



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, 2023, 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, 2023. We expressed a qualified audit opinion on those financial statements in our report dated June 12, 2024.

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, 2023.

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 12, 2024.

PS 3280 asset retirement obligations requires the municipality to recognize a liability at the reporting date for future costs that the municipality is legally obligated to incur for the retirement of a tangible capital asset. The municipality has not attempted to identify buildings which may contain asbestos and require remediation upon the retirement of the building. A liability has not been recognized for these costs. As insufficient information is available with regards to the extent and expected costs of the likely remediation activities, we are unable to determine the asset retirement obligation liability that would have been recognized on the current or prior year's statement of financial position, or the impacts on expenses, surplus and accumulated surplus of the current or prior year.

PS 3280 asset retirement obligations also requires the municipality to recognize a liability at the reporting date for future costs that the municipality is legally obligated to incur for the decommissioning and post closure monitoring costs of its landfill. The municipality has estimated the remediation costs of \$23,842. As insufficient information is available to support this estimate, we are unable to assess the appropriateness of the asset retirement obligation liability that should have been recognized on the current or prior year's statement of financial position, or the impacts on expenses, surplus and accumulated surplus of the current year. As such, we are unable to determine the impact on the current or prior year's statement of financial position, or the impacts on expenses, surplus and accumulated surplus of the current or prior year.

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.

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
June 12, 2024

R. M. of Clayton No. 333

Hyas, Saskatchewan

Statement 1

Statement of Financial Position as at December 31, 2023

	2023	2022
Assets		
Financial Assets		
Cash and cash equivalents	2,576,407	1,892,262
Investments	636,696	627,542
Taxes receivable - municipal	108,389	146,311
Other accounts receivable	181,734	225,515
Assets held for sale	3,045	3,045
Total Financial Assets	<u>3,506,271</u>	<u>2,894,675</u>
Liabilities		
Accounts payable	228,499	70,863
Asset retirement obligation	23,842	23,842
Other liabilities	180	60
Long-term debt	928,636	1,114,807
Total Liabilities	<u>1,181,157</u>	<u>1,209,572</u>
Net Financial Assets	<u>2,325,114</u>	<u>1,685,103</u>
Non-Financial Assets		
Tangible capital assets	5,551,694	5,668,931
Prepayments and deferred charges	5,393	5,339
Stock and supplies	213,437	240,776
Total Non-Financial Assets	<u>5,770,524</u>	<u>5,915,046</u>
Accumulated Surplus Excluding Remeasurement Gains	<u>\$ 8,095,638</u>	<u>\$ 7,600,149</u>

R. M. of Clayton No. 333
Statement of Operations
For the year ended December 31, 2023

Statement 2

	2023 Budget	2023 Actual	2022 Actual
Revenues			
Tax revenue	2,538,140	2,533,582	2,458,648
Fees and charges	74,950	85,375	102,121
Conditional grants	34,510	32,249	10,830
Tangible capital asset sales - gain		8,789	
Land sales - gain		1	
Investment income	16,500	44,433	12,080
Provincial/federal capital grants and contributions	161,280	165,989	924,713
Total Revenues	<u>2,825,380</u>	<u>2,870,418</u>	<u>3,508,392</u>
Expenses			
General government services	426,175	368,811	376,490
Protective services	59,140	62,975	48,040
Transportation services	2,097,085	1,840,832	1,774,985
Environmental and public health services	112,470	90,083	73,964
Planning and development services	3,520	3,520	3,520
Recreation and cultural services	8,710	8,708	7,962
Total Expenses	<u>2,707,100</u>	<u>2,374,929</u>	<u>2,284,961</u>
Surplus of Revenue over Expenses	118,280	495,489	1,223,431
Accumulated Surplus Excluding Remeasurement Gains, Beginning of Year	<u>7,600,149</u>	<u>7,600,149</u>	<u>6,376,718</u>
Accumulated Surplus Excluding Remeasurement Gains, End of Year	<u>\$ 7,718,429</u>	<u>\$ 8,095,638</u>	<u>\$ 7,600,149</u>

R. M. of Clayton No. 333
Statement of Change in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget	2023 Actual	2022 Actual
Surplus	<u>118,280</u>	<u>495,489</u>	<u>1,223,431</u>
(Acquisition) of tangible capital assets		(183,247)	(1,911,684)
Amortization of tangible capital assets		273,763	261,623
Proceeds on disposal of tangible capital assets		35,510	
Loss (gain) on the disposal of tangible capital assets		<u>(8,790)</u>	
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>117,236</u>	<u>(1,650,061)</u>
(Acquisition) of supplies inventories		(176,588)	(260,152)
(Acquisition) of prepaid expense		(54)	
Consumption of supplies inventory		203,928	237,547
Use of prepaid expense			<u>4,264</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>27,286</u>	<u>(18,341)</u>
Increase (Decrease) in Net Financial Assets	118,280	640,011	(444,971)
Net Financial Assets, beginning of year	<u>1,685,103</u>	<u>1,685,103</u>	<u>2,130,074</u>
Net Financial Assets, End of Year	<u>\$ 1,803,383</u>	<u>\$ 2,325,114</u>	<u>\$ 1,685,103</u>

R. M. of Clayton No. 333
Statement of Cash Flow
For the year ended December 31, 2023

Statement 4

	2023	2022
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	495,489	1,223,431
Amortization	273,763	261,623
Loss (gain) on disposal of tangible capital assets	(8,790)	
	760,462	1,485,054
Change in Assets/Liabilities		
Taxes receivable - municipal	37,922	(33,598)
Other receivables	43,781	(99,803)
Accounts payable	157,640	(98,292)
Deferred revenue		(212,197)
Other liabilities	120	(120)
Stock and supplies for use	27,338	(22,604)
Prepayments and deferred charges	(54)	4,264
Cash Provided by Operating Transactions	1,027,209	1,022,704
Capital:		
Acquisition of capital assets	(183,247)	(1,911,684)
Proceeds on sale of tangible capital assets	35,510	
Cash Applied to Capital Transactions	(147,737)	(1,911,684)
Investing:		
Proceeds on disposal of investments		12,862
Acquisition in investment	(9,155)	
Cash Provided by (Applied to) Investing Transactions	(9,155)	12,862
Financing:		
Proceeds from debt issues		1,100,000
Debt repayment	(186,172)	(200,239)
Cash Provided by (Applied to) Financing Transactions	(186,172)	899,761
Change in Cash and Cash Equivalents During the Year	684,145	23,643
Cash and cash equivalents, beginning of year	1,892,262	1,868,619
Cash and Cash Equivalents, End of Year	\$ 2,576,407	\$ 1,892,262

R. M. of Clayton No. 333
Notes to Summary Financial Statements
For the year ended December 31, 2023

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, 2023 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.