

Independent Auditor's Report

To the Mayor and Council of Town of Porcupine Plain:

Opinion

We have audited the financial statements of the Town of Porcupine Plain (the "Town"), which comprise the statement of financial position as at December 31, 2024, and the statements of operations, changes in net financial assets, cash flows and the related schedules for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2024, and the results of its operations, changes in its net financial assets and its 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the 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, Mayor and Council for the Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Town'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 Town or to cease operations, or has no realistic alternative but to do so.

The Mayor and council are responsible for overseeing the Town's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 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 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 the Town'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 the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

Humboldt, Saskatchewan

March 13, 2025

MNP LLP

Chartered Professional Accountants

Management's Responsibility

To the Ratepayers of the Town of Porcupine Plain:

The Town's management is responsible for the preparation and presentation of the accompanying financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

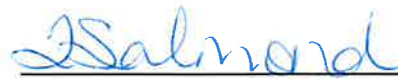
The Council is composed of elected officials who are not employees of the Town. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Town's external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

March 13, 2025



Mayor



Administrator

Town of Porcupine Plain
Statement of Financial Position
As at December 31, 2024

Statement 1

	2024	2023
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 2)	659,880	543,207
Taxes Receivable - Municipal (Note 3)	64,046	69,794
Other Accounts Receivable (Note 4)	145,938	145,138
Assets Held for Sale (Note 5)	65,397	65,397
Long-Term Investments (Note 6)	430,814	413,686
Total Financial Assets	1,366,075	1,237,222
LIABILITIES		
Accounts Payable	143,550	116,740
Deposits	23,961	24,421
Deferred Revenue (Note 7)	56,977	21,509
Asset Retirement Obligation (Note 8)	63,289	58,268
Long-Term Debt (Note 9)	75,738	-
Total Liabilities	363,515	220,938
NET FINANCIAL ASSETS	1,002,560	1,016,284
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	4,800,731	4,735,660
Prepayments and Deferred Charges	110	230
Stock and Supplies	25,995	20,368
Total Non-Financial Assets	4,826,836	4,756,258
Accumulated Surplus (Schedule 8)	5,829,396	5,772,542

Commitment (Note 11)
Contractual Rights (Note 14)



Mayor



Councillor

Town of Porcupine Plain
Statement of Operations
For the year ended December 31, 2024

Statement 2

	2024 Budget <i>(Note 10)</i>	2024	2023
Revenues			
Tax revenue <i>(Schedule 1)</i>	721,570	719,741	694,507
Other unconditional revenue <i>(Schedule 1)</i>	309,170	307,636	281,250
Fees and charges <i>(Schedule 4, 5)</i>	470,750	481,066	453,128
Conditional grants <i>(Schedule 4, 5)</i>	154,248	169,606	259,441
Tangible capital asset sales - gain (loss) <i>(Schedule 4, 5)</i>	-	(18,080)	-
Land sales - gain (loss) <i>(Schedule 4, 5)</i>	15,000	-	(11,065)
Investment income <i>(Schedule 4, 5)</i>	31,500	34,173	47,141
Other revenues <i>(Schedule 4, 5)</i>	105,500	148,007	354,840
Total Revenues	1,807,738	1,842,149	2,079,242
Expenses			
General government services <i>(Schedule 3)</i>	269,163	310,264	253,499
Protective services <i>(Schedule 3)</i>	139,986	157,738	131,456
Transportation services <i>(Schedule 3)</i>	536,888	503,573	551,761
Environmental and public health services <i>(Schedule 3)</i>	138,471	144,662	152,606
Planning and development services <i>(Schedule 3)</i>	72,950	67,962	74,640
Recreation and cultural services <i>(Schedule 3)</i>	301,146	342,937	299,969
Utility services <i>(Schedule 3)</i>	290,476	282,036	311,243
Total Expenses	1,749,080	1,809,172	1,775,174
Annual Surplus of Revenues over Expenses before Other Capital Contributions	58,658	32,977	304,068
Provincial/Federal Capital Grants and Contributions <i>(Schedule 4, 5)</i>	56,000	23,877	58,099
Annual Surplus of Revenues over Expenses	114,658	56,854	362,167
Accumulated Surplus, Beginning of Year	5,772,542	5,772,542	5,410,375
Accumulated Surplus, End of Year	5,887,200	5,829,396	5,772,542

Town of Porcupine Plain
Statement of Change in Net Financial Assets
For the year ended December 31, 2024

Statement 3

	2024 Budget	2024	2023
	<i>(Note 10)</i>		
Annual Surplus of Revenues over Expenses	114,658	56,854	362,167
(Acquisition) of tangible capital assets	(326,803)	(288,642)	(1,334,900)
Amortization of tangible capital assets	165,000	185,693	163,679
Proceeds on disposal of tangible capital assets	-	19,798	-
Loss (gain) on the disposal of tangible capital assets	-	18,080	-
Deficit of capital expenses over expenditures	(161,803)	(65,071)	(1,171,221)
Consumption (Acquisition) of supplies inventory	-	(5,627)	5,886
Consumption of prepayments and deferred charges	-	120	6,241
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(5,507)	12,127
Increase (Decrease) in Net Financial Assets	(47,145)	(13,724)	(796,927)
Net Financial Assets - Beginning of Year	1,016,284	1,016,284	1,813,211
Net Financial Assets - End of Year	969,139	1,002,560	1,016,284