

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

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

DECEMBER 31, 2022

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

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CONSOLIDATED FINANCIAL STATEMENT

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

COUNCIL AND OFFICIALS

DECEMBER 31, 2022

MUNICIPAL COUNCIL

Mayor

Marc Dupuis

Councillors

Steve Brousseau

Sophie Gagnon

Joyce Malenfant

Réginald Manning

MUNICIPAL OFFICIALS

Chief Administrative Officer / Clerk

Guyline Coulombe

Fire Chief

Jean Pierre Tanguay

Parks & Recreation Foreman

Vacant

Public Works Foreman

Denis Lemieux

Treasurer

Annie Plamondon

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, 2023

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

Opinion

We have audited the accompanying consolidated financial statements of The Corporation of the Township of Mattice - Val Côté, which comprise the consolidated statement of financial position as at December 31, 2022, 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, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the corporation as at December 31, 2022, and the results of its consolidated operations and accumulated surplus, changes in net debt and its cash flows 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 consolidated 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 consolidated 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.

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.

INDEPENDENT AUDITOR'S REPORT, (cont'd)

- ◆ 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.
- ◆ 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, 2023

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2022

	2022	2021
FINANCIAL ASSETS		
Cash	\$ 1,616,508	\$ 1,577,369
Taxes receivable (Note 6)	181,191	186,317
Accounts receivable (Note 7)	420,809	65,968
	<u>2,218,508</u>	<u>1,829,654</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	305,432	315,447
Deferred revenue - obligatory reserve funds (Note 10)	524,920	408,936
Landfill closure and post-closure liability (Note 11)	86,000	60,000
Long-term debt (Note 12)	69,832	105,970
	<u>986,184</u>	<u>890,353</u>
NET ASSETS	<u>1,232,324</u>	<u>939,301</u>
NON-FINANCIAL ASSETS		
Inventories of supplies	18,538	46,790
Prepaid expenses	2,927	2,788
Tangible capital assets (Note 13)	6,751,188	6,504,244
	<u>6,772,653</u>	<u>6,553,822</u>
ACCUMULATED SURPLUS (Note 14)	<u>\$ 8,004,977</u>	<u>\$ 7,493,123</u>

COMMITMENTS (Note 16)

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, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
REVENUES (page 29)			
Taxation and user charges	\$ 1,480,356	\$ 1,455,924	\$ 1,418,619
Fees and service charges	11,200	24,080	17,600
Government transfers - operations	461,860	438,347	431,967
Other revenues	112,980	167,670	160,607
	<u>2,066,396</u>	<u>2,086,021</u>	<u>2,028,793</u>
EXPENSES (pages 30 - 35)			
General government services	475,825	476,557	531,849
Protection services	235,798	208,949	211,969
Transportation services	431,855	463,282	465,591
Environmental services	412,579	490,724	501,963
Health, social and family services	268,688	264,448	232,571
Recreation and cultural services	201,055	185,256	172,197
Planning and development services	16,321	9,532	8,907
	<u>2,042,121</u>	<u>2,098,748</u>	<u>2,125,047</u>
EXCESS OF REVENUES OVER EXPENSES (EXPENSES OVER REVENUES)	24,275	(12,727)	(96,254)
GOVERNMENT TRANSFERS - CAPITAL	<u>671,538</u>	<u>524,581</u>	<u>56,105</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 695,813</u>	511,854	(40,149)
ACCUMULATED SURPLUS, BEGINNING OF YEAR		<u>7,493,123</u>	<u>7,533,272</u>
ACCUMULATED SURPLUS, END OF YEAR (Note 14)		<u>\$ 8,004,977</u>	<u>\$ 7,493,123</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, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
ANNUAL SURPLUS (DEFICIT)	\$ 695,813	\$ 511,854	\$ (40,149)
TANGIBLE CAPITAL ASSETS ACTIVITIES			
Acquisition of tangible capital assets	-	(565,895)	(57,579)
Amortization of tangible capital assets	-	318,951	298,815
	-	(246,944)	241,236
NON-FINANCIAL ASSETS ACTIVITIES			
Change in inventory of supplies	-	28,252	(255)
Change in prepaid expenses	-	(139)	11,341
	-	28,113	11,086
INCREASE IN NET ASSETS	695,813	293,023	212,173
NET ASSETS, BEGINNING OF YEAR	939,301	939,301	727,128
NET ASSETS, END OF YEAR	\$ 1,635,114	\$ 1,232,324	\$ 939,301

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, 2022

	2022	2021
OPERATING ACTIVITIES		
Annual surplus (deficit)	\$ 511,854	\$ (40,149)
Items non affecting cash:		
Amortization of tangible capital assets	318,951	298,815
Changes in:		
Taxes receivable	5,126	(37,116)
Accounts receivable	(354,841)	(12,887)
Accounts payable and accrued liabilities	(10,015)	59,763
Deferred revenue - obligatory reserve funds	115,984	137,548
Landfill closure and post-closure liability	26,000	10,000
Inventories of supplies	28,252	(255)
Prepaid expenses	(139)	11,341
	<u>641,172</u>	<u>427,060</u>
CAPITAL ACTIVITY		
Acquisition of tangible capital assets	<u>(565,895)</u>	<u>(57,579)</u>
FINANCING ACTIVITY		
Principal payments on long-term debt	<u>(36,138)</u>	<u>(34,554)</u>
INCREASE IN CASH POSITION	39,139	334,927
CASH POSITION, BEGINNING OF YEAR	<u>1,577,369</u>	<u>1,242,442</u>
CASH POSITION, END OF YEAR	<u>\$ 1,616,508</u>	<u>\$ 1,577,369</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, 2022

1. NATURE OF OPERATIONS

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:

CONSOLIDATION

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 JOINT LOCAL BOARDS

The following joint local boards are not consolidated:

District of Cochrane Social Services Administration Board
Porcupine Health Unit

ACCOUNTING FOR SCHOOL BOARD TRANSACTIONS

The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the school boards are not reflected in these consolidated financial statements.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

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 REVENUE

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.

LANDFILL CLOSURE AND POST-CLOSURE LIABILITY

The municipality is required to fund the closure of its landfill site and provide for post-closure care of the facility. Closure and post-closure activities include the final clay cover, landscaping, as well as surface and ground water monitoring, leachate control, and visual inspection. The requirement is being provided for over the estimated remaining life of the landfill site based on usage.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

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.

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.

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.

Tangible Capital Assets

Under Canadian public sector accounting standards guidelines, 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. Tangible capital assets are defined as non-financial assets with an estimated useful life greater than one year, held for use in the production or supply of goods and services, not held for resale, in continuous use, and valued in excess of an established financial threshold. 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:

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

Tangible Capital Assets, (cont'd)

GENERAL

Land and vacant land	Not amortized
Land improvements	20 to 50 years
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.

Contribution of Tangible Capital Assets

Tangible Capital Assets received as contributions are recorded at their fair market value at the date of receipt.

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.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES, (CONT'D)

REVENUE RECOGNITION, (CONT'D)

Government Transfers

Government transfer 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.

MEASUREMENT UNCERTAINTY

The preparation of 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 disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Estimates are used when accounting for items and matters such as allowance for uncollectible taxes and other accounts receivable, useful life of tangible capital assets, obsolescence of inventories of supplies, accrued liabilities and contingencies. Actual results could differ from those estimates.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

3. 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	2022	2021
Revenues raised and transferred to boards:				
Regular tax levy	\$ 131,279	\$ 145,070	\$ 276,349	\$ 276,265
Write-offs and adjustments	(3,274)	(3,458)	(6,732)	(6,769)
	<u>\$ 128,005</u>	<u>\$ 141,612</u>	<u>\$ 269,617</u>	<u>\$ 269,496</u>

4. CONTRIBUTION TO NON-CONSOLIDATED JOINT LOCAL BOARDS

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

	Budget (Note 18)	2022 Actual	2021 Actual
Porcupine Health Unit	\$ 24,900	\$ 27,396	\$ 24,901
District of Cochrane Social Services Administration Board	181,762	181,762	153,889
	<u>\$ 206,662</u>	<u>\$ 209,158</u>	<u>\$ 178,790</u>

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

5. TRUST FUND

Trust fund administered by the municipality amounting to \$54,690 (2021 - \$53,690) 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, 2022

6. TAXES RECEIVABLE

	2022	2021
Current year	\$ 27,536	\$ 38,078
Prior year	44,614	40,335
Previous years	109,496	109,523
Penalty and interest	85,964	76,045
Allowance for doubtful accounts	<u>(86,419)</u>	<u>(77,664)</u>
	\$ 181,191	\$ 186,317

7. ACCOUNTS RECEIVABLE

	2022	2021
Trade	\$ 14,355	\$ 8,988
Government of Canada	263,988	17,495
Province of Ontario	141,849	39,462
Other	<u>617</u>	<u>23</u>
	\$ 420,809	\$ 65,968

8. BANK INDEBTEDNESS

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

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2022	2021
Trade	\$ 178,582	\$ 194,413
Payroll related	43,028	41,950
Accrued expenses	18,000	15,500
School boards	<u>65,822</u>	<u>63,584</u>
	\$ 305,432	\$ 315,447

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

10. DEFERRED REVENUE - 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 revenue and obligatory reserve funds are as follows:

	Balance, beginning	Received	Utilized	Balance, ending
DEFERRED REVENUES				
Donations	\$ 5,217	\$ 5,000	\$ -	\$ 10,217
Ministry of Francophone Affairs	1,513	-	1,513	-
Northern Ontario Resource Development Support Fund	-	128,196	-	128,196
Safe restart - COVID-19	12,950	-	5,485	7,465
Trillium Foundation of Ontario	29,214	-	29,214	-
	<u>48,894</u>	<u>133,196</u>	<u>36,212</u>	<u>145,878</u>
OBLIGATORY RESERVE FUNDS				
Federal gas tax	231,737	43,896	27,410	248,223
Ontario Community Infrastructure Fund	128,305	102,514	100,000	130,819
	<u>360,042</u>	<u>146,410</u>	<u>127,410</u>	<u>379,042</u>
	<u>\$ 408,936</u>	<u>\$ 279,606</u>	<u>\$ 163,622</u>	<u>\$ 524,920</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

11. LANDFILL CLOSURE AND POST-CLOSURE LIABILITY

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.

Landfill closure and post-closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a twenty-five year period using the best information available to management. Future events may result in significant changes to the estimated total expenses, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

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 total landfill closure and post-closure care expenses are calculated to be \$144,885. The estimated liability for these expenses is recognized as the landfill site's capacity is used. At December 31, 2022, an amount of \$86,000 (2021 - \$60,000) with respect to landfill closure and post-closure liabilities has been accrued.

The estimated remaining capacity of the landfill site is 40% of its total estimated capacity and its estimated remaining life is approximately 18 years. The period for post-closure care is estimated to be 15 years.

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

12. LONG-TERM DEBT

	2022	2021
TRANSPORTATION SERVICES		
Caisse populaire Alliance Limitée, 4,49%, payable in blended monthly payments of \$778, due in 2024, secured by a vehicle with a net book value of \$22,548	\$ 15,674	\$ 24,094
Caisse populaire Alliance Limitée, 4,49%, payable in blended monthly payments of \$2,569 due in 2024, secured by a vehicle with a net book value of \$76,612	54,158	81,876
	<u>\$ 69,832</u>	<u>\$ 105,970</u>

The principal repayments due are as follows:

2023	\$ 37,800
2024	<u>32,032</u>
	<u>\$ 69,832</u>

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

	2022	2021
Principal payments	\$ 36,138	\$ 34,554
Interest charges	4,026	5,610
	<u>\$ 40,164</u>	<u>\$ 40,164</u>

The long-term liabilities issued in the name of the municipality have been approved by by-laws. The annual principal and interest payments required to service these liabilities are within the annual debt repayments limit presented by the Ministry of Municipal Affairs and Housing.

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

13. TANGIBLE CAPITAL ASSETS

Cost	Balance at December 31, 2021	Additions	Disposals	Balance at December 31, 2022
Land and vacant land	\$ 418,257	\$ -	\$ -	\$ 418,257
Land improvements	84,148	-	-	84,148
Buildings	5,572,971	93,502	-	5,666,473
Vehicles, machinery and equipment	2,113,319	23,104	-	2,136,423
Furniture and fixtures	109,157	22,496	-	131,653
Computers	103,723	-	-	103,723
Roads	5,623,451	-	-	5,623,451
Water	589,639	-	-	589,639
Sewer	1,574,596	426,793	-	2,001,389
	\$ 16,189,261	\$ 565,895	\$ -	\$ 16,755,156

Accumulated Amortization	Balance at December 31, 2021	Disposals	Amortization	Balance at December 31, 2022
Land improvements	\$ 47,257	\$ -	\$ 4,356	\$ 51,613
Buildings	2,921,940	-	88,786	3,010,726
Vehicle, machinery and equipment	1,557,231	-	59,482	1,616,713
Furniture and fixtures	87,419	-	6,455	93,874
Computers	84,652	-	7,896	92,548
Roads	3,439,704	-	94,779	3,534,483
Water	451,189	-	11,793	462,982
Sewer	1,095,625	-	45,404	1,141,029
	\$ 9,685,017	\$ -	\$ 318,951	\$ 10,003,968

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

13. TANGIBLE CAPITAL ASSETS, (CONT'D)

Net Book Value	Balance at December 31, 2022	Balance at December 31, 2021
Land and vacant land	\$ 418,257	\$ 418,257
Land improvements	32,535	36,891
Buildings	2,655,747	2,651,031
Vehicles, machinery and equipment	519,710	556,088
Furniture and fixtures	37,779	21,738
Computers	11,175	19,071
Roads	2,088,968	2,183,747
Water	126,657	138,450
Sewer	860,360	478,971
	\$ 6,751,188	\$ 6,504,244

During the year, \$nil of tangible capital assets were written down or disposed (2021 - \$nil).

Distribution by segment is as follows:

	2022	2021
General government services	\$ 305,312	\$ 314,849
Protection services	337,580	360,055
Transportation services	2,446,125	2,464,478
Environmental services	2,708,753	2,399,015
Health, social and family services	96,551	99,118
Recreation and cultural services	856,867	866,729
	\$ 6,751,188	\$ 6,504,244

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

14. ACCUMULATED SURPLUS

Accumulated surplus consist of the following:

	2022	2021
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
	<u>508,383</u>	<u>508,383</u>
INVESTED IN TANGIBLE CAPITAL ASSETS	<u>6,751,188</u>	<u>6,504,244</u>
GENERAL SURPLUS - MUNICIPALITY	623,803	360,596
GENERAL SURPLUS - ARENA FUND	22,565	22,380
GENERAL SURPLUS - CEMETARY	80,483	76,945
GENERAL SURPLUS - LIBRARY	18,555	20,575
	<u>745,406</u>	<u>480,496</u>
	<u>\$ 8,004,977</u>	<u>\$ 7,493,123</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

15. 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, 2022. The results of this valuation disclosed a total accrued pension obligation of \$128,789 millions (2021 - \$119,342 millions) in respect of benefits with net assets available for benefits at that date of \$124,382 millions (2021 - \$120,919 millions) indicating an actuarial deficit of \$6,678 millions (2021 - \$3,131 millions). The primary plan's funded ratio of assets to pension obligation was 95% (2021 - 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 2022 were \$35,490 (2021 - \$36,431). 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, 2022

16. COMMITMENTS

- (a) The municipality has entered into the following long-term agreements:
- (i) Rock Solid Computer Services - Agreement started on July 1st, 2020 and ending on June 30th, 2023 to provide various I.T. services at an annual cost of \$6,750 per year.
 - (ii) Ontario Clean Water Agency (OCWA) - Agreement was renewed starting on January 1st, 2020 and ending on December 31st, 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 1st, 2018 and ending on April 1st, 2028 to provide forest fire protection at an annual cost of \$8,714 in the first year and indexed to inflation in subsequent years.
 - (iv) Foyer des Pionniers - Agreement started on May 2005 and ending on March 2024 to provide financial assistance with the capital costs incurred for the construction of the nursing home, at an annual cost of \$35,000 and \$8,750 in the last year.

	2023	2024	2025	2026	2027	Total
General government services	\$ 3,375	\$ -	\$ -	\$ -	\$ -	\$ 3,375
Environmental services	184,970	188,669	192,443	196,292	200,218	962,592
Protection services	9,434	9,434	9,434	9,434	9,434	47,170
Health Services	35,000	8,750	-	-	-	43,750
	<u>\$ 232,779</u>	<u>\$ 206,853</u>	<u>\$ 201,877</u>	<u>\$ 205,726</u>	<u>\$ 209,652</u>	<u>\$ 1,056,887</u>

- (b) The municipality has signed agreements with various suppliers for a total amount of \$304,406. As of December 31st, 2022, no expenses were incurred relating to the signed agreements.

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2022

17. 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 27 - 28). 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, 2022

17. 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.

18. BUDGET AMOUNTS

The budgets approved by the Corporation and consolidated entities for 2022 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	\$ (108,707)
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Adjustments:

Tangible capital assets expenses	<u>804,520</u>
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Budgeted Annual Surplus per Financial Statements	\$ 695,813
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THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

SEGMENTED INFORMATION

YEAR ENDED DECEMBER 31, 2022

	General Government Services	Protection Services	Trans- portation Services	Environ- mental Services	Health, Social and Family Services	Recreation and Cultural Services	Planning and Development Services	2022	2021
REVENUES									
Taxation and user charges	\$ 1,455,924	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,455,924	\$ 1,418,619
Fees and services charges	10,796	8,128	-	-	5,156	-	-	24,080	17,600
Government transfers	401,717	-	27,410	-	-	9,220	-	438,347	431,967
Other revenues	70,414	-	25,817	36,862	13,803	20,774	-	167,670	160,607
	<u>1,938,851</u>	<u>8,128</u>	<u>53,227</u>	<u>36,862</u>	<u>18,959</u>	<u>29,994</u>	<u>-</u>	<u>2,086,021</u>	<u>2,028,793</u>
EXPENSES									
Salaries and benefits	250,448	18,616	193,294	54,415	4,389	91,829	7,721	620,712	627,925
Materials	96,276	40,984	127,279	140,999	6,029	78,143	1,811	491,521	498,472
Tax registration and write-offs	9,459	-	-	-	-	-	-	9,459	2,571
Contracted services	87,458	126,875	3,627	178,259	7,303	5,423	-	408,945	476,979
Rents and financial	882	-	4,120	-	-	-	-	5,002	6,495
External transfers	-	-	-	-	244,158	-	-	244,158	213,790
Amortization	32,034	22,474	134,962	117,051	2,569	9,861	-	318,951	298,815
	<u>476,557</u>	<u>208,949</u>	<u>463,282</u>	<u>490,724</u>	<u>264,448</u>	<u>185,256</u>	<u>9,532</u>	<u>2,098,748</u>	<u>2,125,047</u>

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

SEGMENTED INFORMATION

YEAR ENDED DECEMBER 31, 2022

	General Government Services	Protection Services	Trans- portation Services	Environ- mental Services	Health, Social and Family Services	Recreation and Cultural Services	Planning and Development Services	2022	2021
REVENUES OVER EXPENSES (EXPENSES OVER REVENUES)	1,462,294	(200,821)	(410,055)	(453,862)	(245,489)	(155,262)	(9,532)	(12,727)	(96,254)
OTHER									
Government transfers - capital	22,496	-	90,000	412,085	-	-	-	524,581	56,105
ANNUAL SURPLUS (DEFICIT)	\$ 1,484,790	\$ (200,821)	\$ (320,055)	\$ (41,777)	\$ (245,489)	\$ (155,262)	\$ (9,532)	\$ 511,854	\$ (40,149)

THE CORPORATION OF THE TOWNSHIP OF MATTICE - VAL CÔTÉ

ANALYSIS OF REVENUES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
TAXATION AND USER CHARGES			
Municipal	\$ 1,185,141	\$ 1,191,659	\$ 1,134,852
Education	269,280	269,617	269,496
Supplementary	500	3,345	23,442
Payments in lieu of taxes	7,465	7,467	14,934
Sewer and water rates	287,250	253,453	245,391
TOTAL LEVIED	1,749,636	1,725,541	1,688,115
LESS: LEVIED FOR SCHOOL BOARDS	(269,280)	(269,617)	(269,496)
	1,480,356	1,455,924	1,418,619
FEES AND SERVICE CHARGES	11,200	24,080	17,600
GOVERNMENT TRANSFERS - OPERATIONS			
Ontario Municipal Partnership Funds	347,900	347,900	254,900
Library	6,084	4,495	6,118
Employment projects	6,300	4,725	8,980
Safe restart - COVID-19	10,000	5,486	49,104
Ministry of Municipal Affairs and Housing of Ontario	-	-	65,330
Ministry of Francophone Affairs	-	-	18,103
Special funding	435	-	10,135
Federal gas tax fund	26,000	27,410	-
Trillium Foundation of Ontario	21,500	4,690	19,297
Federation of Canadian Municipalities	43,641	43,641	-
	461,860	438,347	431,967
OTHER REVENUES			
Penalties and interest on taxes	20,000	33,367	32,079
Licences, permits and fines	13,525	3,428	14,302
Donations	37,800	24,525	12,633
Investment income	740	16,870	1,538
Rentals	36,530	57,885	67,635
Sales and other	4,385	31,595	32,420
	112,980	167,670	160,607
TOTAL REVENUES	\$ 2,066,396	\$ 2,086,021	\$ 2,028,793

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

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
GENERAL GOVERNMENT SERVICES			
MEMBERS OF COUNCIL			
Salaries and benefits	\$ 34,535	\$ 33,476	\$ 33,171
Materials	27,250	11,287	8,540
	<u>61,785</u>	<u>44,763</u>	<u>41,711</u>
GENERAL ADMINISTRATION			
Salaries and benefits	237,145	216,972	230,329
Materials	83,410	84,989	106,353
Tax registration and write-offs	1,575	9,459	2,571
Contracted services	90,910	87,458	129,260
Rents and financial	1,000	882	888
	<u>414,040</u>	<u>399,760</u>	<u>469,401</u>
AMORTIZATION	<u>-</u>	<u>32,034</u>	<u>20,737</u>
	<u>\$ 475,825</u>	<u>\$ 476,557</u>	<u>\$ 531,849</u>

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

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
PROTECTION SERVICES			
FIRE			
Salaries and benefits	\$ 23,083	\$ 17,168	\$ 16,908
Materials	77,150	40,984	39,820
Contracted services	11,300	10,476	10,500
	<u>111,533</u>	<u>68,628</u>	<u>67,228</u>
POLICING			
Contracted services	<u>117,385</u>	<u>112,380</u>	<u>116,229</u>
PROTECTIVE INSPECTION AND CONTROL			
Salaries and benefits	1,450	1,448	1,406
Materials	50	-	-
	<u>1,500</u>	<u>1,448</u>	<u>1,406</u>
BUILDING PERMIT AND INSPECTION SERVICES			
Salaries and benefits	5,380	-	-
Contracted services	-	4,019	3,658
	<u>124,265</u>	<u>117,847</u>	<u>121,293</u>
AMORTIZATION			
	<u>-</u>	<u>22,474</u>	<u>23,448</u>
	<u>\$ 235,798</u>	<u>\$ 208,949</u>	<u>\$ 211,969</u>

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

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
TRANSPORTATION SERVICES			
ROADWAYS			
Salaries and benefits	\$ 172,260	\$ 155,952	\$ 156,542
Materials	191,245	121,430	116,290
Contracted services	16,250	3,627	20,853
Rents and financial	4,100	4,120	5,607
	<u>383,855</u>	<u>285,129</u>	<u>299,292</u>
WINTER CONTROL			
Salaries and benefits	40,000	37,342	26,773
Materials	-	-	2,989
	<u>40,000</u>	<u>37,342</u>	<u>29,762</u>
STREET LIGHTING			
Materials	8,000	5,849	5,756
AMORTIZATION			
	<u>-</u>	<u>134,962</u>	<u>130,781</u>
	<u>\$ 431,855</u>	<u>\$ 463,282</u>	<u>\$ 465,591</u>

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

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
ENVIRONMENTAL SERVICES			
SANITARY SEWER SYSTEM			
Salaries and benefits	\$ 5,613	\$ 3,587	\$ 5,706
Materials	15,000	1,669	32,184
Contracted services	30,690	24,604	25,528
Amortization	-	46,502	37,966
	<u>51,303</u>	<u>76,362</u>	<u>101,384</u>
WATERWORKS SYSTEM			
Salaries and benefits	6,613	4,792	6,391
Materials	121,500	100,657	86,030
Contracted services	153,670	150,381	163,021
Amortization	-	66,515	66,515
	<u>281,783</u>	<u>322,345</u>	<u>321,957</u>
WASTE COLLECTION, DISPOSAL AND RECYCLING			
Salaries and benefits	51,360	46,036	46,317
Materials	20,590	12,673	14,968
Provision for landfill	-	26,000	10,000
Contracted services	7,543	3,274	1,118
Amortization	-	4,034	6,219
	<u>79,493</u>	<u>92,017</u>	<u>78,622</u>
	<u>\$ 412,579</u>	<u>\$ 490,724</u>	<u>\$ 501,963</u>

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

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
HEALTH, SOCIAL AND FAMILY SERVICES			
HEALTH SERVICES			
PUBLIC HEALTH SERVICES			
External transfers	\$ 24,900	\$ 27,396	\$ 24,901
AMBULANCE SERVICES			
External transfers	61,856	61,856	63,169
CEMETERIES			
Salaries and benefits	-	939	643
Materials	4,826	4,883	4,765
Amortization	-	1,569	1,569
	4,826	7,391	6,977
MEDICAL CENTRE			
Salaries and benefits	6,450	3,450	4,143
Materials	3,750	1,146	594
Contracted services	12,000	7,303	6,067
Amortization	-	1,000	1,000
	22,200	12,899	11,804
SOCIAL AND FAMILY SERVICES			
GENERAL ASSISTANCE			
External transfers	119,906	119,906	90,720
ASSISTANCE TO AGED PERSONS			
External transfers	35,000	35,000	35,000
	\$ 268,688	\$ 264,448	\$ 232,571

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

ANALYSIS OF EXPENSES

YEAR ENDED DECEMBER 31, 2022

	Budget (Note 18)	2022 Actual	2021 Actual
RECREATION AND CULTURAL SERVICES			
PARKS			
Salaries and benefits	\$ 43,396	\$ 36,293	\$ 39,584
Materials	15,547	13,082	6,879
Contracted services	2,990	506	745
	<u>61,933</u>	<u>49,881</u>	<u>47,208</u>
RECREATION FACILITIES			
Salaries and benefits	8,026	8,105	6,076
Materials	69,405	52,554	48,996
Amortization	-	7,225	7,445
	<u>77,431</u>	<u>67,884</u>	<u>62,517</u>
LIBRARY			
Salaries and benefits	47,864	47,431	46,909
Materials	11,227	12,247	12,184
Contracted Services	2,250	4,917	-
Amortization	-	2,636	3,135
	<u>61,341</u>	<u>67,231</u>	<u>62,228</u>
CULTURAL SERVICES			
Donations	350	260	244
	<u>\$ 201,055</u>	<u>\$ 185,256</u>	<u>\$ 172,197</u>
PLANNING AND DEVELOPMENT SERVICES			
Salaries and benefits	\$ 7,721	\$ 7,721	\$ 7,027
Materials	8,600	1,811	1,880
	<u>\$ 16,321</u>	<u>\$ 9,532</u>	<u>\$ 8,907</u>

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

ARENA FUND COMMITTEE

STATEMENT OF OPERATIONS AND FINANCIAL POSITION

DECEMBER 31, 2022

	2022	2021
REVENUES		
Investment income	\$ 185	\$ 48
ANNUAL SURPLUS	185	48
ACCUMULATED SURPLUS, BEGINNING OF YEAR	22,380	22,332
ACCUMULATED SURPLUS, END OF YEAR (Note 14)	\$ 22,565	\$ 22,380
ACCUMULATED SURPLUS IS COMPRISED OF:		
Cash	\$ 22,565	\$ 22,380

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

PUBLIC CEMETERY COMMITTEE

STATEMENT OF OPERATIONS AND FINANCIAL POSITION

DECEMBER 31, 2022

	2022	2021
REVENUES		
Sales and burial fees	\$ 1,681	\$ 1,178
Sales of niches	3,475	4,735
Investment income	768	190
Municipal contribution	4,826	4,685
	<u>10,750</u>	<u>10,788</u>
EXPENSES		
Salaries and benefits	939	643
Materials	4,883	4,765
Amortization	1,390	1,390
	<u>7,212</u>	<u>6,798</u>
ANNUAL SURPLUS	3,538	3,990
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>76,945</u>	<u>72,955</u>
ACCUMULATED SURPLUS, END OF YEAR (Note 14)	\$ 80,483	\$ 76,945
ACCUMULATED SURPLUS IS COMPRISED OF:		
CASH	\$ 27,161	\$ 21,959
DUE TO MUNICIPALITY	(989)	(714)
TANGIBLE CAPITAL ASSETS	<u>54,311</u>	<u>55,700</u>
	<u>\$ 80,483</u>	<u>\$ 76,945</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, 2022, 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, 2022, 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.

INDEPENDENT AUDITOR'S REPORT, (CONT'D)

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.

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.

INDEPENDENT AUDITOR'S REPORT, (CONT'D)

- ♦ 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.

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, 2023

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

STATEMENT OF CONTINUITY OF TRUST FUND

YEAR ENDED DECEMBER 31, 2022

CEMETERY CARE AND MAINTENANCE FUND

	2022	2021
ACCUMULATED SURPLUS, BEGINNING OF YEAR	\$ 53,690	\$ 51,765
REVENUES		
Perpetual care	850	1,575
Monument tax	150	350
	<u>1,000</u>	<u>1,925</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 54,690</u>	<u>\$ 53,690</u>

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2022

	2022	2021
FINANCIAL ASSETS		
Cash	\$ 54,690	\$ 53,690
ACCUMULATED SURPLUS	<u>\$ 54,690</u>	<u>\$ 53,690</u>

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

TRUST FUND

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

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.
