

RURAL MUNICIPALITY OF CANA NO. 214

SYNOPSIS OF ANNUAL FINANCIAL STATEMENT 2022

INDEPENDENT AUDITORS' REPORT

To: The Reeve and Council
Rural Municipality of Cana 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, 2022, 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, 2022, 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:

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- 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.

Prairie Strong

PRAIRIE STRONG
Chartered Professional Accountants

Melville, Saskatchewan
April 11, 2023

Rural Municipality of Cana No. 214
Statement of Financial Position
As at December 31, 2022

	2022	Statement 1 2021
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	2,710,619	2,376,126
Taxes Receivable - Municipal (Note 3)	76,478	78,685
Other Accounts Receivable (Note 4)	54,576	27,011
Assets Held for Sale (Note 5)	3	3
Long-Term Investments (Note 6)	67,745	85,298
Debt Charges Recoverable	-	-
Other	-	-
Total Financial Assets	2,909,421	2,567,123
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	365,475	11,855
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue	8,000	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 7)	-	-
Lease Obligations	-	-
Total Liabilities	373,475	11,855
NET FINANCIAL ASSETS (DEBT)	2,535,946	2,555,268
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	1,781,513	1,487,633
Prepayments and Deferred Charges	17,515	12,727
Stock and Supplies	145,689	158,553
Other	-	-
Total Non-Financial Assets	1,944,717	1,658,913
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	4,480,663	4,214,181

Contingent Liabilities (Note 8)

Rural Municipality of Cana No. 214
Statement of Operations
As at December 31, 2022

	2022 Budget	2022	Statement 2 2021
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,409,290	1,409,901	1,417,700
Fees and Charges (Schedule 4, 5)	33,980	47,583	58,487
Conditional Grants (Schedule 4, 5)	24,710	24,030	21,030
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	13,860	-
Land Sales - Gain (Schedule 4, 5)	-	200	-
Investment Income and Commissions (Schedule 4, 5)	11,840	40,506	11,831
Restructurings (Schedule 4,5)	-	-	-
Other Revenues (Schedule 4, 5)	1,000	3,437	57,365
Total Revenues	1,480,820	1,539,517	1,566,413
EXPENSES			
General Government Services (Schedule 3)	285,310	276,476	267,501
Protective Services (Schedule 3)	63,600	59,913	67,277
Transportation Services (Schedule 3)	937,500	915,541	734,537
Environmental and Public Health Services (Schedule 3)	29,750	25,853	22,217
Planning and Development Services (Schedule 3)	2,200	8,381	1,710
Recreation and Cultural Services (Schedule 3)	13,660	13,661	13,661
Utility Services (Schedule 3)	-	-	-
Restructurings (Schedule 3)	-	-	-
Total Expenses	1,332,020	1,299,825	1,106,903
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	148,800	239,692	459,510
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	53,580	26,790	105,644
Surplus (Deficit) of Revenues over Expenses	202,380	266,482	565,154
Accumulated Surplus (Deficit), Beginning of Year	4,214,181	4,214,181	3,649,027
Accumulated Surplus (Deficit), End of Year	4,416,561	4,480,663	4,214,181

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, 2022

	2022 Budget	2022	Statement 3 2021
Surplus (Deficit) of Revenues over Expenses	202,380	266,482	565,154
(Acquisition) of tangible capital assets	(479,000)	(450,462)	(238,379)
Amortization of tangible capital assets	-	156,582	155,686
Proceeds on disposal of tangible capital assets	-	13,860	-
Loss (gain) on the disposal of tangible capital assets	-	(13,860)	-
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (Deficit) of capital expenses over expenditures	(479,000)	(293,880)	(82,693)
(Acquisition) of supplies inventories	-	(145,689)	(128,553)
(Acquisition) of prepaid expense	-	(17,515)	(12,727)
Consumption of supplies inventory	-	158,553	221,902
Use of prepaid expense	-	12,727	2,073
Surplus (Deficit) of expenses of other non-financial over expenditures	-	8,076	82,695
Increase/Decrease in Net Financial Assets	(276,620)	(19,322)	825,156
Net Financial Assets (Debt) - Beginning of Year	2,555,268	2,555,268	2,020,112
Net Financial Assets (Debt) - End of Year	2,278,648	2,535,946	2,555,268

Rural Municipality of Cana No. 214
Schedule of Council Remuneration
As at December 31, 2022

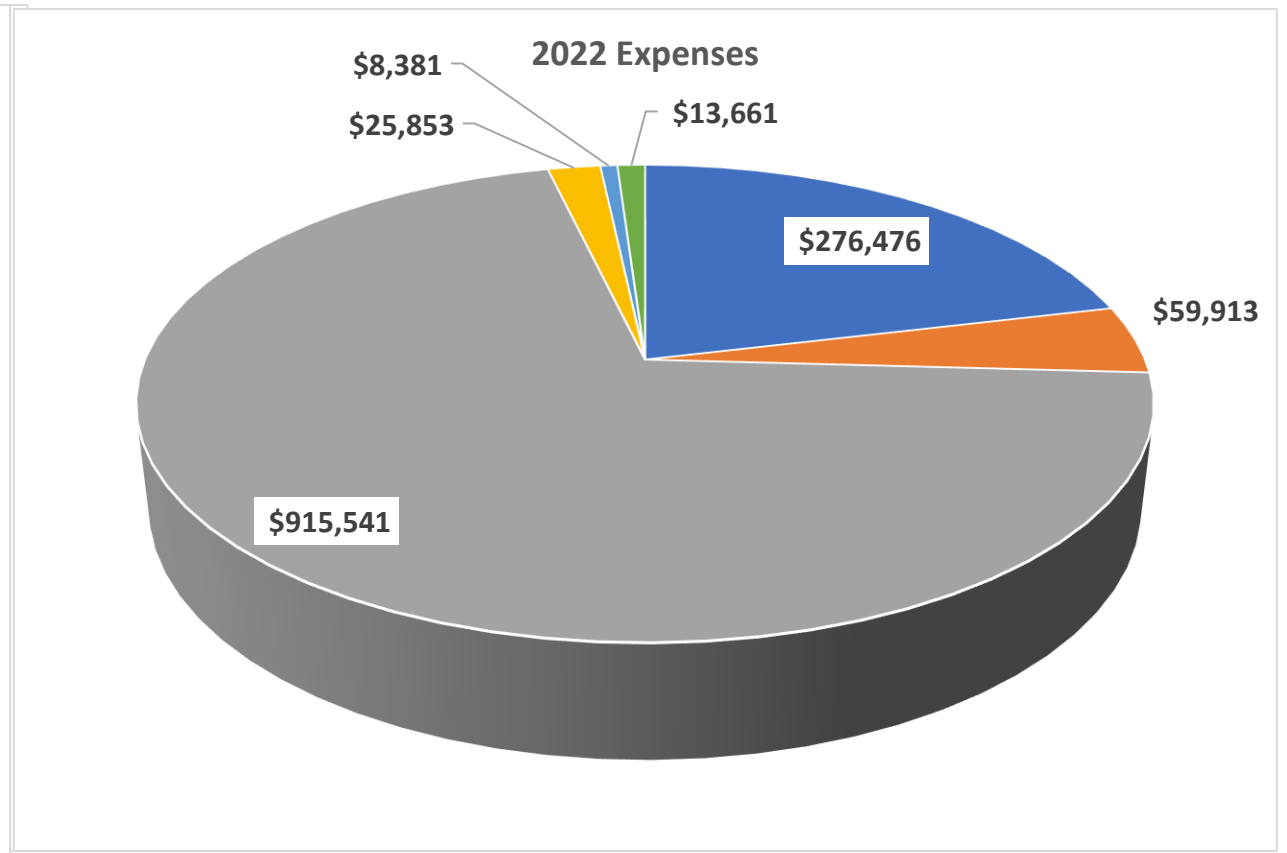
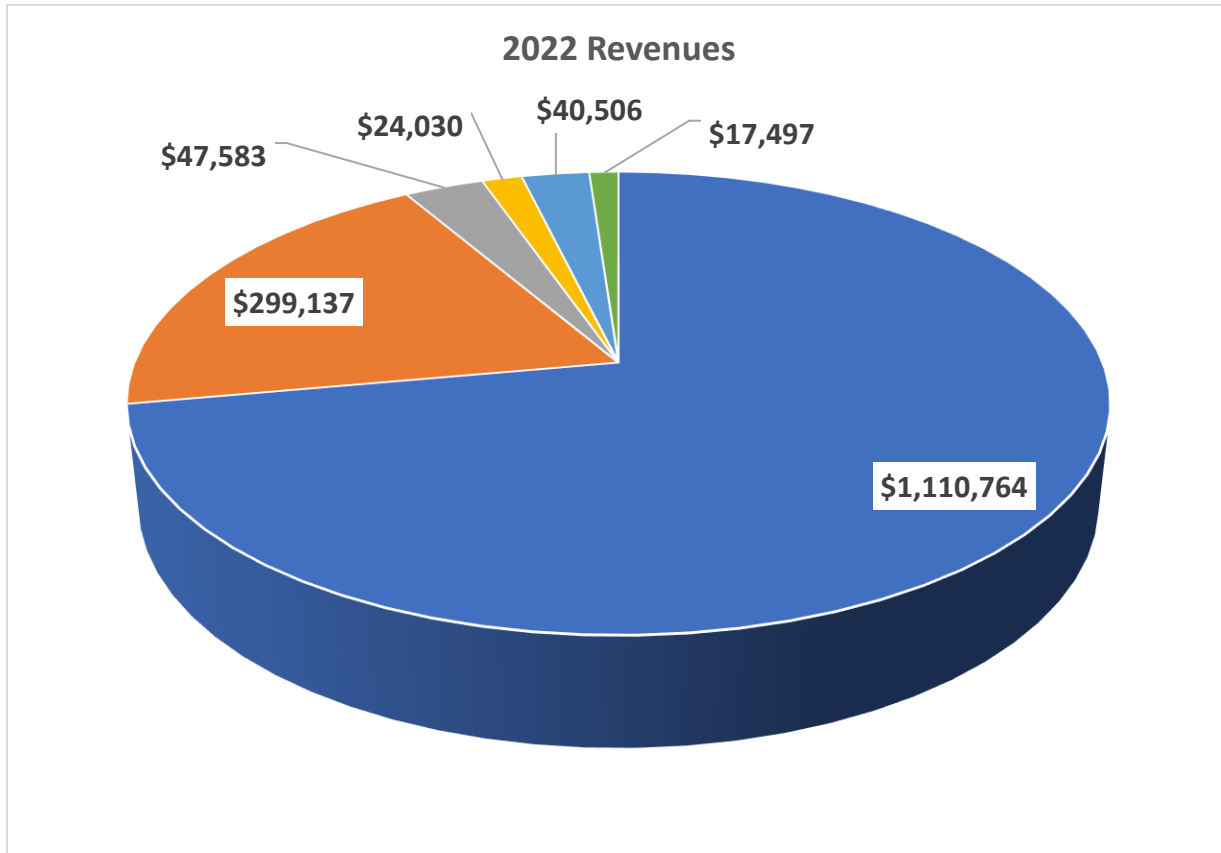
Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Reinson, Brian	13,500	5,446	18,946
Councillor	Almasi, Robert	5,075	1,049	6,124
Councillor	Beres, Tim	3,650	1,324	4,974
Councillor	Chelton, Tim	3,450	208	3,658
Councillor	Edlin, Scott	2,725	513	3,238
Councillor	Gembey, Darcy	9,044	3,757	12,801
Councillor	Yelle, Nelson	5,588	1,092	6,680
Councillor	Yelle, Perry	1,388	282	1,670
	Other	-	-	3,275
Total		44,420	13,671	61,366

Rural Municipality of Cana No. 214
Statement of Cash Flow
As at December 31, 2022

	2022	Statement 4 2021
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit) of Revenues over Expenses	266,482	565,154
Amortization	156,582	155,686
Loss (gain) on disposal of tangible capital assets	(13,860)	-
	409,204	720,840
Change in assets/liabilities		
Taxes Receivable - Municipal	2,207	9,006
Other Receivables	(27,565)	(7,524)
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	353,620	(45,577)
Deposits	-	-
Deferred Revenue	8,000	(500)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	12,864	63,349
Prepayments and Deferred Charges	(4,788)	(10,654)
Other	-	-
Cash provided by operating transactions	753,542	728,940
Capital:		
Cash used to acquire tangible capital assets	(450,462)	(238,379)
Proceeds on sale of tangible capital assets	13,860	-
Cash applied to capital transactions	(436,602)	(238,379)
Investing:		
Proceeds on disposal of investments	17,553	(5,743)
Acquisition in investments	-	-
Cash provided by (applied to) investing transactions	17,553	(5,743)
Financing:		
Debt charges recovered	-	-
Proceeds from debt issues	-	-
Debt repayment	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	334,493	484,818
Cash and Temporary Investments - Beginning of Year	2,376,126	1,891,308
Cash and Temporary Investments - End of Year	2,710,619	2,376,126

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

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