

**RURAL MUNICIPALITY OF ABERDEEN NO. 373**

**Auditor's Report**

**Summarized Financial Statements**

**December 31, 2022**

## MANAGEMENT'S RESPONSIBILITY

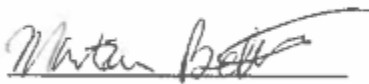
To the Ratepayers of  
**Rural Municipality of Aberdeen No. 373 :**

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 and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of 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.

Jensen Stromberg Chartered Professional Accountants, an independent firm of Chartered Professional Accountants, is appointed by the councilors 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  
SUMMARIZED FINANCIAL STATEMENTS**

To the **Reeve** and Council of **Rural Municipality of Aberdeen No. 373**

The accompanying summarized consolidated statements of financial position, financial activities, changes in net financial assets and changes in financial position are derived from the complete consolidated financial statements of **Rural Municipality of Aberdeen No. 373** as at **December 31, 2022** and for the year then ended on which we expressed an opinion without reservation in our report dated June 23, 2023.

These summarized financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summarized financial statements, therefore, is not a substitute for reading the audited financial statement of **Rural Municipality of Aberdeen No. 373**.

*Management's Responsibility for the Summarized Statements*

Management is responsible for the preparation and fair presentation of these summarized 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 summarized financial statements that are free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

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

*Opinion*

In our opinion, the summarized financial statements derived from the audited financial statements of **Rural Municipality of Aberdeen No. 373** for the year ended **December 31, 2022** are a fair summary of those financial statements, in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan  
June 23, 2023



Chartered Professional Accountants

# RURAL MUNICIPALITY OF ABERDEEN NO. 373

Statement 1

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2022  
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> (Restated)
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and temporary investments	\$ 2,033,651	2,160,620
Taxes receivable	223,340	260,808
Other accounts receivable	180,809	157,327
Assets held for sale	-	-
Long-term investments	221,234	142,281
Other	-	-
Loans and notes receivable	<u>61,986</u>	<u>28,943</u>
Total financial assets	2,721,020	2,749,979
<b><u>LIABILITIES</u></b>		
Bank indebtedness	-	-
Accounts payable	115,971	43,857
Accrued liabilities payable	-	-
Deposits	35,000	-
Deferred revenue	28,596	27,296
Accrued landfill costs	-	-
Other liabilities	-	-
Long-term debt	-	-
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>179,567</u>	<u>71,153</u>
<b>NET FINANCIAL ASSETS</b>	2,541,453	2,678,826
Non-financial assets:		
Tangible capital assets	10,588,011	10,376,312
Prepaid and deferred charges	23,320	4,784
Stock and supplies	<u>301,990</u>	<u>185,412</u>
Total non-financial assets	<u>10,913,321</u>	<u>10,566,508</u>
Accumulated surplus (deficit)	<u>\$13,454,774</u>	<u>13,245,334</u>

**APPROVED ON BEHALF OF COUNCIL:**

\_\_\_\_\_ Reeve  
\_\_\_\_\_ Councillor

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ABERDEEN NO. 373

Statement 2

## CONSOLIDATED 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> (Restated)
Revenues:			
Taxes and other unconditional revenue	\$ 2,393,770	2,392,977	2,298,860
Fees and charges	198,420	526,620	592,780
Conditional grants	4,000	4,342	20,761
Tangible capital asset sales - gain (loss)	148,000	130,596	2,434
Land sales - gain (loss)	-	-	-
Investment income and commissions	1,550	8,123	1,501
Restructurings	-	-	27,399
Other revenues	<u>9,870</u>	<u>7,968</u>	<u>7,734</u>
Total Revenues	2,755,610	3,070,626	2,951,469
Expenditures:			
General government services	514,580	469,317	446,349
Protective services	195,000	176,453	191,447
Transportation services	1,660,880	1,765,008	1,519,759
Environmental and public health services	63,190	51,146	51,876
Planning and development services	33,630	25,888	25,869
Recreation and cultural services	41,850	53,400	73,230
Utility services	<u>2,170</u>	<u>379,260</u>	<u>357,452</u>
Total Expenditures	<u>2,511,300</u>	<u>2,920,472</u>	<u>2,665,982</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>244,310</u>	<u>150,154</u>	<u>285,487</u>
Provincial/Federal capital grants and contributions	<u>198,000</u>	<u>59,286</u>	<u>205,819</u>
Surplus (deficit) of revenues over expenditures	442,310	209,440	491,306
Accumulated surplus (deficit), beginning of year	<u>13,245,334</u>	<u>13,245,334</u>	<u>12,754,028</u>
Accumulated surplus (deficit), end of year	<u>\$ 13,687,644</u>	<u>13,454,774</u>	<u>13,245,334</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ABERDEEN NO. 373

Statement 3

## CONSOLIDATED 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> (Restated)
<b>Surplus (deficit)</b>	\$ <u>442,310</u>	<u>209,440</u>	<u>491,306</u>
(Acquisition) of tangible capital assets	-	(688,625)	(349,906)
Amortization of tangible capital assets	344,910	453,256	455,262
Proceeds on disposal of tangible capital assets	-	154,268	5,560
Loss (gain) on disposal of tangible capital assets	(148,000)	(130,596)	(2,434)
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>(27,399)</u>
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>196,910</u>	<u>(211,697)</u>	<u>81,083</u>
(Acquisition) of supplies inventories	-	(116,580)	(185,412)
(Acquisition) of prepaid expenses	-	(18,536)	(4,785)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>-</u>	<u>1,368</u>
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>196,910</u>	<u>(135,116)</u>	<u>(188,829)</u>
<b>Increase (decrease) in Net Financial Assets</b>	836,130	(137,373)	383,560
<b>Net Financial Assets - Beginning of the year</b>	<u>2,678,826</u>	<u>2,678,826</u>	<u>2,295,266</u>
<b>Net Financial Assets - End of year</b>	<u>\$ 3,514,956</u>	<u>2,541,453</u>	<u>2,678,826</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF ABERDEEN NO. 373

Statement 4

## CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2022  
with comparative figures for 2021

	<u>2022</u>	<u>2021</u> (Restated)
<b>Cash provided by (used in) the following activities:</b>		
Operating:		
Surplus (deficit)	\$ 209,440	491,306
Amortization	453,256	455,262
Loss (gain) on disposal of tangible capital assets	(130,596)	(2,434)
Restructuring (surplus) deficit	<u>-</u>	<u>(27,399)</u>
	532,100	916,735
Change in assets/liabilities		
Taxes receivable - Municipal	37,469	(36,072)
Other accounts receivable	(23,481)	(25,924)
Assets held for sale	-	-
Other financial assets	(33,042)	20,174
Accounts and accrued liabilities payable	72,111	(261,194)
Deposits	35,000	-
Deferred revenue	1,299	915
Accrued landfill costs	-	-
Stock and supplies for use	(116,578)	(185,412)
Prepayments and deferred charges	(18,536)	(3,416)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>486,342</u>	<u>425,806</u>
Capital:		
Cash used to acquire tangible capital assets	(688,627)	(349,906)
Proceeds on sale of tangible capital assets	154,268	5,560
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(534,359)</u>	<u>(344,346)</u>
Investing:		
Proceeds on disposal of investments	(78,952)	(96,107)
Acquisition in investment	<u>-</u>	<u>-</u>
Net cash used for investing	<u>(78,952)</u>	<u>(96,107)</u>
Financing activities:		
Proceeds from debt issues	-	-
Debt repayment	-	-
Other financing	<u>-</u>	<u>-</u>
Net cash from financing	<u>-</u>	<u>-</u>
Increase (decrease) in cash resources	(126,969)	(14,647)
Cash and temporary investments, beginning of year	<u>2,160,620</u>	<u>2,175,267</u>
Cash and temporary investments, end of year	<u>\$ 2,033,651</u>	<u>2,160,620</u>

See accompanying notes to the financial statements.

# **RURAL MUNICIPALITY OF ABERDEEN NO. 373**

## **NOTES TO THE CONSOLIDATED 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 Aberdeen No. 373 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.