,484**	**113,418**	127,128
NON-FINANCIAL ASSETS				
Tangible capital assets *(schedule 1)*	**240,524**	**2,270,076**	**2,510,600**	2,574,976
FUND SURPLUS	**470,129**	**2,269,939**	**2,740,068**	2,781,871

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2025

	KELWOOD UTILITY		
	2025 Budget $	**2025 Actual $**	2024 Actual $
REVENUE			
WATER			
Water fees	**38,500**	**37,032**	36,344
OTHER REVENUE			
Hydrant rentals	**3,600**	**3,600**	3,600
Penalties	**500**	**513**	685
Other income	**3,400**	**3,797**	6,288
	7,500	**7,910**	10,573
TOTAL REVENUE	**46,000**	**44,942**	46,917
EXPENSES			
GENERAL			
Administration	**8,215**	**1,804**	9,594
WATER			
Transmission and distribution	**37,000**	**36,468**	29,711
Other water expense	**5,000**	**3,866**	4,709
	42,000	**40,334**	34,420
WATER AMORTIZATION AND INTEREST			
Amortization	**1,500**	**1,485**	8,384
SEWER AMORTIZATION AND INTEREST			
Amortization	**6,900**	**6,900**	-
TOTAL EXPENSES	**58,615**	**50,523**	52,398
EXCESS OF EXPENSES OVER REVENUE	**(12,615)**	**(5,581)**	(5,481)
FUND SURPLUS, BEGINNING OF YEAR	**475,710**	**475,710**	481,191
FUND SURPLUS, END OF YEAR	**463,095**	**470,129**	475,710

SCHEDULE OF UTILITY OPERATIONS

For the Year Ended December 31, 2025

	EDEN UTILITY		
	2025 Budget $	**2025 Actual $**	2024 Actual $
REVENUE			
WATER			
Water fees	**38,000**	**47,160**	50,501
Bulk water fees	**15,985**	**2,567**	2,989
	53,985	**49,727**	53,490
PROPERTY TAXES	**17,504**	**17,503**	17,503
OTHER REVENUE			
Installation service	**-**	**-**	2,500
Penalties	**2,900**	**305**	2,891
Other income	**-**	**1,000**	-
	2,900	**1,305**	5,391
TOTAL REVENUE	**74,389**	**68,535**	76,384
EXPENSES			
WATER			
Transmission and distribution	**56,885**	**43,621**	52,723
WATER AMORTIZATION AND INTEREST			
Amortization	**56,000**	**55,991**	53,096
Interest on long-term debt	**5,145**	**5,145**	5,620
	61,145	**61,136**	58,716
TOTAL EXPENSES	**118,030**	**104,757**	111,439
EXCESS OF EXPENSES OVER REVENUE	**(43,641)**	**(36,222)**	(35,055)
FUND SURPLUS, BEGINNING OF YEAR	**2,306,161**	**2,306,161**	2,341,216
FUND SURPLUS, END OF YEAR	**2,262,520**	**2,269,939**	2,306,161

RURAL MUNICIPALITY OF ROSEDALE

Schedule 9

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

For the Year Ended December 31, 2025

	Financial Plan General $	Financial Plan Utilities $	Amortization (TCA) $	Interest Expense $	Transfers $	Long Term Accruals $	Government Partnerships $	PSAB Budget $
REVENUE								
Property taxes	2,273,822	-	-	-	-	-	-	2,273,822
Grants in lieu of taxation	74,203	-	-	-	-	-	-	74,203
User fees	123,777	-	-	-	-	-	17,580	141,357
Grants - Province of Manitoba	304,617	-	-	-	-	-	-	304,617
Grants - Other	84,747	-	-	-	-	-	8,559	93,306
Permits, licences and fees	45,520	-	-	-	-	-	65,750	111,270
Investment revenue	12,000	-	-	-	-	-	500	12,500
Other revenue	103,487	-	-	-	-	-	900	104,387
Transfers	317,278	-	-	-	(317,278)	-	-	-
Water and sewer	-	120,389	-	-	-	-	-	120,389
	3,339,451	120,389	-	-	(317,278)	-	93,289	3,235,851
EXPENSES								
General government services	671,215	-	1,300	-	-	-	-	672,515
Protective services	151,372	-	34,700	-	-	-	-	186,072
Transportation services	1,435,700	-	134,700	-	-	-	-	1,570,400
Environmental health services	149,650	-	2,800	-	-	-	-	152,450
Public health and welfare services	31,344	-	-	-	-	-	-	31,344
Regional planning and development	9,420	-	-	-	-	-	74,288	83,708
Resource conservation and industrial development	42,374	-	-	-	-	-	-	42,374
Recreation and cultural services	81,900	-	200	-	-	-	23,016	105,116
Fiscal services	6,677	-	-	-	(6,677)	-	-	-
Transfers	759,799	-	-	-	(759,799)	-	-	-
Water and sewer	-	124,604	64,400	5,145	(17,504)	-	-	176,645
	3,339,451	124,604	238,100	5,145	(783,980)	-	97,304	3,020,624
SURPLUS (DEFICIT)	-	(4,215)	(238,100)	(5,145)	466,702	-	(4,015)	215,227

RURAL MUNICIPALITY OF ROSEDALE

Schedule 10

ANALYSIS OF TAXES ON ROLL

For the Year Ended December 31, 2025

	2025 Actual $	2024 Actual $
BALANCE, BEGINNING OF YEAR	**285,273**	197,957
Add:		
Tax Levy *(schedule 11)*	**3,778,542**	3,287,342
Taxes added	**25,686**	50,355
Penalties and interest	**44,915**	41,201
Other accounts added to taxes	**23,260**	40,342
Sub-total	**4,157,676**	3,617,197
Deduct:		
Cash collections - current	**2,945,034**	2,392,967
Cash collections - arrears	**231,168**	128,589
Cancellations	**11,741**	19,707
Tax discounts	**-**	-
M.P.T.C. - cash advance	**341,020**	119,953
Manitoba school tax rebate	**411,133**	670,708
Sub-total	**3,940,096**	3,331,924
BALANCE, END OF YEAR	**217,580**	285,273

RURAL MUNICIPALITY OF ROSEDALE

Schedule 11

ANALYSIS OF TAX LEVY

For the Year Ended December 31, 2025

	Assessment	2025 Mill Rate	Levy	2024 Levy
Other Governments (LUD):				
Local Urban District of Kelwood	**3,787,500**	**9.090**	**34,428**	32,267
Debt Charges:				
Frontage *(note 11)*			**17,504**	17,504
L.I.D.			**-**	-
At large			**-**	-
Reserves:				
Reserve *(note 12)*			**125,984**	126,109
Other municipal levies:				
General municipal	**139,671,300**	**3.566**	**498,067**	420,708
Rural area	**135,883,800**	**10.200**	**1,386,015**	1,176,770
Special levy *(note 13)*			**54,681**	54,706
General deficit recovery	**139,671,300**	**0.964**	**134,643**	30,177
			2,073,406	1,682,361
Total municipal taxes *(schedule 2)*			**2,251,322**	1,858,241
Education Support Levy	**6,927,100**	**7.117**	**49,300**	46,055
Special levy:				
Beautiful Plains School Division	**111,945,190**	**10.370**	**1,143,099**	1,067,344
Turtle River School Division	**29,846,960**	**11.373**	**334,821**	315,702
			1,477,920	1,383,046
Total education taxes			**1,527,220**	1,429,101
Total tax levy *(schedule 10)*			**3,778,542**	3,287,342

RURAL MUNICIPALITY OF ROSEDALE — Schedule 12

SCHEDULE OF GENERAL OPERATING FUND EXPENSES

For the Year Ended December 31, 2025

	2025 Budget (Unaudited) $	**2025 Actual $**	2024 Actual $
GENERAL GOVERNMENT SERVICES			
Legislative	**70,900**	**68,865**	63,742
General administrative	**601,615**	**539,078**	530,033
	672,515	**607,943**	593,775
PROTECTIVE SERVICES			
Police	**11,000**	**10,724**	10,369
Fire	**122,872**	**143,645**	102,779
Emergency measures	**2,500**	**-**	-
Ambulance	**49,700**	**43,714**	27,320
	186,072	**198,083**	140,468
TRANSPORTATION SERVICES			
Road transport			
Administration and engineering	**24,000**	**8,002**	26,560
Road and street maintenance	**1,494,700**	**1,584,545**	938,960
Bridge, ditches and culvert maintenance	**10,000**	**-**	207
Sidewalk and boulevard maintenance	**5,700**	**4,776**	-
Street lighting	**18,500**	**17,086**	18,147
Traffic services	**17,500**	**8,801**	9,132
	1,570,400	**1,623,210**	993,006
ENVIRONMENTAL HEALTH SERVICES			
Waste collection and disposal	**152,450**	**159,442**	158,527
PUBLIC HEALTH AND WELFARE SERVICES			
Public health	**28,600**	**17,041**	22,807
Social assistance	**2,744**	**2,774**	2,774
	31,344	**19,815**	25,581
REGIONAL PLANNING AND DEVELOPMENT			
Planning and zoning	**9,420**	**9,420**	9,674
RESOURCE CONSERVATION AND INDUSTRIAL DEVELOPMENT			
Rural area weed control	**2,500**	**2,232**	1,905
Drainage of land	**-**	**-**	3,240
Veterinary services	**8,240**	**8,240**	6,240
Water resources and conservation	**31,634**	**31,591**	31,566
	42,374	**42,063**	42,951
RECREATION AND CULTURAL SERVICES			
Community centers and halls	**15,400**	**12,240**	21,390
Skating and curling rinks	**62,500**	**8,678**	58,568
Parks and playgrounds	**4,100**	**3,410**	9,245
Other recreational facilities	**100**	**1,760**	60
	82,100	**26,088**	89,263
TOTAL EXPENSES	**2,746,675**	**2,686,064**	2,053,245

RURAL MUNICIPALITY OF ROSEDALE **Schedule 13**

SCHEDULE OF L.U.D. OPERATIONS

For the Year Ended December 31, 2025

	LOCAL URBAN DISTRICT OF KELWOOD		
	2025 Budget	**2025 Actual**	2024 Actual
REVENUE			
Taxation	**35,969**	**35,969**	33,729
EXPENDITURES			
General government			
Indemnities	**2,400**	**2,400**	2,400
Transportation			
Road and street maintenance	**6,500**	**1,313**	780
Sidewalk and boulevard maintenance	**11,200**	**4,776**	-
Snow and ice removal	**1,000**	**-**	-
Street lighting	**6,000**	**6,110**	5,969
	24,700	**12,199**	6,749
Environmental health			
Waste collection and disposal	**7,000**	**5,732**	5,760
Other environmental health	**4,500**	**-**	2,785
	11,500	**5,732**	8,545
Recreation and culture			
Parks and playgrounds	**1,600**	**3,410**	7,985
Other cultural facilities	**-**	**1,700**	-
	1,600	**5,110**	7,985
Other expenses and transfers			
Fire hydrant rentals	**3,600**	**3,600**	3,600
TOTAL EXPENSES	**43,800**	**29,041**	29,279
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENSES	**(7,831)**	**6,928**	4,450
UNEXPENDED BALANCE, BEGINNING OF YEAR	**78,632**	**78,632**	74,182
UNEXPENDED BALANCE, END OF YEAR	**70,801**	**85,560**	78,632

ESTIMATED RECONCILIATION OF ANNUAL SURPLUS

For the Year Ended December 31, 2025

	General $	Kelwood $	Eden $	2025 Total $	2024 Total $
CONSOLIDATED ANNUAL SURPLUS *(statement 2)*	**537,319**	**(5,581)**	**(36,222)**	**495,516**	770,140
Elimination of appropriations from reserves	**161,304**	**-**	**-**	**161,304**	-
Elimination of appropriations to reserves	**(218,278)**	**-**	**-**	**(218,278)**	(135,305)
Consolidation of reserve operations	**(78,456)**	**-**	**-**	**(78,456)**	(91,508)
Elimination of consolidated entity operations	**(24,741)**	**-**	**-**	**(24,741)**	(191,780)
Elimination of deficit recovery	**(134,643)**	**-**	**-**	**(134,643)**	(31,066)
Amortization of tangible capital assets	**173,730**	**8,385**	**55,991**	**238,106**	236,001
Principal portion of long term debt	**-**	**-**	**(12,358)**	**(12,358)**	(11,884)
Proceeds on disposal of assets	**-**	**-**	**-**	**-**	520,000
Loss (gain) on disposal of assets	**-**	**-**	**-**	**-**	(15,627)
Change in landfill liability	**3,568**	**-**	**-**	**3,568**	3,283
Change in inventory	**94,880**	**-**	**-**	**94,880**	(72,744)
Acquisitions of capital assets from operating funds	**(210,565)**	**-**	**-**	**(210,565)**	(702,639)
ESTIMATED EXCESS OF REVENUES AND TRANSFERS OVER EXPEDITURES FOR THE PURPOSES OF SECTION 165(1) AND (2) OF THE MUNICIPAL ACT* **	**304,118**	**2,804**	**7,411**	**314,333**	276,871

ADEPTUS

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