

INDEPENDENT AUDITOR'S REPORT

To the Council of the R.M. of Caledonia No. 99:

Opinion

We have audited the financial statements of the R.M. of Caledonia No. 99 (the Municipality), which comprise the statement of financial position as at December 31, 2020, and the statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter: Supplemental Information

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. Schedules 1, 2, 3, 7 and 10 are presented for purposes of additional information and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the financial statements taken as a whole.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Weyburn, Saskatchewan
May 4, 2021



Chartered Professional Accountants

R.M. of Caledonia No. 099
SYNOPSIS OF ANNUAL FINANCIAL STATEMENT

Statement of Financial Position
As at December 31, 2020

	Statement 1	
	2020	2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 1,144,874	\$ 856,599
Taxes Receivable - Municipal (Note 3)	79,636	94,178
Other Accounts Receivable (Note 4)	34,134	32,765
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	64,784	61,570
Debt Charges Recoverable	-	-
Other	-	-
Total financial assets	1,323,428	1,045,112
LIABILITIES		
Bank indebtedness (Note 7)	-	-
Accounts Payable	84,194	50,263
Accrued Liabilities Payable	24,791	23,181
Deposits	-	-
Deferred Revenue (Note 8)	35,239	26
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 9)	19,073	81,321
Lease Obligations	-	-
Total liabilities	163,297	154,791
NET FINANCIAL ASSETS	1,160,131	890,321
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	1,765,607	1,670,283
Prepayments and Deferred Charges	652	146
Stock and supplies	21,374	94,959
Other	-	-
Total Non-Financial Assets	1,787,633	1,765,388
ACCUMULATED SURPLUS (Schedule 8)	\$ 2,947,764	\$ 2,655,709

Statement of Operations and Accumulated Surplus
As at December 31, 2020

Statement 2

	Budget 2020	2020	2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,028,314	\$ 1,028,486	\$ 1,038,578
Fees and Charges (Schedule 4, 5)	5,150	25,664	63,727
Conditional Grants (Schedule 4, 5)	5,420	7,554	7,473
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	(48,189)	-
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	7,000	12,173	16,579
Restructurings (Schedule 4, 5)	-	-	-
Other Revenues (Schedule 4, 5)	-	14,615	1,832
Total Revenues	1,045,884	1,040,303	1,128,189
EXPENSES			
General Government Services (Schedule 3)	160,316	166,401	192,697
Protective Services (Schedule 3)	13,900	12,406	13,259
Transportation Services (Schedule 3)	808,095	563,403	696,892
Environmental and Public Health Services (Schedule 3)	33,500	29,634	37,856
Planning and Development Services (Schedule 3)	3,603	3,603	3,765
Recreation and Cultural Services (Schedule 3)	5,785	5,539	5,743
Utility Services (Schedule 3)	7,336	4,330	6,371
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,032,535	785,316	956,583
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	13,349	254,987	171,606
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	25,755	37,068	42,917
Surplus (Deficit) of Revenues over Expenses	39,104	292,055	214,523
Accumulated Surplus (Deficit), Beginning of Year	2,655,709	2,655,709	2,441,186
ACCUMULATED SURPLUS - END OF YEAR	\$ 2,694,813	\$ 2,947,764	\$ 2,655,709

Statement of Change in Net Financial Assets

As at December 31, 2020

Statement 3

	Budget 2020	2020	2019
Surplus (Deficit)	\$ 39,104	\$ 292,055	\$ 214,523
(Acquisition) of tangible capital assets	(185,000)	(429,893)	(67,917)
Amortization of tangible capital assets	111,380	111,380	143,306
Proceeds on disposal of tangible capital assets	-	175,000	-
Loss (gain) on the disposal of tangible capital assets	-	48,189	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(73,620)	(95,324)	75,389
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expense	-	(506)	-
Consumption of supplies inventory	-	73,585	21,494
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	73,079	21,494
Increase/Decrease in Net Financial Assets	(34,516)	269,810	311,406
Net Financial Assets (Debt) - Beginning of Year	890,321	890,321	578,915
Net Financial Assets (Debt) - End of Year	\$ 855,805	\$ 1,160,131	\$ 890,321

Schedule of Council Remuneration

As at December 31, 2020

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Reeve	Mark Beck	\$ 1,943	\$ 186	\$ 2,129
Councillor	William Brown	1,125	48	1,173
Councillor	Aaron Davidson	1,375	243	1,618
Councillor	Chris Williams	1,125	-	1,125
Councillor	Chad Nicholas	1,375	165	1,540
Councillor	Ed Schiefner	1,500	45	1,545
Councillor	Darcy Phillips	1,500	478	1,978
Councillor	Shoat Brice	125	33	158
Total		\$ 10,068	\$ 1,198	\$ 11,266

Statement of Cash Flows

As at December 31, 2020

Statement 4

Cash provided by (used for) the following activities

	2020	2019
Operating:		
Surplus (Deficit)	\$ 292,055	\$ 214,523
Amortization	111,380	143,306
Loss (gain) on disposal of tangible capital assets	48,189	-
	451,624	357,829
Change in assets/liabilities		
Taxes Receivable - Municipal	14,541	103,894
Other Receivables	(1,369)	20,253
Accrued Liabilities Payable	1,610	10,295
Accounts Payable	33,931	(144,043)
Deferred Revenue	35,213	-
Prepayments and Deferred Charges	(506)	-
Stock and supplies	73,585	21,494
	157,005	11,893
Cash provided by operating transactions	608,629	369,722
Capital:		
Acquisition of capital assets	(429,893)	(67,917)
Proceeds from the disposal of capital assets	175,000	-
Cash applied to capital transactions	(254,893)	(67,917)
Investing:		
Long-Term Investments	(3,214)	(5,154)
Other	-	-
Cash provided by (applied to) investing transactions	(3,214)	(5,154)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(62,247)	(92,367)
Other financing	-	-
Cash provided by (applied to) financing transactions	(62,247)	(92,367)
Change in Cash and Temporary Investments during the year	288,275	204,284
Cash and Temporary Investments - Beginning of Year	856,599	652,315
Cash and Temporary Investments - End of Year (Note 2)	\$ 1,144,874	\$ 856,599