

TOWN OF ASQUITH

Auditor's Report

Summarized Financial Statements

December 31, 2021

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Town of Asquith :

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. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the financial statements.

The Council is composed of elected officials who are not employees of the Town. 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 Town's external auditors.

Jensen Stromberg Chartered Professional Accountants, an independent firm of Chartered Professional Accountants, is appointed by the Council 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.



Mayor



Administrator

**REPORT OF THE INDEPENDENT AUDITOR ON
SUMMARY FINANCIAL STATEMENTS**

To the **Mayor and Council of Town of Asquith**

Opinion

The summary financial statements, which comprise the summary statement of financial position as at **December 31, 2021**, the summary statement of financial activities, summary statement of changes in net financial assets and summary statement of changes in financial position for the year then ended are derived from the audited financial statements of **Town of Asquith** as at **December 31, 2021**.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in Note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summarized financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statement and auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated June 10, 2022.

Management's Responsibility for the Summarized Statements

Management is responsible for the preparation of the summary financial statements on the basis described in Note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are a fair summary of the audited financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

Saskatoon, Saskatchewan
June 10, 2022

Chartered Professional Accountants

TOWN OF ASQUITH

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2021
with comparative figures for 2020

	<u>2021</u>	<u>2020</u> (Restated)
<u>ASSETS</u>		
Financial assets:		
Cash	\$ 1,686,410	1,423,005
Taxes receivable - Municipal	93,393	145,075
Other accounts receivable	73,054	79,980
Land for re-sale	40,064	49,304
Long term investments	-	111,138
Debt charges recoverable	-	-
Other	-	-
	1,892,921	1,808,502
<u>LIABILITIES</u>		
Bank overdraft	-	-
Accounts payable	1,414	8,516
Accrued liabilities payable	1,055	854
Deposits	20,800	20,825
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long term debt	212,102	272,001
Lease obligations	-	-
	235,371	302,196
NET FINANCIAL ASSETS (DEBT)	1,657,550	1,506,306
Non-financial assets:		
Tangible capital assets	3,974,833	3,990,728
Prepaid and deferred charges	3,754	2,296
Stock and supplies	-	-
	3,978,587	3,993,024
Accumulated Surplus (Deficit)	\$ 5,636,137	5,499,330

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor
_____ Councillor

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u> <u>(Restated)</u>
Revenues:			
Taxes and other unconditional revenue	\$ 618,167	612,456	658,773
Fees and charges	426,760	502,173	433,835
Conditional - operating	909,480	-	11,850
Tangible capital asset sales - gain (loss)	25,000	6,500	(4,913)
Land sales - gain (loss)	30,000	31,723	-
Investment income and commissions	24,000	10,500	19,792
Restructurings	-	-	-
Other revenues	<u>3,500</u>	<u>3,019</u>	<u>6,007</u>
Total Revenues	2,036,907	1,166,371	1,125,344
OPERATING EXPENSES:			
General government services	232,612	212,531	206,321
Protective services	219,177	105,945	100,461
Transportation services	327,497	199,220	200,410
Environmental and public health services	79,700	79,946	76,976
Planning and development services	-	-	-
Recreation and cultural services	33,336	44,469	33,692
Utility services	2,627,449	480,511	387,421
Restructurings	-	-	-
Total Expenditures	<u>3,519,771</u>	<u>1,122,622</u>	<u>1,005,281</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>(1,482,864)</u>	<u>43,749</u>	<u>120,063</u>
Provincial/Federal capital grants and contributions	<u>833,500</u>	<u>93,058</u>	<u>159,900</u>
Surplus (deficit) of revenues over expenditures	(649,364)	136,807	279,963
Accumulated surplus (deficit), beginning of year	<u>5,499,330</u>	<u>5,499,330</u>	<u>5,219,367</u>
Accumulated surplus (deficit), end of year	<u>\$ 4,849,966</u>	<u>5,636,137</u>	<u>5,499,330</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2021
with comparative figures for 2020

	<u>2021</u> <u>Budget</u>	<u>2021</u> <u>Actual</u>	<u>2020</u> <u>Actual</u>
Surplus (deficit)	\$ <u>(649,364)</u>	<u>136,807</u>	<u>279,963</u>
(Acquisition) of tangible capital assets	-	(132,870)	(122,345)
Amortization of tangible capital assets	-	145,265	127,936
Proceeds on disposal of tangible capital assets	-	10,000	11,905
Loss (gain) on disposal of tangible capital assets	(25,000)	(6,500)	4,913
Transfer of assets/liabilities in restructuring transactions	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>(25,000)</u>	<u>15,895</u>	<u>22,409</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(3,754)	(2,296)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>2,296</u>	<u>8,521</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>(25,000)</u>	<u>(1,458)</u>	<u>6,225</u>
Increase (decrease) in Net Financial Assets	(699,364)	151,244	308,597
Net Financial Assets (Debt) - Beginning of the year	<u>1,506,306</u>	<u>1,506,306</u>	<u>1,197,709</u>
Net Financial Assets (Debt) - End of year	\$ <u>806,942</u>	<u>1,657,550</u>	<u>1,506,306</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2021
with comparative figures for 2020

Cash provided by (used in) the following activities:	<u>2021</u>	<u>2020</u>
Operating:		
Surplus (deficit)	\$ 136,807	279,963
Amortization	145,265	127,936
Loss (gain) on disposal of tangible capital assets	<u>(6,500)</u>	<u>4,913</u>
	275,572	412,812
Change in assets/liabilities		
Taxes receivable - Municipal	51,681	15,276
Other accounts receivable	6,928	5,073
Land for re-sale	9,239	(12,781)
Other financial assets	-	-
Accounts and accrued liabilities payable	(6,902)	2,038
Deposits	(25)	1,105
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(1,457)	6,225
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>335,036</u>	<u>429,748</u>
Capital:		
Acquisition of capital assets	(132,870)	(122,345)
Proceeds from the disposal of capital assets	10,000	11,905
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(122,870)</u>	<u>(110,440)</u>
Investing:		
Long-term investments	111,138	(111,138)
Other investments	<u>-</u>	<u>-</u>
Net cash from (used for) investing	<u>111,138</u>	<u>(111,138)</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(59,899)	(57,705)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(59,899)</u>	<u>(57,705)</u>
Increase (decrease) in cash resources	263,405	150,465
Cash and temporary investments, beginning of year	<u>1,423,005</u>	<u>1,272,540</u>
Cash and temporary investments, end of year	<u>\$ 1,686,410</u>	<u>1,423,005</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

NOTES TO THE SUMMARIZED FINANCIAL STATEMENTS

December 31, 2021

1. SUMMARY FINANCIAL STATEMENTS

The summary financial statements are derived from the audited financial statements, prepared in accordance with Canadian public sector accounting standards as at December 31, 2021 and December 31, 2020, and for the years then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited financial statements.

Management prepared these summary financial statements using the following criteria:

- a) the summary financial statements include a statement for each statement included in the audited financial statements;
- b) information in the summary financial statements agrees with the related information in the related audited financial statements;
- c) major subtotals, totals and comparative information from the audited financial statements are included; and
- d) the summary financial statements contain the information from the audited financial statements dealing with matters that have a pervasive or otherwise significant effect on the summarized financial statements.

The audited financial statements of Town of Asquith are available upon request by contacting the Town.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements consolidate the assets, liabilities and flow of resources of the Town. The entity is comprised of all organizations owned or controlled by the Town and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

The financial statements are prepared using the accrual basis of accounting using the accounting policies that are described in Note 1 to the Town's audited financial statements in accordance with the local government accounting standards established by the Public Sector Accounting Board. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets. These estimates and assumptions are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known.