

TOWN OF DUCK LAKE

Auditor's Report

Summarized Consolidated Financial Statements

December 31, 2023

MANAGEMENT'S RESPONSIBILITY

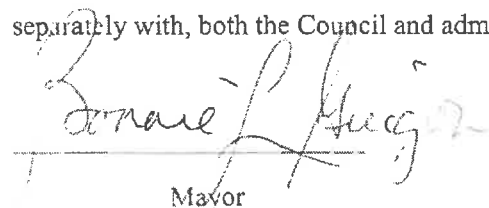
To the Ratepayers of
Town of Duck Lake

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 public sector accounting standards. The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The Council is composed of elected officials who are not employees of the Town. 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 Town's external auditors.

Jensen Stromberg Chartered Professional Accountants, 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


Administrator

REPORT OF THE INDEPENDENT AUDITOR ON
SUMMARY FINANCIAL STATEMENTS

To the Mayor and Council of Town of Duck Lake

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at **December 31, 2023**, the summary statement of financial activities, summary statement of changes in net financial assets, summary statement of changes in financial position, and summary of remeasurement of gains and losses for the year then ended are derived from the audited consolidated financial statements of **Town of Duck Lake** as at **December 31, 2023**.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in Note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summarized financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statement and auditor's report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed a modified audit opinion on the audited financial statements in our report dated June 17, 2024.

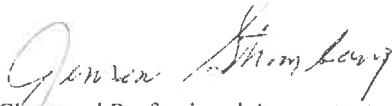
Management's Responsibility for the Summarized Statements

Management is responsible for the preparation of the summary financial statements on the basis described in Note 1.

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

Saskatoon, Saskatchewan
June 17, 2024


Chartered Professional Accountants

TOWN OF DUCK LAKE

Statement 1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2023
with comparative figures for 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Financial assets:		
Cash and cash equivalents	\$ 1,498,333	1,267,912
Investments	-	-
Taxes Receivable - Municipal	130,476	101,238
Other accounts receivable	93,913	295,113
Assets held for sale	129,337	129,337
Long term receivables	1,563	1,563
Debt charges recoverable	-	-
Other	-	-
Total financial assets	1,853,622	1,795,163
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	75,420	27,685
Accrued liabilities payable	7,475	15,038
Deposits	15,232	15,000
Deferred revenue	-	-
Asset retirement obligations	707,102	401,073
Liability for contaminated sites	-	-
Other liabilities	-	-
Long-term debt	385,921	451,464
Lease obligations	-	-
Total liabilities	1,191,150	910,260
NET FINANCIAL ASSETS (DEBT)	662,472	884,903
Non-financial assets:		
Tangible capital assets	4,990,022	5,088,540
Prepaid and deferred charges	5,085	76
Stock and supplies	-	-
Total non-financial assets	4,995,107	5,088,616
Accumulated surplus (deficit)	\$ 5,657,579	5,973,519
Accumulated surplus (deficit) is comprised of:		
Accumulated surplus (deficit) excluding remeasurement gains (losses)	5,657,579	5,973,519
Accumulated remeasurement gains (losses) (Statement 5)	-	-

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor
_____ Councillor

See accompanying notes to the financial statements.

TOWN OF DUCK LAKE

Statement 2

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Revenues:			
Tax revenue	\$ 461,790	459,770	432,634
Other unconditional revenue	224,982	223,320	205,386
Fees and charges	524,520	508,149	494,194
Conditional grants	2,000	6,090	8,848
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	-	-
Investment income	8,000	23,352	7,847
Commissions	-	-	-
Restructurings	-	-	-
Other revenues	-	-	-
Provincial/Federal capital grants and contributions	<u>55,000</u>	<u>40,993</u>	<u>311,210</u>
Total Revenues	1,276,292	1,261,674	1,460,119
Expenditures:			
General government services	258,225	222,222	248,375
Protective services	101,130	97,345	92,807
Transportation services	325,950	368,577	286,836
Environmental and public health services	92,800	369,817	194,827
Planning and development services	17,600	730	3,004
Recreation and cultural services	225,970	180,336	208,222
Utility services	443,803	338,587	418,954
Restructurings	-	-	-
Total Expenditures	<u>1,465,478</u>	<u>1,577,614</u>	<u>1,453,025</u>
Surplus (deficit) of revenues over expenditures	(189,186)	(315,940)	7,094
Accumulated surplus (deficit) excluding remeasurement gains (losses), beginning of year	<u>5,973,519</u>	<u>5,973,519</u>	<u>5,966,425</u>
Accumulated surplus (deficit) excluding remeasurement gains (losses), end of year	<u>\$ 5,784,333</u>	<u>5,657,579</u>	<u>5,973,519</u>

See accompanying notes to the financial statements.

TOWN OF DUCK LAKE

Statement 3

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Surplus (deficit)	\$ (189,186)	(315,940)	7,094
(Acquisition) of tangible capital assets	-	(111,076)	(322,597)
Amortization of tangible capital assets	209,048	209,594	208,745
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	4,761
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>209,048</u>	<u>98,518</u>	<u>(109,091)</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(5,009)	(76)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	-	38
Surplus (deficit) of expenses of other non-financial over expenditures	-	(5,009)	(38)
Unrealized remeasurement gains (losses)	-	-	-
Increase (decrease) in Net Financial Assets	19,862	(222,431)	(102,035)
Net Financial Assets (Debt) - Beginning of the year	<u>884,903</u>	<u>884,903</u>	<u>986,938</u>
Net Financial Assets (Debt) - End of year	\$ <u>904,765</u>	<u>662,472</u>	<u>884,903</u>

See accompanying notes to the financial statements.

TOWN OF DUCK LAKE

Statement 4

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2023
with comparative figures for 2022

Cash provided by (used in) the following activities:	<u>2023</u>	<u>2022</u>
Operating:		
Surplus (deficit)	\$ (315,940)	7,094
Amortization	209,594	208,745
Loss (gain) on disposal of tangible capital assets	-	4,761
	<u>(106,346)</u>	<u>220,600</u>
Change in assets/liabilities		
Taxes receivable - Municipal	(29,239)	21,194
Other accounts receivable	201,198	(184,965)
Assets held for sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	40,176	34,735
Deposits	232	300
Deferred revenue	-	-
Asset retirement obligations	306,029	89,091
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(5,010)	(38)
Other	-	-
Net cash from operations	<u>407,040</u>	<u>180,917</u>
Capital:		
Cash used to acquire tangible capital assets	(111,076)	(322,597)
Proceeds on sale of tangible capital assets	-	-
Other capital	-	-
Net cash used for capital	<u>(111,076)</u>	<u>(322,597)</u>
Investing:		
Proceeds on disposal of investments	-	-
Decrease (increase) in investments	-	-
Decrease (increase) in restricted cash	-	-
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt paid	(65,543)	(62,126)
Other financing	-	-
Net cash used for financing	<u>(65,543)</u>	<u>(62,126)</u>
Changes in cash and cash equivalents during the year	230,421	(203,806)
Cash and cash equivalents, beginning of year	<u>1,267,912</u>	<u>1,471,718</u>
Cash and cash equivalents, end of year	<u>\$ 1,498,333</u>	<u>1,267,912</u>

See accompanying notes to the financial statements.

TOWN OF DUCK LAKE

Statement 5

CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS AND LOSSES

Year ended December 31, 2023
with comparative figures for 2022

	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u>
Accumulated remeasurement gains (losses), beginning of year	\$ -	-
Unrealized gains (losses)		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Reclassified to the Statement of Financial Activities		
Derivatives	-	-
Equity investments measured at fair value	-	-
Foreign exchange	-	-
	-	-
Net remeasurement gains (losses)	-	-
Accumulated remeasurement gains (losses), end of year	\$ -	-

See accompanying notes to the financial statements.

TOWN OF DUCK LAKE

NOTES TO THE CONSOLIDATED SUMMARIZED FINANCIAL STATEMENTS

December 31, 2023

1. SUMMARY FINANCIAL STATEMENTS

The summary financial statements are derived from the audited financial statements, prepared in accordance with Canadian public sector accounting standards as at December 31, 2023 and December 31, 2022, and for the years then ended.

The preparation of these summary financial statements requires management to determine the information that needs to be reflected in them so that they are consistent in all material respects with, or represent a fair summary of, the audited financial statements.

Management prepared these summary financial statements using the following criteria:

- a) the summary financial statements include a statement for each statement included in the audited financial statements;
- b) information in the summary financial statements agrees with the related information in the related audited financial statements;
- c) major subtotals, totals and comparative information from the audited financial statements are included; and
- d) the summary financial statements contain the information from the audited financial statements dealing with matters that have a pervasive or otherwise significant effect on the summarized financial statements.

The audited financial statements of Town of Duck Lake are available upon request by contacting the Town.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements consolidate the assets, liabilities and flow of resources of the Town. The entity is comprised of all organizations owned or controlled by the Town and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

The financial statements are prepared using the accrual basis of accounting using the accounting policies that are described in Note 1 to the Town's audited financial statements in accordance with the local government accounting standards established by the Public Sector Accounting Board. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets. These estimates and assumptions are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known.