

Town of Watson

Summary Consolidated Financial Statements

For the year ended December 31, 2021

Report of the Independent Auditor on the Summary Consolidated Financial Statements

To the Mayor and Councillors of the Town of Watson (the "Municipality"):

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2022, the summary consolidated statements of operations, changes in net financial assets, and the cash flows for the year then ended, are derived from the audited consolidated financial statements of the Town of Watson for the year ended December 31, 2022.

In our opinion, the accompanying summary consolidated financial statements are a fair summary of those audited consolidated financial statements in accordance with Canadian public sector accounting standards. However, the summary consolidated financial statements are misstated to the equivalent extent as the audited consolidated financial statements of the Town of Watson for the year ended December 31, 2022.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by the Canadian public sector accounting standards. Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed a qualified audit opinion on the audited consolidated financial statements in our report dated April 10, 2023.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of these summary consolidated financial statements in accordance with Canadian public sector accounting standards.

Auditor's Responsibility for the Summary Consolidated Financial Statements

Our responsibility is to express an opinion on whether the summary consolidated financial statements are a fair summary of the audited consolidated financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, *Engagements to Report on Summary Financial Statements*.



Chartered Professional Accountants
Humboldt, Saskatchewan

April 10, 2023

Town of Watson

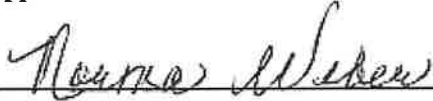
Summary Consolidated Statement of Financial Position

As at December 31, 2022


Statement 1

	2022	2021
FINANCIAL ASSETS		
Cash and Temporary Investments	196,643	859,824
Taxes Receivable - Municipal	73,608	16,881
Other Accounts Receivable	135,716	101,835
Land for Resale	63,542	43,042
Long-Term Investments	662,961	450,000
Total Financial Assets	1,132,470	1,471,582
LIABILITIES		
Bank Indebtedness	286,587	-
Accounts Payable	69,702	66,021
Deposits	21,390	23,504
Deferred Revenue	1,500	2,857
Other Liabilities	110,461	133,605
Long-Term Debt	563,174	687,462
Total Liabilities	1,052,814	913,449
NET FINANCIAL ASSETS	79,656	558,133
NON-FINANCIAL ASSETS		
Tangible Capital Assets	5,422,207	5,065,035
Prepayments and Deferred Charges	9,260	686
Stock and Supplies	27,312	33,175
Total Non-Financial Assets	5,458,779	5,098,896
ACCUMULATED SURPLUS	5,538,435	5,657,029

Approved on behalf of Council:



 Mayor



 Councillor

Town of Watson
Summary Consolidated Statement of Operations
For the year ended December 31, 2022

Statement 2

	2022 Budget	2022	2021
REVENUES	<i>(unaudited)</i>		
Taxes and Other Unconditional Revenue	874,820	896,661	864,033
Fees and Charges	569,880	509,319	508,885
Conditional Grants	26,430	37,646	76,604
Tangible Capital Asset Sales - Loss (gain)	5,000	10,742	36,510
Land Sales - Gain (Loss)	-	2,893	1,000
Investment Income and Commissions	7,000	15,699	7,015
Donations	-	51,332	116,721
Other Revenues	103,460	129,832	89,129
Total Revenues	1,586,590	1,654,124	1,699,897
EXPENSES			
General Government Services	393,610	286,804	339,960
Protective Services	83,770	85,823	89,976
Transportation Services	531,830	733,572	417,959
Environmental and Public Health Services	128,110	45,531	55,785
Planning and Development Services	50,600	5,155	20,937
Recreation and Cultural Services	160,880	291,787	224,231
Utility Services	397,360	541,845	497,540
Total Expenses	1,746,160	1,990,517	1,646,388
Surplus of Revenues over Expenses before Other Capital Contributions	(159,570)	(336,393)	53,509
Provincial/Federal Capital Grants and Contributions	275,000	217,799	84,929
Surplus of Revenues over Expenses	115,430	(118,594)	138,438
Accumulated Surplus, Beginning of Year	5,657,029	5,657,029	5,518,591
Accumulated Surplus, End of Year	5,772,459	5,538,435	5,657,029

Summary Consolidated Statement of Changes in Net Financial Assets

For the year ended December 31, 2022

Statement 3

	2022 Budget <i>(unaudited)</i>	2022	2021
Annual Surplus	115,430	(118,594)	138,438
Acquisition of tangible capital assets	(625,000)	(614,457)	(268,459)
Amortization of tangible capital assets	219,110	218,027	202,832
Proceeds on disposal of tangible capital assets	-	50,000	41,278
Loss (gain) on the disposal of tangible capital assets	-	(10,742)	(36,510)
Deficit of capital expenses over expenditures	(405,890)	(357,172)	(60,859)
Consumption (acquisition) of supplies inventories	-	5,863	4,504
Consumption (acquisition) of prepaid expense	-	(8,574)	34,571
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(2,711)	39,075
Increase (Decrease) in Net Financial Assets	(290,460)	(478,477)	116,654
Net Financial Assets - Beginning of Year	558,133	558,133	441,479
Net Financial Assets - End of Year	267,673	79,656	558,133

Town of Watson
Summary Consolidated Statement of Cash Flows
For the year ended December 31, 2022

Statement 4

	2022	2021
Cash provided by (used for) the following activities		
Operating:		
Surplus	(118,594)	138,438
Amortization	218,027	202,832
Loss (gain) on disposal of tangible capital assets	(10,742)	(36,510)
	<u>88,691</u>	<u>304,760</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(56,727)	29,976
Other Accounts Receivable	(33,881)	27,067
Land for Resale	(20,500)	-
Accounts Payable	3,681	(207,923)
Due to Federal Government	-	-
Deposits	(2,114)	1,065
Deferred Revenue	(1,357)	2,857
Other Liabilities	(23,144)	38,698
Stock and Supplies	5,863	4,504
Prepayments and Deferred Charges	(8,574)	34,571
Cash provided by operating transactions	<u>(48,062)</u>	<u>235,575</u>
Capital:		
Acquisition of tangible capital assets	(614,457)	(268,459)
Proceeds from the disposal of tangible capital assets	50,000	41,278
Cash applied to capital transactions	<u>(564,457)</u>	<u>(227,181)</u>
Investing:		
Long-term investments	(212,961)	(346,700)
Cash applied to investing transactions	<u>(212,961)</u>	<u>(346,700)</u>
Financing:		
Long-term debt issued	-	-
Long-term debt repaid	(124,288)	(120,091)
Bank indebtedness, net	286,587	-
Cash provided by (applied to) financing transactions	<u>162,299</u>	<u>(120,091)</u>
Change in Cash and Temporary Investments during the year	<u>(663,181)</u>	<u>(458,397)</u>
Cash and Temporary Investments - Beginning of Year	<u>859,824</u>	<u>1,318,221</u>
Cash and Temporary Investments - End of Year	<u>196,643</u>	<u>859,824</u>