

# de Jong & Associates

Chartered Professional Accountants, Prof. Corp.

## INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

---

To the Members of Council of the Village of Dinsmore

The accompanying summary financial statements has been derived from the statement of financial position of the Village of Dinsmore as at December 31, 2016 and the statements of operations, change in net financial assets and cash flow for the year then ended. We expressed a qualified audit opinion on those financial statements in our report dated March 14, 2017.

These summary financial statements do not contain all of the disclosures required by Canadian public sector accounting standards. Readers are cautioned that these statements may not be appropriate for their purposes. For more information on the municipality's financial position, results of operations, changes in net financial assets and changes in cash flows, reference should be made to the related complete financial statements.

### 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 those criteria recommended by Government Relations of Saskatchewan.

### Auditor's Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standards (CAS) 810, Engagements to Report on Summary Financial Statements.

### Basis for Qualified Opinion

The Municipality operates a landfill, for which estimates of closure and post closure costs require recognition in the financial statements. These estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant. No estimates were recorded and we were unable to determine the effect on the financial statement.

### Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraphs, the financial statements present fairly, in all material respects, the financial position of Village of Dinsmore as at December 31, 2016, its financial performance and its cash flows for the year ended December 31, 2016, in accordance with Canadian public sector accounting standards.



---

de Jong & Associates

Swift Current, Saskatchewan

## **Management's Responsibility**

---


To the Ratepayers of the Village of Dinsmore

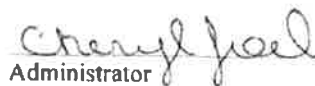
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report 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.

de Jong & Associates, 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 or Deputy Mayor

  
Administrator

Municipality of Dinsmore  
 Consolidated Statement of Financial Position  
 As at December 31, 2016

Statement 1

	2016	2015
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	94,371	121,571
Taxes Receivable - Municipal (Note 3)	62,715	85,521
Other Accounts Receivable (Note 4)	18,525	23,037
Land for Resale (Note 5)		
Long-Term Investments (Note 6)	-	-
Debt Charges Recoverable (Note 7)		
Other (Specify)		
<b>Total Financial Assets</b>	<b>175,611</b>	<b>230,129</b>
<b>LIABILITIES</b>		
Bank Indebtedness (Note 8)		
Accounts Payable	400	3,671
Accrued Liabilities Payable		
Deposits	6,990	6,430
Deferred Revenue (Note 9)	-	1,050
Accrued Landfill Costs (Note 10)		
Liability for Contaminated Sites (Note 11)		
Other Liabilities		
Long-Term Debt (Note 12)	572,065	660,242
Lease Obligations (Note 13)		
<b>Total Liabilities</b>	<b>579,455</b>	<b>671,393</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>(403,844)</b>	<b>(441,264)</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6. 7)	2,376,947	2,471,530
Prepayments and Deferred Charges	213	273
Stock and Supplies		
Other (Note 14)		
<b>Total Non-Financial Assets</b>	<b>2,377,160</b>	<b>2,471,803</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>1,973,316</b>	<b>2,030,539</b>

**Municipality of Dinsmore**  
**Consolidated Statement of Operations**  
**As at December 31, 2016**

Statement 2

	<b>2016 Budget</b>	<b>2016</b>	<b>2015</b>
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	465,140	461,753	452,397
Fees and Charges (Schedule 4, 5)	89,360	92,839	87,477
Conditional Grants (Schedule 4, 5)	-	-	-
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	4,611
Investment Income and Commissions (Schedule 4, 5)	1,930	2,228	932
Other Revenues (Schedule 4, 5)	-	7,774	45,485
<b>Total Revenues</b>	<b>556,430</b>	<b>564,594</b>	<b>590,902</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	105,860	168,355	165,200
Protective Services (Schedule 3)	27,225	26,699	27,148
Transportation Services (Schedule 3)	121,150	106,046	116,892
Environmental and Public Health Services (Schedule 3)	54,085	86,005	63,113
Planning and Development Services (Schedule 3)	7,500	1,160	-
Recreation and Cultural Services (Schedule 3)	50,340	45,855	69,061
Utility Services (Schedule 3)	173,002	206,205	173,806
<b>Total Expenses</b>	<b>539,162</b>	<b>640,325</b>	<b>615,220</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>17,268</b>	<b>(75,731)</b>	<b>(24,318)</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	18,000	18,508	18,062
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>35,268</b>	<b>(57,223)</b>	<b>(6,256)</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>2,030,539</b>	<b>2,030,539</b>	<b>2,036,795</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>2,065,807</b>	<b>1,973,316</b>	<b>2,030,539</b>

Municipality of Dinsmore  
 Consolidated Statement of Change in Net Financial Assets  
 As at December 31, 2016

Statement 3

	2016 Budget	2016	2015
<b>Surplus (Deficit)</b>	35,268	(57,223)	(6,256)
(Acquisition) of tangible capital assets	-	-	(52,872)
Amortization of tangible capital assets	91,935	94,583	91,943
Proceeds on disposal of tangible capital assets			
Loss (gain) on the disposal of tangible capital assets			
<b>Surplus (Deficit) of capital expenses over expenditures</b>	<b>91,935</b>	<b>94,583</b>	<b>39,071</b>
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			
Consumption of supplies inventory			
Use of prepaid expense	-	60	-
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>60</b>	<b>-</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>127,203</b>	<b>37,420</b>	<b>32,815</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>(441,264)</b>	<b>(441,264)</b>	<b>(474,079)</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>(314,061)</b>	<b>(403,844)</b>	<b>(441,264)</b>

**Municipality of Dinsmore**  
**Consolidated Statement of Cash Flow**  
**As at December 31, 2016**

Statement 4

	<b>2016</b>	<b>2015</b>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	(57,223)	(6,256)
Amortization	94,583	91,943
Loss (gain) on disposal of tangible capital assets	-	-
	<u>37,360</u>	<u>85,687</u>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	22,806	73,933
Other Receivables	4,512	(3,348)
Land for Resale		
Other Financial Assets		
Accounts and Accrued Liabilities Payable	(3,271)	2,671
Deposits	560	100
Deferred Revenue	(1,050)	350
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies		
Prepayments and Deferred Charges	60	-
<b>Other (Specify)</b>		
<b>Cash provided by operating transactions</b>	<b>60,977</b>	<b>159,393</b>
<b>Capital:</b>		
Acquisition of capital assets	-	(52,872)
Proceeds from the disposal of capital assets		
Other capital		
<b>Cash applied to capital transactions</b>	<b>-</b>	<b>(52,872)</b>
<b>Investing:</b>		
Long-term investments	-	19,000
Other investments		
<b>Cash provided by (applied to) investing transactions</b>	<b>-</b>	<b>19,000</b>
<b>Financing:</b>		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid	(88,177)	(80,715)
Other financing		
<b>Cash provided by (applied to) financing transactions</b>	<b>(88,177)</b>	<b>(80,715)</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>(27,200)</b>	<b>44,806</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<u>121,571</u>	<u>76,765</u>
<b>Cash and Temporary Investments - End of Year</b>	<b>94,371</b>	<b>121,571</b>