



Report of the Independent Auditors' on the Summary Financial Statements

To the Council
Town of Foam Lake

Opinion

The summary financial statements, which comprise the summary Statement of Financial Position as at December 31, 2023, 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 Town of Foam Lake for the year ended December 31, 2023. We expressed a qualified audit opinion on those financial statements in our report dated June 4, 2024.

In our opinion, the accompanying summary financial statements are a fair summary of the audited financial statements, on the basis described in note 1. However, the summary financial statements are misstated to the equivalent extent as the audited financial statements of Town of Foam Lake for the year ended December 31, 2023.

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 auditors' report thereon, therefore, is not a substitute for reading the audited financial statements and the auditors' 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 June 4, 2024.

PS 3280 asset retirement obligations requires the municipality to recognize a liability at the reporting date for future costs that the municipality is legally obligated to incur for the retirement of a tangible capital asset. The municipality owns several buildings constructed prior to 1990 that likely contain asbestos and require remediation upon the retirement of the building. A liability has not been recognized for these costs. As insufficient information is available with regards to the extent and expected costs of the likely remediation activities, we are unable to determine the asset retirement obligation liability that would have been recognized on the current or prior year's statement of financial position, or the impacts on expenses, surplus and accumulated surplus of the current or prior year.

PS 3280 asset retirement obligations also requires the municipality to recognize a liability at the reporting date for future costs that the municipality is legally obligated to incur for the the post closure monitoring costs of its landfill. A liability has not been recognized for these costs. As insufficient information is available with regards to the expected costs of and the extent of post closure monitoring activities, we are unable to determine the asset retirement obligation liability that would have been recognized on the current or prior year's statement of financial position, or the impacts on expenses, surplus and accumulated surplus of the current or prior year.

Management's Responsibility for the Summary Financial Statements

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

Auditors' 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.

Baker Tilly SK LLP

A handwritten signature in cursive script that reads "Baker Tilly SK LLP".

Yorkton, SK
June 4, 2024

Town of Foam Lake
Foam Lake, Saskatchewan
Statement of Financial Position as at December 31, 2023

Statement 1

	2023	2022
Assets		
Financial Assets		
Cash and cash equivalents	444,971	744,422
Taxes receivable - municipal	285,208	220,011
Other accounts receivable	366,123	224,851
Assets held for sale	94,628	121,348
Long-term investments	<u>2,116,858</u>	<u>1,956,341</u>
Total Financial Assets	<u>3,307,788</u>	<u>3,266,973</u>
Liabilities		
Accounts payable	107,139	135,222
Accrued liabilities	48,051	1,803
Utility deposits	90,556	89,089
Deferred revenue	226,998	162,499
Accrued landfill costs		124,062
Long-term debt	<u>326,511</u>	<u>440,150</u>
Total Liabilities	<u>799,255</u>	<u>952,825</u>
Net Financial Assets	<u>2,508,533</u>	<u>2,314,148</u>
Non-Financial Assets		
Tangible capital assets	7,996,075	8,129,724
Prepayments and deferred charges	41,124	36,107
Stock and supplies	<u>254,871</u>	<u>106,898</u>
Total Non-Financial Assets	<u>8,292,070</u>	<u>8,272,729</u>
Accumulated Surplus Excluding Remeasurement Gains	<u>\$ 10,800,603</u>	<u>\$ 10,586,877</u>

Town of Foam Lake
Statement of Operations
For the year ended December 31, 2023

Statement 2

	2023 Budget	2023 Actual	2022 Actual
Revenues			
Tax revenue	1,630,542	1,660,097	1,586,009
Fees and charges	1,023,800	1,022,619	2,067,056
Conditional grants	320,018	296,350	325,115
Tangible capital asset sales - gain			14,836
Land sales - gain		878	
Investment income	42,500	88,129	33,407
Provincial/federal capital grants and contributions	67,320		98,546
Total Revenue	<u>3,084,180</u>	<u>3,068,073</u>	<u>4,124,969</u>
Expenses			
General government services	448,260	537,878	410,567
Protective services	176,250	136,502	120,202
Transportation services	436,950	614,825	432,169
Environmental and public health services	494,323	396,615	467,137
Planning and development services	17,360	10,308	11,604
Recreation and cultural services	785,450	785,214	876,453
Utilities services	458,560	373,005	625,173
Total Expenses	<u>2,817,153</u>	<u>2,854,347</u>	<u>2,943,305</u>
Surplus of Revenue over Expenses	267,027	213,726	1,181,664
Accumulated Surplus Excluding Remeasurement Gains, Beginning of Year	<u>10,586,877</u>	<u>10,586,877</u>	<u>9,405,213</u>
Accumulated Surplus Excluding Remeasurement Gains, End of Year	<u>\$ 10,853,904</u>	<u>\$ 10,800,603</u>	<u>\$ 10,586,877</u>

Town of Foam Lake
Statement of Change in Net Financial Assets
For the year ended December 31, 2023

Statement 3

	2023 Budget	2023 Actual	2022 Actual
Surplus	<u>267,027</u>	<u>213,726</u>	<u>1,181,664</u>
(Acquisition) of tangible capital assets		(283,463)	(593,420)
Amortization of tangible capital assets		417,112	402,048
Proceeds on disposal of tangible capital assets			58,968
Loss (gain) on the disposal of tangible capital assets			<u>(14,837)</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>0</u>	<u>133,649</u>	<u>(147,241)</u>
(Acquisition) of supplies inventories		(147,973)	(71,812)
(Acquisition) of prepaid expense		<u>(5,017)</u>	<u>(15,120)</u>
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>(152,990)</u>	<u>(86,932)</u>
Increase in Net Financial Assets	267,027	194,385	947,491
Net Financial Assets, beginning of year	<u>2,314,148</u>	<u>2,314,148</u>	<u>1,366,657</u>
Net Financial Assets, End of Year	<u>\$ 2,581,175</u>	<u>\$ 2,508,533</u>	<u>\$ 2,314,148</u>

Town of Foam Lake
Statement of Cash Flow
For the year ended December 31, 2023

Statement 4

	2023	2022
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	213,726	1,181,664
Amortization	417,112	402,048
Loss (gain) on disposal of tangible capital assets	<u>()</u>	<u>(14,837)</u>
	630,838	1,568,875
Change in Assets/Liabilities		
Taxes receivable - municipal	(65,197)	(13,482)
Other receivables	(141,273)	(22,880)
Assets held for sale	26,721	
Accounts payable	(20,121)	(12,603)
Accrued liabilities payable	38,287	9,603
Deposits	1,467	(1,274)
Deferred revenue	64,498	86,214
Other liabilities	(124,062)	26,856
Stock and supplies for use	(147,973)	(71,811)
Prepayments and deferred charges	<u>(5,017)</u>	<u>(15,121)</u>
Cash Provided by Operating Transactions	<u>258,168</u>	<u>1,554,377</u>
Capital:		
Acquisition of capital assets	(283,463)	(593,420)
Proceeds on sale of tangible capital assets	<u> </u>	<u>58,968</u>
Cash Applied to Capital Transactions	<u>(283,463)</u>	<u>(534,452)</u>
Investing:		
Proceeds on disposal of investments	218,590	346,901
Acquisition in investment	<u>(379,107)</u>	<u>(1,447,672)</u>
Cash Provided by (Applied to) Investing Transactions	<u>(160,517)</u>	<u>(1,100,771)</u>
Financing:		
Debt repayment	<u>(113,639)</u>	<u>(114,718)</u>
Change in Cash and Cash Equivalents During the Year	(299,451)	(195,564)
Cash and cash equivalents, beginning of year	<u>744,422</u>	<u>939,986</u>
Cash and Cash Equivalents, End of Year	<u>\$ 444,971</u>	<u>\$ 744,422</u>

Town of Foam Lake
Notes to Summary Consolidated Financial Statements
For the year ended December 31, 2023

1. Basis of the Summary Consolidated Financial Statements

The following criteria have been applied by management in the preparation of these summary consolidated financial statements:

- (a) The information in the summary consolidated financial statements is in agreement with the related information in the municipality's December 31, 2023 audited consolidated financial statements; and
- (b) The summary consolidated financial statements contain the information necessary to avoid distorting or obscuring matters disclosed in the audited consolidated financial statements, including the notes thereto.
- (c) The audited consolidated financial statements can be obtained by request at the town office.
- (d) The detailed notes included in the audited consolidated financial statements are not included in the summary consolidated financial statements as these notes are available in the audited consolidated financial statements which can be obtained as described above.