

TOWN OF OUTLOOK

Auditor's Report

Summarized Financial Statements

December 31, 2020

MANAGEMENT'S RESPONSIBILITY

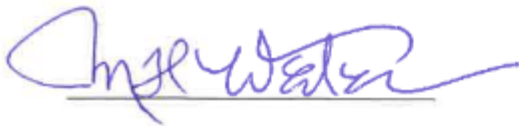
To the Ratepayers of
Town of Outlook:

Management is responsible for the preparation and presentation of the accompanying summarized 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 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 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 Outlook**

Opinion

The summary financial statements, which comprise the summary statement of financial position as at **December 31, 2020**, the summary statement of financial activities, summary statement of changes in net financial assets and summary statement of changes in financial position for the year then ended are derived from the audited financial statements of **Town of Outlook** as at **December 31, 2020**.

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 an unmodified audit opinion on the audited financial statements in our report dated June 23, 2021.

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 23, 2021

Chartered Professional Accountants

TOWN OF OUTLOOK

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2020

with comparative figures for 2019

	<u>2020</u>	<u>2019</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments	\$ 4,383,799	3,559,821
Taxes Receivable - Municipal	131,671	236,409
Other accounts receivable	519,299	420,879
Land for re-sale	824,246	789,084
Long-term investments	500	500
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	5,859,515	5,006,693
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	459,952	84,325
Accrued liabilities payable	-	-
Deposits	75,379	88,333
Deferred revenue	3,347	9,282
Accrued landfill costs	1,024,434	1,011,264
Liability for contaminated sites	-	-
Other liabilities	34,715	47,544
Long-term debt	947,639	1,307,660
Lease obligations	<u>267,767</u>	<u>226,092</u>
	<hr/>	<hr/>
Total liabilities	2,813,233	2,774,500
NET FINANCIAL ASSETS (DEBT)	3,046,282	2,232,193
Non-financial assets:		
Tangible capital assets	18,785,480	18,314,085
Prepaid and deferred charges	110,583	106,068
Stock and supplies	<u>90,790</u>	<u>134,632</u>
	<hr/>	<hr/>
Total non-financial assets	18,986,853	18,554,785
Accumulated surplus	<u>\$ 22,033,135</u>	<u>20,786,978</u>

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor

_____ Councillor

See accompanying notes to the financial statements.

TOWN OF OUTLOOK

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2020
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
Revenues:			
Taxes and other unconditional revenue	\$ 3,034,761	3,164,294	2,996,923
Fees and charges	1,788,643	1,882,603	1,704,936
Conditional grants	49,903	130,876	64,638
Tangible capital asset sales - gain (loss)	-	(82,637)	2,147
Land sales - gain	150,000	23,885	164,640
Investment income and commissions	50,100	36,106	67,066
Restructurings	-	-	-
Other revenues	-	164	19,607
Total Revenues	<u>5,073,407</u>	<u>5,155,291</u>	<u>5,019,957</u>
Expenditures:			
General government services	924,970	921,926	778,759
Protective services	395,050	335,294	318,003
Transportation services	1,087,290	906,075	747,565
Environmental and public health services	508,906	476,441	813,764
Planning and development services	64,800	85,956	39,215
Recreation and cultural services	980,130	1,076,563	793,403
Utility services	1,049,770	750,559	745,537
Restructurings	-	-	-
Total Expenditures	<u>5,010,916</u>	<u>4,552,814</u>	<u>4,236,246</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>62,491</u>	<u>602,477</u>	<u>783,711</u>
Provincial/Federal capital grants and contributions	<u>370,000</u>	<u>643,680</u>	<u>544,095</u>
Surplus (deficit) of revenues over expenditures	432,491	1,246,157	1,327,806
Accumulated surplus (deficit), beginning of year	<u>20,786,978</u>	<u>20,786,978</u>	<u>19,459,172</u>
Accumulated surplus (deficit), end of year	<u>\$ 21,219,469</u>	<u>22,033,135</u>	<u>20,786,978</u>

See accompanying notes to the financial statements.

TOWN OF OUTLOOK

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2020
with comparative figures for 2019

	<u>2020</u> <u>Budget</u>	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
Surplus (deficit)	\$ 432,491	1,246,157	1,327,806
(Acquisition) of tangible capital assets	(4,283,500)	(1,412,628)	(532,745)
Amortization of tangible capital assets	619,570	735,781	632,016
Proceeds on disposal of tangible capital assets	-	122,815	4,157
Loss (gain) on disposal of tangible capital assets	-	82,637	(2,147)
Transfer of assets/liabilities in restructuring transactions	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>(3,663,930)</u>	<u>(471,395)</u>	<u>101,281</u>
(Acquisition) of supplies inventories	-	(4,982)	(108,856)
(Acquisition) of prepaid expenses	-	(110,583)	(106,068)
Consumption of supplies inventories	-	48,825	-
Use of prepaid expenses	-	106,067	-
Surplus (deficit) of expenses of other non-financial over expenditures	<u>(3,663,930)</u>	<u>39,327</u>	<u>(214,924)</u>
Increase (decrease) in Net Financial Assets	(6,895,369)	814,089	1,214,163
Net Financial Assets (Debt) - Beginning of the year	<u>2,232,193</u>	<u>2,232,193</u>	<u>1,018,030</u>
Net Financial Assets (Debt)- End of year	<u>\$ (4,663,176)</u>	<u>3,046,282</u>	<u>2,232,193</u>

See accompanying notes to the financial statements.

TOWN OF OUTLOOK

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2020
with comparative figures for 2019

Cash provided by (used in) the following activities:	<u>2020</u>	<u>2019</u>
Operating:		
Surplus (deficit)	\$ 1,246,157	1,327,806
Amortization	735,781	632,016
Loss (gain) on disposal of tangible capital assets	<u>82,637</u>	<u>(2,147)</u>
	2,064,575	1,957,675
Change in assets/liabilities		
Taxes receivable - Municipal	104,738	(69,753)
Other accounts receivable	(98,420)	98,936
Land for re-sale	(35,163)	(23,228)
Other financial assets	-	-
Accounts and accrued liabilities payable	375,631	(173,705)
Deposits	(12,955)	12,453
Deferred revenue	(5,935)	6,482
Accrued landfill costs	13,169	11,264
Liability for contaminated sites	-	-
Other liabilities	(12,830)	(13,000)
Stock and supplies	43,842	(108,856)
Prepayments and deferred charges	(4,515)	(106,068)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>2,432,137</u>	<u>1,592,200</u>
Capital:		
Acquisition of capital assets	(1,412,628)	(532,745)
Proceeds from the disposal of capital assets	122,815	4,157
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(1,289,813)</u>	<u>(528,588)</u>
Investing:		
Long-term investments	-	-
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(360,021)	(352,783)
Capital leases	<u>41,675</u>	<u>198,950</u>
Net cash used for financing	<u>(318,346)</u>	<u>(153,833)</u>
Increase (decrease) in cash resources	823,978	909,779
Cash and temporary investments, beginning of year	<u>3,559,821</u>	<u>2,650,042</u>
Cash and temporary investments, end of year	<u>\$ 4,383,799</u>	<u>3,559,821</u>

See accompanying notes to the financial statements.

TOWN OF OUTLOOK

NOTES TO THE SUMMARIZED FINANCIAL STATEMENTS

December 31, 2020

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, 2020 and December 31, 2019, 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 Outlook 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.