



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, 2021 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, 2021, 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.

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
March 9, 2022

R. M. of Grayson No. 184
 Grayson, Saskatchewan
 Statement of Financial Position as at December 31, 2021

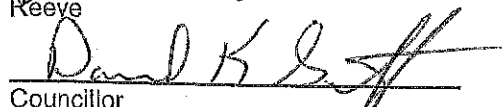
Statement 1

	2021	2020
Assets		
Financial Assets		
Cash and temporary investments - note 2	2,276,717	1,729,508
Taxes receivable - municipal - note 3	66,255	54,462
Other accounts receivable - note 4	225,185	318,784
Long-term investments - note 6	112,175	105,819
Total Financial Assets	2,680,332	2,208,573
Liabilities		
Accounts payable - note 7	6,179	15,492
Accrued landfill costs - note 8	30,608	25,294
Other liabilities	35,714	30,425
Total Liabilities	72,501	71,211
Net Financial Assets	2,607,831	2,137,362
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	4,366,258	4,229,804
Prepayments and deferred charges	5,007	5,044
Stock and supplies - note 5	164,541	185,218
Total Non-Financial Assets	4,535,806	4,420,066
Accumulated Surplus - schedule 8	\$ 7,143,637	\$ 6,557,428

Approved on behalf of the council:



 Reeve



 Councillor

R. M. of Grayson No. 184
 Statement of Operations
 For the year ended December 31, 2021

Statement 2

	2021 Budget (Note 1(s))	2021 Actual	2020 Actual
Revenues			
Taxes and other unconditional revenue - schedule 1	1,367,777	1,370,574	1,374,397
Fees and charges - schedules 4 and 5	58,362	69,146	68,901
Conditional grants - schedules 4 and 5	30,578	35,533	39,500
Investment income and commissions - schedules 4 and 5	8,250	13,924	30,151
Other revenues - schedules 4 and 5		77,929	
Total Revenue	<u>1,464,967</u>	<u>1,567,106</u>	<u>1,512,949</u>
Expenses - schedule 3			
General government services	253,475	220,119	215,661
Protective services	58,800	57,082	56,420
Transportation services	749,200	783,693	819,715
Environmental and public health services	126,455	73,942	75,720
Planning and development services	61,207	40,020	35,521
Recreation and cultural services	8,886	6,886	6,886
Total Expenses	<u>1,258,023</u>	<u>1,181,742</u>	<u>1,209,923</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	206,944	385,364	303,026
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>259,002</u>	<u>200,845</u>	<u>274,399</u>
Surplus of Revenue over Expenses	465,946	586,209	577,425
Accumulated Surplus, Beginning of Year	<u>6,557,428</u>	<u>6,557,428</u>	<u>5,980,003</u>
Accumulated Surplus, End of Year	<u>\$ 7,023,374</u>	<u>\$ 7,143,637</u>	<u>\$ 6,557,428</u>

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

R. M. of Grayson No. 184
 Statement of Change in Net Financial Assets
 For the year ended December 31, 2021

Statement 3

	2021 Budget (Note 1(s))	2021 Actual	2020 Actual
Surplus	<u>465,946</u>	<u>586,209</u>	<u>577,425</u>
(Acquisition) of tangible capital assets	(267,118)	(405,566)	(329,008)
Amortization of tangible capital assets		<u>269,112</u>	<u>270,034</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>(267,118)</u>	<u>(136,454)</u>	<u>(58,974)</u>
(Acquisition) of supplies inventories			(1,236)
(Acquisition) of prepaid expense		(5,007)	(5,044)
Consumption of supplies inventory		20,677	28,478
Use of prepaid expense		<u>5,044</u>	
Surplus of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>20,714</u>	<u>22,198</u>
Increase in Net Financial Assets	198,828	470,469	540,649
Net Financial Assets, beginning of year	<u>2,137,362</u>	<u>2,137,362</u>	<u>1,596,713</u>
Net Financial Assets, End of Year	<u>\$ 2,336,190</u>	<u>\$ 2,607,831</u>	<u>\$ 2,137,362</u>

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

R. M. of Grayson No. 184
Statement of Cash Flow
For the year ended December 31, 2021

Statement 4

	2021	2020
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus		
Amortization	586,209	577,425
Loss (gain) on disposal of investments	269,112	270,034
	855,321	(15,724)
Change in Assets/Liabilities		831,735
Taxes receivable - municipal	(11,793)	12,811
Other receivables	93,600	(193,442)
Accounts payable	(9,318)	14,853
Other liabilities	10,607	(848)
Stock and supplies for use	20,677	27,242
Prepayments and deferred charges	37	(5,044)
Cash Provided by Operating Transactions	959,131	687,307
Capital:		
Acquisition of capital assets	(405,566)	(329,008)
Investing:		
Long-term investments	(6,356)	(7,217)
Proceeds on disposal of investments		65,724
Cash Provided by (Applied to) Investing Transactions	(6,356)	58,507
Financing:		
Long-term debt repaid	0	(355,236)
Change in Cash and Temporary Investments During the Year	547,209	61,570
Cash and temporary Investments, beginning of year	1,729,508	1,667,938
Cash and Temporary Investments, End of Year	\$ 2,276,717	\$ 1,729,508

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

R. M. of Grayson No. 184
Schedule of Council Remuneration
For the year ended December 31, 2021

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Harvey Mucha	2,188	193	2,381
Dustin Grant	3,469	451	3,920
Mike Lang	4,125	707	4,832
Roger Ell	2,250	177	2,427
Kevin Lang	3,500	412	3,912
Trent Duczek	3,438	158	3,596
Dave Graff	4,750	641	5,391
	<u>\$ 23,720</u>	<u>\$ 2,739</u>	<u>\$ 26,459</u>

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