

**RURAL MUNICIPALITY OF CORMAN PARK NO.
344**

Auditor's Report

Summarized Financial Statements

December 31, 2016

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Rural Municipality of Corman Park No. 344 :

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. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Jensen Stromberg Chartered Accountants, an independent firm of Chartered 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 Corman Park No. 344**

The accompanying summarized statements of financial position, financial activities, changes in net financial assets and changes in financial position are derived from the complete financial statements of the **Rural Municipality of Corman Park No. 344** as at **December 31, 2016** and for the year then ended on which we expressed an opinion without reservation in our report dated June 19, 2017.

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 Corman Park No. 344**.

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 Corman Park No. 344** for the year ended **December 31, 2016** are a fair summary of those financial statements, in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan
June 19, 2017

Chartered Accountants

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2016
with comparative figures for 2015

	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments	\$ 16,786,139	17,972,163
Taxes receivable	2,019,739	1,847,746
Other accounts receivable	583,321	655,860
Land for re-sale	-	9,168
Long-term investments	149,144	161,326
Other	<u>-</u>	<u>-</u>
Total financial assets	19,538,343	20,646,263
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	5,211,994	5,769,584
Accrued liabilities payable	-	-
Deposits	2,750	1,000
Deferred Revenue	112,514	89,791
Decommissioning obligations	137,080	137,080
Other liabilities	54,717	55,429
Long-term debt	-	-
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>5,519,055</u>	<u>6,052,884</u>
NET FINANCIAL ASSETS	14,019,288	14,593,379
Non-financial assets:		
Tangible capital assets	26,939,323	22,913,569
Prepaid and deferred charges	-	-
Stock and supplies	501,430	404,620
Prepaid expenses	<u>50,556</u>	<u>27,333</u>
Total non-financial assets	<u>27,491,309</u>	<u>23,345,522</u>
Accumulated Surplus (Deficit)	<u>\$ 41,510,597</u>	<u>37,938,901</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2016
with comparative figures for 2015

	<u>2016</u> <u>Budget</u>	<u>2016</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Revenues:			
Taxes and other unconditional revenue	\$ 10,696,594	11,455,077	11,121,987
Fees and charges	2,586,953	2,733,581	9,344,740
Conditional grants	89,941	95,843	101,339
Tangible capital asset sales - gain (loss)	-	22,278	3,735,849
Land sales - gain (loss)	-	62,447	(59,733)
Investment income and commissions	102,700	96,786	74,288
Other revenues	<u>250,000</u>	<u>812,243</u>	<u>322,577</u>
Total Revenues	13,726,188	15,278,255	24,641,047
Expenditures:			
General government services	1,965,563	1,861,875	1,796,320
Protective services	1,643,484	1,637,014	1,530,085
Transportation services	7,964,137	6,761,042	8,916,132
Environmental and public health services	184,434	258,978	168,983
Planning and development services	1,212,000	843,835	1,048,685
Recreation and cultural services	115,315	116,433	115,105
Utility services	<u>607,677</u>	<u>765,592</u>	<u>632,459</u>
Total Expenditures	<u>13,692,610</u>	<u>12,244,769</u>	<u>14,207,769</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>33,578</u>	<u>3,033,486</u>	<u>10,433,278</u>
Provincial/Federal capital grants and contributions	<u>486,262</u>	<u>538,210</u>	<u>1,146,027</u>
Surplus (deficit) of revenues over expenditures	519,840	3,571,696	11,579,305
Accumulated surplus (deficit), beginning of year	<u>37,938,901</u>	<u>37,938,901</u>	<u>26,359,596</u>
Accumulated surplus (deficit), end of year	<u>\$ 38,458,741</u>	<u>41,510,597</u>	<u>37,938,901</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2016
with comparative figures for 2015

	<u>2016</u> <u>Budget</u>	<u>2016</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
Surplus (deficit)	\$ 519,840	3,571,696	11,579,305
(Acquisition) of tangible capital assets	-	(5,364,575)	(6,493,062)
Amortization of tangible capital assets	-	1,044,328	846,223
Proceeds on disposal of tangible capital assets	-	316,770	5,095,871
Loss (gain) on disposal of tangible capital assets	-	(22,278)	(3,735,849)
Surplus (deficit) of capital expenses over expenditures	-	(4,025,755)	(4,286,817)
(Acquisition) of supplies inventories	-	(501,429)	(404,620)
(Acquisition) of prepaid expenses	-	(23,223)	20,170
Consumption of supplies inventories	-	404,620	72,641
Use of prepaid expenses	-	-	-
Surplus (deficit) of expenses of other non-financial over expenditures	-	(120,032)	(311,809)
Increase (decrease) in Net Financial Assets	519,840	(574,091)	6,980,679
Net Financial Assets - Beginning of the year	14,593,379	14,593,379	7,612,700
Net Financial Assets - End of year	\$ 15,113,219	14,019,288	14,593,379

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2016
with comparative figures for 2015

	<u>2016</u>	<u>2015</u>
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 3,571,696	11,579,305
Amortization	1,044,328	846,222
Loss (gain) on disposal of tangible capital assets	<u>(22,278)</u>	<u>(3,735,849)</u>
Change in assets/liabilities		
Taxes receivable - Municipal	(171,994)	(784,386)
Other accounts receivable	72,539	669,751
Land for re-sale	9,168	(809)
Other financial assets	-	-
Accounts and accrued liabilities payable	(557,590)	524,778
Deposits	1,750	770
Deferred revenue	22,724	(57,331)
Other liabilities	(712)	2,474
Stock and supplies for use	(96,810)	(331,979)
Prepayments and deferred charges	(23,223)	20,170
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>3,849,598</u>	<u>8,733,116</u>
Capital:		
Aquisition of capital assets	(5,364,575)	(6,493,062)
Proceeds from the disposal of capital assets	316,770	5,095,871
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(5,047,805)</u>	<u>(1,397,191)</u>
Investing:		
Long-term investments	12,183	5,728
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>12,183</u>	<u>5,728</u>
Financing activities:		
Long-term debt issued	-	-
Long-term debt repaid	-	-
Decommissioning obligation	<u>-</u>	<u>(1,320)</u>
Net cash used for financing	<u>-</u>	<u>(1,320)</u>
Increase (decrease) in cash resources	(1,186,024)	7,340,333
Cash and temporary investments, beginning of year	<u>17,972,163</u>	<u>10,631,830</u>
Cash and temporary investments, end of year	<u>\$ 16,786,139</u>	<u>17,972,163</u>

See accompanying notes to the financial statements.