

Township of Bonnechere Valley

Financial Statements

For the year ended 31 December 2023

MACKILLICAN & ASSOCIATES

CHARTERED PROFESSIONAL ACCOUNTANTS

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Corporation of the Township of Bonnechere Valley (the "Township") are the responsibility of the Township's management and have been prepared in compliance with legislation, and in accordance with Canadian Public Sector Accounting Standards. A summary of the significant accounting policies is contained in Note 1 to the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Township's 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 and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by MacKillican & Associates, independent external auditors appointed by the Township. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Township's consolidated financial statements.



Annette Gilchrist
CAO

Township of Bonnechere Valley
Consolidated Financial Statements Index
For the year ended 31 December 2023

	<u>Page</u>
Independent Auditor's Report	1 - 2
Consolidated Statement of Financial Position	3
Consolidated Statement of Operations and Accumulated Surplus	4
Consolidated Statement of Changes in Net Financial Assets (Liabilities)	5
Consolidated Statement of Cash Flows	6
Notes to the Consolidated Financial Statements	7 - 19
Schedule of General Operations	20
Schedule of Reserves and Reserve Funds	21
Schedules of Tangible Capital Assets	22 - 24

Bonnechere Union Public Library Board

Independent Auditor's Report	25 - 26
Statement of Financial Position	27
Statement of Operations and Accumulated Surplus	28
Statement of Changes in Net Financial Assets (Liabilities)	29
Statement of Cash Flows	30
Notes to the Financial Statements	31 - 33



INDEPENDENT AUDITOR'S REPORT

To the Members of Council,
Inhabitants and Ratepayers of the
Corporation of the Township of Bonnechere Valley.

Opinion

We have audited the consolidated financial statements of the Township of Bonnechere Valley (the Township), which comprise the consolidated statement of financial position as at 31 December 2023, and the consolidated statement of operations and accumulated surplus, consolidated statement of changes in net financial assets (liabilities) and consolidated statement of 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 financial position of the Township as at 31 December 2023, and its financial performance and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards (PSAS).

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 Township 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.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with PSAS, 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 Township'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 Township or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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.

620 Barnet Blvd.
Renfrew ON. K7V 0A8
T: 613.432.3664 | F: 613.432.8424

Email: info@mackillicans.com | Website: www.mackillicans.com

14 Madawaska Street – P.O. Box 94
Arnprior ON. K7S 3H2
T: 613.623.7926 | F: 613.623.7927

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 Township'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 Township'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 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 our auditor's report. However, future events or conditions may cause the Township 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 financial information of the entities or business activities within the Township 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.

MacKillicon & Associates

RENFREW, Ontario.
21 May 2024.

Chartered Professional Accountants,
Licensed Public Accountants.

Township of Bonnechere Valley
Consolidated Statement of Financial Position
 As at 31 December 2023
 (with 2022 figures for comparison)

	<u>2023</u>	<u>2022</u> (Restated Note 18)
Financial assets:		
Cash	\$ 3,481,003	\$ 3,001,615
Taxes receivable	632,255	530,743
Accounts receivable	372,571	468,715
Other assets	2,496	3,953
Notes receivable (Note 3)	923,927	876,259
Investment in Eganville Generation Corporation (Note 4)	<u>853,297</u>	<u>799,880</u>
	<u>\$ 6,265,549</u>	<u>\$ 5,681,165</u>
Liabilities:		
Accounts payable and accrued liabilities	\$ 273,604	\$ 830,070
Deferred revenue - obligatory reserve funds (Note 6 (a))	864,543	143,089
Deferred revenue (Note 6 (b))	321	34,451
Net long term liabilities (Note 11)	3,301,497	2,855,004
Asset retirement obligation (Note 7)	3,244,900	2,227,905
Employee future benefits	<u>91,483</u>	<u>98,078</u>
	<u>\$ 7,776,348</u>	<u>\$ 6,188,597</u>
Net financial assets (liabilities)	<u>\$ (1,510,799)</u>	<u>\$ (507,432)</u>
Non-financial assets:		
Tangible capital assets (net) (Note 10)	\$ 36,619,163	\$ 36,345,056
Inventory of supplies	147,401	202,789
Prepaid expenses	<u>117,008</u>	<u>104,841</u>
	<u>\$ 36,883,572</u>	<u>\$ 36,652,686</u>
Accumulated surplus	<u>\$ 35,372,773</u>	<u>\$ 36,145,254</u>
Accumulated surplus comprised of:		
Equity in tangible capital assets (Note 13)	\$ 33,317,666	\$ 33,182,918
Reserves	4,472,018	4,430,133
Equity in government business enterprise	853,297	799,880
Bonnechere Union Public Library Board	66,175	58,306
Unfunded - employee future benefit costs (Note 2)	(91,483)	(98,078)
Unfunded - asset retirement obligation (Note 2)	<u>(3,244,900)</u>	<u>(2,227,905)</u>
Total accumulated surplus	<u>\$ 35,372,773</u>	<u>\$ 36,145,254</u>

(See accompanying notes)

Township of Bonnechere Valley
Consolidated Statement of Operations and Accumulated Surplus
For the year ended 31 December 2023
(with 2023 budget and 2022 actual figures for comparison)

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u> (Restated Note 18)
Revenue:			
Taxation and user charges	\$ 5,011,759	\$ 4,937,223	\$ 4,723,859
Government transfers:			
Ontario	2,200,263	1,638,486	2,231,099
Canada	323,177	58,979	360,855
Other municipalities	115,061	127,886	135,540
Other	801,492	1,020,051	886,417
Loss on disposal of tangible capital assets	<u> </u>	<u>(1,273)</u>	<u>(104,528)</u>
	<u>\$ 8,451,752</u>	<u>\$ 7,781,352</u>	<u>\$ 8,233,242</u>
Expenses:			
General government	\$ 1,075,122	\$ 999,738	\$ 1,095,546
Protection to persons and property	1,298,180	1,292,555	1,295,038
Transportation services	3,259,211	3,175,369	2,906,290
Environmental services	1,810,264	1,802,956	1,883,251
Recreation and cultural services	1,288,982	1,211,005	1,083,812
Planning and development	<u>73,100</u>	<u>72,210</u>	<u>53,637</u>
	<u>\$ 8,804,859</u>	<u>\$ 8,553,833</u>	<u>\$ 8,317,574</u>
Shortfall of revenue over expenses	\$ (353,107)	\$ (772,481)	\$ (84,332)
Accumulated surplus at the beginning of the year	<u>36,145,254</u>	<u>36,145,254</u>	<u>36,229,586</u>
Accumulated surplus at the end of the year	<u>\$ 35,792,147</u>	<u>\$ 35,372,773</u>	<u>\$ 36,145,254</u>

(See accompanying notes)

Township of Bonnechere Valley
Consolidated Statement of Changes in Net Financial Assets (Liabilities)
For the year ended 31 December 2023
(with 2023 budget and 2022 actual figures for comparison)

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u> (Restated Note 18)
Shortfall of revenue over expenses	\$ (353,107)	\$ (772,481)	\$ (84,332)
Amortization of tangible capital assets	1,769,420	1,769,420	1,668,331
Acquisition of tangible capital assets	(2,449,888)	(2,044,800)	(2,704,673)
Loss on disposal of tangible capital assets		1,273	104,529
Use of (acquisition of) prepaid expenses		(12,167)	(13,032)
Use of (acquisition of) inventory of supplies	<u> </u>	<u>55,388</u>	<u>1,086</u>
Decrease in net financial assets	\$ (1,033,575)	\$ (1,003,367)	\$ (1,028,091)
Net financial assets (liabilities), beginning of year	<u>(507,432)</u>	<u>(507,432)</u>	<u>520,659</u>
Net financial assets (liabilities), end of year	<u>\$ (1,541,007)</u>	<u>\$ (1,510,799)</u>	<u>\$ (507,432)</u>

(See accompanying notes)

Township of Bonnechere Valley
Consolidated Statement of Cash Flows
For the year ended 31 December 2023
(with 2022 figures for comparison)

	<u>2023</u>	<u>2022</u> (Restated Note 18)
Cash flows from operating activities:		
Shortfall of revenue over expenses	\$ (772,481)	\$ (84,332)
Add (deduct) items which do not involve cash:		
- amortization	1,769,420	1,668,331
- loss on disposal of tangible capital assets	1,273	104,529
- deferred revenue	687,324	(133,691)
- asset retirement obligation	1,016,995	146,900
- employee future benefits	(6,595)	556
- contributed capital asset	<u> </u>	<u>(15,799)</u>
	<u>\$ 2,695,936</u>	<u>\$ 1,686,494</u>
Net change in non cash working capital balances related to operations:		
- decrease (increase) in taxes receivable	\$ (101,512)	\$ 39,586
- decrease (increase) in other assets	1,457	(473)
- decrease (increase) in notes receivable	(47,668)	(41,289)
- decrease (increase) in prepaid expenses	(12,167)	(13,032)
- decrease (increase) in accounts receivable	96,144	(117,023)
- decrease (increase) in inventory of supplies	55,388	1,086
- increase (decrease) in accounts payable and accrued liabilities	<u>(556,466)</u>	<u>438,173</u>
	<u>\$ (564,824)</u>	<u>\$ 307,028</u>
Cash flows from operating activities	<u>\$ 2,131,112</u>	<u>\$ 1,993,522</u>
Cash flows from financing activities:		
Decrease in net long term liabilities	\$ (490,241)	\$ (370,691)
Increase in net long term liabilities	<u>936,734</u>	<u>924,498</u>
Cash flows from financing activities	<u>\$ 446,493</u>	<u>\$ 553,807</u>
Cash flows used for capital activities:		
Additions to tangible capital assets:		
General government		\$ (24,205)
Protection services		(45,777)
Transportation services	\$ (795,177)	(1,873,882)
Environmental services	(1,089,494)	(448,080)
Recreation and cultural services	(160,129)	(296,930)
Change in investment in Eganville Generation Corporation	<u>(53,417)</u>	<u>(89,455)</u>
Cash flows used for capital activities	<u>\$ (2,098,217)</u>	<u>\$ (2,778,329)</u>
Increase (decrease) in cash and cash equivalents during the year	\$ 479,388	\$ (231,000)
Cash and cash equivalents at the beginning of the year	<u>3,001,615</u>	<u>3,232,615</u>
Cash and cash equivalents at the end of the year	<u><u>\$ 3,481,003</u></u>	<u><u>\$ 3,001,615</u></u>
Comprised of:		
Cash	<u><u>\$ 3,481,003</u></u>	<u><u>\$ 3,001,615</u></u>

(See accompanying notes)

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Corporation of the Township of Bonnechere Valley are the representation of management prepared in accordance with generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

The focus of PSAB financial statements is on the financial position of the Township and changes thereto. The Consolidated Statement of Financial Position reports financial assets and liabilities. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position of the Township and is the difference between financial assets and liabilities. This information explains the Township's overall future revenue requirements and its ability to finance activities and meet its obligations.

(a) Reporting Entity

- (i) The consolidated financial statements reflect financial assets, liabilities, operating revenues and expenditures, reserves, reserve funds, and changes in investment in tangible capital assets of the Township. The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the Township and which are owned or controlled by the Township. Interdepartmental and organizational transactions and balances between these organizations are eliminated.

These consolidated financial statements include:

- Bonnechere Union Public Library Board

- (ii) Accounting for County and School Board Transactions

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

(b) Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which transactions or events occurred that gave rise to the revenue; expenses are recognized in the period goods or services are acquired and a liability is incurred or transfers are due.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as a deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed.

(c) Non-financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in 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, together with the excess of revenue over expenses, provides the change in net financial assets for the year.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Tangible Capital Assets

- (i) Tangible capital assets (TCAs) are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. Where the cost was not readily determinable, the assets were valued at their current fair market value and then discounted back to their in-service date using the Non-Residential Building Construction Price Index (NRBCPI) for infrastructure, storm sewers and sanitary sewers and using the Consumer Price Index (CPI) for all other assets. Land for road segments is valued at \$ 1.00 per segment. All other land is valued at cost. Where cost was not readily determinable, the land was given a value of \$ 1.00 per segment. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Land improvements	20 - 50 years
Buildings	15 - 50 years
Machinery and equipment	5 - 25 years
Vehicles	7 - 20 years
Linear assets	10 - 60 years

Amortization is calculated commencing the first month of the year following acquisition using the above rates. In the year of disposal, a full year of amortization will be charged against the asset. Capital work in progress is not amortized until it is put into service.

The Township has a capitalization threshold of \$ 5,000, so that individual TCAs of lesser value are expensed, unless they are pooled because, collectively, they have significant value, or for operational reasons.

(ii) Contribution of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the assets as of the date of transfer.

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(iv) Inventories

Inventories held for consumption are recorded at average cost.

(e) Investment Income

Short term and long term investments are recorded at cost plus accrual interest. If the market value of the investments become lower than cost and decline in value is considered to be other than temporary, the investments are written down to market value.

Investment income earned on current funds (other than obligatory reserve funds) are reported as revenue in the period earned. Investment income earned on externally restricted funds is added to the fund balance and forms part of the respective deferred revenue balance.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Government Transfers

Government transfers are the transfers of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or are the result of direct financial return.

Government transfers are recognized in the financial statements in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amounts can be made.

(g) Deferred Revenue

Certain amounts are received pursuant to regulations or agreement and may only be used in the conduct of certain programs or in the delivery of specific services and transactions. These amounts are recognized as revenue in the fiscal year the related expenditures are incurred or services performed.

(h) Deferred Revenue - Obligatory Reserve Funds

The Township receives restricted contributions under the authority of provincial and federal legislation and Township by-laws. These funds by their nature are restricted in their use and until applied to applicable costs are recorded as deferred revenue. Amounts applied to qualifying expenditures are recorded as revenue in the fiscal period they are expended.

(i) Use of Estimates

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, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the year. Actual results could differ from these estimates. Significant estimates include the allowance for doubtful taxes, landfill closure and post closure costs, employee future benefits and amortization.

(j) Cash and Cash Equivalents

Cash and cash equivalents are comprised of cash on hand and in bank and investments due no greater than three months from the date of acquisition or that are cashable on demand.

(k) Revenue Recognition

Taxation revenue consists of non-exchange transactions. It is recognized in the period to which the assessment relates and reasonable estimates of amounts can be made. Annual revenue also includes adjustments related to reassessments or appeals related to prior years. Fees and user charges relate to utility charges [water, wastewater, and solid waste] licensing fees, fees for use of various programming, and fees imposed based on specific activities. Revenue is recognized when the activity is performed or when the services are rendered.

(l) Financial Instruments

Financial instruments include cash, accounts receivable, other assets, notes receivable, accounts payable and accrued liabilities and net long term liabilities. Unless otherwise noted, it is management's opinion that the Township is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The carrying amounts reported on the statement of financial position for cash, accounts receivable, other assets, notes receivable and accounts payable and accrued liabilities, approximates their fair values, due to the immediate and short term maturities of these financial instruments.

The fair value of net long term liabilities, including the current portion, is based on rates currently available to the Township with similar terms and maturities and approximates its carrying amounts as disclosed on the statement of financial position.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

2. AMOUNTS TO BE RECOVERED

Amounts to be recovered represent the requirement of the Township to raise funds in subsequent periods to finance unfunded liabilities, comprised of the asset retirement obligation and employee future benefit costs.

3. NOTES RECEIVABLE

Due from Eganville Generation Corporation - \$ 923,927 (2022 - \$ 876,259):
The former Eganville Public Utilities Commission distribution system was sold to Hydro One in 2001. The Eganville Generation Corporation was formed and the proceeds from the sale were used to finance the generation system upgrade. The note receivable is offset by reserves held by the Township. The interest rates charged in 2023 were at 7.25% and a variable rate. The note has no fixed repayment terms and is unsecured.

4. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISE

Eganville Generation Corporation (EGC) is a government business enterprise that the Township owns a 100% interest in and is accounted for on a modified equity basis in these financial statements.

	<u>2023</u>	<u>2022</u>
Financial position:		
Current assets	\$ 310,233	\$ 264,406
Capital assets	<u>1,826,972</u>	<u>1,792,351</u>
	<u>\$ 2,137,205</u>	<u>\$ 2,056,757</u>
Current liabilities	\$ 78,350	\$ 68,467
Long term debt	<u>1,205,558</u>	<u>1,188,410</u>
	<u>\$ 1,283,908</u>	<u>\$ 1,256,877</u>
Net assets	<u>\$ 853,297</u>	<u>\$ 799,880</u>
Results of operations:		
Revenues	\$ 412,187	\$ 370,125
Operating expenses	<u>343,770</u>	<u>280,670</u>
Net income and comprehensive income for the year	<u>\$ 68,417</u>	<u>\$ 89,455</u>
Dividends declared	<u>\$ 15,000</u>	<u>\$ -</u>

5. OPERATIONS OF SCHOOL BOARDS AND COUNTY OF RENFREW

Requisitions were made by the School Boards and County of Renfrew requiring the Township to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are as follows:

	<u>School Boards</u>	<u>County</u>
Property taxes	\$ 912,548	\$ 2,119,225
Payments in lieu	<u>304</u>	<u>24,476</u>
	<u>\$ 912,852</u>	<u>\$ 2,143,701</u>

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

6. DEFERRED REVENUE

a) Obligatory Reserve Funds:

A requirement of the public sector accounting principles of the Chartered Professional Accountants of Canada is that obligatory reserve funds be reported as deferred revenue. This requirement is in place because federal, provincial and municipal legislation restricts how these funds may be used. The balances in the obligatory reserve funds of the Township are summarized below:

- (i) The balance of deferred revenue - obligatory reserve funds on the "Consolidated Statement of Financial Position" at the end of the year is comprised of the following externally restricted reserve funds:

	<u>2023</u>	<u>2022</u>
Ontario Community Infrastructure Fund	\$ 595,176	
Canada Community-Building Fund	<u>269,367</u>	<u>\$ 143,089</u>
	<u>\$ 864,543</u>	<u>\$ 143,089</u>

- (ii) Transactions during the year in the deferred revenue - obligatory reserve funds are as follows:

	<u>2023</u>	<u>2022</u>
Balance at the beginning of the year	\$ 143,089	\$ 198,302
Canada Community-Building Fund revenue received	121,588	116,521
Ontario Community Infrastructure Fund revenue received	588,426	
Interest earned	11,440	496
Used for purchases	<u> </u>	<u>(172,230)</u>
Balance at the end of the year	<u>\$ 864,543</u>	<u>\$ 143,089</u>

b) Other Deferred Revenue:

Other deferred revenue consists of miscellaneous advances to be used in 2024.

7. ASSET RETIREMENT OBLIGATION

Asset retirement obligation at year end is as follows:

	<u>2023</u>	<u>2022</u>
Landfill closure and post closure costs	\$ 2,227,905	\$ 2,227,905
Increase in change in estimate	<u>1,016,995</u>	<u> </u>
	<u>\$ 3,244,900</u>	<u>\$ 2,227,905</u>

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

7. ASSET RETIREMENT OBLIGATION (Continued)

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.

Landfill closure and post closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping ground water and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance. Some closure costs are incurred on an ongoing basis and are included in the yearly fiscal operating budget. All remaining expected closure and post closure costs have been discounted at the Township's average long term borrowing rate, net of estimated inflation.

The reported liability is based on estimates and assumptions with respect to events extending over the useful life and estimated post closure care period using the best information available to management. Future events may result in significant changes to the estimated total expenditures, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

Eganville Site (Snowdrifters)

This landfill is expected to reach its capacity in 5 years, and the estimated remaining capacity is 6,454 cubic meters, which is 4% of the site's total capacity. The total undiscounted future expenditures for closure and post closure care are \$ 1,442,300 (2022 - \$ 856,100). The estimated length of time for post closure care is 10 years.

Ruby Road Site

The landfill is expected to reach its capacity in 33 years, and the estimated remaining capacity is 107,186 cubic meters, which is 73% of the site's total capacity. The total undiscounted future expenditures for closure and post closure care are \$ 1,422,400 (2022 - \$ 1,015,100). The estimated length of time for post closure care is 10 years.

Sand Road Site

The landfill has reached its total capacity. The total undiscounted future expenditures for closure and post closure care are \$ 318,200 (2022 - \$ 308,100). The estimated length of time for post closure care is 10 years.

Lake Clear Site

The landfill has reached its total capacity. The total undiscounted future expenditures for closure and post closure care are \$ 61,000 (2022 - \$ 47,800). The estimated length of time for post closure care is 10 years.

Highway 41 Site

The landfill has reached its total capacity. The total undiscounted future expenditures for closure and post closure care are \$ 1,000 (2022 - \$ 805). The estimated length of time for post closure care is 10 years.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

8. CONTINGENT LIABILITIES

The nature of municipal activities is such that there may be litigation pending or in prospect at any time. The final outcome with respect to claims and legal proceedings pending 31 December 2023 cannot be predicted with certainty.

9. BUDGET FIGURES

The operating budget approved by the Township of Bonnechere Valley for 2023 is reflected on the Consolidated Statement of Operations and Accumulated Surplus. 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 expenditure amounts. As well, the Township does not budget activity within reserves and reserve funds, with the exception being those transactions which affect either operations or capital investments. Budget figures have been reclassified for the purpose of these financial statements to comply with PSAB reporting requirements.

10. TANGIBLE CAPITAL ASSETS

The Schedule of Tangible Capital Assets provides information on the tangible capital assets of the Township by major asset class and by function, as well as for accumulated amortization of the assets controlled. The reader should be aware of the following information relating to tangible capital assets:

(i) Contributed Tangible Capital Assets

The Township records all tangible capital assets contributed by an external party at fair value on the earlier of the date received or of the transfer of risk and responsibility. Typical examples are roadways, water and sewer lines installed by a developer as part of a subdivision agreement. Tangible capital assets contributed during year were \$ Nil (2022 - \$ 15,799).

(ii) Tangible Capital Assets Recognized at Nominal Value

Certain assets have been assigned a nominal value of one dollar, because of the difficulty of determining a tenable valuation. The most significant such assets are the Township's road allowances.

11. NET LONG TERM LIABILITIES

- (a) The balance of net long term liabilities of \$ 3,301,497 (2022 - \$ 2,855,004) reported on the "Consolidated Statement of Financial Position" is made up of long term liabilities incurred by the Township and includes those incurred on behalf of municipal enterprises.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

11. NET LONG TERM LIABILITIES (Continued)

	<u>2023</u>	<u>2022</u>
(b) Bank of Montreal loan payable, interest at 3.65%, \$ 5,449 blended payment, payable monthly, maturing January 2026. \$	405,197	\$ 454,819
Bank of Montreal loan payable, interest at 7.77%, \$ 5,806 principal payment plus interest, payable monthly, maturing October 2028.	342,608	
Bank of Montreal loan payable, interest at prime, \$ 5,446 principal payment plus interest, payable monthly, maturing July 2027.	228,724	294,074
Bank of Montreal loan payable, interest at 3.75%, \$ 4,330 blended payment, payable monthly, matured January 2023.		3,801
Bank of Montreal loan payable, interest at 2.01%, \$ 1,363 blended payment, payable monthly, maturing December 2025.		47,601
Bank of Montreal loan payable, interest at 3.65%, \$ 2,042 blended payment, payable monthly, maturing January 2026.	48,420	70,714
Bank of Montreal loan payable, interest at 7.86%, \$ 3,411 principal payment plus interest, payable monthly, maturing October 2030.	283,089	
Bank of Montreal loan payable, interest at 5.99%, \$ 10,173 blended payment, payable monthly, maturing September 2027.	417,197	511,211
Bank of Montreal loan payable, interest at prime, \$ 2,000 principal payment plus interest, payable monthly, maturing October 2024.	20,000	44,000
Bank of Montreal loan payable, interest at 3.75%, \$ 5,425 blended payment, payable monthly, maturing January 2033.	500,217	541,269
Bank of Montreal loan payable, interest at 3.75%, \$ 4,844 blended payment, payable monthly, maturing January 2038.	636,483	665,102
Bank of Montreal loan payable, interest at prime, \$ 795 blended payment, payable monthly, maturing December 2025.	17,754	26,636
Bank of Montreal loan payable, interest at 6.5183%, \$ 4,484 blended payment, payable monthly, maturing March 2030.	275,652	
Bank of Montreal loan payable, interest at prime, \$ 4,704 blended payment, payable monthly, maturing April 2025.	75,264	131,712
Bank of Montreal loan payable, interest at 5.53%, \$ 1,365 blended payment, payable monthly, maturing May 2027.	<u>50,892</u>	<u>64,065</u>
Net long term liabilities at the end of the year	<u>\$ 3,301,497</u>	<u>\$ 2,855,004</u>

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

15. MUNICIPALITIES BENEFIT COMMITTEE

The Township of Bonnechere Valley is a member of the Municipalities Benefit Committee (MBC) which is an employee group benefits plan arranged through Manulife to share in the financial risk of extended health and dental benefits. In the event that a deficit position is incurred, the Township must repay their pro-rata share of the deficit through a lump sum deposit or an increase in future annual premiums collected through the monthly billed rates. In the case of a surplus position, upon full funding of the claims fluctuation reserve (CFR), the surplus is transferred into a deposit account held by Manulife on the MBC's behalf. The surplus funds in the deposit account are to be used to fund premium requirements, enhancements to the benefit plan or fund future deficits. If the Township of Bonnechere Valley leaves the MBC, the Township forfeits its right to any surplus.

16. CONTRACTUAL OBLIGATIONS

In 2023, the Township entered into a contract with the Ontario Provincial Police for the provision of policing services. The contract runs from 2023 to 2026. Annual charges are determined based on a level of service and are reconciled to actual cost in the following year. The contract for 2023 was \$ 718,909 (2022 - \$ 708,741).

17. SEGMENTED INFORMATION

- (a) The Township is responsible for providing a wide range of services to its citizens. The Township reports on functional areas and programs in its consolidated financial statements. A brief description of each segment follows:
- i) General government is comprised of Council and administration and is responsible for the overall governance and management of the Municipality.
 - ii) Protection is comprised of police, fire, and other protective services.
 - iii) Transportation is comprised of roads including parking, signs and signals, streetlights and the maintenance of roads of the Township.
 - iv) Environmental services include water supply and distribution, wastewater treatment, and solid waste and recycling services.
 - v) Recreation and cultural services include parks and recreation and libraries.
 - vi) Planning and development services are comprised of managing development for residential and business interests, as well as infrastructure and parks.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

17. SEGMENTED INFORMATION (Continued)

(b) For each functional area, expenditures represent both amounts that are directly attributable to the functional area and amounts that are allocated on a reasonable basis. The expenditures for 31 December 2023 are as follows:

	<u>Salaries and benefits</u>	<u>Interest on long term debt</u>	<u>Materials and contracted services</u>	<u>Rent and external transfers</u>	<u>Amortization</u>	<u>Total</u>
General government	\$ 678,876		\$ 299,654		\$ 21,208	\$ 999,738
Protection services	272,803	\$ 2,398	944,243	\$ 6,068	67,043	1,292,555
Transportation services	814,863	79,412	1,168,158		1,112,936	3,175,369
Environmental services	533,077	36,044	812,019		421,816	1,802,956
Recreation	487,655	45,850	530,083	1,000	146,417	1,211,005
Planning and development	<u>12,223</u>	<u> </u>	<u>59,987</u>	<u> </u>	<u> </u>	<u>72,210</u>
	<u>\$ 2,799,497</u>	<u>\$ 163,704</u>	<u>\$ 3,814,144</u>	<u>\$ 7,068</u>	<u>\$ 1,769,420</u>	<u>\$ 8,553,833</u>

(c) The expenditures for 31 December 2022 are as follows:

	<u>Salaries and benefits</u>	<u>Interest on long term debt</u>	<u>Materials and contracted services</u>	<u>Rent and external transfers</u>	<u>Amortization</u>	<u>Total</u> (Restated Note 18)
General government	\$ 647,860		\$ 428,899		\$ 18,787	\$ 1,095,546
Protection services	319,783	\$ 446	911,872		62,937	1,295,038
Transportation services	790,593	42,343	1,036,724		1,036,630	2,906,290
Environmental services	513,776	25,714	930,340		413,421	1,883,251
Recreation	493,250	27,294	424,932	\$ 1,780	136,556	1,083,812
Planning and development	<u>13,544</u>	<u> </u>	<u>40,093</u>	<u> </u>	<u> </u>	<u>53,637</u>
	<u>\$ 2,778,806</u>	<u>\$ 95,797</u>	<u>\$ 3,772,860</u>	<u>\$ 1,780</u>	<u>\$ 1,668,331</u>	<u>\$ 8,317,574</u>

(d) For each functional area, revenues represent both amounts that are directly attributable to the functional area and amounts that are allocated on a reasonable basis. The revenues for 31 December 2023 are as follows:

	<u>Taxes</u>	<u>User charges and other revenues</u>	<u>Government transfers - Ontario</u>	<u>Government transfers - Canada</u>	<u>Total</u>
General government	\$ 3,849,502	\$ 428,951	\$ 1,501,504		\$ 5,779,957
Protection services		132,778	10,318		143,096
Transportation services		52,990			52,990
Environmental services		1,243,012	88,147		1,331,159
Recreation services		351,904	38,517	\$ 58,979	449,400
Planning and development		<u>24,750</u>	<u> </u>	<u> </u>	<u>24,750</u>
	<u>\$ 3,849,502</u>	<u>\$ 2,234,385</u>	<u>\$ 1,638,486</u>	<u>\$ 58,979</u>	<u>\$ 7,781,352</u>

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

17. SEGMENTED INFORMATION (Continued)

(e) The revenues for 31 December 2022 are as follows:

	<u>Taxes</u>	<u>User charges and other revenues</u>	<u>Government transfers - Ontario</u>	<u>Government transfers - Canada</u>	<u>Total</u>
General government	\$ 3,693,832	\$ 303,484	\$ 1,595,364	\$ 18,524	\$ 5,611,204
Protection services		109,411			109,411
Transportation services		41,225	511,675	172,230	725,130
Environmental services		1,189,776	85,923		1,275,699
Recreation services		293,546	20,886	170,101	484,533
Planning and development		<u>10,015</u>	<u>17,250</u>		<u>27,265</u>
	<u>\$ 3,693,832</u>	<u>\$ 1,947,457</u>	<u>\$ 2,231,098</u>	<u>\$ 360,855</u>	<u>\$ 8,233,242</u>

18. CHANGE IN ACCOUNTING POLICIES

On 1 January 2022, the Township adopted Public Accounting Standard PS 3280 Asset Retirement Obligation on a (ARO) modified retrospective basis.

PS 3280 Asset Retirement Obligations (ARO) establishes the accounting and reporting requirements for legal obligations associated with the retirement of tangible capital assets controlled by a government or government organization. A liability for retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use.

Previously, the Municipality reported its obligations relating to the retirement of its landfill including closure and post closure activities provided for over the estimated remaining life of the landfill site based on usage.

The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets, such as landfill closure and post closure costs. The standard was adopted on the modified retrospective basis at the date of adoption. Under the modified retrospective method, the discount rate used for the application of the standard was 5%.

On 1 January 2022, the Township recognized an asset retirement obligation relating to landfills that are owned by the Township for landfill closure and post closure costs.

The ARO liability relating to the landfill closure and post closure costs is measured as of the date of acquisition of the landfills, when the liability was created and is calculated based on current costs without discounting to the date of the initial landfill acquisition.

In accordance with the provisions of this new standard, the Township reflected the following adjustments at 1 January 2022:

An increase in the tangible capital assets of \$ 228,700, representing the net book value of the landfill sites.

An increase in the opening equity in tangible capital assets of \$ 228,700 to reflect the recognition of the original ARO liability and accompanying increase in amortization expense.

Township of Bonnechere Valley
Notes to the Consolidated Financial Statements
For the year ended 31 December 2023

18. CHANGE IN ACCOUNTING POLICIES (Continued)

The adoption of PS 3280 Asset Retirement Obligations (ARO) has been applied to the comparative period as follows:

	<u>As Previously Stated</u>	<u>Adjustments</u>	<u>Restated</u>
<u>Statement of Financial Position</u>			
Tangible capital assets including ARO	\$ 36,134,027	\$ 211,029	\$ 36,345,056
Accumulated surplus (deficit)	35,934,225	211,029	36,145,254
<u>Statement of Changes in Net Financial Assets</u>			
Excess of revenue over expenses	\$ (66,661)	\$ (17,671)	\$ (84,332)
Amortization of TCA (incl. TCA-ARO)	1,650,660	17,671	1,668,331
<u>Statement of Operations</u>			
Environmental services	\$ 1,865,580	\$ 17,671	\$ 1,883,251
Excess of revenue over expenses	(66,661)	(17,671)	(84,332)
<u>Statement of Cash Flows</u>			
Excess of revenue over expenses	\$ (66,661)	\$ (17,671)	\$ (84,332)
Amortization of TCA (incl. TCA-ARO)	1,650,660	17,671	1,668,331
<u>Note 13 Equity in Tangible Capital Asset</u>			
Tangible capital assets - net	\$ 32,971,889	\$ 211,029	\$ 33,182,918
<u>Note 17 Segmented Information</u>			
Amortization of TCA (incl. TCA-ARO)	\$ 1,650,660	\$ 17,671	\$ 1,668,331
<u>Schedule of General Operations</u>			
Environmental services	\$ 1,718,436	\$ 17,671	\$ 1,736,107
Transfer from (to) equity in TCA	(91,881)	17,671	(74,210)

Township of Bonnechere Valley

Schedule of General Operations

For the year ended 31 December 2023

(with 2023 budget and 2022 actual figures for comparison)

	<u>2023</u> <u>Budget</u>	<u>2023</u> <u>Actual</u>	<u>2022</u> <u>Actual</u> (Restated Note 18)
Revenue:			
Net municipal taxation	\$ 5,011,759	\$ 4,937,221	\$ 4,723,859
Government transfers:			
Ontario	2,180,076	1,618,222	2,213,420
Canada	318,177	54,112	356,199
Other municipalities	39,300	52,125	55,540
Other	723,575	886,634	751,225
Loss on disposal of tangible capital assets	<u> </u>	<u>(1,273)</u>	<u>(104,528)</u>
	<u>\$ 8,272,887</u>	<u>\$ 7,547,041</u>	<u>\$ 7,995,715</u>
Expenses:			
General government	\$ 1,081,408	\$ 1,006,024	\$ 1,092,413
Protection to persons and property	1,279,353	1,273,728	1,295,038
Transportation services	3,256,736	3,172,894	2,912,560
Environmental services	1,826,209	1,818,901	1,736,107
Recreation and cultural services	1,160,700	1,066,150	941,216
Planning and development	<u>73,100</u>	<u>72,210</u>	<u>53,637</u>
	<u>\$ 8,677,506</u>	<u>\$ 8,409,907</u>	<u>\$ 8,030,971</u>
Shortfall of revenue over expenses	<u>\$ (404,619)</u>	<u>\$ (862,866)</u>	<u>\$ (35,256)</u>
Transfers:			
Transfer from reserves	\$ 539,000	\$ 904,751	\$ 109,466
Transfer to equity in tangible capital assets	<u>(134,381)</u>	<u>(41,885)</u>	<u>(74,210)</u>
Net transfers	<u>\$ 404,619</u>	<u>\$ 862,866</u>	<u>\$ 35,256</u>
Change in general surplus (deficit) for the year	\$ -	\$ -	\$ -
General surplus at the beginning of the year	<u>-</u>	<u>-</u>	<u>-</u>
General surplus at the end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(See accompanying notes)

Township of Bonnechere Valley
Schedule of Reserves and Reserve Funds
For the year ended 31 December 2023
(with 2022 figures for comparison)

	<u>2023</u>	<u>2022</u>
Contributions:		
From operations	\$ 388,132	\$ 514,627
Transfers:		
To operations	(73,661)	(187,103)
To tangible capital asset acquisitions	<u>(272,586)</u>	<u>(436,990)</u>
Change in reserves and reserve funds balance	\$ 41,885	\$ (109,466)
Reserves and reserve funds at the beginning of the year	<u>4,430,133</u>	<u>4,539,599</u>
Reserves and reserve funds at the end of the year	<u>\$ 4,472,018</u>	<u>\$ 4,430,133</u>
Reserves:		
Working funds	\$ 2,000,445	\$ 1,966,765
Protection services	55,632	55,632
Roadways	64,657	64,657
Administration	10,000	10,000
Water and sewage system	830,207	822,002
Recreation	19,046	19,046
Hydro generation	1,420,576	1,420,576
Landfill	<u>71,455</u>	<u>71,455</u>
Total reserves	<u>\$ 4,472,018</u>	<u>\$ 4,430,133</u>

(See accompanying notes)

Township of Bonnechere Valley
Schedule of Tangible Capital Assets
For the year ended 31 December 2023
(with 2022 figures for comparison)

Segmented by asset class: <u>Cost</u>	Balance at 31 December <u>2022</u> (Restated Note 18)	<u>Additions</u>	Disposals, write-offs and adjustments	Balance at 31 December <u>2023</u>
Land	\$ 795,812			\$ 795,812
Land improvements	1,567,058	\$ 1,016,995		2,584,053
Buildings	11,252,460	133,467	\$ 198,544	11,584,471
Machinery and equipment	7,155,373	390,706	(137,976)	7,408,103
Vehicles	2,916,144	354,545		3,270,689
Linear assets	53,672,376	105,857	(714)	53,777,519
Capital work in progress	<u>206,097</u>	<u>43,230</u>	<u>(203,044)</u>	<u>46,283</u>
Total	<u>\$ 77,565,320</u>	<u>\$ 2,044,800</u>	<u>\$ (143,190)</u>	<u>\$ 79,466,930</u>

<u>Accumulated amortization</u>	Balance at 31 December <u>2022</u> (Restated Note 18)	<u>Amortization</u>	Disposals, write-offs and adjustments	Balance at 31 December <u>2023</u>
Land	\$ 68,708			\$ 68,708
Land improvements	1,149,170	\$ 31,340		1,180,510
Buildings	6,169,445	220,686	\$ (4,500)	6,385,631
Machinery and equipment	4,496,053	256,462	(136,703)	4,615,812
Vehicles	1,765,347	175,169		1,940,516
Linear assets	<u>27,571,541</u>	<u>1,085,763</u>	<u>(714)</u>	<u>28,656,590</u>
Total	<u>\$ 41,220,264</u>	<u>\$ 1,769,420</u>	<u>\$ (141,917)</u>	<u>\$ 42,847,767</u>

<u>Net book values</u>	Balance at 31 December <u>2022</u> (Restated Note 18)	Balance at 31 December <u>2023</u>
Land	\$ 727,104	\$ 727,104
Land improvements	417,888	1,403,543
Buildings	5,083,015	5,198,840
Machinery and equipment	2,659,320	2,792,291
Vehicles	1,150,797	1,330,173
Linear assets	26,100,835	25,120,929
Capital work in progress	<u>206,097</u>	<u>46,283</u>
Total	<u>\$ 36,345,056</u>	<u>\$ 36,619,163</u>

(See accompanying notes)

Township of Bonnechere Valley
Schedule of Tangible Capital Assets
For the year ended 31 December 2023
(with 2022 figures for comparison)

Segmented by function: <u>Cost</u>	Balance at 31 December <u>2022</u> (Restated Note 18)	<u>Additions</u>	Disposals, write-offs and <u>adjustments</u>	Balance at 31 December <u>2023</u>
General government	\$ 1,035,192		\$ (41,316)	\$ 993,876
Protection services - fire department	2,218,595			2,218,595
Protection services - by-law	2,700			2,700
Protection services - animal shelter	47,156		(4,500)	42,656
Transportation services	49,377,217	\$ 795,177	(96,660)	50,075,734
Environmental services	1,638,082	1,016,995		2,655,077
Water and sewer - sewer treatment plant	8,069,220			8,069,220
Water and sewer - water treatment plant	9,135,664	72,499	(714)	9,207,449
Recreation and culture - administration and other	3,165,020	83,579	(203,044)	3,045,555
Recreation and culture - arena	2,767,040	76,550	203,044	3,046,634
Planning and development	<u>109,434</u>			<u>109,434</u>
Total	\$ <u>77,565,320</u>	\$ <u>2,044,800</u>	\$ <u>(143,190)</u>	\$ <u>79,466,930</u>
<u>Accumulated amortization</u>	Balance at 31 December <u>2022</u> (Restated Note 18)	<u>Amortization</u>	Disposals, write-offs and <u>adjustments</u>	Balance at 31 December <u>2023</u>
General government	\$ 715,461	\$ 21,208	\$ (40,043)	\$ 696,626
Protection services - fire department	1,475,509	66,194		1,541,703
Protection services - by-law	2,700			2,700
Protection services - animal shelter	17,428	849	(4,500)	13,777
Transportation services	24,758,877	1,112,936	(96,660)	25,775,153
Environmental services	747,594	45,579		793,173
Water and sewer - sewer treatment plant	5,119,068	151,673		5,270,741
Water and sewer - water treatment plant	5,074,668	224,564	(714)	5,298,518
Recreation and culture - administration and other	2,233,919	81,954		2,315,873
Recreation and culture - arena	<u>1,075,040</u>	<u>64,463</u>		<u>1,139,503</u>
Total	\$ <u>41,220,264</u>	\$ <u>1,769,420</u>	\$ <u>(141,917)</u>	\$ <u>42,847,767</u>

(See accompanying notes)

Township of Bonnechere Valley
Schedule of Tangible Capital Assets
For the year ended 31 December 2023
(with 2022 figures for comparison)

<u>Net book values</u>	Balance at 31 December <u>2022</u> (Restated Note 18)	Balance at 31 December <u>2023</u>
General government	\$ 319,731	\$ 297,250
Protection services - fire department	743,086	676,892
Protection services - animal shelter	29,728	28,879
Transportation services	24,618,340	24,300,581
Environmental services	890,488	1,861,904
Water and sewer - sewer treatment plant	2,950,152	2,798,479
Water and sewer - water treatment plant	4,060,996	3,908,931
Recreation and culture - administration and other	931,101	729,682
Recreation and culture - arena	1,692,000	1,907,131
Planning and development	<u>109,434</u>	<u>109,434</u>
Total	<u>\$ 36,345,056</u>	<u>\$ 36,619,163</u>

(See accompanying notes)