

**RURAL MUNICIPALITY OF BLAINE LAKE NO.
434**

Auditor's Report

Summarized Financial Statements

December 31, 2016

MANAGEMENT'S RESPONSIBILITY

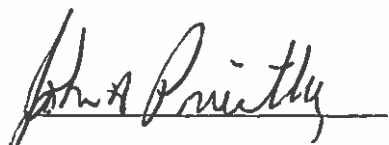
To the Ratepayers of
Rural Municipality of Blaine Lake No. 434 :

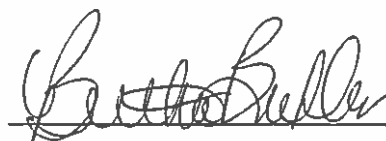
Management is responsible for the preparation and presentation of the accompanying summarized financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual 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 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.


Reeve
COUNC. 1102


Administrator

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

To the **Reeve and Council of Rural Municipality of Blaine Lake No. 434**

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 **Rural Municipality of Blaine Lake No. 434** as at **December 31, 2016** and for the year then ended on which we expressed an opinion without reservation in our report dated August 18, 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 Blaine Lake No. 434**.

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 Blaine Lake No. 434** 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
August 18, 2017

Jensen Stromberg
Chartered Accountants

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2016
with comparative figures for 2015

	<u>2016</u>	<u>2015</u> (Restated Note 12)
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments	\$ 1,196,334	876,141
Taxes receivable - Municipal	143,943	209,206
Other accounts receivable	99,051	159,019
Land for re-sale	-	-
Long-term investments	37,147	36,401
Debt charges recoverable	-	-
Other	-	-
	-	-
Total financial assets	1,476,475	1,280,767
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	118,613	147,600
Accrued liabilities payable	-	-
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	37,691
Long-term debt	-	9,902
Lease obligations	-	-
	-	-
Total liabilities	118,613	195,193
NET FINANCIAL ASSETS (DEBT)	1,357,862	1,085,574
Non-financial assets:		
Tangible capital assets	1,235,315	1,355,303
Prepaid and deferred charges	7	149
Stock and supplies	106,931	80,003
	-	-
Total non-financial assets	1,342,253	1,435,455
Accumulated Surplus (Deficit)	\$ 2,700,115	2,521,029

APPROVED ON BEHALF OF COUNCIL:

_____ Reeve

_____ Councillor

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

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> (Restated Note 12)
Revenues:			
Taxes and other unconditional revenue	\$ 1,153,940	1,142,658	1,158,484
Fees and charges	198,140	150,067	179,012
Conditional grants	24,300	10,752	9,186
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	-	-	-
Investment income and commissions	6,000	9,190	2,413
Other revenues	<u>-</u>	<u>2,617</u>	<u>5,002</u>
Total Revenues	<u>1,382,380</u>	<u>1,315,284</u>	<u>1,354,097</u>
Expenditures:			
General government services	268,110	252,448	253,775
Protective services	66,410	39,969	48,308
Transportation services	869,060	805,002	873,436
Environmental and public health services	72,850	57,147	58,984
Planning and development services	-	-	-
Recreation and cultural services	15,450	23,758	18,749
Utility services	<u>2,100</u>	<u>1,036</u>	<u>1,890</u>
Total Expenditures	<u>1,293,980</u>	<u>1,179,360</u>	<u>1,255,142</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>88,400</u>	<u>135,924</u>	<u>98,955</u>
Provincial/Federal capital grants and contributions	<u>69,700</u>	<u>43,162</u>	<u>54,162</u>
Surplus (deficit) of revenues over expenditures	158,100	179,086	153,117
Accumulated surplus (deficit), beginning of year	<u>2,521,029</u>	<u>2,521,029</u>	<u>2,367,912</u>
Accumulated surplus (deficit), end of year	<u>\$ 2,679,129</u>	<u>2,700,115</u>	<u>2,521,029</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

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> (Restated Note 12)
Surplus (deficit)	\$ <u>158,100</u>	<u>179,086</u>	<u>153,117</u>
(Acquisition) of tangible capital assets	-	-	-
Amortization of tangible capital assets	-	119,988	119,988
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>	<u>-</u>
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>119,988</u>	<u>119,988</u>
(Acquisition) of supplies inventories	-	(26,928)	(58,569)
(Acquisition) of prepaid expenses	-	-	-
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>142</u>	<u>334</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(26,786)</u>	<u>(58,235)</u>
Increase (decrease) in Net Financial Assets	158,100	272,288	214,870
Net Financial Assets (Debt) - Beginning of the year	<u>1,085,574</u>	<u>1,085,574</u>	<u>870,704</u>
Net Financial Assets (Debt)- End of year	\$ <u>1,243,674</u>	<u>1,357,862</u>	<u>1,085,574</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF BLAINE LAKE NO. 434

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2016
with comparative figures for 2015

	<u>2016</u>	<u>2015</u> (Restated Note 12)
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 179,086	153,117
Amortization	119,988	119,988
Loss (gain) on disposal of tangible capital assets	-	-
	<u>299,074</u>	<u>273,105</u>
Change in assets/liabilities		
Taxes receivable - Municipal	65,263	2,644
Other accounts receivable	59,968	(47,015)
Land for re-sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	32,253	(251,422)
Deposits	-	-
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	(98,931)	114,297
Stock and supplies	(26,929)	(58,569)
Prepayments and deferred charges	142	335
Other	-	-
Net cash from operations	<u>330,840</u>	<u>33,375</u>
Capital:		
Proceeds from the disposal of capital assets	-	-
Other capital	-	-
Net cash from capital	<u>-</u>	<u>-</u>
Investing:		
Long-term investments	(745)	676
Other investments	-	-
Net cash from (used for) investing	<u>(745)</u>	<u>676</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(9,902)	(19,224)
Other financing	-	-
Net cash used for financing	<u>(9,902)</u>	<u>(19,224)</u>
Increase (decrease) in cash resources	320,193	14,827
Cash and temporary investments, beginning of year	<u>876,141</u>	<u>861,314</u>
Cash and temporary investments, end of year	<u>\$ 1,196,334</u>	<u>876,141</u>

See accompanying notes to the financial statements.