SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE

Financial Statements

Year Ended December 31, 2025

Prepared by	Partner Review	Manager Review
AH 3/17/26		AH 3/17/26

Printed: March 26, 2026 8:52 AM

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE

Index to Financial Statements

Year Ended December 31, 2025

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Revenues and Expenses	4
Statement of Changes in Net Assets	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 8

Printed: March 26, 2026 8:52 AM

INDEPENDENT AUDITOR'S REPORT

To the Members of South Shore Recreation Centre Joint Use Committee

Opinion

We have audited the financial statements of South Shore Recreation Centre Joint Use Committee (the "organization"), which comprise the statement of financial position as at December 31, 2025, and the statements of revenues and expenses, changes in net assets and cash flows 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 organization as at December 31, 2025, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

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 organization in accordance with 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 and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with ASNPO, 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 organization'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 organization or to cease operations, or has no realistic alternative but to do so.

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

(continues)

Independent Auditor's Report to the Members of South Shore Recreation Centre Joint Use Committee *(continued)*

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 organization'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 organization'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 organization 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.

Regina, Saskatchewan

Dudley & Company LLP
Chartered Professional Accountants

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE
Statement of Financial Position
December 31, 2025

		2025		2024
ASSETS				
CURRENT				
Cash	**$**	**4,780**	$	8,453
Municipal Contributions receivable *(Note 4)*		**1,168**		-
	$	**5,948**	$	8,453
LIABILITIES AND NET ASSETS				
CURRENT				
Accounts payable	**$**	**2,934**	$	1,166
Municipal Contributions payable *(Note 4)*		**669**		4,792
Deposits received		**2,345**		2,495
	$	**5,948**	$	8,453

ON BEHALF OF THE BOARD

_______________________________ *Director*

_______________________________ *Director*

Printed: March 26, 2026 8:52 AM **Prep** ________ **Added** ________ **Approved** _______

The accompanying notes form an integral part of these financial statements

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE

Statement of Revenues and Expenses

Year Ended December 31, 2025

	2025	2024
REVENUES		
Rentals	**$ 7,733**	$ 10,973
Grants *(Note 3)*	**1,529**	-
Sale of capital assets	**1,453**	-
	10,715	10,973
EXPENSES		
Interest and bank charges	**77**	81
Administration	**974**	952
Janitor	**1,945**	1,995
Grant expense *(Note 3)*	**-**	1,104
Audit	**1,221**	1,166
Recreation centre maintenance	**6,498**	5,675
	10,715	10,973
EXCESS OF REVENUES OVER EXPENSES	**$ -**	$ -

Printed: March 26, 2026 8:52 AM **Prep** ________ **Added** ________ **Approved** ________

The accompanying notes form an integral part of these financial statements

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE
Statement of Changes in Net Assets
Year Ended December 31, 2025

	2025	2024
NET ASSETS (DEBT) - BEGINNING OF YEAR	$ -	$ -
NET ASSETS (DEBT) - END OF YEAR	$ -	$ -

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE

Statement of Cash Flows

Year Ended December 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Cash receipts from customers	$ 9,397	$ 12,436
Cash paid to suppliers and related parties	(12,994)	(7,479)
Interest paid	(76)	-
INCREASE (DECREASE) IN CASH FLOW	(3,673)	4,957
Cash - beginning of year	8,453	3,496
CASH - END OF YEAR	$ 4,780	$ 8,453

1. NATURE OF OPERATIONS

The South Shore Recreation Centre (the "organization") is a Joint Committee created by the Town of Regina Beach, the Village of Buena Vista, and the Rural Municipality of Lumsden. Only the assets, liabilities and activities connected with the South Shore recreation centre are included in the financial statements. The South Shore Recreation Centre is exempt from income taxes under the *Income Tax Act* of Canada.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Revenue recognition

Revenues from the rental activities are recognized when the rental services are rendered and when reasonable assurance exists regarding collectability. The organization follows the deferral method of accounting for contributions.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Capital assets

Capital assets are recorded as expenses in the year of acquisition, rather than being capitalized and amortized.

3. GRANTS

The Town of Regina Beach, the Village of Buena Vista, and the Rural Municipality of Lumsden make contributions to the committee to cover the shortfall of the expenses less other revenues. In 2024 the organization was self-sufficient and actually resulted in repaying surplus to the municipalities. The contributions are as follows:

	2025	2024
Regina Beach - 65%	**$ 361**	$ (1,300)
Buena Vista - 25%	**834**	140
Rural Municipality of Lumsden - 10%	**334**	56
	$ 1,529	$ (1,104)

4. MUNICIPAL CONTRIBUTIONS

The amounts due to (from) each municipality is as follows:

	2025	2024
Municipal contributions due to:		
Regina Beach	$ **669**	$ 3,568
Buena Vista	-	874
RM of Lumsden	-	350
Total Municipal Contributions Due To	**669**	4,792
	$ **669**	
Municipal contributions due from:		
Buena Vista	$ **(834)**	$ -
RM of Lumsden	**(334)**	-
Total Municipal Contributions Due From	$ **(1,168)**	$ -

5. FINANCIAL INSTRUMENTS

It is management's opinion that the fair value of the financial assets and liabilities approximates their carrying value due to their short term nature.

6. VOLUNTARY SERVICES

The operation of the organization is partially dependent on voluntary services. Since these services would not normally be purchased by the organization and because of the difficulty of determining the fair market value of donated services, these donated services are not recognized in these statements.

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE

Box 10
Regina Beach, Saskatchewan
S0G 4C0

Confidential

Client Number: 19129A

Dudley & Company LLP
Suite 100
2255-13th Avenue
Regina Saskatchewan S4P 0V6

Dear Sir / Madam:

This representation letter is provided in connection with your audit of the financial statements of South Shore Recreation Centre Joint Use Committee for the year ended December 31, 2025 for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

In making the representations outlined below, we took the time necessary to appropriately inform ourselves on the subject matter through inquiries of entity personnel with relevant knowledge and experience, and, where appropriate, by inspecting supporting documentation.

We confirm that (to the best of our knowledge and belief):

Financial Statements

We have fulfilled our responsibilities as set out in the terms of the audit engagement dated December 6, 2025 for:

a. Preparing and fairly presenting the financial statements in accordance with ASNPO;

b. Providing you with:

   i. Access to all information of which we are aware that is relevant to the preparation of the financial statements, such as:

      Accounting records, supporting data and other relevant documentation,

      B. Minutes of meetings (such as members, board of directors and audit committees) or summaries of actions taken for which minutes have not yet been prepared, and

      C. Information on any other matters, of which we are aware, that is relevant to the preparation of the financial statements;

   ii. Additional information that you have requested from us for the purpose of the audit; and

   iii. Unrestricted access to persons within the entity from whom you determine it necessary to obtain audit evidence.

c. Ensuring that all transactions have been recorded in the accounting records and are reflected in the financial statements; and

d. Designing and implementing such internal control as we determined is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. We have also communicated to you any deficiencies in the design and implementation or the maintenance of internal control over financial reporting of which management is aware.

Fraud and Non Compliance

We have disclosed to you:

a. All of our knowledge in relation to actual, alleged or suspected fraud affecting the entity's financial statements involving:

(continued)

i. Management;

ii. Employees who have significant roles in internal control; or

iii. Others where the fraud could have a material effect on the financial statements;

b. All of our knowledge in relation to allegations of fraud or suspected fraud communicated by employees, former employees, analysts, regulators or others;

c. All known instances of non-compliance or suspected non-compliance with laws and regulations, including all aspects of contractual agreements that should be considered when preparing the financial statements;

d. All known, actual, or possible litigation and claims that should be considered when preparing the financial statements; and

e. The results of our risk assessments regarding possible fraud or error in the financial statements.

Related Parties

We confirm that there were no related-party relationships or transactions that occurred during the period.

Estimates

We acknowledge our responsibility for determining the accounting estimates required for the preparation of the financial statements in accordance with ASNPO. Those estimates reflect our judgment based on our knowledge and experience of past and current events, and on our assumptions about conditions we expect to exist and courses of action we expect to take. We confirm that the methods, significant assumptions and the data used by us in making accounting estimates and related financial statement disclosures, including those measured at fair value, are appropriate to achieve recognition, measurement or disclosure that is in accordance with ASNPO.

Subsequent Events

All events subsequent to the date of the financial statements and for which ASNPO requires adjustment or disclosure have been adjusted or disclosed.

Commitments and Contingencies

There are no commitments, contingent liabilities/assets or guarantees (written or oral) that should be disclosed in the financial statements. This includes liabilities arising from contract terms, illegal acts or possible illegal acts, and environmental matters that would have an impact on the financial statements.

Adjustments

We have reviewed, approved and recorded all of your proposed adjustments to our accounting records. This includes journal entries, changes to account coding, classification of certain transactions and preparation of, or changes to, certain accounting records.

Misstatements

The effects of uncorrected misstatements are immaterial, individually and in aggregate, to the financial statements as a whole. A list of the uncorrected misstatements, including the reasons why they were not corrected, is attached to this letter.

Accounting policies

All significant accounting policies are disclosed in the financial statements and are consistent with those used in the previous period.

Acknowledged and agreed on behalf of South Shore Recreation Centre Joint Use Committee by:

____

____

Date signed

SOUTH SHORE RECREATION CENTRE JOINT USE COMMITTEE

Box 10
Regina Beach, Saskatchewan
S0G 4C0

Dudley & Company LLP
Suite 100 - 2255 13th Avenue
Regina, Saskatchewan
S4P 0V6

Dear Sir/Madam:

I am providing this letter in connection with your audit of the financial statements and summary financial statements of **South Shore Recreation Centre Joint Use Committee** as of December 31, 2025 and for the year then ended for the purpose of expressing an opinion as to whether the financial statements and summary financial statements are presented fairly, in all material respects, in accordance with accounting standards for not for profit organizations.

I wish to inform you that, on today's date: ______________________, the financial statements and summary financial statements have been approved by the Board (motion number __________).

Further, I represent that, to the best of my knowledge and belief, any events having occurred from the fiscal year-end date until today requiring financial statement adjustment or disclosure have been adjusted or disclosed.

Yours truly,

Signed on behalf of: __________________________ administration

__________________________ board

Dudley & Company LLP, Chartered Professional Accountants
2255 13th Avenue, Regina, Saskatchewan

December 6, 2025

South Shore Recreation Centre Joint Use Committee
Box 10
Regina Beach, Saskatchewan
S0G 4C0

To the Board of Directors

We have been engaged to audit the financial statements of South Shore Recreation Centre Joint Use Committee for the year ending December 31, 2025. Canadian auditing standards require that we communicate the following information with you in relation to your audit.

Management is responsible for establishing and maintaining an adequate internal control structure and procedures for financial reporting. This includes the design and maintenance of accounting records, recording transactions, selecting and applying accounting policies, safeguarding of assets and preventing and detecting fraud and error.

Our Responsibility as Auditors

As stated in the engagement letter signed by the treasurer, our responsibility as auditors of your organization is to express an opinion on whether the financial statements present fairly, in all material respects, the financial position, results of operations and cash flows of the organization in accordance with Canadian accounting standards for not-for-profit organizations.

An audit is performed to obtain reasonable but not absolute assurance as to whether the financial statements are free of material misstatement. Due to the inherent limitations of an audit, there is an unavoidable risk that some misstatements of the financial statements will not be detected (particularly intentional misstatements concealed through collusion), even though the audit is properly planned and performed.

Our audit includes:

- Assessing the risk that the financial statements may contain misstatements that, individually or in the aggregate, are material to the financial statements taken as a whole; and
- Examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements.

As part of our audit, we will obtain a sufficient understanding of the operations and the internal control structure of the South Shore Recreation Centre Joint Use Committee to plan the audit. This will include management's assessment of:

- The risk that the financial statements may be materially misstated as a result of fraud and error; and,
- The internal controls put in place by management to address such risks.

Board of Directors Members' Responsibilities

The Board of Directors's role is to act in an objective, independent capacity as a liaison between the auditors, and management, to ensure the auditors have a facility to consider and discuss governance and audit issues with parties not directly responsible for operations.

The Board of Directors's responsibilities include:

- Being available to assist and provide direction in the audit planning process when and where appropriate;
- If deemed necessary, meeting or otherwise discussing with the auditors and prior to release and approval of financial statements to review audit, disclosure and compliance issues;

- Where necessary, reviewing matters raised by the auditors with appropriate levels of management, and reporting back to the auditors their findings;
- Making known to the auditors any issues of disclosure, corporate governance, fraud or illegal acts, non-compliance with laws or regulatory requirements that are known to them, where such matters may impact the financial statements or auditor's report;
- Providing guidance and direction to the auditors on any additional work they feel should be undertaken in response to issues raised or concerns expressed;
- Making such enquiries as appropriate into the findings of the auditors with respect to corporate governance, management conduct, cooperation, information flow and systems of internal controls;
- Reviewing the draft financial statements, including the presentation, disclosures and supporting notes and schedules, for accuracy, completeness and appropriateness;

Audit Approach
Outlined below are certain aspects of our audit approach which are intended to help you in discharging your oversight responsibilities. Our general approach to the audit of South Shore Recreation Centre Joint Use Committee is to assess the risks of material misstatement in the financial statements and then respond by designing audit procedures.

Illegal Acts, Fraud, Intentional Misstatements and Errors
Our auditing procedures, including tests of your accounting records, are limited to those considered necessary in the circumstances and would not necessarily disclose all illegal acts, fraud, intentional misstatements or errors should any exist. We will conduct the audit under Canadian auditing standards (CAS), which include procedures to consider (based on the control environment, governance structure and circumstances encountered during the audit), the potential likelihood of fraud and illegal acts occurring.

These procedures are not designed to test for fraudulent or illegal acts, nor would they necessarily detect such acts or recognize them as such, even if the effect of their consequences on the financial statements is material. However, should we become aware that an illegal or possible illegal act or an act of fraud may have occurred, other than one considered clearly inconsequential , we will communicate this information directly to the Board of Directors.

It is management's responsibility to detect and prevent illegal actions. If such acts are discovered or Board of Directors members become aware of circumstances under which the organization may have been involved in fraudulent, illegal or regulatory non-compliance situations, such circumstances must be disclosed to us. Management, including Board of Directors, should assess the risk of fraud and complete the brief fraud risk questionnaire attached as an appendix to this letter.

Related Party Transactions
During our audit, we conduct various tests and procedures to identify transactions considered to involve related parties. Related parties exist when one party has the ability to exercise, directly or indirectly, control, joint control or significant influence over the other. Two or more parties are related when they are subject to common control, joint control or common significant influence. Related parties also include management, council members and their immediate family members and companies with which these individuals have an economic interest.

We will ensure that all related party transactions that were identified during the audit have been represented by management to have been disclosed in the notes to financial statements, in accordance with Canadian Accounting Standards for Not-For-Profit Organization section 4460, and have been reviewed with you. Management is to advise whether any other related party transactions have occurred that have not been disclosed to us. The Board of Directors is also required to advise us if they are aware of or suspect any other related party transactions which have occurred at values different from that which would be arrived at if the parties were unrelated and which have not been disclosed in the financial statements.

Risk-based

Our risk-based approach focuses on obtaining sufficient appropriate audit evidence to reduce the risk of material misstatement in the financial statements to an appropriately low level. This means that we focus our audit work on higher risk areas that have a higher risk of being materially misstated.

Audit Procedures

In responding to our risk assessment, we will use a combination of tests of controls, tests of details and substantive analytical procedures. The objective of the tests of controls is to evaluate whether certain controls operated effectively. The objective of the tests of details is to detect material misstatements in the account balances and transaction streams. Substantive analytical procedures are used to identify differences between recorded amounts and predictable expectations in larger volumes of transactions over time.

Independence

Firm policies on independence require that we communicate with you regarding all relationships between the organization and our firm that, in our professional judgement, may reasonably be thought to bear on our independence in the context of the Rules of Professional Conduct of the Institute of Chartered Professional Accountants of Saskatchewan. Making journal entries required to prepare the financial statements and the preparation of the financial statements are the only relationships that in our professional judgement may be thought to bear on our independence. The journal entries were based on information provided by the administrator, or were based on independent third party information, and the entries were approved by the administrator prior to entry into the accounting system by the administrator. The financial statements were reviewed and approved by the administrator and council prior to finalization and release. This eliminates any management decision-making involved in our services and limits any impact on our independence.Accordingly, we hereby confirm that we are independant with respect to the organization within the meaning of the Rules of Professional Conduct of the Institute of Chartered Professional Accountants of Saskatchewan for the period ending December 6, 2025.

This communication is prepared solely for the information of the Board of Directors and is not intended for any other purpose. We accept no responsibility to a third party who uses this communication.

Yours truly,

Dudley + Company

Dudley & Company LLP
Chartered Professional Accountants

ACKNOWLEDGED BY BOARD OF DIRECTORS:

Signed: ____________________ Date: ____________________

Signed: ____________________ Signed: ____________________

Signed: ____________________ Signed: ____________________

Signed: ____________________ Signed: ____________________

Appendix - Risk of Fraud:

1. Is management, including Board of Directors, aware of any instances of:

   - Fraud perpetrated against the organization by any of its employees? YES NO

   - Fraud perpetrated by the organization? YES NO

2. Are there subsidiary locations, business segments, types of transactions, accounts balances, or financial statement categories where fraud risk exists or may be more likely to exist? If yes, provide details. YES NO

3. Does Board of Directors believe there is a high level of risk YES NO

   of fraud being perpetrated against or by the organization? If yes, provide details.

4. How is organization addressing the risk of fraud? ____________________

   ____
   ____
   ____
   ____
   ____
   ____
   ____

REVIEWED AND COMPLETED BY BOARD OF DIRECTORS:

Signed: ______________________ Date: ______________________

Signed: ______________________ Signed: ______________________

Signed: ______________________ Signed: ______________________

Signed: ______________________ Signed: ______________________