

# **RURAL MUNICIPALITY OF LAIRD**

**Auditor's Report**

**Summarized Financial Statements**

**December 31, 2022**

## MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of  
**Rural Municipality of Laird :**

Management is responsible for the preparation and presentation of the accompanying summarized financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. 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 Municipality. 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 the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Jensen Stromberg Chartered Professional Accountants, 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 administration to discuss their audit findings.



Reeve



Administrator

REPORT OF THE INDEPENDENT AUDITOR ON  
SUMMARY FINANCIAL STATEMENTS

To the Reeve and Council of Rural Municipality of Laird

*Opinion*

The summary financial statements, which comprise the summary statement of financial position as at **December 31, 2022**, the summary statement of financial activities, summary statement of changes in net financial assets and summary statement of changes in financial position for the year then ended are derived from the audited financial statements of **Rural Municipality of Laird** as at **December 31, 2022**.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in Note 1.

*Summary Financial Statements*

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summarized financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statement and auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

*The Audited Financial Statements and Our Report Thereon*

We expressed a qualified audit opinion on the audited financial statements in our report dated May 11, 2023.

*Management's Responsibility for the Summarized Statements*

Management is responsible for the preparation of the summary financial statements on the basis described in Note 1.

*Auditor's Responsibility*

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

Saskatoon, Saskatchewan  
May 11, 2023

  
Chartered Professional Accountants

# RURAL MUNICIPALITY OF LAIRD

Statement 1

## STATEMENT OF FINANCIAL POSITION

December 31, 2022  
with comparative figures for 2021

	<u>2022</u>	<u>2021</u>
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and temporary investments	\$ 2,804,291	2,497,127
Taxes receivable - Municipal	101,435	98,788
Other accounts receivable	56,836	21,635
Assets held for sale	-	-
Long-term investments	35,299	56,863
Other	-	-
Total financial assets	2,997,861	2,674,413
<b><u>LIABILITIES</u></b>		
Bank indebtedness	-	-
Accounts payable	33,815	10,419
Accrued liabilities payable	4,862	-
Deposits	10,000	22,000
Deferred revenue	-	80,033
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt	-	59,990
Lease obligations	-	-
Total liabilities	48,677	172,442
<b>NET FINANCIAL ASSETS (DEBT)</b>	2,949,184	2,501,971
Non-financial assets:		
Tangible capital assets	3,249,253	3,089,632
Prepaid and deferred charges	4,168	1,264
Stock and supplies	89,391	177,579
Total non-financial assets	3,342,812	3,268,475
Accumulated Surplus	\$ 6,291,996	5,770,446

**APPROVED ON BEHALF OF COUNCIL:**

\_\_\_\_\_ Reeve  
\_\_\_\_\_ Councilor

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LAIRD

Statement 2

## STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
Revenues:			
Taxes and other unconditional revenue	\$ 2,113,000	2,114,928	2,121,474
Fees and charges	117,250	247,759	85,220
Conditional grants	50,600	56,125	459
Tangible capital asset sales - gain (loss)	2,000	2,403	8,474
Land sales - gain (loss)	-	-	-
Investment income and commissions	12,000	38,731	33,561
Restructurings	-	-	-
Other revenues	<u>5,100</u>	<u>6,078</u>	<u>500</u>
Total Revenues	<u>2,299,950</u>	<u>2,466,024</u>	<u>2,249,688</u>
Expenditures:			
General government services	390,170	361,288	342,055
Protective services	157,500	145,675	150,246
Transportation services	1,516,500	1,411,028	1,504,385
Environmental and public health services	131,200	132,171	119,714
Planning and development services	10,000	23,691	9,963
Recreation and cultural services	39,500	35,304	30,165
Utility services	17,600	8,630	5,162
Restructurings	-	-	-
Total Expenditures	<u>2,262,470</u>	<u>2,117,787</u>	<u>2,161,690</u>
Surplus of revenues over expenditures before other capital contributions	<u>37,480</u>	<u>348,237</u>	<u>87,998</u>
Provincial/Federal capital grants and contributions	<u>136,700</u>	<u>173,313</u>	<u>139,819</u>
Surplus of revenues over expenditures	174,180	521,550	227,817
Accumulated surplus, beginning of year	<u>5,770,446</u>	<u>5,770,446</u>	<u>5,542,629</u>
Accumulated surplus, end of year	<u>\$ 5,944,626</u>	<u>6,291,996</u>	<u>5,770,446</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LAIRD

Statement 3

## STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u> <u>Budget</u>	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>Surplus (deficit)</b>	\$ 174,180	521,550	227,817
(Acquisition) of tangible capital assets	(200,000)	(405,880)	(73,827)
Amortization of tangible capital assets	252,000	246,259	292,608
Proceeds on disposal of tangible capital assets	-	2,403	13,875
Loss (gain) on disposal of tangible capital assets	(2,000)	(2,403)	(8,474)
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>50,000</u>	<u>(159,621)</u>	<u>224,182</u>
(Acquisition) of supplies inventories	-	29,569	(177,579)
(Acquisition) of prepaid expenses	-	(2,964)	(1,264)
Consumption of supplies inventories	-	58,619	14,254
Use of prepaid expenses	-	60	1,264
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>-</u>	<u>85,284</u>	<u>(163,325)</u>
<b>Increase (decrease) in Net Financial Assets</b>	224,180	447,213	288,674
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>2,501,971</u>	<u>2,501,971</u>	<u>2,213,297</u>
<b>Net Financial Assets (Debt) - End of year</b>	<u>\$ 2,726,151</u>	<u>2,949,184</u>	<u>2,501,971</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF LAIRD

Statement 4

## STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2022  
with comparative figures for 2021

Cash provided by (used in) the following activities:	<u>2022</u>	<u>2021</u>
Operating:		
Surplus	\$ 521,550	227,817
Amortization	246,259	292,608
Loss on disposal of tangible capital assets	<u>(2,403)</u>	<u>(8,474)</u>
	765,406	511,951
Change in assets/liabilities		
Taxes receivable - Municipal	(2,648)	33,067
Other accounts receivable	(35,202)	15,514
Assets held for sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	28,259	(13,025)
Deposits	(12,000)	1,000
Deferred revenue	(80,033)	80,033
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	88,189	(163,325)
Prepayments and deferred charges	(2,904)	-
Other	<u>-</u>	<u>-</u>
	<u>(16,339)</u>	<u>(46,736)</u>
Net cash from operations	<u>749,067</u>	<u>465,215</u>
Capital:		
Cash used to acquire tangible capital assets	(405,880)	(73,827)
Proceeds on sale of tangible capital assets	2,403	13,875
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(403,477)</u>	<u>(59,952)</u>
Investing:		
Long-term investments	21,564	(4,179)
Acquisition in investment	<u>-</u>	<u>-</u>
Net cash from (used for) investing	<u>21,564</u>	<u>(4,179)</u>
Financing activities:		
Debt charges recovered	-	-
Proceeds from debt issues	-	-
Debt repayment	(59,990)	(63,617)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(59,990)</u>	<u>(63,617)</u>
Increase (decrease) in cash resources	307,164	337,467
Cash and temporary investments, beginning of year	<u>2,497,127</u>	<u>2,159,660</u>
Cash and temporary investments, end of year	<u>\$ 2,804,291</u>	<u>2,497,127</u>

See accompanying notes to the financial statements.



# RURAL MUNICIPALITY OF LAIRD

## NOTES TO THE SUMMARIZED FINANCIAL STATEMENTS

December 31, 2022

### 1. SUMMARY FINANCIAL STATEMENTS

The summary financial statements are derived from the audited financial statements, prepared in accordance with Canadian public sector accounting standards as at December 31, 2022 and December 31, 2021, and for the years then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited financial statements.

Management prepared these summary financial statements using the following criteria:

- a) the summary financial statements include a statement for each statement included in the audited financial statements;
- b) information in the summary financial statements agrees with the related information in the related audited financial statements;
- c) major subtotals, totals and comparative information from the audited financial statements are included; and
- d) the summary financial statements contain the information from the audited financial statements dealing with matters that have a pervasive or otherwise significant effect on the summarized financial statements.

The audited financial statements of Rural Municipality of Laird are available upon request by contacting the Municipality.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements consolidate the assets, liabilities and flow of resources of the Municipality. The entity is comprised of all organizations owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

The financial statements are prepared using the accrual basis of accounting using the accounting policies that are described in Note 1 to the Municipality's audited financial statements in accordance with the local government accounting standards established by the Public Sector Accounting Board. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets. These estimates and assumptions are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known.