

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

Auditor's Report

Summarized Financial Statements

December 31, 2017

MANAGEMENT'S RESPONSIBILITY

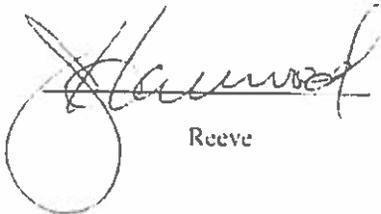
To the Ratepayers of
Rural Municipality of Corman Park No. 344 :

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 Professional Accountants, an independent firm of Chartered Professional 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, 2017 and for the year then ended on which we expressed an opinion without reservation in our report dated June 18, 2018.

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.

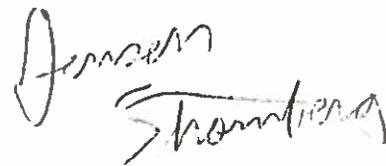
Auditor's Responsibility

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, 2017 are a fair summary of those financial statements, in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan
June 18, 2018



Chartered Professional Accountants

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2017
with comparative figures for 2016

	<u>2017</u>	<u>2016</u>
	<u>ASSETS</u>	
Financial assets:		
Cash and temporary investments	\$ 22,693,344	16,786,139
Taxes receivable	1,823,738	2,019,739
Other accounts receivable	1,529,978	583,321
Land for re-sale	-	-
Long-term investments	147,171	149,144
Other	<u>-</u>	<u>-</u>
Total financial assets	26,194,231	19,538,343
	<u>LIABILITIES</u>	
Bank indebtedness	-	-
Accounts payable	9,436,409	5,211,994
Accrued liabilities payable	-	-
Deposits	28,650	18,750
Deferred Revenue	462,649	112,514
Decommissioning obligations	137,080	137,080
Other liabilities	39,007	38,717
Long-term debt	1,827,054	-
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>11,930,849</u>	<u>5,519,055</u>
NET FINANCIAL ASSETS	14,263,382	14,019,288
Non-financial assets:		
Tangible capital assets	29,037,297	26,939,324
Prepaid and deferred charges	-	-
Stock and supplies	713,800	501,430
Prepaid expenses	<u>48,846</u>	<u>50,556</u>
Total non-financial assets	<u>29,799,943</u>	<u>27,491,310</u>
Accumulated Surplus (Deficit)	<u>\$ 44,063,325</u>	<u>41,510,598</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, 2017
with comparative figures for 2016**

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Revenues:			
Taxes and other unconditional revenue	\$ 11,968,533	12,070,161	11,455,077
Fees and charges	2,452,672	3,615,212	2,733,581
Conditional grants	97,241	83,866	95,843
Tangible capital asset sales - gain (loss)	-	(145,791)	22,278
Land sales - gain (loss)	140,000	-	62,447
Investment income and commissions	82,700	160,653	96,786
Other revenues	<u>427,500</u>	<u>515,095</u>	<u>812,242</u>
Total Revenues	15,168,646	16,299,196	15,278,254
Expenditures:			
General government services	1,962,093	1,969,351	1,861,875
Protective services	1,853,584	2,020,850	1,637,014
Transportation services	8,205,092	8,143,760	6,761,042
Environmental and public health services	270,034	296,083	258,978
Planning and development services	1,146,835	1,190,407	843,835
Recreation and cultural services	116,315	115,993	116,433
Utility services	<u>648,461</u>	<u>753,288</u>	<u>765,592</u>
Total Expenditures	<u>14,202,414</u>	<u>14,489,732</u>	<u>12,244,769</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>966,232</u>	<u>1,809,464</u>	<u>3,033,485</u>
Provincial/Federal capital grants and contributions	<u>801,203</u>	<u>743,263</u>	<u>538,210</u>
Surplus (deficit) of revenues over expenditures	1,767,435	2,552,727	3,571,695
Accumulated surplus (deficit), beginning of year	<u>41,510,598</u>	<u>41,510,598</u>	<u>37,938,903</u>
Accumulated surplus (deficit), end of year	<u>\$ 43,278,033</u>	<u>44,063,325</u>	<u>41,510,598</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, 2017
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Surplus (deficit)	\$ <u>1,767,435</u>	<u>2,552,727</u>	<u>3,571,695</u>
(Acquisition) of tangible capital assets	-	(3,868,557)	(5,364,575)
Amortization of tangible capital assets	-	1,543,018	1,044,327
Proceeds on disposal of tangible capital assets	-	81,775	316,770
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>145,791</u>	<u>(22,278)</u>
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>(2,097,973)</u>	<u>(4,025,756)</u>
(Acquisition) of supplies inventories	-	(713,798)	(501,428)
(Acquisition) of prepaid expenses	-	1,710	(23,223)
Consumption of supplies inventories	-	501,428	404,620
Use of prepaid expenses	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(210,660)</u>	<u>(120,031)</u>
Increase (decrease) in Net Financial Assets	1,767,435	244,094	(574,092)
Net Financial Assets - Beginning of the year	<u>14,019,288</u>	<u>14,019,288</u>	<u>14,593,380</u>
Net Financial Assets - End of year	<u>\$ 15,786,723</u>	<u>14,263,382</u>	<u>14,019,288</u>

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, 2017
with comparative figures for 2016

	<u>2017</u>	<u>2016</u>
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 2,552,727	3,571,695
Amortization	1,543,018	1,044,328
Loss (gain) on disposal of tangible capital assets	<u>145,791</u>	<u>(22,278)</u>
	4,241,536	4,593,745
Change in assets/liabilities		
Taxes receivable - Municipal	196,001	(171,994)
Other accounts receivable	(946,657)	72,539
Land for re-sale	-	9,168
Other financial assets	-	-
Accounts and accrued liabilities payable	4,224,416	(557,588)
Deposits	5,400	1,750
Deferred revenue	350,135	22,724
Other liabilities	4,790	(712)
Stock and supplies for use	(212,370)	(96,810)
Prepayments and deferred charges	1,710	(23,223)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>7,864,961</u>	<u>3,849,599</u>
Capital:		
Acquisition of capital assets	(3,868,557)	(5,364,575)
Proceeds from the disposal of capital assets	81,775	316,770
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(3,786,782)</u>	<u>(5,047,805)</u>
Investing:		
Long-term investments	1,972	12,183
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>1,972</u>	<u>12,183</u>
Financing activities:		
Long-term debt issued	1,827,054	-
Long-term debt repaid	-	-
Decommissioning obligation	<u>-</u>	<u>-</u>
Net cash from financing	<u>1,827,054</u>	<u>-</u>
Increase (decrease) in cash resources	5,907,205	(1,186,023)
Cash and temporary investments, beginning of year	<u>16,786,139</u>	<u>17,972,162</u>
Cash and temporary investments, end of year	<u>\$ 22,693,344</u>	<u>16,786,139</u>

See accompanying notes to the financial statements.