



Report of the Independent Auditors' on the Summary Financial Statements

To the Council
R. M. of Clayton No. 333

Opinion

The summary financial statements, which comprise the summary Statement of Financial Position as at December 31, 2022, the summary Statements of Operations, Changes in Net Financial Assets and Cash Flow for the year then ended, and related notes, are derived from the audited financial statements of R. M. of Clayton No. 333 for the year ended December 31, 2022. We expressed a qualified audit opinion on those financial statements in our report dated June 14, 2023.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in note 1. However, the summary financial statements are misstated to the equivalent extent as the audited financial statements of R. M. of Clayton No. 333 for the year ended December 31, 2022.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summary financial statements and the auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed a qualified audit opinion on the audited financial statements in our report dated June 14, 2023.

The Municipality has a solid waste landfill, for which estimates for closure and post-closure costs require recognition in the financial statements. The municipality has not engaged a third party to determine the amount of the liability as a result of a cost-benefit decision made by management. A provision has been recorded for these closure and post-closure costs in the financial statements based on costs for a decommissioning study, however, the accrued liability does not include costs for ultimate decommissioning. This represents a departure from Canadian public sector accounting standards. The impact of this departure has not been determined, and therefore, we were unable to determine whether any adjustments might be necessary to the surplus (deficit) of revenue over expenses and cash flows for the year ended December 31, 2022, landfill closure and post-closure liabilities as at December 31, 2022 and net financial assets as at December 31, 2022.

Management's Responsibility for the Summary Financial Statements

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

Auditors' 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.

Yorkton, SK
June 14, 2023

Baker Tilly SK LLP

A handwritten signature in black ink that reads "Baker Tilly SK LLP".

R. M. of Clayton No. 333

Hyas, Saskatchewan

Statement 1

Statement of Financial Position as at December 31, 2022

	2022	2021
Assets		
Financial Assets		
Cash and temporary investments	1,892,262	1,868,619
Taxes receivable - municipal	146,311	112,713
Other accounts receivable	225,515	125,712
Assets held for sale	3,045	3,045
Long-term investments	627,542	640,403
Total Financial Assets	<u>2,894,675</u>	<u>2,750,492</u>
Liabilities		
Accounts payable	70,864	169,153
Deferred revenue		212,197
Accrued landfill costs	23,842	23,842
Other liabilities	60	180
Long-term debt	1,114,807	215,047
Total Liabilities	<u>1,209,573</u>	<u>620,419</u>
Net Financial Assets	<u>1,685,102</u>	<u>2,130,073</u>
Non-Financial Assets		
Tangible capital assets	5,668,931	4,018,870
Prepayments and deferred charges	5,339	9,603
Stock and supplies	240,776	218,171
Total Non-Financial Assets	<u>5,915,046</u>	<u>4,246,644</u>
Accumulated Surplus	<u>\$ 7,600,148</u>	<u>\$ 6,376,717</u>

R. M. of Clayton No. 333
Statement of Operations
For the year ended December 31, 2022

Statement 2

	2022 Budget	2022 Actual	2021 Actual
Revenues			
Taxes and other unconditional revenue	2,472,630	2,458,648	2,323,122
Fees and charges	68,450	102,121	73,039
Conditional grants	10,830	10,830	17,116
Tangible capital asset sales - gain			70,567
Investment income and commissions	21,800	12,080	24,374
Total Revenues	<u>2,573,710</u>	<u>2,583,679</u>	<u>2,508,218</u>
Expenses			
General government services	424,600	376,490	346,143
Protective services	51,040	48,040	40,760
Transportation services	1,909,810	1,774,985	1,552,607
Environmental and public health services	84,970	73,964	78,684
Planning and development services	3,520	3,520	3,520
Recreation and cultural services	7,970	7,962	7,963
Total Expenses	<u>2,481,910</u>	<u>2,284,961</u>	<u>2,029,677</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	91,800	298,718	478,541
Provincial/Federal Capital Grants and Contributions	<u>652,700</u>	<u>924,713</u>	<u>147,369</u>
Surplus of Revenue over Expenses	744,500	1,223,431	625,910
Accumulated Surplus, Beginning of Year	<u>6,376,717</u>	<u>6,376,717</u>	<u>5,750,807</u>
Accumulated Surplus, End of Year	<u>\$ 7,121,217</u>	<u>\$ 7,600,148</u>	<u>\$ 6,376,717</u>

R. M. of Clayton No. 333
Statement of Change in Net Financial Assets
For the year ended December 31, 2022

Statement 3

	2022 Budget	2022 Actual	2021 Actual
Surplus	<u>744,500</u>	<u>1,223,431</u>	<u>625,910</u>
(Acquisition) of tangible capital assets		(1,911,684)	(508,810)
Amortization of tangible capital assets		261,623	231,824
Proceeds on disposal of tangible capital assets			140,700
Loss (gain) on the disposal of tangible capital assets			<u>(70,567)</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>(1,650,061)</u>	<u>(206,853)</u>
(Acquisition) of supplies inventories		(260,152)	(299,602)
Consumption of supplies inventory		237,547	342,916
Use of prepaid expense		<u>4,264</u>	<u>13,009</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>(18,341)</u>	<u>56,323</u>
Increase (Decrease) in Net Financial Assets	744,500	(444,971)	475,380
Net Financial Assets, beginning of year	<u>2,130,073</u>	<u>2,130,073</u>	<u>1,654,693</u>
Net Financial Assets, End of Year	<u>\$ 2,874,573</u>	<u>\$ 1,685,102</u>	<u>\$ 2,130,073</u>

R. M. of Clayton No. 333
Statement of Cash Flow
For the year ended December 31, 2022

Statement 4

	2022	2021
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	1,223,431	625,910
Amortization	261,623	231,824
Loss (gain) on disposal of tangible capital assets	<u>()</u>	<u>(70,567)</u>
	1,485,054	787,167
Change in Assets/Liabilities		
Taxes receivable - municipal	(33,598)	30,778
Other receivables	(99,803)	12,145
Accounts payable	(98,292)	142,740
Deferred revenue	(212,197)	(37,228)
Other liabilities	(120)	(80)
Stock and supplies for use	(22,604)	43,315
Prepayments and deferred charges	<u>4,264</u>	<u>13,009</u>
Cash Provided by Operating Transactions	<u>1,022,704</u>	<u>991,846</u>
Capital:		
Cash used to acquire tangible capital assets	(1,911,684)	(508,810)
Proceeds on sale of tangible capital assets	<u>()</u>	<u>140,700</u>
Cash Applied to Capital Transactions	<u>(1,911,684)</u>	<u>(368,110)</u>
Investing:		
Proceeds on disposal of investments	12,862	
Acquisition in investment	<u>()</u>	<u>(10,415)</u>
Cash Provided by (Applied to) Investing Transactions	<u>12,862</u>	<u>(10,415)</u>
Financing:		
Proceeds from debt issues	1,100,000	
Debt repayment	<u>(200,239)</u>	<u>(124,133)</u>
Cash Provided by (Applied to) Financing Transactions	<u>899,761</u>	<u>(124,133)</u>
Change in Cash and Temporary Investments During the Year	23,643	489,188
Cash and temporary investments, beginning of year	<u>1,868,619</u>	<u>1,379,431</u>
Cash and Temporary Investments, End of Year	<u>\$ 1,892,262</u>	<u>\$ 1,868,619</u>

R. M. of Clayton No. 333
Notes to Summary Financial Statements
For the year ended December 31, 2022

1. Basis of the Summary Financial Statements

The following criteria have been applied by management in the preparation of these summary financial statements:

- (a) The information in the summary financial statements is in agreement with the related information in the municipality's December 31, 2022 audited financial statements; and
- (b) The summary financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the audited financial statements, including the notes thereto.
- (c) The audited financial statements can be obtained by request at the main branch at the municipal office.
- (d) The detailed notes included in the audited financial statements are not included in the summary financial statements as these notes are available in the audited financial statements which can be obtained as described above.