



## Independent Auditors' Report

To the Council  
R. M. of Grayson No. 184

### *Opinion*

We have audited the financial statements of R. M. of Grayson No. 184, (the municipality), which comprise the Statement of Financial Position as at December 31, 2022 and the Statements of Operations, Change in Net Financial Assets and Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2022, and results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Opinion*

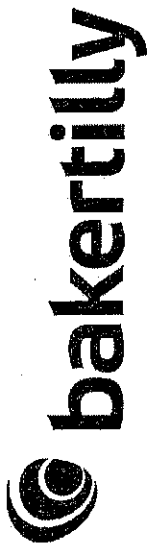
We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the financial statements section of our report. We are independent of the municipality in accordance 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 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 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.

Council is responsible for overseeing the municipality's financial reporting process.



*Auditors' 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 auditors' 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:

- 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 auditors' 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 auditors' 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 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.

Yorkton, SK  
April 12, 2023

**Baker Tilly SK LLP**

A handwritten signature in black ink, appearing to read "Baker Tilly SK LLP".

# R. M. of Grayson No. 184

Grayson, Saskatchewan


Statement of Financial Position as at December 31, 2022

Statement 1

	2022	2021
<b>Assets</b>		
<b>Financial Assets</b>		
Cash and temporary investments - note 2	2,558,447	2,276,717
Taxes receivable - municipal - note 3	45,358	66,255
Other accounts receivable - note 4	98,316	225,185
Long-term investments - note 6	98,439	112,175
<b>Total Financial Assets</b>	<u>2,800,560</u>	<u>2,680,332</u>
<b>Liabilities</b>		
Accounts payable - note 7	6,532	6,179
Accrued liabilities	6,932	
Accrued landfill costs - note 8		30,608
Other liabilities	34,711	35,716
Lease obligations - note 10	516,567	
<b>Total Liabilities</b>	<u>564,742</u>	<u>72,503</u>
<b>Net Financial Assets</b>	<u>2,235,818</u>	<u>2,607,829</u>
<b>Non-Financial Assets</b>		
Tangible capital assets - schedules 6 and 7	4,970,805	4,366,258
Prepayments and deferred charges	4,848	5,007
Stock and supplies - note 5	125,641	164,541
<b>Total Non-Financial Assets</b>	<u>5,101,294</u>	<u>4,535,806</u>
<b>Accumulated Surplus - schedule 8</b>	<u>\$ 7,337,112</u>	<u>\$ 7,143,635</u>

Approved on behalf of the council:

Reeve



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Councillor

The notes to financial statements are an integral part of these financial statements.

**R. M. of Grayson No. 184**Statement of Operations  
For the year ended December 31, 2022

Statement 2

	2022 Budget (Note 1(t))	2022 Actual	2021 Actual
<b>Revenues</b>			
Taxes and other unconditional revenue - schedule 1	1,370,560	1,374,822	1,370,574
Fees and charges - schedules 4 and 5	48,200	85,859	69,146
Conditional grants - schedules 4 and 5	30,310	30,310	35,533
Tangible capital asset sales - gain (loss) - schedules 4 and 5	195,000	( 1,668)	
Investment income and commissions - schedules 4 and 5	18,378	49,712	13,924
Other revenues - schedules 4 and 5			77,929
<b>Total Revenues</b>	<u>1,662,448</u>	<u>1,539,035</u>	<u>1,567,106</u>
<b>Expenses - schedule 3</b>			
General government services	281,143	237,361	220,119
Protective services	62,600	60,909	57,082
Transportation services	1,270,555	1,006,308	783,693
Environmental and public health services	103,055	43,864	73,942
Planning and development services	48,207	29,975	40,020
Recreation and cultural services	14,886	10,003	6,886
<b>Total Expenses</b>	<u>1,780,446</u>	<u>1,388,420</u>	<u>1,181,742</u>
<b>Surplus (Deficit) of Revenues over Expenses Before Other Capital Contributions</b>	( 117,998)	150,615	385,364
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	39,142	42,862	200,845
<b>Surplus (Deficit) of Revenue over Expenses</b>	( 78,856)	193,477	586,209
<b>Accumulated Surplus, Beginning of Year</b>	7,143,635	7,143,635	6,557,426
<b>Accumulated Surplus, End of Year</b>	<u>\$ 7,064,779</u>	<u>\$ 7,337,112</u>	<u>\$ 7,143,635</u>

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**R. M. of Grayson No. 184**Statement of Change in Net Financial Assets  
For the year ended December 31, 2022

Statement 3

	2022 Budget (Note 1(f))	2022 Actual	2021 Actual
<b>Surplus</b>	( 78,856)	193,477	586,209
(Acquisition) of tangible capital assets			
Amortization of tangible capital assets	( 1,229,612)	( 1,229,612)	( 405,566)
Proceeds on disposal of tangible capital assets	169,196	169,196	269,112
Loss (gain) on the disposal of tangible capital assets	( 454,200)	454,200	
	( 195,000)	1,668	
<b>Surplus (Deficit) of Capital Expenses over Expenditures</b>	( 195,000)	( 604,548)	( 136,454)
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense	( 15,559)	( 15,559)	
Consumption of supplies inventory	( 4,848)	( 4,848)	( 5,007)
Use of prepaid expense	54,460	54,460	20,677
	5,007	5,007	5,044
<b>Surplus of Expenses of Other Non-Financial over Expenditures</b>	0	39,060	20,714
<b>Increase (Decrease) in Net Financial Assets</b>	( 273,856)	( 372,011)	470,469
Net Financial Assets, beginning of year	2,607,829	2,607,829	2,137,360
<b>Net Financial Assets, End of Year</b>	<b>\$ 2,333,973</b>	<b>\$ 2,235,818</b>	<b>\$ 2,607,829</b>

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**R. M. of Grayson No. 184**  
Statement of Cash Flow  
For the year ended December 31, 2022

Statement 4

	2022	2021
<b>Cash Provided by (used for) the Following Activities</b>		
<b>Operating:</b>		
<b>Surplus</b>		
Amortization	193,477	586,209
Loss on disposal of tangible capital assets	169,196	269,112
	<u>1,668</u>	
	364,341	<u>855,321</u>
<b>Change in Assets/Liabilities</b>		
Taxes receivable - municipal	20,897	( 11,793)
Other receivables	126,869	93,600
Accounts payable	350	( 9,314)
Other liabilities	( 24,677)	10,607
Stock and supplies for use	38,900	20,677
Prepayments and deferred charges	<u>159</u>	
	526,839	<u>959,135</u>
<b>Cash Provided by Operating Transactions</b>		
<b>Capital:</b>		
Cash used to acquire tangible capital assets	( 567,829)	( 405,570)
Proceeds on sale of tangible capital assets	454,200	
<b>Cash Applied to Capital Transactions</b>	<u>( 113,629)</u>	<u>( 405,570)</u>
<b>Investing:</b>		
Long-term investments	<u>13,736</u>	<u>( 6,356)</u>
<b>Financing:</b>		
Debt repayment	<u>( 145,216)</u>	<u>0</u>
<b>Change in Cash and Temporary Investments During the Year</b>	281,730	547,209
Cash and temporary investments, beginning of year	<u>2,276,717</u>	<u>1,729,508</u>
<b>Cash and Temporary Investments, End of Year</b>	<u>\$ 2,558,447</u>	<u>\$ 2,276,717</u>

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**R. M. of Grayson No. 184**  
Schedule of Council Remuneration  
For the year ended December 31, 2022

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Dustin Grant	6,688	1,669	8,357
Jeremy Chopping	3,063	378	3,441
Mike Lang	3,844	652	4,496
Roger Ell	3,406	310	3,716
Kevin Lang	3,313	437	3,750
Trent Duczek	4,063	478	4,541
Dave Graff	3,953	955	4,908
	<u>\$ 28,330</u>	<u>\$ 4,879</u>	<u>\$ 33,209</u>

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

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