

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

To the Council of R. M. of Excelsior No. 166:

Qualified Opinion

The summary financial statements, which comprise the summary statement of financial position as at December 31, 2018, the summary statements of operations, changes in net financial assets and cash flow for the year then ended, and related notes, are derived from the audited financial statements of R. M. of Excelsior No. 166 for the year ended December 31, 2018. We expressed a qualified opinion on the audited financial statements in our report dated May 8, 2019.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements of R. M. of Excelsior No. 166 for the year ended December 31, 2018, which were prepared in accordance with Canadian public sector accounting standards. However, the summary financial statements are qualified to the equivalent extent as the audited financial statements of the R. M. of Excelsior for the year ended December 31, 2018.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summary financial statements and the auditor's report thereon, is not a substitute for reading the organization's audited financial statements and the auditor's report thereon.

The Audited Financial Statements and Our Report Thereon

We expressed a qualified audit opinion on the audited financial statements in our report dated May 8, 2019. Our qualified audit opinion is based on the fact that the quantities of gravel on hand were determined from accounting records of quantity movements, while other items were determined by your administration by actual count. Due to problems of timing, distance, identification and measurement, we did not find it feasible to make a physical count of the various inventory items. Therefore we were unable to obtain sufficient appropriate audit evidence over the R. M. of Excelsior No. 166's inventory as at December 31, 2018 and December 31, 2017.

Public Sector Accounting Standards require that the municipality accrue a liability for the estimated closure and post-closure care costs for its landfill. Due to problems associated with estimations and environmental requirements, we were unable to obtain sufficient and appropriate audit evidence over the extent of landfill closure adjustments required to the municipality's financial statements as at December 31, 2018 and December 31, 2017.

Our report also includes the following commentary:

- We included an Other Matter paragraph referring to the supplementary information listed in Schedule 10, which has been taken from the accounting records of the organization but has not been audited by us other than in the course of our examination of the aforementioned financial statements to the extent necessary to allow us to render an opinion thereon.


Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary of the audited financial statements in accordance with the criteria recommended by the Ministry of Government Relations of Saskatchewan.

**REPORT OF THE INDEPENDENT AUDITOR
ON THE SUMMARY FINANCIAL STATEMENTS (continued)**

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 upon our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.


CPA LLP
Chartered Professional Accountants

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Harold Martens	4,875	9,076	13,951
Councillor	Charles Donnelley	4,875	1,005	5,880
Councillor	Don Mathies	11,750	8,695	20,445
Councillor	Bruce Pate	2,875	850	3,725
Councillor	Harvey Schulz	3,063	1,749	4,812
Councillor	Daniel Spenst	5,000	1,085	6,085
Councillor	Darren Steinley	5,625	1,686	7,311
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				-
				-
				-
				-
				-
Total		38,063	24,145	62,208

R. M. of Excelsior No. 166
 Statement of Financial Position
 As at December 31, 2018

Statement 1

	2018	2017 - Restated
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	1,728,207	1,827,484
Taxes Receivable - Municipal (Note 3)	42,178	47,106
Other Accounts Receivable (Note 4)	9,646	42,023
Land for Resale (Note 5)		
Long-Term Investments (Note 6)	56,310	54,686
Debt Charges Recoverable (Note 7)		
Other (Specify)		
Total Financial Assets	1,836,341	1,971,299
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	454	3,884
Accrued Liabilities Payable	20,000	15,000
Deposits		
Deferred Revenue (Note 9)	2,810	-
Accrued Landfill Costs (Note 10)		
Liability for Contaminated Sites (Note 11)		
Other Liabilities		
Long-Term Debt (Note 12)		
Lease Obligations (Note 13)		
Total Liabilities	23,264	18,884
NET FINANCIAL ASSETS (DEBT)	1,813,077	1,952,415
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	4,023,632	4,075,332
Prepayments and Deferred Charges	10,818	171
Stock and Supplies	217,959	56,374
Other (Note 14)	-	-
Total Non-Financial Assets	4,252,409	4,131,877
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	6,065,486	6,084,292

R. M. of Excelsior No. 166
Statement of Operations
As at December 31, 2018

Statement 2

	2018 Budget (unaudited)	2018	2017 - Restated
REVENUES			
Taxes and Other Unconditional Revenue(Schedule 1)	1,636,430	1,631,741	1,647,722
Fees and Charges(Schedule 4, 5)	131,630	154,173	162,380
Conditional Grants(Schedule 4, 5)	13,600	19,810	20,097
Tangible Capital Asset Sales - Gain(Schedule 4, 5)	15,550	15,555	-
Land Sales - Gain(Schedule 4, 5)	-	-	-
Investment Income and Commissions(Schedule 4, 5)	18,610	27,805	18,607
Other Revenues(Schedule 4, 5)	46,620	44,859	10,621
Total Revenues	1,862,440	1,893,943	1,859,427
EXPENSES			
General Government Services(Schedule 3)	311,660	299,021	291,751
Protective Services(Schedule 3)	77,910	64,884	78,487
Transportation Services(Schedule 3)	1,714,330	1,315,678	1,164,635
Environmental and Public Health Services(Schedule 3)	128,600	149,785	125,323
Planning and Development Services(Schedule 3)	61,630	62,819	40,201
Recreation and Cultural Services(Schedule 3)	26,390	50,579	50,831
Utility Services(Schedule 3)	-	-	-
Total Expenses	2,320,520	1,942,766	1,751,228
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(458,080)	(48,823)	108,199
Provincial/Federal Capital Grants and Contributions(Schedule 4, 5)	57,160	30,017	58,307
Surplus (Deficit) of Revenues over Expenses	(400,920)	(18,806)	166,506
Accumulated Surplus (Deficit), Beginning of Year	6,084,292	6,084,292	5,917,786
Accumulated Surplus (Deficit), End of Year	5,683,372	6,065,486	6,084,292

R. M. of Excelsior No. 166
Statement of Change in Net Financial Assets
As at December 31, 2018

Statement 3

	2018 Budget (unaudited)	2018	2017 - Restated
Surplus (Deficit)	(400,920)	(18,806)	166,506
(Acquisition) of tangible capital assets	(61,550)	(159,991)	(426,794)
Amortization of tangible capital assets		211,691	212,017
Proceeds on disposal of tangible capital assets		15,555	
Loss (gain) on the disposal of tangible capital assets	(15,555)	(15,555)	-
Surplus (Deficit) of capital expenses over expenditures	(77,105)	51,700	(214,777)
(Acquisition) of supplies inventories		(353,737)	
(Acquisition) of prepaid expense		(15,120)	114
Consumption of supplies inventory		192,151	3,541
Use of prepaid expense		4,474	
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(172,232)	3,655
Increase/Decrease in Net Financial Assets	(478,025)	(139,338)	(44,616)
Net Financial Assets (Debt) - Beginning of Year	1,952,415	1,952,415	1,997,031
Net Financial Assets (Debt) - End of Year	1,474,390	1,813,077	1,952,415

R. M. of Excelsior No. 166
Statement of Cash Flow
As at December 31, 2018

Statement 4

	2018	2017 - Restated
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	(18,806)	166,506
Amortization	211,691	212,017
Loss (gain) on disposal of tangible capital assets	(15,555)	-
	<u>177,330</u>	<u>378,523</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	4,928	(13,451)
Other Receivables	32,377	24,433
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	1,570	(5,428)
Deposits	-	-
Deferred Revenue	2,810	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	(161,585)	3,542
Prepayments and Deferred Charges	(10,647)	114
Other (Specify)	-	-
Cash provided by operating transactions	46,783	387,733
Capital:		
Acquisition of capital assets	(159,991)	(426,794)
Proceeds from the disposal of capital assets	15,555	-
Other capital	-	-
Cash applied to capital transactions	(144,436)	(426,794)
Investing:		
Long-term investments	(1,624)	(750)
Other investments	-	-
Cash provided by (applied to) investing transactions	(1,624)	(750)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	(99,277)	(39,811)
Cash and Temporary Investments - Beginning of Year	1,827,484	1,867,295
Cash and Temporary Investments - End of Year	1,728,207	1,827,484