

**THE CORPORATION OF THE
TOWNSHIP OF MATTICE - VAL CÔTÉ**

**INDEPENDENT AUDITOR'S REPORT AND
CONSOLIDATED FINANCIAL STATEMENTS**

DECEMBER 31, 2024

MANAGEMENT'S RESPONSABILITIES FOR THE FINANCIAL STATEMENTS

The accompanying consolidated financial statements of the Corporation of the Township of Mattice - Val Côté are the responsibility of management and have been prepared in compliance with legislation and in accordance with Canadian Public Sector Accounting Standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in the notes to the financial statements. The preparation of the consolidated financial statements necessarily involves the use of estimates based on management's judgments, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The Council meets with management to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval.

The consolidated financial statements have been audited by Baker Tilly HKC, independent external auditors appointed by the Council. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.



Guylaine Coulombe, Chief Administrative Officer/Clerk
Mattice, Ontario

May 15, 2025

Baker Tilly HKC

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INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the
Corporation of the Township of Mattice - Val Côté

Qualified Opinion

We have audited the accompanying consolidated financial statements of The Corporation of the Township of Mattice - Val Côté (the Corporation), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statement of operations and accumulated surplus, changes in net assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the corporation as at December 31, 2024, and the results of its consolidated operations and accumulated surplus, changes in net assets and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Qualified Opinion

The Corporation is required to evaluate its asset retirement obligations under PS 3280 - Asset retirement obligations. As at December 31, 2024, the carrying value of the asset retirement obligations is \$147,851 (2023 - \$146,838). We were unable to obtain sufficient appropriate audit evidence about the carrying amount of the asset retirement obligations reported in the consolidated financial statements as at December 31, 2024 and December 31, 2023. Consequently, we were unable to determine whether the carrying value provided is underestimated and if any adjustments to these amounts were necessary. Our opinion on the financial statements for the year ended December 31, 2023 was also modified for this qualification.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the corporation in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

INDEPENDENT AUDITOR'S REPORT, (cont'd)

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statement

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the corporation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ♦ Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ♦ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the corporation's internal control.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of managements' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the corporation ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of auditor's report. However, future events or conditions may cause the corporation to cease to continue as a going concern.

INDEPENDENT AUDITOR'S REPORT, (cont'd)

- ♦ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ♦ Obtain sufficient appropriate audit evidence regarding the consolidated financial information of the entities or business activities within the corporation to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Baker Tilly HKC

Chartered Professional Accountants
Licenced Public Accountants
May 15, 2025

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

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**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 2,755,155	\$ 2,290,140
Taxes receivable (Note 7)	37,336	89,032
Accounts receivable (Note 8)	78,823	143,126
	<u>2,871,314</u>	<u>2,522,298</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 10)	318,683	242,859
Deferred revenues - obligatory reserve funds (Note 11)	722,024	748,553
Asset retirement obligations (Note 12)	147,851	146,838
Long-term debt (Note 13)	-	32,033
	<u>1,188,558</u>	<u>1,170,283</u>
NET ASSETS	<u>1,682,756</u>	<u>1,352,015</u>
NON-FINANCIAL ASSETS		
Inventories of supplies	36,164	33,321
Prepaid expenses	3,473	126,998
Tangible capital assets (Note 14)	6,923,998	6,938,657
	<u>6,963,635</u>	<u>7,098,976</u>
ACCUMULATED SURPLUS (Note 15)	<u>\$ 8,646,391</u>	<u>\$ 8,450,991</u>

CONTINGENCY (Note 12)

COMMITMENTS (Notes 5 & 17)

The accompanying notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
REVENUES (page 26)			
Taxation and user charges	\$ 1,594,271	\$ 1,561,530	\$ 1,510,764
Fees and service charges	95,950	93,167	59,496
Government transfers - operations	362,025	350,348	388,673
Other revenues	117,911	245,635	315,139
	<u>2,170,157</u>	<u>2,250,680</u>	<u>2,274,072</u>
EXPENSES (pages 27 - 32)			
General government services	491,075	517,864	541,545
Protection services	238,915	223,314	206,442
Transportation services	437,185	540,243	517,707
Environmental services	436,340	525,200	524,007
Health, social and family services	281,765	270,618	265,879
Recreation and cultural services	266,397	255,722	211,053
Planning and development services	28,330	26,022	9,628
	<u>2,180,007</u>	<u>2,358,983</u>	<u>2,276,261</u>
EXCESS OF EXPENSES OVER REVENUES	<u>(9,850)</u>	<u>(108,303)</u>	<u>(2,189)</u>
GOVERNMENT TRANSFERS - CAPITAL	340,750	293,241	458,718
OTHER - CAPITAL	30,000	10,462	5,665
	<u>370,750</u>	<u>303,703</u>	<u>464,383</u>
ANNUAL SURPLUS	<u>\$ 360,900</u>	195,400	462,194
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>8,450,991</u>	<u>7,988,797</u>
ACCUMULATED SURPLUS, END OF YEAR (Note 15)		<u>\$ 8,646,391</u>	<u>\$ 8,450,991</u>

The accompanying notes are an integral part of these financial statements.

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

DECEMBER 31, 2024

	Budget (Note 19)	2024	2023
ANNUAL SURPLUS	\$ 360,900	\$ 195,400	\$ 462,194
TANGIBLE CAPITAL ASSETS ACTIVITIES			
Acquisition of tangible capital assets	-	(324,725)	(473,069)
Amortization of tangible capital assets	-	339,384	329,644
	-	14,659	(143,425)
NON-FINANCIAL ASSETS ACTIVITIES			
Change in inventory of supplies	-	(2,843)	(14,783)
Change in prepaid expenses	-	123,525	(124,071)
	-	120,682	(138,854)
INCREASE IN NET ASSETS	360,900	330,741	179,915
NET ASSETS, BEGINNING OF YEAR	1,352,015	1,352,015	1,172,100
NET ASSETS, END OF YEAR	\$ 1,712,915	\$ 1,682,756	\$ 1,352,015

The accompanying notes are an integral part of these financial statements.

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2024

	2024	2023
OPERATING ACTIVITIES		
Annual surplus	\$ 195,400	\$ 462,194
Items non affecting cash:		
Amortization of tangible capital assets	339,384	329,644
Changes in:		
Taxes receivable	51,696	92,159
Accounts receivable	64,303	277,683
Accounts payable and accrued liabilities	75,824	(62,573)
Asset retirement obligations	1,013	614
Deferred revenue - obligatory reserve funds	(26,529)	223,633
Inventories of supplies	(2,843)	(14,783)
Prepaid expenses	123,525	(124,071)
	<u>821,773</u>	<u>1,184,500</u>
CAPITAL ACTIVITY		
Acquisition of tangible capital assets	<u>(324,725)</u>	<u>(473,069)</u>
FINANCING ACTIVITY		
Principal payments on long-term debt	<u>(32,033)</u>	<u>(37,799)</u>
INCREASE IN CASH POSITION	465,015	673,632
CASH POSITION, BEGINNING OF YEAR	<u>2,290,140</u>	<u>1,616,508</u>
CASH POSITION, END OF YEAR	<u>\$ 2,755,155</u>	<u>\$ 2,290,140</u>

The accompanying notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

1. NATURE OF ACTIVITIES

The Corporation of the Township of Mattice - Val Côté is an incorporated township in the Cochrane District in Northeastern Ontario, Canada. The township was incorporated on April 18, 1975. It conducts its operations guided by the provision of Provincial statutes such as the Municipal Act, Provincial Offences Act and other related legislation.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared in accordance with Canadian Public Sector Accounting Standards, as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the municipality are as follows:

CONSOLIDATED ENTITIES

The consolidated financial statements include the financial and non-financial assets, liabilities, revenues, expenses and reserve of the municipality. The reporting entity is composed of all organizations, committees and board of Council which are accountable for the administration of their financial affairs and resources to the municipality and which are owned or controlled by the municipality. These consolidated financial statements include:

Arena Fund Committee
Public Cemetery Committee
Public Library Board

All interfund assets, liabilities, revenues and expenses have been eliminated.

NON-CONSOLIDATED ENTITIES

The following joint local boards are not consolidated:

District of Cochrane Social Services Administration Board
Porcupine Health Unit

ACCOUNTING FOR SCHOOL BOARD TRANSACTIONS

The Corporation is required to collect and remit education support levies in respect of residential and other properties on behalf of the area school boards. The Corporation has no jurisdiction or control over the school boards operations. Therefore, the taxation, other revenues, expenses, assets and liabilities with respect to the operations of the school boards are not reflected in the accumulated surplus of these consolidated financial statements.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

TRUST FUND

Trust fund and their related operations administered by the municipality are not consolidated but are reported on the Statement of Continuity of Fund and Statement of Financial Position of Trust Fund (page 38).

ACCRUAL BASIS OF ACCOUNTING

Revenues and expenses are reported on the accrual basis of accounting which recognizes revenues as they become available and measurable. Revenues from taxation, grants and all other sources are recognized when the amount is fixed or reasonably determinable and collectability is reasonably assured. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents are comprised of cash on hand and cash held in financial institutions with original maturities of three months or less from time of acquisition.

DEFERRED REVENUES - OBLIGATORY RESERVE FUNDS

Grants, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used in the conduct of certain projects or the completion of specific work. In addition, certain fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or the services are performed.

A requirement of Canadian Public Sector Accounting Standards is that the obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation and other agreements restrict how these funds be used and under certain circumstances these funds may possibly be refunded.

MULTI-EMPLOYER DEFINED BENEFIT PENSION

Substantially all of the employees of the municipal are eligible to be members of the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer, defined benefit, final average earnings, contributory pension plan. Defined contribution plan accounting is applied to OMERS, whereby contributions are expensed when due as the municipality has insufficient information to apply defined benefit accounting.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

ASSET RETIREMENT OBLIGATIONS

Asset retirement obligations represent the legal obligations associated with the retirement of a tangible capital asset that result from its acquisition, construction, development, or normal use.

The liability associated with an asset retirement obligation is measured with reference to the best estimate of the amount required to ultimately remediate the liability at the consolidated financial statement date to the extent that all recognition criteria are met. Asset retirement obligations are only recognized when there is a legal obligation for the Corporation to incur costs in relation to a specific tangible capital asset, when the past transaction or event causing the liability had already occurred, when economic benefits will need to be given up in order to remediate the liability and when a reasonable estimate of such amount can be made. The best estimate of the liability includes all costs directly attributable to the remediation of the asset retirement obligations, based on the most reliable information that is available as at the applicable reporting date. Where cash flows are expected over future periods, the liability is recognized using a present value technique.

When a liability for an asset retirement obligation is initially recognized, a corresponding adjustment to the related tangible capital asset is also recognized. Through the passage of time in subsequent reporting periods, the carrying value of the liability is adjusted to reflect accretion expenses incurred in the current period. This expense ensures that the time value of money is considered when recognizing outstanding liabilities at each reporting date. The capitalized asset retirement cost within tangible capital assets is also simultaneously depreciated on the same basis as the underlying asset to which it relates.

At remediation, the Corporation derecognizes the liability that was established. In some circumstances, gains or losses may be incurred upon settlements related to the ongoing measurement of the liability and corresponding estimates that were made and are recognized in the consolidated statement of operations and accumulated surplus.

ACCUMULATED SURPLUS

Certain amounts of surpluses, as approved by the Council, are set aside in reserves for future operations and capital purposes. Transfers to and/or from reserves are recorded as an adjustment to the respective reserve when approved.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

NON-FINANCIAL ASSETS

Non-financial assets are not available to discharge existing liabilities and are held for the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year combined with the annual surplus (deficit) provides the change in net financial assets for the year.

Inventories

Inventories held for consumption are recorded at the lower of cost and replacement cost, and includes actual cost. They are not considered tangible capital assets.

Prepaid expenses

Prepaid expenses represent amounts paid in advance for a good or service not yet received. The expense is recognized once the goods have been received or the services have been performed.

Tangible Capital Assets

Tangible capital assets are recorded at historical cost which includes all amounts that are directly attributable to acquisition, construction, development or settlement of the asset and amortized over their estimated useful life. The cost, less residual value, if any, of the tangible capital assets is amortized on a straight-line basis, over the expected useful life of the assets as follows:

GENERAL

Land and vacant land	Not amortized
Land improvements	20 to 50 years and landfill capacity
Buildings	50 years
Vehicles, machinery and equipment	10 to 25 years
Furniture and fixtures	10 to 15 years
Computers	5 years

INFRASTRUCTURE

Roads	7 to 75 years
Water	50 years
Sewer	50 years

Assets under construction are not amortized until the asset is available for productive use.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

Contribution of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at their fair market value at the date of receipt and also recorded as revenue.

REVENUE RECOGNITION

Taxation Revenue

Property tax billings are prepared by the municipality based on assessment rolls issued by the Municipal Property Assessment Corporation (MPAC) and in accordance with the provisions of the Municipal Act 2001. The Municipal Council establishes the tax rates annually and incorporate amounts to be raised for local services and on behalf of the School Boards in respect of education taxes. From time to time property assessments are adjusted by MPAC through the reconsideration process or by the Assessment Review Board through the appeal process. Additional assessments, referred to as supplementary and omitted assessments can also be issued by MPAC in accordance with the Assessment Act. These adjustments and additional assessments are processed by the municipality upon receipt and recognized in the fiscal year they are determined. All property taxes are secured by the land and pose minimal collection risk.

Government Transfers

Government transfers revenues are transfers from senior levels of government that are not the result of an exchange transaction and are not expected to be repaid in the future. Government transfers without eligibility criteria or stipulations are recognized as revenue when the transfer is authorized. All other transfers are recognized as revenue in the period the transfer is authorized and all eligibility criteria have been met, except when and to the extent that any stipulations give rise to an obligation that meets the definition of a liability for the municipality. The municipality also provides transfers to individuals or organizations. These transfers are recognized as expenses once they are authorized and eligibility criteria, if any, are met.

User Charges

User charges relate to various programs, and fees imposed on specific activities. Revenue is recognized when the activity is performed or when the services are rendered.

Other Revenues

Other revenues, such as fines and penalties and others are recognized in the year that the event giving rise to the revenues occur and the revenues are earned.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

FINANCIAL INSTRUMENTS

The Municipality records its financial instruments at either fair value or amortized cost.

Financial instruments classified at amortized cost and cash equivalents, taxes receivable, accounts receivable, accounts payable and accrued liabilities and long-term debt. They are initially recorded at their fair value and subsequently carried at amortized cost using the effective interest rate method, less impairment. Transaction costs are added to the carrying value of the instrument.

MEASUREMENT UNCERTAINTY

Certain items recognized in the consolidated financial statements are subject to measurement uncertainty. The recognized amounts of such items are based on the Municipality's best information and judgment.

The amounts recorded for asset retirement obligations are based on the estimated amount required to ultimately remediate the liability and depend on estimates of usage, remaining life, inflation rates and discount rates.

The amounts recorded for amortization and opening costs of tangible capital assets are based on estimates of useful life, residual values and valuation rates.

By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

3. ADOPTION OF NEW ACCOUNTING STANDARDS

On January 1, 2024, the Municipality adopted on a prospective basis PS 3400 - Revenue. The adoption of this new standard did not have an impact on the amounts presented in the financial statements.

PS 3400 - Revenue, establishes standards on how to account for and report on revenue, specifically differentiating between transactions that include performance obligations (i.e. the payor expects a good or service from the public sector entity), referred to as exchange transactions, and transactions that do not have performance obligations, referred to as non-exchange transactions.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

4. OPERATIONS OF SCHOOL BOARDS

Further to note 2, the taxation, other revenues and expenses relating to the school boards are comprised of the following:

	Public	Separate	2024	2023
Revenues raised and transferred to boards:				
Regular tax levy	\$ 133,404	\$ 142,945	\$ 276,349	\$ 276,225
Write-offs and adjustments	(3,232)	(3,350)	(6,582)	(6,887)
	<u>\$ 130,172</u>	<u>\$ 139,595</u>	<u>\$ 269,767</u>	<u>\$ 269,338</u>

5. CONTRIBUTION TO NON-CONSOLIDATED ENTITIES

Further to note 2 "Non-Consolidated Joint Local Boards", the following contributions were made by the municipality to these entities:

	Budget (Note 19)	Actual 2024	Actual 2023
Porcupine Health Unit	\$ 31,540	\$ 31,536	\$ 28,668
District of Cochrane Social Services Administration Board	<u>199,995</u>	<u>193,912</u>	<u>179,336</u>
	<u>\$ 231,535</u>	<u>\$ 225,448</u>	<u>\$ 208,004</u>

The municipality is contingently liable for its share of any accumulated deficits as at the end of the year.

6. TRUST FUND

Trust fund administered by the municipality amounting to \$58,189 (2023 - \$56,585) have not been included on the Consolidated Statement of Financial Position nor have their operations been included in these financial statements.

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

7. TAXES RECEIVABLE

	2024	2023
Current year	\$ 18,265	\$ 8,424
Prior year	17,460	25,248
Previous years	61,586	90,866
Penalty and interest	73,490	85,512
Allowance for doubtful accounts	(133,465)	(121,018)
	<u>\$ 37,336</u>	<u>\$ 89,032</u>

8. ACCOUNTS RECEIVABLE

	2024	2023
Trade	\$ 10,451	\$ 29,053
Government of Canada	52,569	82,125
Province of Ontario	15,803	31,948
	<u>\$ 78,823</u>	<u>\$ 143,126</u>

9. BANK INDEBTEDNESS

The municipality has an authorized line of credit of \$250,000 bearing interest at prime plus 0.25% and is secured by a general assignment of the municipal's assets and is not used at year-end.

10. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2024	2023
Trade	\$ 191,378	\$ 185,120
Payroll related	42,742	39,239
Accrued expenses	18,500	18,500
School boards	66,063	-
	<u>\$ 318,683</u>	<u>\$ 242,859</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

11. DEFERRED REVENUES - OBLIGATORY RESERVE FUNDS

Revenues received that should be used in the next year and have been set aside for specific purposes by legislation, regulation or agreement, are included in deferred revenue. These revenues may only be used in the conduct of certain programs or in the completion of specific work.

Details of these deferred revenues and obligatory reserve funds are as follows:

	Balance, beginning	Received	Utilized	Balance, ending
DEFERRED REVENUES				
Donations	\$ 45,152	\$ 5,000	\$ 10,462	\$ 39,690
Northern Ontario Resource Development Support Fund	123,702	63,103	98,969	87,836
Safe restart - COVID-19	5,756	-	-	5,756
Trillium Foundation of Ontario	120,762	-	120,762	-
	<u>295,372</u>	<u>68,103</u>	<u>230,193</u>	<u>133,282</u>
OBLIGATORY RESERVE FUNDS				
Canada Community - Building Fund	286,128	42,406	37,520	291,014
Ontario Community Infrastructure Fund	167,053	139,062	8,387	297,728
	<u>453,181</u>	<u>181,468</u>	<u>45,907</u>	<u>588,742</u>
	<u>\$ 748,553</u>	<u>\$ 249,571</u>	<u>\$ 276,100</u>	<u>\$ 722,024</u>

12. ASSET RETIREMENT OBLIGATIONS

	2024	2023
Balance, beginning of year	\$ 146,838	\$ 146,224
Accretion expense	<u>1,013</u>	<u>614</u>
Balance, end of year	<u>\$ 147,851</u>	<u>\$ 146,838</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

12. ASSET RETIREMENT OBLIGATIONS, (CONT'D)

Landfill

The Environmental Protection Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is to be provided for over the estimated remaining life of the landfill site based on usage.

The main components of the landfill closure plan are final capping using selected specific layers of earthen materials based on an engineered cap design and implementation of a drainage management plan. The post-closure maintenance requirements will involve cap maintenance, installation of monitoring wells, groundwater monitoring, inspections and annual reports.

The reported liability is based on estimates and assumptions with respect to events extending over the estimated remaining useful life using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable. The most recent capacity study for the landfill site was performed in a report dated December 9, 2019.

Estimated total expenses represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 4.49%.

The estimated remaining capacity of the landfill site is 36% of its total estimated capacity and its estimated remaining life is approximately 16 years. The period for post-closure care is estimated to be 15 years.

Asbestos removal

The Municipality owns buildings which contain asbestos, and therefore, the Municipality is legally required to perform abatement activities upon renovation or demolition of these assets. Abatement activities include handling and disposing of the asbestos in a prescribed manner when it is disturbed. The timing of post-closure care cannot yet be reasonably estimated.

Septic systems, drinking water wells and monitoring wells

The Municipality owns monitoring wells which represent an environmental hazard upon removal and decommissioning and there are legal obligations regarding how they must be removed. The timing of post-closure care cannot yet be reasonably estimated.

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

13. LONG-TERM DEBT

	2024	2023
TRANSPORTATION SERVICES		
Loans paid during the year	\$ -	\$ 32,033

During the year, the municipality paid the following long-term debt charges:

	2024	2023
Principal payments	\$ 32,033	\$ 37,799
Interest charges	651	2,365
	<u>\$ 32,684</u>	<u>\$ 40,164</u>

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

14. TANGIBLE CAPITAL ASSETS

Cost	Balance at December 31, 2023	Additions	Disposals	Balance at December 31, 2024
Land and vacant land	\$ 418,257	\$ -	\$ -	\$ 418,257
Land improvements	357,433	10,462	-	367,895
Buildings	5,831,639	186,038	-	6,017,677
Vehicles, machinery and equipment	2,183,803	-	-	2,183,803
Furniture and fixtures	131,653	-	-	131,653
Computers	89,712	-	-	89,712
Roads	5,693,795	128,225	-	5,822,020
Water	589,639	-	-	589,639
Sewer	2,039,404	-	-	2,039,404
	\$ 17,335,335	\$ 324,725	\$ -	\$ 17,660,060

Accumulated Amortization	Balance at December 31, 2023	Disposals	Amortization	Balance at December 31, 2024
Land improvements	140,871	-	17,625	158,496
Buildings	3,100,029	-	92,633	3,192,662
Vehicles, machinery and equipment	1,678,562	-	54,934	1,733,496
Furniture and fixtures	99,556	-	5,406	104,962
Computers	82,262	-	3,725	85,987
Roads	3,633,810	-	107,103	3,740,913
Water	474,775	-	11,793	486,568
Sewer	1,186,813	-	46,165	1,232,978
	\$ 10,396,678	\$ -	\$ 339,384	\$ 10,736,062

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

14. TANGIBLE CAPITAL ASSETS, (CONT'D)

Net Book Value	Balance at December 31, 2024	Balance at December 31, 2023
Land and vacant land	\$ 418,257	\$ 418,257
Land improvements	209,399	216,562
Buildings	2,825,015	2,731,610
Vehicles, machinery and equipment	450,307	505,241
Furniture and fixtures	26,691	32,097
Computers	3,725	7,450
Roads	2,081,107	2,059,985
Water	103,071	114,864
Sewer	806,426	852,591
	\$ 6,923,998	\$ 6,938,657

During the year, \$nil of tangible capital assets were written down or disposed (2023 - \$14,011).

Distribution by segment is as follows:

	2024	2023
General government services	\$ 250,291	\$ 277,802
Protection services	292,632	315,107
Transportation services	2,377,960	2,387,959
Environmental services	2,758,993	2,846,289
Health, social and family services	110,310	93,982
Recreation and cultural services	1,133,812	1,017,518
	\$ 6,923,998	\$ 6,938,657

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

15. ACCUMULATED SURPLUS

Accumulated surplus consist of the following:

	2024	2023
<hr/>		
RESERVES SET ASIDE FOR SPECIFIC PURPOSES BY THE COUNCIL		
Economic Development	\$ 31,774	\$ 31,774
Facilities	25,000	25,000
Landfill site	170,609	170,609
Mobile equipment	50,000	50,000
Street, roads & bridges	100,000	100,000
Water & sewer	131,000	131,000
	<hr/> 508,383	<hr/> 508,383
INVESTED IN TANGIBLE CAPITAL ASSETS	<hr/> 6,923,998	<hr/> 6,938,657
GENERAL SURPLUS - MUNICIPALITY	1,079,281	873,248
GENERAL SURPLUS - ARENA FUND	23,553	23,058
GENERAL SURPLUS - CEMETARY	87,868	86,520
GENERAL SURPLUS - LIBRARY	23,308	21,125
	<hr/> 1,214,010	<hr/> 1,003,951
	<hr/> \$ 8,646,391	<hr/> \$ 8,450,991

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

16. PENSION AGREEMENTS

The municipality makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay. Employers and employees contribute jointly to the plan. OMERS provides pension services to more than 450,000 active and retired members and approximately 1,000 employers. Each year an independent actuary determines the funding status of OMERS Primary Pension Plan (the Plan) by comparing the actuarial value of invested assets to the estimated present value of all pension benefits that members have earned to date. The most recent actuarial valuation of the Plan was conducted at December 31, 2024. The results of this valuation disclosed a total accrued pension obligation of \$140,766 millions (2023 - \$134,574 millions) in respect of benefits with net assets available for benefits at that date of \$137,853 millions (2023 - \$130,372 millions) indicating an actuarial deficit of \$2,913 millions (2023 - \$4,202 millions). The primary plan's funded ratio of assets to pension obligation was 98% (2023 - 97%). Because OMERS is a multi-employer plan, any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the municipality does not recognize any share of the OMERS pension surplus or deficit.

Contributions made by the municipality to OMERS in 2024 were \$43,414 (2023 - \$41,577). Employer contributions are included as an expense on the Consolidated Statement of Operations and Accumulated Surplus.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

17. COMMITMENTS

- (a) The municipality has entered into the following long-term agreements:
- (i) Rock Solid Computer Services - Agreement starts on January 1, 2024 and ending on December 31, 2026 to provide various IT services at an annual cost of \$9,375 per year.
 - (ii) Ontario Clean Water Agency (OCWA) - Agreement was renewed starting on January 1st, 2020 and ending on December 31, 2029 to provide supervision, operation and maintenance services for the water treatment plant and lagoon at an annual cost of \$165,223 in the first year and indexed to inflation in subsequent years.
 - (iii) Ministry of Natural Resources (MNR) - Agreement starting on April 1, 2018 and ending on April 1, 2028 to provide forest fire protection at an annual cost of \$8,714 in the first year and indexed to inflation in subsequent years.

	2025	2026	2027	2028	2029	Total
General government services	\$ 9,375	\$ 9,375	\$ -	\$ -	\$ -	\$ 18,750
Environmental services	192,443	196,292	200,218	204,222	208,306	1,001,481
Protection services	9,434	9,434	9,434	2,359	-	30,661
	<u>\$ 211,252</u>	<u>\$ 215,101</u>	<u>\$ 209,652</u>	<u>\$ 206,581</u>	<u>\$ 208,306</u>	<u>\$ 1,050,892</u>

- (b) The municipality has signed agreements with various suppliers for a total amount of \$32,266. As of December 31, 2024, \$30,594 were incurred relating to the signed agreements.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

18. SEGMENTED INFORMATION

The municipality is a municipal government institution that provides a range of services to its citizens. Municipal services are reported by function and their activities are separately disclosed in the Schedule of Segmented Information (pages 24 - 25). The nature of the segments and the activities they encompass are as follows:

General Government services

General government consists of the activities of Council and general financial and administrative management of the municipality and its programs and services.

Protection Services

Protection services include police and fire services.

Transportation Services

Transportation services include construction and maintenance of the municipality's roads and bridges, winter control and street lighting.

Environmental Services

This function is responsible for providing water and sewer services to certain areas within the municipality. It is also responsible for providing waste collection, waste disposal and recycling services.

Health Services

Health services consists of the activities of the cemetery and other medical services.

Social and Family Services

This function provides general assistance for social and family services.

Recreation and Cultural Services

Recreation and cultural services provide indoor and outdoor recreational facilities and programs and library services.

Planning and Development Services

The planning and development services function manages commercial, industrial and residential development within the municipality.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

18. SEGMENTED INFORMATION, (CONT'D)

The accounting policies used in these segments are the same as those described in note 2. For each reported segment, revenues and expenses represent amounts that are directly attributable to each segment. Tax revenues are reported as part of General Government.

19. BUDGET AMOUNTS

The budgets approved by the Corporation and consolidated entities for 2024 is reflected on the consolidated statement of operations and the accompanying schedules and was prepared on a cash flow basis. The budget established for capital investment in tangible capital assets are on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual amounts. The related amortization are not included in the budgets approved by the Council. Budgets figure have not been audited.

Approved budget:

Budgeted annual deficit	\$ (9,850)
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Adjustments:

Tangible capital assets expenses	370,750
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Budgeted Annual Surplus per Financial Statements	\$ 360,900
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20. FINANCIAL INSTRUMENTS

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of consolidated financial statements in assessing the extent of risk related to financial instruments.

(a) CREDIT RISK

The municipality does have credit risk in accounts receivable and taxes receivable. Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss. The corporation maintains strict credit policies and limits in respect to counterparties. In the opinion of management the credit risk exposure to the corporation is low and is not material.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

20. FINANCIAL INSTRUMENTS, (CONT'D)

(b) LIQUIDITY RISK

The municipality does have a liquidity risk in the accounts payable and accrued liabilities. Liquidity risk is the risk that the corporation cannot repay its obligations when they become due to its creditors. The corporation reduces its exposure to liquidity risk by ensuring that it documents when authorized payments become due; maintains an adequate line of credit to repay trade creditors. In the opinion of management the liquidity risk exposure to the corporation is low and is not material.

(c) INTEREST RATE RISK

The municipality is exposed to interest rate risk. Interest rate risk is the risk that the municipality has interest rate exposure on its bank indebtedness, which are variable based on the bank's prime rates. In the opinion of management the interest rate risk exposure to the corporation low and is not material.

21. COMPARATIVE FIGURES

The Consolidated Financial Statements have been reclassified, where applicable, to conform to the presentation used in the current year. These changes do not affect prior year surplus/deficit.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

SEGMENTED INFORMATION

YEAR ENDED DECEMBER 31, 2024

	General Government Services	Protection Services	Trans- portation Services	Environ- mental Services	Health, Social and Family Services	Recreation and Cultural Services	Planning and Development Services	2024	2023
REVENUES									
Taxation and user charges	\$ 62,050	\$ 207,390	\$ 476,025	\$ 385,866	\$ 270,805	\$ 131,064	\$ 28,330	\$ 1,561,530	\$ 1,510,764
Fees and services charges	80,546	3,256	-	-	8,526	839	-	93,167	59,496
Government transfers	339,000	-	-	-	-	11,348	-	350,348	388,673
Other revenues	99,786	-	29,983	72,902	13,829	29,135	-	245,635	315,139
	581,382	210,646	506,008	458,768	293,160	172,386	28,330	2,250,680	2,274,072
EXPENSES									
Salaries and benefits	289,183	21,855	211,215	64,888	3,775	100,134	7,428	698,478	659,322
Materials	83,932	44,078	182,891	120,945	14,826	128,482	18,594	593,748	543,030
Tax registration and write-offs	12,816	-	-	-	-	-	-	12,816	56,621
Contracted services	103,458	134,907	7,262	210,927	9,031	6,313	-	471,898	441,298
Rents and financial	964	-	651	1,013	-	-	-	2,628	3,342
External transfers	-	-	-	-	240,031	-	-	240,031	243,004
Amortization	27,511	22,474	138,224	127,427	2,955	20,793	-	339,384	329,644
	517,864	223,314	540,243	525,200	270,618	255,722	26,022	2,358,983	2,276,261

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

SEGMENTED INFORMATION

YEAR ENDED DECEMBER 31, 2024

	General Government Services	Protection Services	Trans- portation Services	Environ- mental Services	Health, Social and Family Services	Recreation and Cultural Services	Planning and Development Services	2024	2023
REVENUES OVER EXPENSES (EXPENSES OVER REVENUES)	63,518	(12,668)	(34,235)	(66,432)	22,542	(83,336)	2,308	(108,303)	(2,189)
OTHER									
Government transfers									
- capital	-	-	128,988	37,520	-	126,733	-	293,241	458,718
Donations - capital	-	-	-	-	-	10,462	-	10,462	5,665
	-	-	128,988	37,520	-	137,195	-	303,703	464,383
ANNUAL SURPLUS (DEFICIT)	\$ 63,518	\$ (12,668)	\$ 94,753	\$ (28,912)	\$ 22,542	\$ 53,859	\$ 2,308	\$ 195,400	\$ 462,194

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF REVENUES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
TAXATION AND USER CHARGES			
Municipal	\$ 1,279,381	\$ 1,279,585	\$ 1,242,450
Education	262,949	269,767	269,338
Supplementary	1,300	4,192	1,318
Payments in lieu of taxes	7,465	7,467	7,467
Sewer and water rates	306,125	270,286	259,529
TOTAL LEVIED	1,857,220	1,831,297	1,780,102
LESS: LEVIED FOR SCHOOL BOARDS	(262,949)	(269,767)	(269,338)
	1,594,271	1,561,530	1,510,764
FEES AND SERVICE CHARGES	95,950	93,167	59,496
GOVERNMENT TRANSFERS - OPERATIONS			
Ontario Municipal Partnership Funds	339,000	339,000	343,400
Library	6,211	6,711	6,207
Employment projects	4,364	4,637	3,729
Fednor	12,000	-	21,794
Canada Community - Building Fund	-	-	11,834
Other	450	-	-
Safe restart - COVID-19	-	-	1,709
	362,025	350,348	388,673
OTHER REVENUES			
Penalties and interest on taxes	28,000	26,664	27,694
Licences, permits and fines	11,025	6,535	11,148
Donations	4,974	4,319	9,391
Insurance claim	-	18,708	-
Investment income	975	52,361	39,972
Rentals	48,330	55,734	55,479
Sales and other	24,607	12,856	5,863
Landfill tipping fees	-	68,458	165,592
	117,911	245,635	315,139
TOTAL REVENUES	\$ 2,170,157	\$ 2,250,680	\$ 2,274,072

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
GENERAL GOVERNMENT SERVICES			
MEMBERS OF COUNCIL			
Salaries and benefits	\$ 36,085	\$ 35,325	\$ 34,336
Materials	22,750	5,471	10,874
	58,835	40,796	45,210
GENERAL ADMINISTRATION			
Salaries and benefits	257,100	253,858	238,401
Materials	91,555	78,461	73,386
Tax registration and write-offs	1,050	12,816	56,621
Contracted services	81,535	103,458	99,439
Rents and financial	1,000	964	977
	432,240	449,557	468,824
AMORTIZATION			
	-	27,511	27,511
	\$ 491,075	\$ 517,864	\$ 541,545

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
PROTECTION SERVICES			
FIRE			
Salaries and benefits	\$ 24,915	\$ 20,794	\$ 18,059
Materials	76,795	44,078	36,743
Contracted services	12,300	11,752	11,580
	<u>114,010</u>	<u>76,624</u>	<u>66,382</u>
POLICING			
Contracted services	<u>118,125</u>	<u>115,447</u>	<u>111,456</u>
PROTECTIVE INSPECTION AND CONTROL			
Salaries and benefits	<u>1,065</u>	<u>1,061</u>	<u>1,020</u>
BUILDING PERMIT AND INSPECTION SERVICES			
Contracted services	<u>5,715</u>	<u>7,708</u>	<u>5,110</u>
	<u>124,905</u>	<u>124,216</u>	<u>117,586</u>
AMORTIZATION			
	<u>-</u>	<u>22,474</u>	<u>22,474</u>
	<u>\$ 238,915</u>	<u>\$ 223,314</u>	<u>\$ 206,442</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
TRANSPORTATION SERVICES			
ROADWAYS			
Salaries and benefits	\$ 191,270	\$ 190,244	\$ 166,337
Materials	192,990	166,155	152,942
Contracted services	7,050	7,262	3,903
Rents and financial	675	651	2,365
	<u>391,985</u>	<u>364,312</u>	<u>325,547</u>
WINTER CONTROL			
Salaries and benefits	34,000	20,971	37,632
Materials	-	1,066	4,424
	<u>34,000</u>	<u>22,037</u>	<u>42,056</u>
STREET LIGHTING			
Materials	<u>11,200</u>	<u>15,670</u>	<u>10,484</u>
AMORTIZATION			
	<u>-</u>	<u>138,224</u>	<u>139,620</u>
	<u>\$ 437,185</u>	<u>\$ 540,243</u>	<u>\$ 517,707</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
ENVIRONMENTAL SERVICES			
SANITARY SEWER SYSTEM			
Salaries and benefits	\$ 5,270	\$ 3,015	\$ 3,158
Materials	7,375	10,411	4,839
Contracted services	30,685	35,317	25,777
Amortization	-	47,263	46,882
	<u>43,330</u>	<u>96,006</u>	<u>80,656</u>
WATERWORKS SYSTEM			
Salaries and benefits	6,355	3,427	2,905
Materials	117,275	86,927	119,381
Contracted services	167,450	167,628	160,094
Amortization	-	71,531	68,699
	<u>291,080</u>	<u>329,513</u>	<u>351,079</u>
WASTE COLLECTION, DISPOSAL AND RECYCLING			
Salaries and benefits	61,250	58,446	56,242
Materials	30,930	23,607	21,268
Contracted services	9,750	7,982	7,414
Accretion expense	-	1,013	614
Amortization	-	8,633	6,734
	<u>101,930</u>	<u>99,681</u>	<u>92,272</u>
	<u>\$ 436,340</u>	<u>\$ 525,200</u>	<u>\$ 524,007</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
HEALTH, SOCIAL AND FAMILY SERVICES			
HEALTH SERVICES			
PUBLIC HEALTH SERVICES			
External transfers	\$ 31,540	\$ 31,536	\$ 28,668
AMBULANCE SERVICES			
External transfers	67,665	67,662	68,217
CEMETERIES			
Salaries and benefits	-	1,170	873
Materials	5,310	11,556	5,549
Amortization	-	1,955	1,569
	5,310	14,681	7,991
MEDICAL CENTRE			
Salaries and benefits	6,070	2,605	2,466
Materials	3,850	3,270	784
Contracted services	10,000	9,031	10,634
Amortization	-	1,000	1,000
	19,920	15,906	14,884
SOCIAL AND FAMILY SERVICES			
GENERAL ASSISTANCE			
External transfers	132,330	126,250	111,119
ASSISTANCE TO AGED PERSONS			
External transfers	25,000	14,583	35,000
	\$ 281,765	\$ 270,618	\$ 265,879

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2024

	Budget (Note 19)	Actual 2024	Actual 2023
RECREATION AND CULTURAL SERVICES			
PARKS			
Salaries and benefits	\$ 47,485	\$ 43,228	\$ 40,405
Materials	13,630	9,499	10,857
Contracted services	6,595	3,325	2,986
	67,710	56,052	54,248
RECREATION FACILITIES			
Salaries and benefits	15,050	13,411	4,913
Materials	120,640	105,855	73,982
Amortization	-	18,683	12,768
	135,690	137,949	91,663
LIBRARY			
Salaries and benefits	40,602	43,495	45,435
Materials	22,095	12,858	14,155
Contracted Services	-	2,988	2,905
Amortization	-	2,110	2,387
	62,697	61,451	64,882
CULTURAL SERVICES			
Donations	300	270	260
	\$ 266,397	\$ 255,722	\$ 211,053
PLANNING AND DEVELOPMENT SERVICES			
Salaries and benefits	\$ 7,430	\$ 7,428	\$ 7,140
Materials	20,900	18,594	2,488
	\$ 28,330	\$ 26,022	\$ 9,628

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

ARENA FUND COMMITTEE

STATEMENT OF OPERATIONS AND FINANCIAL POSITION

DECEMBER 31, 2024

	2024	2023
REVENUES		
Investment income	\$ 495	\$ 493
ANNUAL SURPLUS	495	493
ACCUMULATED SURPLUS, BEGINNING OF YEAR	23,058	22,565
ACCUMULATED SURPLUS, END OF YEAR (Note 15)	\$ 23,553	\$ 23,058
ACCUMULATED SURPLUS IS COMPRISED OF:		
Cash	\$ 23,553	\$ 23,058

**THE CORPORATION OF THE TOWNSHIP OF
MATTICE - VAL CÔTÉ**

PUBLIC CEMETERY COMMITTEE

STATEMENT OF OPERATIONS AND FINANCIAL POSITION

DECEMBER 31, 2024

	2024	2023
REVENUES		
Sales and burial fees	\$ 1,060	\$ 1,930
Sales of niches	7,466	4,675
Investment income	2,019	1,976
Municipal contribution	5,306	5,100
Other revenues	-	168
	<u>15,851</u>	<u>13,849</u>
EXPENSES		
Salaries and benefits	1,171	873
Materials	11,556	5,549
Amortization	1,776	1,390
	<u>14,503</u>	<u>7,812</u>
ANNUAL SURPLUS	1,348	6,037
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>86,520</u>	<u>80,483</u>
ACCUMULATED SURPLUS, END OF YEAR (Note 15)	<u>\$ 87,868</u>	<u>\$ 86,520</u>
ACCUMULATED SURPLUS IS COMPRISED OF:		
CASH	\$ 34,495	\$ 34,724
PREPAID EXPENSES	-	9,641
DUE TO MUNICIPALITY	(17,055)	(10,766)
TANGIBLE CAPITAL ASSETS	<u>70,428</u>	<u>52,921</u>
	<u>\$ 87,868</u>	<u>\$ 86,520</u>

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INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of
the Corporation of the Township of Mattice - Val Côté

Opinion

We have audited the financial statements of the trust fund of The Corporation of the Township of Mattice - Val Côté (the "Trust"), which comprise the statement of financial position as at December 31, 2024, and the statement of continuity of the trust fund for the year then ended, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at December 31, 2024, and the continuity of the trust fund for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust's financial reporting process.

INDEPENDENT AUDITOR'S REPORT, (CONT'D)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ♦ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ♦ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control.
- ♦ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ♦ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- ♦ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITOR'S REPORT, (CONT'D)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Baker Tilly HKC

Chartered Professional Accountants

Licensed Public Accountants

May 15, 2025

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ
TRUST FUND

STATEMENT OF CONTINUITY OF TRUST FUND
YEAR ENDED DECEMBER 31, 2024

CEMETERY CARE AND MAINTENANCE FUND

	2024	2023
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>\$ 56,585</u>	<u>\$ 54,690</u>
REVENUES		
Perpetual care	1,304	1,595
Monument tax	<u>300</u>	<u>300</u>
	<u>1,604</u>	<u>1,895</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 58,189</u>	<u>\$ 56,585</u>

STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	<u>\$ 58,189</u>	<u>\$ 56,585</u>
ACCUMULATED SURPLUS	<u>\$ 58,189</u>	<u>\$ 56,585</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

TRUST FUND

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

Capital receipts and income are reported on the cash basis of accounting except for the interest on the investment which is accrued.

Expenses are reported on the cash basis of accounting with the exception of administrative expenses which are reported on the accrual basis of accounting, which recognizes expenses as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

2. DESCRIPTION OF FUND

CEMETERY CARE AND MAINTENANCE FUND

This trust fund was created to provide for the long-term maintenance of the cemeteries in the municipality's boundaries. A fee is charged on all sale of lots in the cemeteries and deposited in this trust fund. All interests on those funds are kept by the municipality to pay for the yearly costs of maintenance of the cemeteries.
