

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

To the Council of R. M. of Monet No. 257:

The accompanying summary financial statements, which comprise the summary statement of financial position as at December 31, 2017, the summary statements of operations, changes in net financial assets and cash flows for the year then ended, and related schedules, are derived from the audited financial statements of the R. M. of Monet No. 257 for the year ended December 31, 2017. We expressed a qualified audit opinion on those financial statements in our report dated April 12, 2018 (see below).

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the R. M. of Monet No. 257.

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

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 Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.

Qualified Opinion

In our opinion, the summary financial statements derived from the audited financial statements of the R. M. of Monet No. 257 for the year ended December 31, 2017 are a fair summary of those financial statements 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 R.M. of Monet No. 257 for the year ended December 31, 2017.

The qualification of the audited financial statements is described in our qualified audit opinion in our report dated April 12, 2018. Due to problems of timing, distance, identification and measurement we did not find it feasible to make a physical examination of the various inventory items. The quantities of gravel on hand were determined by "book records" of quantity movements while other items were determined by your administration by actual count. Therefore, we were unable to obtain sufficient appropriate audit evidence of the R. M. of Monet No. 257's inventory as at December 31, 2017 and December 31, 2016.

Public Sector Accounting Standards require that controlled entities be consolidated into the financial statements of the Municipality, as they make up part of the Municipality's government reporting entity. As explained in Note 1 (a), the Municipality has not proportionately consolidated Sask Landing Regional Water Pipeline Utility that it controls. Financial statements for the organization were unavailable at the time of our audit and, therefore, we were unable to obtain sufficient and appropriate audit evidence over the extent of adjustments required to the Municipality's financial statements as at December 31, 2017 and December 31, 2016.

Our qualified audit opinion states that, except for the effects of the described matter, those financial statements present fairly, in all material respects, the financial position of R. M. of Monet No. 257 as at December 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.


— CPA LLP —
Chartered Professional Accountants
Licensed Professional Accountants

Rural Municipality of Monet No. 257
Statement of Financial Position
As at December 31, 2017

Statement 1

	2017	2016
FINANCIAL ASSETS		
Cash and Temporary Investments	1,854,174	1,364,243
Taxes Receivable - Municipal	33,080	51,801
Other Accounts Receivable	1,074,345	506,275
Land for Resale	-	-
Long-Term Investments	27,588	27,844
Debt Charges Recoverable	-	-
Long-term loan receivable	4,164,266	4,417,775
Total Financial Assets	7,153,453	6,367,938
LIABILITIES		
Bank Indebtedness	527,250	
Accounts Payable	55,368	74,403
Accrued Liabilities Payable	128,070	128,064
Deposits		
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt	4,164,266	4,417,775
Lease Obligations		
Total Liabilities	4,874,954	4,620,242
NET FINANCIAL ASSETS (DEBT)	2,278,499	1,747,696
NON-FINANCIAL ASSETS		
Tangible Capital Assets	5,633,553	5,259,660
Prepayments and Deferred Charges	119	218
Stock and Supplies	209,983	229,141
Other	-	-
Total Non-Financial Assets	5,843,655	5,489,019
ACCUMULATED SURPLUS (DEFICIT)	8,122,154	7,236,715

Rural Municipality of Monet No. 257
Statement of Operations
As at December 31, 2017

Statement 2

	2017 Budget (unaudited)	2017	2016
REVENUES			
Taxes and Other Unconditional Revenue	2,320,180	2,298,419	2,133,427
Fees and Charges	728,323	1,070,840	604,273
Conditional Grants	8,000	7,631	8,535
Tangible Capital Asset Sales - Gain	-	(993)	3,437
Land Sales - Gain	700	-	1,500
Investment Income and Commissions	10,100	193,032	202,712
Other Revenues	-	-	-
Total Revenues	3,067,303	3,568,929	2,953,884
EXPENSES			
General Government Services	279,526	284,160	269,892
Protective Services	69,350	80,488	62,017
Transportation Services	2,521,734	2,348,284	2,014,928
Environmental and Public Health Services	124,615	105,892	99,098
Planning and Development Services	7,836	5,854	10,024
Recreation and Cultural Services	51,805	47,621	45,321
Utility Services	152,076	363,095	353,481
Total Expenses	3,206,942	3,235,394	2,854,761
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(139,639)	333,535	99,123
Provincial/Federal Capital Grants and Contributions	710,926	551,904	154,435
Surplus (Deficit) of Revenues over Expenses	571,287	885,439	253,558
Accumulated Surplus (Deficit), Beginning of Year	7,236,715	7,236,715	6,983,157
Accumulated Surplus (Deficit), End of Year	7,808,002	8,122,154	7,236,715

Rural Municipality of Monet No. 257
Statement of Change in Net Financial Assets
As at December 31, 2017

Statement 3

	2017 Budget	2017	2016
	(unaudited)		
Surplus (Deficit)	571,287	885,439	253,558
(Acquisition) of tangible capital assets	(632,000)	(735,865)	(586,651)
Amortization of tangible capital assets	371,651	359,779	331,651
Proceeds on disposal of tangible capital assets		1,200	87,650
Loss (gain) on the disposal of tangible capital assets		993	(3,437)
Surplus (Deficit) of capital expenses over expenditures	(260,349)	(373,893)	(170,787)
(Acquisition) of supplies inventories			(7,167)
(Acquisition) of prepaid expense			
Consumption of supplies inventory		19,158	
Use of prepaid expense		99	522
Surplus (Deficit) of expenses of other non-financial over expenditures	-	19,257	(6,645)
Increase/Decrease in Net Financial Assets	310,938	530,803	76,126
Net Financial Assets (Debt) - Beginning of Year	1,747,696	1,747,696	1,671,570
Net Financial Assets (Debt) - End of Year	2,058,634	2,278,499	1,747,696

Rural Municipality of Monet No. 257
Statement of Cash Flow
As at December 31, 2017

Statement 4

	2017	2016
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	885,439	253,558
Amortization	359,779	331,651
Loss (gain) on disposal of tangible capital assets	993	(3,437)
	1,246,211	581,772
Change in assets/liabilities		
Taxes Receivable - Municipal	18,721	(22,900)
Other Receivables	(568,070)	45,300
Land for Resale	-	-
Other Financial Assets	253,509	139,567
Accounts and Accrued Liabilities Payable	(19,029)	4,386
Deposits	-	-
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	19,158	(7,167)
Prepayments and Deferred Charges	99	522
Other (Specify)	-	-
Cash provided by operating transactions	950,599	741,480
Capital:		
Acquisition of capital assets	(735,865)	(586,651)
Proceeds from the disposal of capital assets	1,200	87,650
Other capital	-	-
Cash applied to capital transactions	(734,665)	(499,001)
Investing:		
Long-term investments	256	1,316
Other investments	-	-
Cash provided by (applied to) investing transactions	256	1,316
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(253,509)	(139,567)
Other financing	527,250	-
Cash provided by (applied to) financing transactions	273,741	(139,567)
Change in Cash and Temporary Investments during the year	489,931	104,228
Cash and Temporary Investments - Beginning of Year	1,364,243	1,260,015
Cash and Temporary Investments - End of Year	1,854,174	1,364,243

Rural Municipality of Monet No. 257
Schedule of Council Remuneration (Unaudited)
As at December 31, 2017

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Duncan Campbell	5,600	394	5,994
Councillor	Jack Elliott	5,900	1,333	7,233
Councillor	Tim Calwell	3,500	285	3,785
Councillor	Robert Ellis	2,800	340	3,140
Councillor	Douglas MacDonald	3,900	1,028	4,928
Councillor	James Myers	3,400	345	3,745
Councillor	Kelly Sedgwick	3,150	730	3,880
Councillor	Robert MacDonald	700	64	764
				-
				-
				-
				-
				-
				-
Total		28,950	4,519	33,469