

**CORPORATION OF THE
MUNICIPALITY OF SOUTH BRUCE
CONSOLIDATED FINANCIAL REPORT
DECEMBER 31, 2024**

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

DECEMBER 31, 2024

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CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL REPORT

The accompanying consolidated financial statements of The Municipality of South Bruce (the "Municipality") are the responsibility of the Municipality's management and have been prepared in accordance with Canadian public sector accounting standards, established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada, as described 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 Municipality's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded, 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. Council meets with management and the external auditor 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 SGB LLP, independent external auditor appointed by the Municipality. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Municipality's consolidated financial statements.

Original signed by
CAO/Deputy Clerk

Leanne Martin

CAO/Clerk
November 25, 2025

Original signed by
Manager of Finance/Treasurer

Mike McMurren

Treasurer
November 25, 2025

BAKER TILLY SGB LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of **The Municipality of South Bruce**:

Opinion

We have audited the consolidated financial statements of the The Municipality of South Bruce (the "Municipality"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the 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 Municipality as at December 31, 2024, and its consolidated results of operations and 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 Municipality 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these 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 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 Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

BAKER TILLY SGB LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT CONTINUED

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 financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality'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 Municipality'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 Municipality 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.

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 SGB LLP
CHARTERED PROFESSIONAL ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS
Walkerton, Ontario
November 25, 2025

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31

	2024	2023
	\$	\$
Financial assets		
Cash (Note 3)	9,330,275	5,882,283
Investments (Note 4)	614,790	1,036,020
Taxes receivable	575,683	359,734
Accounts receivable	13,004,101	4,928,417
Long-term receivables (Note 5)	1,265,366	1,492,861
Investment in Westario Power Inc. (Note 6)	670,112	962,610
Assets held for sale	-	266,583
	25,460,327	14,928,508
Liabilities		
Accounts payable and accruals	5,011,524	3,925,005
Deferred revenue - obligatory reserve funds (Note 7)	1,152,669	1,400,482
Deferred revenue - other (Note 7)	989,335	737,155
Asset retirement obligations (Note 10)	1,368,980	1,327,419
Long-term liabilities (Note 8)	2,669,973	3,002,519
	11,192,481	10,392,580
Net financial assets	14,267,846	4,535,928
Non-financial assets		
Tangible capital assets (Schedule 1, 2 and Note 11)	87,444,911	77,987,205
Prepaid expenses	491,584	707,855
	87,936,495	78,695,060
Accumulated surplus (Note 12)	102,204,341	83,230,988

Approved *Original signed by*
 Mark Goetz Mayor

 Date

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

CONSOLIDATED STATEMENT OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31

	Budget 2024	Actual 2024	Actual 2023
	\$ (Note 13)	\$	\$
Revenues			
Net property taxation (Note 15)	6,794,689	6,840,020	6,256,949
Taxation from other governments	25,995	26,408	26,160
User charges and fees	4,934,980	5,044,510	4,808,842
Government transfers	936,650	992,170	1,074,545
Donations and sale of goods	10,459,785	10,324,880	2,432,055
Investment income (Note 4 and 6)	363,500	457,519	404,426
Penalties and interest on property taxation (Note 5)	69,500	122,567	122,901
	23,585,099	23,808,074	15,125,878
Expenses			
General government	3,213,845	3,210,080	3,218,363
Protection services	1,961,906	2,129,584	2,006,292
Transportation services	3,650,066	5,698,412	5,265,423
Environmental services	2,318,629	3,249,151	3,099,676
Health services	119,155	231,627	198,386
Recreation and cultural services	1,274,289	1,733,783	1,646,773
Planning and development	144,250	178,929	490,144
Social and family services	93,500	85,405	83,824
	12,775,640	16,516,971	16,008,881
Net revenues (expenses)	10,809,459	7,291,103	(883,003)
Other			
Grants and transfers related to capital			
Government transfers	2,297,115	2,253,849	2,433,340
Capital cost recoveries	295,111	-	-
Donations	1,625,984	1,708,548	2,773,080
Capital contribution (Note 11)	9,338,800	7,748,592	2,771,678
Other grants	-	-	13,698
Gain (loss) on disposal of tangible capital assets	20,000	(28,739)	(115,094)
	13,577,010	11,682,250	7,876,702
Annual surplus	24,386,469	18,973,353	6,993,699
Accumulated surplus, beginning of year		83,230,988	76,237,289
Accumulated surplus, end of year (Note 12)		102,204,341	83,230,988

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS FOR THE YEAR ENDED DECEMBER 31

	Budget 2024	Actual 2024	Actual 2023
	\$ (Note 13)	\$	\$
Annual surplus	24,386,469	18,973,353	6,993,699
Acquisition of tangible capital assets	-	(12,698,634)	(11,998,878)
Amortization of tangible capital assets	-	3,509,474	3,241,850
Loss (gain) on disposal of tangible capital assets	-	28,739	115,094
Proceeds on disposal of tangible capital assets	-	83,604	27,464
Contributed tangible capital assets	-	(425,884)	(7,680)
Transfer of assets held for sale	-	-	266,583
Use of prepaid expense	-	216,271	210,402
Transfer to operating expenses	-	44,995	20,008
Change in net financial assets	24,386,469	9,731,918	(1,131,458)
Net financial assets, beginning of year		4,535,928	5,667,386
Net financial assets, end of year		14,267,846	4,535,928

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31

	2024	2023
	\$	\$
Cash flows from (for):		
Operating activities		
Annual surplus	18,973,353	6,993,699
Non-cash items:		
Amortization of tangible capital assets	3,509,474	3,241,850
Loss on disposal of tangible capital assets	28,739	115,094
Contributed tangible capital assets	(425,884)	(7,680)
Transfer to expense	44,995	20,008
Transfer to assets held for sale	-	266,582
	22,130,677	10,629,553
Changes in:		
Taxes receivable	(215,948)	(17,988)
Accounts receivable	(8,075,685)	(1,273,479)
Prepaid expenses	216,271	210,402
Accounts payable and accruals	1,086,519	1,307,333
Assets held for sale	266,582	(266,582)
Net change in cash from operations	15,408,416	10,589,239
Capital activities		
Acquisition of tangible capital assets	(12,698,634)	(11,998,878)
Proceeds on disposal of tangible capital assets	83,604	27,464
Asset retirement obligations	41,561	120,403
Net change in cash from capital	(12,573,469)	(11,851,011)
Investing activities		
Long-term investments	292,498	-
Long-term receivables	227,495	129,248
Investments	421,230	903,430
Net change in cash from investing	941,223	1,032,678
Financing activities		
Long-term liabilities repaid	(332,546)	(376,919)
Deferred revenue - obligatory reserve funds and other	4,368	265,472
Net change in cash from financing	(328,178)	(111,447)
Net change in cash position	3,447,992	(340,541)
Cash position, beginning of year	5,882,283	6,222,824
Cash position, end of year	9,330,275	5,882,283

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

Nature of operations

The Municipality of South Bruce (the "Municipality") is a lower-tier Municipality located in the County of Bruce, Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes, such as the Municipal Act, Municipal Affairs Act and related legislation.

1. Summary of significant accounting policies

The consolidated financial statements of the Municipality are the representation of management prepared in accordance with local government accounting standards established 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 Municipality and the changes thereto. The consolidated statement of financial position includes all of the assets and liabilities of the Municipality. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Accumulated surplus represents the financial position and is the difference between assets and liabilities. This provides information about the Municipality's overall future revenue requirements and its ability to finance activities and meet its obligations. Significant aspects of the accounting policies adopted by the Municipality are as follows:

(a) Basis of consolidation

These consolidated financial statements reflect assets, liabilities, revenues and expenses of the Municipality. They include the activities of all committees of Council and the following organizations which are accountable to, and owned or controlled by the Municipality:

Teeswater-Culross Cemetery Board
Formosa Community Centre Board

Excluded are Funds Held in Trust which are administered by the Municipality and reported on separately.

A government partnership exists where the Municipality has shared control over the board or entity. The Municipality's pro-rata share of assets, liabilities, revenues and expenses are reflected in the financial statements using the proportionate consolidation method. The Municipality's proportionate interest in the following government partnership is reflected in the consolidated financial statements:

Bruce Area Solid Waste Recycling	3.24%
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All interfund assets and liabilities and sources of financing and expenses have been eliminated.

(b) Basis of accounting

Sources of financing and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

1. Summary of significant accounting policies (continued)

(c) Cash and cash equivalents

Cash and cash equivalents include cash on deposit, short-term deposits with a maturity of less than three months at acquisition and temporary bank overdrafts which form an integral part of the Municipality's cash management.

(d) Financial instruments

The financial instruments of the Municipality consist of cash and cash equivalents, accounts receivable, taxes receivable, investments, accounts payable, and long-term liabilities. All financial instruments are recognized at cost, amortized cost, or fair value.

Cash and cash equivalents are recognized at cost. Accounts receivable, accounts payable, and long-term liabilities (excluding derivative financial instruments) are recognized at amortized cost.

Investments include Guaranteed Investment Certificates (GICs), Canadian mutual funds, and Westario shares. GICs are recorded at amortized cost. Mutual funds are recorded at fair values as they are quoted in an active market.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense. Transaction costs are a component of cost for financial instruments measured at cost or amortized cost.

Unrealized gains and losses from the change in fair value of these financial instruments are reflected in the statement of remeasurement gains and losses until disposition. When the asset is sold, the unrealized gains and losses previously recognized in the statement of remeasurement gains and losses are reversed and recognized in the statement of operations.

The Standards require an organization to classify fair value measurements using a fair value hierarchy, which includes three levels of information that may be used to measure fair value:

- Level 1 - Unadjusted quoted market prices in active markets for identical assets or liabilities;
- Level 2 - Observable or corroborated inputs, other than level 1, such as quoted prices for similar assets or liabilities in inactive markets or market data for substantially the full term of the assets or liabilities; and
- Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets and liabilities.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of operations and any unrealized gain is adjusted through the statement of remeasurement gains and losses.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

1. Summary of significant accounting policies (continued)

(e) Investment in Westario Power Inc.

The investment is recorded as a portfolio investment at amortized cost unless there has been a decline in the market value which is other than temporary in nature in which case the investments are written down to market value.

(f) Deferred revenue

Revenue restricted by legislation, regulation, or agreement and not available for general municipal purposes is reported as deferred revenue on the consolidated statement of financial position. The revenue is reported on the consolidated statement of operations in the year in which it is used for the specified purpose.

(g) Deferred revenue - other

Funds received for services but not earned within the year are reported as deferred revenue on the consolidated statement of financial position. Building permit revenue is recognized when billed and the permit is issued, and all other revenue is reported on the consolidated statement of operations in the year in which it is used for the specific purpose.

(h) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net financial assets for the year.

(i) Tangible capital assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. 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	- 15 to 25 years
Buildings	- 25 to 50 years
Vehicles, machinery and equipment	- 4 to 50 years
Roads	- 8 to 100 years
Water & sewers	- 75 years

(ii) Contribution of tangible capital assets

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

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

1. Summary of significant accounting policies (continued)

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of the 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) Intangible assets

Intangible assets are not recognized as assets in the financial statements.

(i) Revenue recognition

User charges and fees and other revenues are recognized when related goods or services are provided and collectibility is reasonably assured.

Investment income is recognized in the period earned. Investment income earned on obligatory reserve funds is added to the fund balance and forms part of the respective deferred revenue balance and is recognized in the period in which eligible expenditures are made.

Donations, capital cost recoveries, sale of goods, other grants, capital contributions and taxation from other governments are recognized on an accrual basis.

(j) Taxation and related revenues

Property tax billings are prepared by the municipality based on assessment rolls issued by the Municipal Property Assessment Corporation. Tax rates are established annually by Municipal council, incorporating amounts to be raised for local services. A normal part of the assessment process is the issue of supplementary assessment rolls, which provide updated information with respect to changes in property assessment. Once a supplementary assessment roll is received, the Municipality determines the taxes applicable and renders supplementary tax billings. Taxation revenues are recorded at the time tax billings are issued.

Assessments and the related property taxes are subject to appeal. Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of allowance for anticipated uncollectable amounts.

The municipality is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.

(k) County and School Boards

The Municipality collects taxation revenue on behalf of the School Boards and the County of Bruce. The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the School Boards and the County of Bruce are not reflected in these financial statements.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

1. Summary of significant accounting policies (continued)

(l) Government transfers

Government transfers are recognized in the consolidated financial statements as revenues 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. Conditional government transfer revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional transfer revenue is recognized when monies are receivable. Government transfers for acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.

(m) 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. The Municipality's management is required to make estimates of historical cost, useful lives and amortization of tangible capital assets. In addition, estimates have been made of asset retirement obligations on assets. Actual results could differ from those estimates.

(n) Pension plan

The Municipality offers a pension plan for its employees through the Ontario Municipal Employee Retirement System ("OMERS"). OMERS is a multi-employer, contributory, public sector pension fund established for employees of municipalities, local boards and school boards in Ontario. Participating employers and employees are required to make plan contributions based on participating employees' contributory earnings. The Municipality accounts for its participation in OMERS as a defined contribution plan and recognizes the expense related to this plan as contributions are made, even though OMERS is itself a defined benefit plan.

(o) Asset retirement obligations

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

- There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- The past transaction or event giving rise to the liability has occurred;
- It is expected that future economic benefits will be given up; and
- A reasonable estimate of the amount can be made.

The liability for closure of operational sites and post-closure care relating to landfill sites has been recognized based on estimated future expenses. An additional liability for the removal of asbestos in several of the buildings owned by the Municipality has also been recognized based on estimated future expenses on closure of the site and post-closure care.

The liability is discounted using a present value calculation, and adjusted yearly for accretion expense. The recognition of a liability resulted in an accompanying increase to the respective tangible capital assets. The increase to the tangible capital assets is being amortized in accordance with the amortization accounting policies outlined in (h).

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

1. Summary of significant accounting policies (continued)

(p) Assets held for sale

Assets held for sale include land and building and are recorded at the lower of cost and net realizable value. An impairment loss is recorded when the recorded cost exceeds the net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land and building for sale or servicing.

(q) Segment disclosures

Municipal services have been segmented by grouping activities that have similar objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Net property taxation revenue on Schedules 3 and 4 is allocated based on the percentage of total budgeted expenses.

2. Statement of remeasurement gains and losses

A statement of remeasurement gains and losses has not been provided because there were no remeasurement gains or losses during the year.

3. Cash

Cash consists of the following:

	2024	2023
	\$	\$
Unrestricted	7,188,271	3,744,646
Restricted (Note 7)	2,142,004	2,137,637
	9,330,275	5,882,283

Restricted cash relates to obligatory reserve funds and other deferred revenue as described in Note 7 below.

4. Investments

Investments consist of the following:

	2024	2023
	\$	\$
Guaranteed investment certificates and mutual funds	614,790	1,036,020

The Municipality's guaranteed investment certificates earn interest at rates ranging from 3.20% to 5.25%, maturing from June 2025 to May 2029. The mutual funds include money market and Canadian equity. During the year, the investments earned income of \$78,897 (2023 - \$74,783). They are unrestricted.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

5. Long-term receivables

Long-term receivables consist of the following:

	2024	2023
	\$	\$
Municipal drain receivable, 3% to 4% interest rate, quarterly repayments, due 2023 to 2026	109,771	152,454
Sewer loan receivable, 3.6% interest rate, quarterly repayments, due 2028	641,858	791,207
Sewer loan receivable, 4.1% interest rate, quarterly repayments, due 2038	513,737	549,200
	1,265,366	1,492,861

Interest earned on the loans receivable during the year was \$59,100 (2023 - \$66,447). This amount has been included in penalties and interest on property taxation on the consolidated statement of operations.

6. Investment in Westario Power Inc.

	2024	2023
	\$	\$
Note receivable, Westario Power Inc., 4.12%, interest only receivable quarterly	-	292,498
366.8 Common shares, Westario Power Inc.	670,112	670,112
	670,112	962,610

The Westario Power Inc. investments arose on November 1, 2000 as a result of the sale of the Mildmay Teeswater Hydro Electric Commission to Westario Power Inc.

Interest earned on the note receivable during the year was \$7,231 (2023 - \$12,050). This amount has been included in investment income on the consolidated statement of operations. The note receivable principal was collected during the year.

The Municipality owns 3.7% of the outstanding common shares of Westario Power Inc. The shares are generally not exposed to interest rate risk. The fair value of these shares is not determinable at this time. Dividends of \$14,672 (2023 - \$17,610) were received on these shares during the year and is also included in investment income.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

7. Deferred revenue - obligatory reserve funds and other

A requirement of 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 as provincial legislation restricts how these funds may be used and under certain circumstances these funds may be refunded.

The balance of deferred revenue is made up as follows:

	2024	2023
	\$	\$
Obligatory reserve funds		
Near term investment (Nuclear Waste Management Organization)	-	607,628
Community well being (Nuclear Waste Management Organization)	891,411	749,272
Gas tax	189,225	-
Parkland levies	72,033	43,582
	1,152,669	1,400,482
Other		
Government grant funding	138,029	-
Planning deposits	644,315	202,303
Other NWMO programs	192,216	491,812
Other	14,775	43,040
	989,335	737,155
	2,142,004	2,137,637

The net change during the year for the obligatory reserve funds is made up as follows:

	2024	2023
	\$	\$
Balance, beginning of year		
	1,400,482	855,948
Interest earned	44,965	35,117
Restricted funds received	513,941	3,011,476
Revenue recognized	(806,719)	(2,502,059)
Balance, end of year	1,152,669	1,400,482

The net change during the year for the other deferred revenue is made up as follows:

	2024	2023
	\$	\$
Balance, beginning of year		
	737,155	1,016,216
Restricted funds received	4,178,515	2,479,429
Revenue recognized	(3,926,335)	(2,758,490)
Balance, end of year	989,335	737,155

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

8. Long-term liabilities

(a) Long-term liabilities consist of the following:

	2024	2023
Ontario Infrastructure loan payable, 3.11% interest, payable \$19,262 quarterly principal and interest, due February, 2024.	\$ -	\$ 19,113
Ontario Infrastructure loan payable, 3.6% interest, payable \$49,886 quarterly principal and interest, due February, 2029.	783,110	950,674
Ontario Infrastructure loan payable, 3.9% interest, payable \$43,345 quarterly principal and interest, due February, 2033.	1,340,917	1,459,105
Ontario Infrastructure loan payable, 4.1% interest, payable \$12,694 quarterly principal and interest, due February, 2039.	545,946	573,627
	2,669,973	3,002,519

(b) Payments anticipated for the next 5 years and thereafter are as follows:

	Principal \$	Interest \$
2025	325,376	98,322
2026	337,777	85,922
2027	350,650	73,048
2028	364,016	59,683
2029	226,884	47,158
Thereafter	1,065,270	141,278

The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs. Total interest charges on long-term liabilities for the year reported on the consolidated statement of operations are \$108,483 (2023 - \$121,692).

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

9. Pension agreements

The employees of the Corporation of the Municipality of South Bruce participate in the Ontario Municipal Employees Retirement Saving Plan ("OMERS"). Although the plan has a defined retirement benefit for employees, the related obligation of the Municipality cannot be identified. The Municipality has applied defined contribution plan accounting as it has insufficient information to apply defined benefit plan accounting. As a result, the Municipality does not recognize any share of the OMERS pension surplus or deficit.

OMERS is a multi-employer plan, therefore any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. The most recent actuarial valuation of the Plan was conducted at December 31, 2024. The results of this valuation disclosed total actuarial liabilities of \$142.5 billion (2023 - \$136.1 billion) in respect of benefits accrued for service with actuarial assets as that date of \$139.6 billion (2023 - \$131.9 billion), indicating a going concern deficit of \$2.9 billion (2023 - \$4.2 billion).

The amount contributed to OMERS for the current year was \$283,526 (2023 - \$250,541) for current service.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

10. Asset retirement obligations

The Municipality's asset retirement obligations consist of several obligations as follows:

(a) Landfill obligation

The Municipality owns and operates a number of landfill sites. The liability for the closure of operational sites and post-closure care has been recognized under PS 3280 – Asset Retirement Obligation. The costs were based upon the presently known obligations that will exist at the estimated year of closure of the sites and for 25 years post this date. The landfills had an estimated remaining useful life of 31 and 13 years. Post-closure care is estimated to be required for 25 years (2023 - 25 years) from the date of site closure. This change in estimate is seen below. These costs were discounted to December 31, 2024 using a discount rate of 3.0% per annum.

Management's estimate for site closure and post-closure care liability is subject to measurement uncertainty. The estimate is based on assumptions contained in engineer's reports as to capacity, site life expectancy and usage. Actual results could differ significantly from these estimates because of the uncertainty related to future cost estimates and future use of the landfill site.

(b) Asbestos obligation

The Municipality owns and operates several buildings that are known to have asbestos, which represents a health hazard upon demolition of the building and there is a legal obligation to remove it. The presence of asbestos is not a current health hazard, and there is no requirement to remove asbestos in these buildings as long as the asbestos is contained and does not pose a public health risk. According to the Canadian Centre of Occupational Health and Safety (CCOHS), there are no significant health risks if the materials containing asbestos in your home or place of work are:

- Tightly bound in the original product, and it is in good condition
- Sealed behind walls and floorboards
- Isolated in an attic
- Left undisturbed

The Municipality assesses spaces for the presence of asbestos prior to any construction or renovation taking place. If any asbestos present would be disturbed due to these activities, it is appropriately abated in a manner that is compliant with relevant legislation and regulations. Remediation activities also occur upon the disposal of a building.

The Municipality's asset retirement obligations represent management's best estimate of the present value of the costs that are expected to be incurred for the remediation of asbestos present in some of the Municipality's buildings. Following the adoption of PS3280 – Asset retirement obligations, the Municipality recognized an obligation relating to the removal and post-removal care of the asbestos in these building as estimated at January 1, 2021. The buildings had an estimated useful life of 40 to 50 years. Post-closure care is estimated to extend for up to a year post the closure of the building, while demolition and construction continues. At December 31, 2024, estimated undiscounted asset retirement obligations are \$3,095,852 (2023 - \$2,515,830). The Municipality used a discount rate of 3.00% (2023 - 3.00%) which represented the estimated inflation rate.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

10. Asset retirement obligations

Changes to the asset retirement obligation in the year are as follows:

Asset retirement obligation (ARO)	Landfill Closure	Asbestos Removal & Other	December 31, 2024
	\$	\$	\$
Asset retirement obligation balance at beginning of the year	800,619	526,800	1,327,419
Accretion expense	28,325	13,236	41,561
Asset retirement obligation balance at end of the year	828,944	540,036	1,368,980

Asset retirement obligation	Landfill Closure	Asbestos Removal & Other	December 31, 2023
	\$	\$	\$
Asset retirement obligation balance at beginning of the year, as restated	695,559	511,457	1,207,016
Accretion expense	22,500	15,343	37,843
Change in estimate	82,560	-	82,560
Asset retirement obligation balance at end of the year	800,619	526,800	1,327,419

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

11. Tangible capital assets

Schedules 1 and 2 provide information on the tangible capital assets of the Municipality by major asset class as well as accumulated amortization of the assets controlled. The reader should be aware of the following information relating to tangible capital assets:

(a) Work in progress

Work in progress with a value of \$13,356,529 (2023 - \$5,647,482) has not been amortized. Amortization of these assets will commence when the asset is put into service.

(b) Contributed tangible capital assets

Contributed tangible capital assets have been recognized at fair market value at the date of contribution. The value of contributed assets received during the year is \$425,884 (2023 - \$7,680). This amount is included in Capital contribution on the consolidated statement of operations.

(c) Tangible capital assets disclosed at nominal values

Where an estimate of fair value could not be made, the tangible capital asset was recognized at a nominal value. Land is the only category where nominal values were assigned.

(d) Works of art and historical treasures

No works of art nor historical treasures are held by the Municipality.

12. Accumulated surplus

Accumulated surplus consists of individual fund surplus, reserves and reserve funds as follows:

	2024	2023
	\$	\$
Investment in tangible capital assets:		
Invested in tangible capital assets	87,444,911	77,987,205
Tangible capital assets financed by long-term liabilities and to be funded in future years	(1,440,518)	(1,588,253)
Total investment in tangible capital assets	86,004,393	76,398,952
Surplus (Deficit):		
General area taxation	951,122	1,047,335
Unfunded asset retirement obligation liability	(1,368,980)	(1,327,419)
Teeswater-Culross Cemetery Board	283,314	276,495
Formosa Community Centre	23,558	23,465
Total surplus	(110,986)	19,876
Reserves set aside for specific purposes by Council		
Current purposes	209,966	209,966
Capital purposes	16,100,968	6,602,194
Total reserves	16,310,934	6,812,160
Total accumulated surplus	102,204,341	83,230,988

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

13. Budget amounts

The operating budget approved by Council for 2024 is reflected on the consolidated statements of operations and change in net financial assets. The budgets 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 the current year's actual expenditure amounts and not budgeted.

14. Government partnerships

The following summarizes the financial position and operations of the municipal joint board, Bruce Area Solid Waste Recycling. The Municipality of South Bruce's pro-rata share of these amounts has been reported in the financial statements using the proportionate consolidation method:

Bruce Area Solid Waste Recycling 2024	
	\$
Financial assets	1,901,664
Liabilities	434,979
Net financial assets	1,466,685
Non-financial assets	1,675,536
<u>Accumulated surplus</u>	<u>3,142,221</u>
General surplus	677,327
Invested in tangible capital assets	1,665,669
Reserves and reserve funds	799,225
	<u>3,142,221</u>
Revenues	4,621,792
Expenses	4,194,931
<u>Annual surplus (deficit)</u>	<u>426,861</u>

15. Net property taxation

Net property taxation consists of:

	2024	2023
	\$	\$
Taxation revenue	11,917,590	11,033,045
Amount levied and remitted to School Boards	(1,372,011)	(1,359,436)
Amount levied and remitted to the County of Bruce	(3,705,559)	(3,416,660)
<u>Net property taxation</u>	<u>6,840,020</u>	<u>6,256,949</u>

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

16. Commitments

- (a) Contractual capital commitments of approximately \$6,910,877 (2023 - \$16,108,786) are not reflected in the consolidated financial statements. This amount represents incomplete contracts as at December 31, 2024.
- (b) On December 1, 2021, the Municipality entered into an operating agreement with Veolia Water Canada Inc. for the operation and maintenance of the Municipality's water and wastewater facilities. The term of the agreement ends January 31, 2025. The first year annual fee for the contract is \$704,702 plus HST. Each subsequent year the fee will change with the Consumer Price Index. Subsequent to year end, the Municipality renewed this agreement ending January 31, 2028. The first year annual fee for the contract is \$855,796 plus HST. Each subsequent year the fee will change with the Consumer Price Index.
- (c) The Municipality entered into an agreement for part of the Municipality's curbside garbage collection. The annual fee for 2025 is \$61,644, 2026 is \$64,109 and 2027 is \$66,500. The term of the agreement ends in 2027.
- (d) The minimum annual payments for operating agreements for the next four years are as follows:

	\$
2025	1,579,115
2026	1,034,151
2027	974,414
2028	77,929

17. Contingencies

- (a) In the ordinary course of business, various claims and lawsuits are brought against the Municipality. It is the opinion of management that the settlement of these actions will not result in any material liabilities beyond any amounts already accrued. No provision has been made for pending expropriations of land beyond the payments already made to affected property owners. Any payment made by the Municipality pursuant to claims, lawsuits or expropriations will be charged in the year of settlement.
- (b) Appeals of the current value assessment of properties in the Municipality may be in process. The impact on taxation revenue as a result of settlement of these appeals is not determinable at this time. The effect on taxation of the settlement of these appeals will be recorded in the fiscal year in which they can be determined.
- (c) The Municipality is contingently liable to the Province of Ontario for long-term liabilities outstanding for tile drainage loans in the amount of \$161,960 (2023 - \$82,042).
- (d) Applications for property tax rebates for vacant commercial and industrial buildings may be in process. The impact on taxation revenue as a result of these rebates is not determinable at this time. The effect on taxation of these rebates will be recorded in the fiscal year in which they can be determined.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

18.Trust funds

The trust funds administered by the Municipality amounting to \$99,611 (2023 - \$93,682) have not been included in the consolidated statement of financial position nor have the operations been included in the consolidated statement of operations. The trust funds are comprised of the following:

	2024	2023
Ontario Home Renewal Program	\$ 10,512	\$ 10,512
Cemetery Perpetual Care and Maintenance	89,099	83,170

19.Segmented information

The Municipality of South Bruce is a diversified municipal government organization that provides a wide range of services to its citizens such as police, fire, roadways, water, sewer, waste, and recreation and cultural services. Distinguishable functional segments have been separately disclosed in the segmented information. Schedules 3 and 4 provide information on the segmented information of the municipality.

Net property taxation revenue is prorated to each segment based on budgeted expenses. The Ontario Municipal Partnership Fund grant is allocated to general government. The nature of the segments and the activities that they encompass are as follows:

General government

This segment includes the revenues and expenses that relate to the operations of the Municipality itself and unallocated items that cannot be directly attributed to any specific segment. General administration, council activities and maintenance of municipal administration buildings are included in the functions of general government.

Protection services

Protection services are comprised of police services, fire protection, emergency plan, building inspections, and animal control.

Transportation services

Transportation services are comprised of the Municipality's roadways, storm sewers, sidewalks, street lighting, and winter control.

Environmental services

Environmental services are comprised of water and sanitary sewer services. It represents costs for the Municipality to treat and distribute the Municipality's drinking water and ensures that it meets all provincial standards. It also includes the collection and treatment of waste water.

Environmental also consists of providing waste and recycling collection and the operation of the two landfill sites.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

19. Segmented information (continued)

Health services

Health services are comprised of support to the medical clinic operations and a cemetery.

Recreation and cultural services

This area provides services meant to improve the health and development of the Municipality's citizens. The Municipality operates and maintains parks, arenas, swimming pools, and community centres. The Municipality also provides library services and recreational programs.

Planning and development

This segment is responsible for planning and zoning including the Official plan for residential and commercial, review of property development plans, and economic development services for the Municipality.

Social and family services

This area provides services meant to improve the social and family well being of the Municipality's citizens. The Municipality operates child care services, providing a before and after school program. This is a new service in 2024 that the Municipality is now providing, therefore in 2023, all amounts are \$NIL.

20. Comparative figures

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in current year.

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2024

21. Financial risk management

The Municipality has exposure to the following risks from its use of financial instruments: credit risk, market risk (including interest rate, foreign currency, other price risks) and liquidity risk. Council ensures that the Municipality has identified its major risks and ensures that management monitors and controls them.

(a) Credit risk

Credit risk is the risk of financial loss to the Municipality if a ratepayer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held by the Municipality consisting of cash and cash equivalents, investments, accounts receivable and notes receivable. The Municipality assesses these financial assets on a continuous basis for any amounts that are not collectible or realizable.

(b) Market risk

Market risk is the risk that changes in market prices, including interest rates, will affect the Municipality's income. The objective of market risk management is to control market risk exposures within acceptable parameters while optimizing the return on risk. The Municipality manages market risk by adoption of an investment policy and adherence to this policy. Investments are in pooled funds in a diversified portfolio in accordance with the Municipality's investment policy.

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market interest rates.

(c) Liquidity risk

Liquidity risk is the risk that the Municipality will not be able to meet its financial obligations as they become due. The Municipality manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing and financing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Municipality's reputation.

**CORPORATION OF THE
MUNICIPALITY OF SOUTH BRUCE**

**SCHEDULE 1
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024**

	Land	Land Improvements	Buildings	Vehicles, Machinery and Equipment	Roads	Water & Sewers	Work in Progress	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Cost								(Note 20)
Balance, beginning of year	1,743,526	2,752,520	23,839,877	12,722,707	62,044,496	25,988,269	5,647,482	134,738,877
Additions	-	29,850	663,203	857,421	1,572,945	270,896	9,730,203	13,124,518
Disposals	-	-	-	(263,490)	(154,425)	-	-	(417,915)
Transfers from WIP	-	-	1,524,774	112,937	338,450	-	(2,021,156)	(44,995)
Balance, end of year	1,743,526	2,782,370	26,027,854	13,429,575	63,801,466	26,259,165	13,356,529	147,400,485
Accumulated amortization								
Balance, beginning of year	271,299	852,189	11,181,191	6,091,937	32,671,623	5,683,433	-	56,751,672
Amortization	6,278	99,094	575,033	736,516	1,728,937	363,616	-	3,509,474
Disposals	-	-	-	(153,865)	(151,707)	-	-	(305,572)
Balance, end of year	277,577	951,283	11,756,224	6,674,588	34,248,853	6,047,049	-	59,955,574
Net book value, end of year	1,465,949	1,831,087	14,271,630	6,754,987	29,552,613	20,212,116	13,356,529	87,444,911

The accompanying notes are an integral part of
these financial statements

**CORPORATION OF THE
MUNICIPALITY OF SOUTH BRUCE**

**SCHEDULE 2
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2023**

	Land	Land Improvements	Buildings	Vehicles, Machinery and Equipment	Roads	Water & Sewers	Work in Progress	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Cost								
Balance, beginning of year	1,772,725	1,478,645	23,384,919	12,106,175	56,986,902	22,711,784	5,187,850	123,629,000
Asset retirement obligation	26,806	-	-	-	-	-	-	26,806
Additions	-	136,698	674,063	789,795	1,054,898	48,754	9,275,544	11,979,752
Disposals	-	-	-	(177,424)	(419,225)	-	-	(596,649)
Transferred to held for sale	(56,005)	-	(224,019)	-	-	-	-	(280,024)
Transfers from WIP	-	1,137,177	4,914	4,161	4,421,921	3,227,731	(8,815,912)	(20,008)
All assets, end of year	1,743,526	2,752,520	23,839,877	12,722,707	62,044,496	25,988,269	5,647,482	134,738,877
Accumulated amortization								
Balance, beginning of year,	245,526	791,234	10,655,829	5,551,242	31,367,946	5,365,577	-	53,977,354
Amortization	25,773	60,955	538,803	698,673	1,599,790	317,856	-	3,241,850
Disposals	-	-	-	(157,978)	(296,113)	-	-	(454,091)
Transferred to held for sale	-	-	(13,441)	-	-	-	-	(13,441)
Balance, end of year	271,299	852,189	11,181,191	6,091,937	32,671,623	5,683,433	-	56,751,672
Net book value, end of year	1,472,227	1,900,331	12,658,686	6,630,770	29,372,873	20,304,836	5,647,482	77,987,205

The accompanying notes are an integral part of
these financial statements

**CORPORATION OF THE
MUNICIPALITY OF SOUTH BRUCE**

**SCHEDULE 3
CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2024**

	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	Social and Family Services	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Net property taxation	1,720,678	1,050,396	1,954,229	1,241,384	63,795	682,249	77,231	50,058	6,840,020
Taxation from other governments	26,408	-	-	-	-	-	-	-	26,408
User charges and fees	127,331	242,421	1,054,454	2,787,869	111,620	591,318	27,127	102,370	5,044,510
Government transfers	781,300	18,873	116,365	42,444	-	15,727	7,282	10,179	992,170
Donations and sale of goods	10,236,904	15,510	11,483	-	9,702	20,059	31,222	-	10,324,880
Investment income	317,590	-	5,778	134,151	-	-	-	-	457,519
Penalties and interest on property taxation	70,948	-	-	51,619	-	-	-	-	122,567
	13,281,159	1,327,200	3,142,309	4,257,467	185,117	1,309,353	142,862	162,607	23,808,074
Expenses									
Salaries, wages and benefits	1,775,226	662,265	1,050,195	255,535	47,922	726,626	21,564	74,707	4,614,040
Interest on long-term liabilities	-	-	54,471	54,012	-	-	-	-	108,483
Materials and supplies	800,007	262,130	1,063,280	773,840	109,343	564,736	33,304	10,698	3,617,338
Contracted services	787,227	869,265	607,885	1,141,008	1,215	72,893	72,884	-	3,552,377
Rents, financial expenses and external transfers	6,607	121,283	873,075	64,011	10,361	27,598	16,621	-	1,119,556
Amortization	52,753	175,701	2,049,506	837,445	62,570	305,885	9,756	-	3,493,616
Accretion	-	-	-	36,500	216	4,845	-	-	41,561
Interfunctional charges	(211,740)	38,940	-	86,800	-	31,200	24,800	-	(30,000)
	3,210,080	2,129,584	5,698,412	3,249,151	231,627	1,733,783	178,929	85,405	16,516,971
Net revenues (expenses)	10,071,079	(802,384)	(2,556,103)	1,008,316	(46,510)	(424,430)	(36,067)	77,202	7,291,103

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

SCHEDULE 3 CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2024

	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	Social and Family Services	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Other									
Grants and transfers related to capital									
Government transfers	20,095	-	975,479	1,038,155	-	220,120	-	-	2,253,849
Donations	830,125	31,116	428,941	8,000	350,008	60,358	-	-	1,708,548
Capital contribution	-	-	-	7,748,592	-	-	-	-	7,748,592
Gain (loss) on disposal of tangible capital assets	(12,493)	1,471	6,298	(11,291)	-	(12,724)	-	-	(28,739)
	837,727	32,587	1,410,718	8,783,456	350,008	267,754	-	-	11,682,250
Annual surplus (deficit)	10,908,806	(769,797)	(1,145,385)	9,791,772	303,498	(156,676)	(36,067)	77,202	18,973,353

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

SCHEDULE 4 CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2023

	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	Social and Family Services	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues									
Net property taxation	1,772,240	916,675	1,739,656	1,113,866	62,772	588,148	59,457	4,135	6,256,949
Taxation from other governments	26,160	-	-	-	-	-	-	-	26,160
User charges and fees	144,965	317,997	1,018,906	2,525,082	125,037	567,295	20,430	89,130	4,808,842
Government transfers	832,500	11,403	103,516	33,527	-	75,429	11,627	6,543	1,074,545
Donations and sale of goods	2,371,367	19,365	7,419	-	5,198	23,785	4,921	-	2,432,055
Investment income	257,974	-	5,719	140,633	-	-	100	-	404,426
Penalties and interest on property taxation	66,065	-	-	56,836	-	-	-	-	122,901
	5,471,271	1,265,440	2,875,216	3,869,944	193,007	1,254,657	96,535	99,808	15,125,878
Expenses									
Salaries, wages and benefits	1,490,296	581,837	1,014,641	240,255	48,077	694,678	23,180	79,731	4,172,695
Interest on long-term liabilities	-	-	58,997	62,695	-	-	-	-	121,692
Materials and supplies	736,795	252,098	861,376	630,408	90,126	510,324	335,513	4,093	3,420,733
Contracted services	1,147,787	861,252	586,449	1,097,179	22,443	78,978	75,384	-	3,869,472
Rents, financial expenses and external transfers	7,248	109,626	867,655	74,855	10,214	33,205	21,510	-	1,124,313
Amortization expense	47,977	162,539	1,873,812	821,294	27,316	291,384	9,757	-	3,234,079
Accretion	-	-	2,493	86,190	210	4,704	-	-	93,597
Interfunctional charges	(211,740)	38,940	-	86,800	-	33,500	24,800	-	(27,700)
	3,218,363	2,006,292	5,265,423	3,099,676	198,386	1,646,773	490,144	83,824	16,008,881
Net revenues (expenses)	2,252,908	(740,852)	(2,390,207)	770,268	(5,379)	(392,116)	(393,609)	15,984	(883,003)

The accompanying notes are an integral part of
these financial statements

CORPORATION OF THE MUNICIPALITY OF SOUTH BRUCE

SCHEDULE 4 CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2023

	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	Social and Family Services	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Other									
Grants and transfers related to capital									
Government transfers	20,364	-	1,478,948	507,584	250,000	176,444	-	-	2,433,340
Donations	259,850	34,220	926,566	8,000	975,866	568,578	-	-	2,773,080
Capital contribution	-	-	-	2,771,678	-	-	-	-	2,771,678
Other municipalities	-	-	13,698	-	-	-	-	-	13,698
Gain (loss) on disposal of tangible capital assets	2,340	7,155	(123,111)	(1,478)	-	-	-	-	(115,094)
	282,554	41,375	2,296,101	3,285,784	1,225,866	745,022	-	-	7,876,702
Annual surplus (deficit)	2,535,462	(699,477)	(94,106)	4,056,052	1,220,487	352,906	(393,609)	15,984	6,993,699

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these financial statements