

RURAL MUNICIPALITY OF CANA NO. 214

SYNOPSIS OF ANNUAL FINANCIAL STATEMENT 2020

Miller Moar Grodecki Kreklewich & Chorney

Chartered Professional Accountants

INDEPENDENT AUDITORS' REPORT

To: The Reeve and Council
Rural Municipality of Caña No. 214

Opinion

We have audited the financial statements of Rural Municipality of Cana No. 214 (the Municipality) which comprise the statement of financial position as at December 31, 2020, and the statements of operations, changes 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 consolidated 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, changes in net financial assets 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 these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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 the consolidated 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 related 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:

Continued on the next page...

- 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 consolidated 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 planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



MILLER MOAR GRODECKI KREKLEWICH & CHORNEY
Chartered Professional Accountants

Melville, Saskatchewan
March 9, 2021

Rural Municipality of Cana No. 214
Statement of Financial Position
As at December 31, 2020

	2020	Statement 1 2019
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	1,891,308	1,288,199
Taxes Receivable - Municipal (Note 3)	87,691	132,634
Other Accounts Receivable (Note 4)	19,487	29,202
Land for Resale (Note 5)	3	3
Long-Term Investments (Note 6)	79,555	75,200
Debt Charges Recoverable	-	-
Other	-	-
Total Financial Assets	2,078,044	1,525,238
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	57,432	11,120
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue	500	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 7)	-	12,478
Lease Obligations	-	-
Total Liabilities	57,932	23,598
NET FINANCIAL ASSETS (DEBT)	2,020,112	1,501,640
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	1,404,940	1,323,614
Prepayments and Deferred Charges	2,073	1,509
Stock and Supplies	221,902	175,427
Other	-	-
Total Non-Financial Assets	1,628,915	1,500,550
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	3,649,027	3,002,190

Rural Municipality of Cana No. 214
Statement of Operations
As at December 31, 2020

	2020 Budget	2020	Statement 2 2019
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,371,590	1,419,640	1,266,456
Fees and Charges (Schedule 4, 5)	26,440	54,113	32,535
Conditional Grants (Schedule 4, 5)	16,900	16,889	73,473
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	(27,701)	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	18,750	17,504	24,815
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	4,500	14,435	10,924
Total Revenues	1,438,180	1,494,880	1,408,203
EXPENSES			
General Government Services (Schedule 3)	268,280	260,731	245,153
Protective Services (Schedule 3)	52,600	53,055	51,604
Transportation Services (Schedule 3)	781,310	686,221	818,939
Environmental and Public Health Services (Schedule 3)	19,610	20,495	19,392
Planning and Development Services (Schedule 3)	5,520	15,223	5,315
Recreation and Cultural Services (Schedule 3)	13,660	13,661	13,444
Utility Services (Schedule 3)	-	-	-
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,140,980	1,049,386	1,153,847
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	297,200	445,494	254,356
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	51,150	201,343	107,001
Surplus (Deficit) of Revenues over Expenses	348,350	646,837	361,357
Accumulated Surplus (Deficit), Beginning of Year	3,002,190	3,002,190	2,640,833
Accumulated Surplus (Deficit), End of Year	3,350,540	3,649,027	3,002,190

Financial Statements in entirety can be found on the municipal website: www.rmofcana.ca/general under "Financial Reports"

Rural Municipality of Cana No. 214
Statement of Change in Net Financial Assets
As at December 31, 2020

	2020 Budget	2020	Statement 3 2019
Surplus (Deficit) of Revenues over Expenses	348,350	646,837	361,357
(Acquisition) of tangible capital assets	(290,000)	(410,795)	(65,785)
Amortization of tangible capital assets	-	117,748	148,279
Proceeds on disposal of tangible capital assets	-	184,020	-
Loss (gain) on the disposal of tangible capital assets	-	27,701	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(290,000)	(81,326)	82,494
(Acquisition) of supplies inventories	-	(221,902)	(175,427)
(Acquisition) of prepaid expense	-	(2,073)	(1,509)
Consumption of supplies inventory	-	175,427	207,221
Use of prepaid expense	-	1,509	1,498
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(47,039)	31,783
Increase/Decrease in Net Financial Assets	58,350	518,472	475,634
Net Financial Assets (Debt) - Beginning of Year	1,501,640	1,501,640	1,026,006
Net Financial Assets (Debt) - End of Year	1,559,990	2,020,112	1,501,640

Rural Municipality of Cana No. 214
Schedule of Council Remuneration
As at December 31, 2020

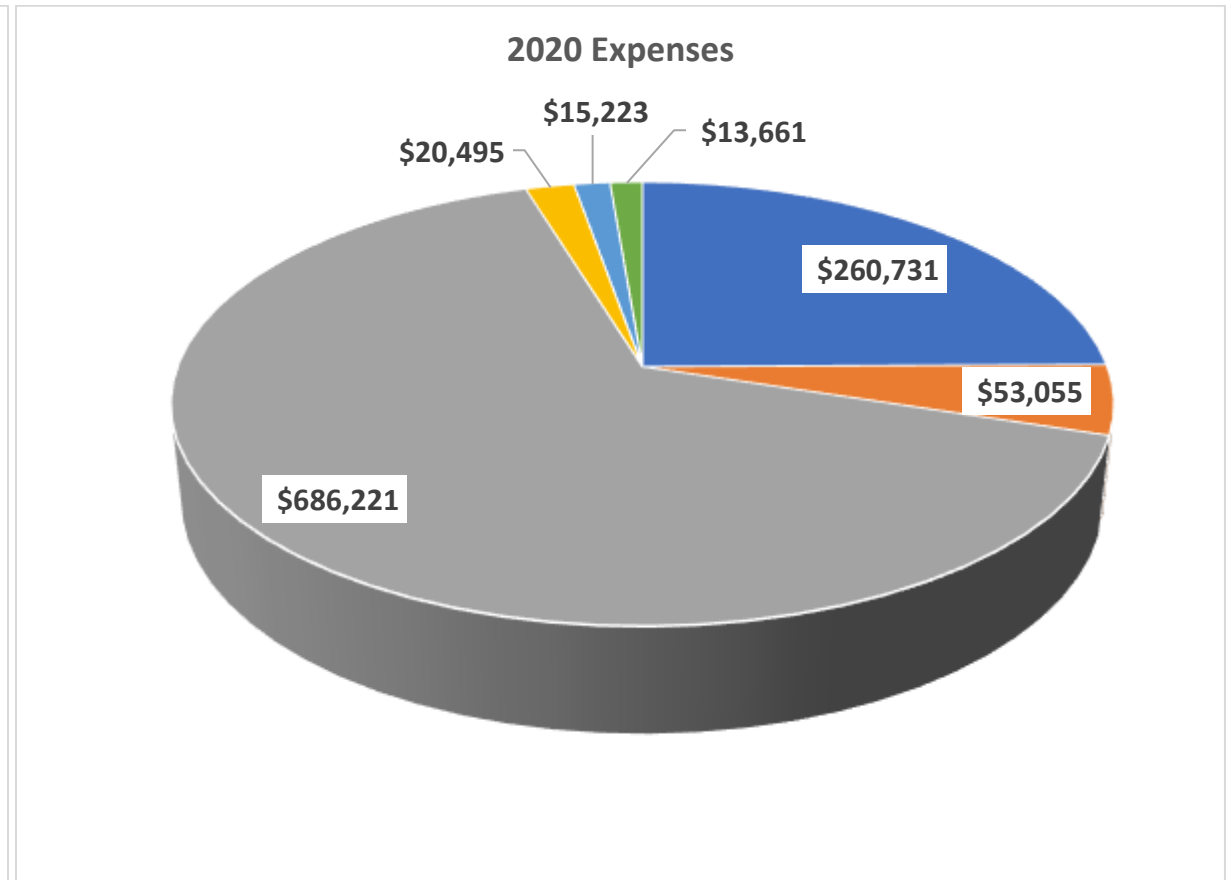
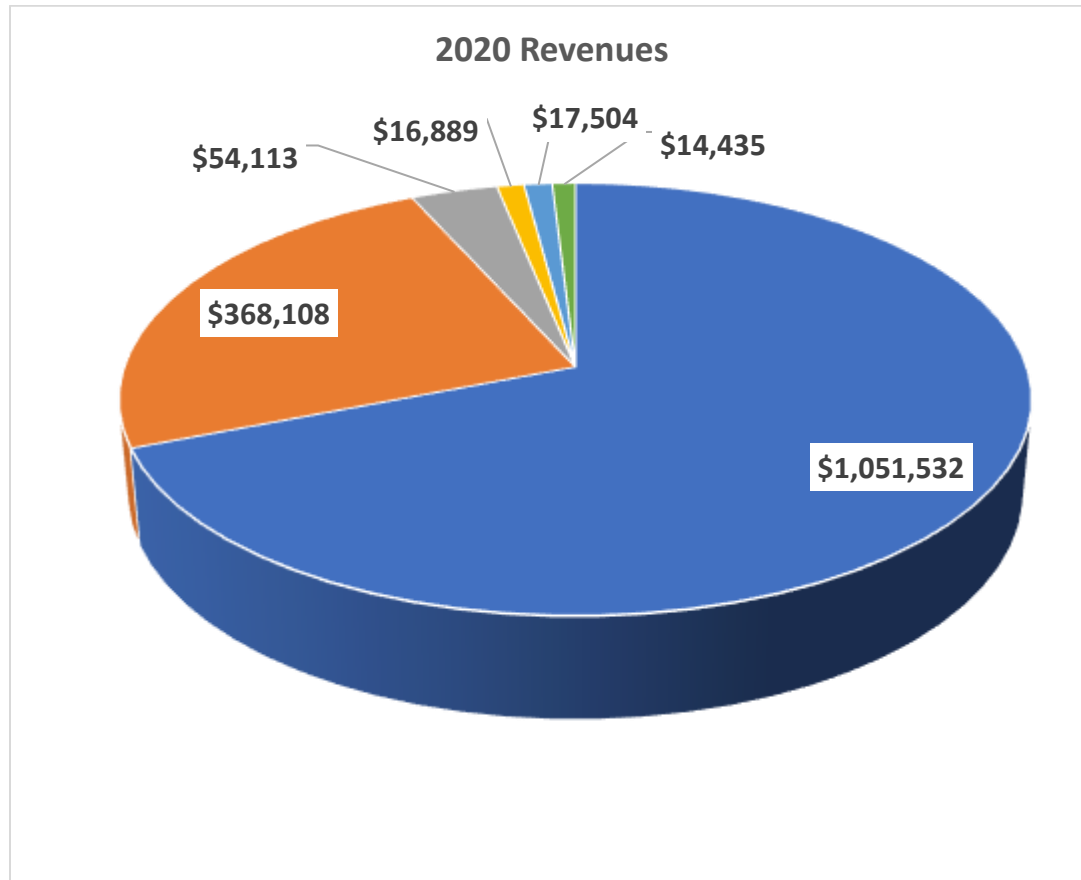
Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Reinson, Brian	10,970	5,608	16,578
Former Reeve	Almasi, Robert	5,850	1,431	7,281
Councillor	Beres, Tim	530	30	560
Councillor	Chaban, Tim	5,010	604	5,614
Councillor	Edlin, Scott	2,930	200	3,130
Councillor	Fritzke, Bradley	540	76	616
Councillor	Gembey, Darcy	6,530	2,335	8,865
Councillor	Yelle, Nelson	4,630	622	5,252
	Other			2,497
Total		36,990	10,906	50,393

Rural Municipality of Cana No. 214
Statement of Cash Flow
As at December 31, 2020

	2020	Statement 4 2019
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit) of Revenues over Expenses	646,837	361,357
Amortization	117,748	148,280
Loss (gain) on disposal of tangible capital assets	27,701	-
	792,286	509,637
Change in assets/liabilities		
Taxes Receivable - Municipal	44,943	(36,817)
Other Receivables	9,715	(8,452)
Land for Resale	-	(2)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	46,312	1,844
Deposits	-	-
Deferred Revenue	500	(500)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	(46,475)	31,794
Prepayments and Deferred Charges	(564)	(11)
Other	-	-
Cash provided by operating transactions	846,717	497,493
Capital:		
Acquisition of capital assets	(410,795)	(65,785)
Proceeds from the disposal of capital assets	184,020	-
Other capital	-	-
Cash applied to capital transactions	(226,775)	(65,785)
Investing:		
Long-term investments	(4,355)	(6,174)
Other investments	-	-
Cash provided by (applied to) investing transactions	(4,355)	(6,174)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(12,478)	(11,438)
Other financing	-	-
Cash provided by (applied to) financing transactions	(12,478)	(11,438)
Change in Cash and Temporary Investments during the year	603,109	414,096
Cash and Temporary Investments - Beginning of Year	1,288,199	874,103
Cash and Temporary Investments - End of Year	1,891,308	1,288,199

Financial Statements in entirety can be found on the municipal website: www.rmofcana.ca/general under "Financial Reports"



REVENUE LEGEND

Revenue Description	Example of Revenue Generated (including, but not limited to)
Municipal Taxes	Annual levies & penalties less discounts
Unconditional Revenues	Revenue Sharing, Grants-in-Lieu, Treaty Land Entitlements
Fees & Charges	Sale of supplies, custom work
Conditional Grants	CTP funding, Rat Control Program, Nuisance Beaver Grant
Investment Income	Interest earned & dividends
Other Revenues	Road Maintenance Agreements, YPUB loan repayments

EXPENSE LEGEND

Expense Description	Example of Services Provided (including, but not limited to)
General Government	Council indemnities, admin. Wages & benefits, memberships (SAMA, APAS, SARM, Assiniboine Watershed etc.)
Protective Services	RCMP levy, City of Melville Fire Protection Agreement levy
Transportation Services	Road gravel, equipment repairs & replacement, crew wages & benefits, fuel
Environmental & Health	Rat inspections, purchase of pest
Planning & Development	Building permit inspections, zoning document amendments
Recreation & Cultural	Library requisitions, regional park donations

Financial Statements in entirety can be found on the municipal website: www.rmofcana.ca/general under "Financial Reports"