

# **RURAL MUNICIPALITY OF REFORD NO. 379**

**Auditor's Report**

**Summarized Financial Statements**

**December 31, 2023**

## MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of  
**Rural Municipality of Reford No. 379:**

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



Bill Jensen, CPA, CA\*  
Tyler Olafson, CPA, CA\*  
Jared Udchic, CPA\*  
Dylan Peace, CPA\*

\*denotes professional corporation

## REPORT OF THE INDEPENDENT AUDITOR ON SUMMARY FINANCIAL STATEMENTS

To the **Reeve** and Council of **Rural Municipality of Reford No. 379**

### *Opinion*

The summary financial statements, which comprise the summary statement of financial position as at **December 31, 2023**, the summary statement of financial activities, summary statement of changes in net financial assets, summary statement of changes in financial position, and summary statement of rereasurement gains and losses for the year then ended are derived from the audited financial statements of **Rural Municipality of Reford No. 379** as at **December 31, 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.

### *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 modified audit opinion on the audited financial statements in our report dated August 8, 2024.

### *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."

A handwritten signature in cursive script that reads "Jensen Stromberg".

Saskatoon, Saskatchewan  
August 8, 2024

Chartered Professional Accountants

# RURAL MUNICIPALITY OF REFORD NO. 379

Statement 1

## STATEMENT OF FINANCIAL POSITION

December 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u> (Restated)
<b><u>ASSETS</u></b>		
Financial assets:		
Cash and cash equivalents	\$ 2,171,107	1,957,243
Investments	-	-
Taxes receivable - Municipal	32,075	16,004
Other accounts receivable	106,611	15,068
Assets held for sale	-	-
Long-term receivables	55,123	48,631
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	2,364,916	2,036,946
<b><u>LIABILITIES</u></b>		
Bank indebtedness	-	-
Accounts payable	173,066	14,011
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	-	-
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt	-	-
Lease obligations	84,526	194,138
	<hr/>	<hr/>
Total liabilities	257,592	208,149
<b>NET FINANCIAL ASSETS (DEBT)</b>	2,107,324	1,828,797
Non-financial assets:		
Tangible capital assets	2,695,368	2,685,215
Prepaid and deferred charges	1,749	25,083
Stock and supplies	178,367	111,776
	<hr/>	<hr/>
Total non-financial assets	2,875,484	2,822,074
Accumulated surplus (deficit)	<u>\$ 4,982,808</u>	<u>4,650,871</u>
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses)	4,982,808	4,650,871
Accumulated remeasurement gains (losses) (Statement 5)	-	-

### APPROVED ON BEHALF OF COUNCIL:

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

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF REFORD NO. 379

Statement 2

## STATEMENT OF FINANCIAL ACTIVITIES

**Year ended December 31, 2023**  
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u> (Restated)
Revenues:			
Tax revenue	\$ 2,045,450	2,034,357	1,828,098
Other unconditional revenue	160,590	174,043	160,531
Fees and charges	22,500	25,915	23,002
Conditional grants	3,070	2,930	8,028
Tangible capital asset sales - gain (loss)	1,500	(36,023)	1,500
Land sales - gain (loss)	-	-	-
Investment income	11,750	15,985	7,119
Commissions	-	-	-
Restructurings	-	-	-
Other revenues	-	-	-
Provincial/Federal capital grants and contributions	<u>83,000</u>	<u>27,822</u>	<u>26,691</u>
Total Revenues	<u>2,327,860</u>	<u>2,245,029</u>	<u>2,054,969</u>
Expenditures:			
General government services	365,059	436,768	220,775
Protective services	69,865	41,985	44,696
Transportation services	1,510,366	1,387,546	1,234,966
Environmental and public health services	22,024	20,323	23,309
Planning and development services	-	-	-
Recreation and cultural services	22,051	17,595	22,445
Utility services	5,550	8,875	8,404
Restructurings	-	-	-
Total Expenditures	<u>1,994,915</u>	<u>1,913,092</u>	<u>1,554,595</u>
Surplus (deficit) of revenues over expenditures	332,945	331,937	500,374
Accumulated surplus (deficit) excluding remeasurement gains (losses), beginning of year	<u>4,650,871</u>	<u>4,650,871</u>	<u>4,150,497</u>
Accumulated surplus (deficit) excluding remeasurement gains (losses), end of year	<u>\$ 4,983,816</u>	<u>4,982,808</u>	<u>4,650,871</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF REFORD NO. 379

Statement 3

## STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2023  
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u> (Restated)
<b>Surplus (deficit)</b>	\$ 332,945	331,937	500,374
(Acquisition) of tangible capital assets	-	(355,677)	(39,140)
Amortization of tangible capital assets	9,100	300,401	347,489
Proceeds on disposal of tangible capital assets	-	9,100	1,500
Loss (gain) on disposal of tangible capital assets	(1,500)	36,023	(1,500)
Transfer of assets/liabilities in restructuring transactions	-	-	-
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>7,600</u>	<u>(10,153)</u>	<u>308,349</u>
(Acquisition) of supplies inventories	-	(139,518)	-
(Acquisition) of prepaid expenses	-	(759)	(24,750)
Consumption of supplies inventories	-	72,927	72,078
Use of prepaid expenses	-	24,093	-
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>-</u>	<u>(43,257)</u>	<u>47,328</u>
Unrealized remeasurement gains (losses)	-	-	-
<b>Increase (decrease) in Net Financial Assets</b>	340,545	278,527	856,051
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>1,828,797</u>	<u>1,828,797</u>	<u>972,746</u>
<b>Net Financial Assets (Debt) - End of year</b>	<u>\$ 2,169,342</u>	<u>2,107,324</u>	<u>1,828,797</u>

See accompanying notes to the financial statements.

# RURAL MUNICIPALITY OF REFORD NO. 379

Statement 4

## STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2023  
with comparative figures for 2022

	<u>2023</u>	<u>2022</u> (Restated)
<b>Cash provided by (used in) the following activities:</b>		
Operating:		
Surplus (deficit)	\$ 331,937	500,374
Amortization	300,401	347,489
Loss (gain) on disposal of tangible capital assets	<u>36,023</u>	<u>(1,500)</u>
	668,361	846,363
Change in assets/liabilities		
Taxes receivable - Municipal	(16,070)	3,621
Other accounts receivable	(91,543)	22,073
Assets held for sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	159,055	7,641
Deposits	-	-
Deferred revenue	-	-
Asset retirement obligations	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	(66,591)	72,078
Prepayments and deferred charges	23,334	(24,750)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>676,546</u>	<u>927,026</u>
Capital:		
Cash used to acquire tangible capital assets	(355,677)	(39,140)
Proceeds on disposal of tangible capital assets	9,100	1,500
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(346,577)</u>	<u>(37,640)</u>
Investing:		
Decrease (increase) in restricted cash	-	-
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	<u>(6,492)</u>	<u>12,796</u>
Net cash from (used for) investing	<u>(6,492)</u>	<u>12,796</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	<u>(109,613)</u>	<u>(105,804)</u>
Net cash used for financing	<u>(109,613)</u>	<u>(105,804)</u>
Change in cash and cash equivalents during the year	213,864	796,378
Cash and cash equivalents, beginning of year	<u>1,957,243</u>	<u>1,160,865</u>
Cash and cash equivalents, end of year	<u>\$ 2,171,107</u>	<u>1,957,243</u>

See accompanying notes to the financial statements.

**RURAL MUNICIPALITY OF REFORD NO. 379**

**Statement 5**

**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**

**Year ended December 31, 2023**  
with comparative figures for 2022

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
<b>Accumulated remeasurement gains (losses), beginning of year</b>	\$ -	-
Unrealized gains (losses)		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Reclassified to the Statement of Financial Activities		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses)	-	-
<b>Accumulated remeasurement gains (losses), end of year</b>	<u>\$ -</u>	<u>-</u>

See accompanying notes to the financial statements.



**RURAL MUNICIPALITY OF REFORD NO. 379**  
**NOTES TO THE SUMMARIZED FINANCIAL STATEMENTS**

**December 31, 2023**

**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, 2023 and December 31, 2022, 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 Reford No. 379 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.

## RURAL MUNICIPALITY OF REFORD NO. 379

## SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2023  
with comparative figures for 2022

<b>Position</b>	<b>Name</b>	<b><u>Remuneration</u></b>	<b><u>Reimbursed Costs</u></b>	<b><u>Total</u></b>
Reeve	Todd Miller	\$ 2,200	200	2,400
Councillor	Jason Delainey	2,000	200	2,200
(Former) Reeve	Gerald Gerlinsky	4,475	3,175	7,650
Councillor	Daryl Glackin	3,538	1,175	4,713
Councillor	Rebecca Huber	1,400	400	1,800
Councillor	Evan Johnson	4,075	3,100	7,175
(Former) Councillor	Nathan Keller	1,100	1,600	2,700
Councillor	Brett Sittler	2,600	-	2,600
(Former) Councillor	Quentin Sittler	1,300	375	1,675
(Former) Councillor	Greg Sutherland	1,650	3,200	4,850
Councillor	Lyle Ulsifer	2,450	1,575	4,025
Total		<u>\$ 26,788</u>	<u>15,000</u>	<u>41,788</u>

See accompanying notes to the financial statements.