

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

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CORPORATION OF THE COUNTY OF SIMCOE

For The Year Ended December 31, 2024

MANAGEMENT REPORT

The accompanying consolidated financial statements of the Corporation of the County of Simcoe are the responsibility of management and have been approved by Council.

The consolidated financial statements have been prepared by management in accordance with Canadian Public Sector Accounting Standards. Financial statements are not precise since they include certain amounts based on estimates and judgements. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The County maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the County's assets are appropriately accounted for and adequately safeguarded.

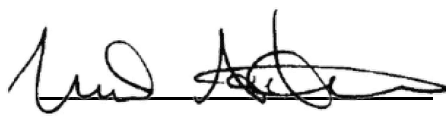
The County's Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving financial statements.

Council reviews and approves the County's financial statements for issuance to the members of Council, inhabitants and ratepayers of the Corporation of the County of Simcoe. Council meets periodically with management, as well as the external auditor, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities and to review the financial statements and the independent auditor's report.

The consolidated financial statements have been audited by Baker Tilly KDN LLP in accordance with Canadian generally accepted auditing standards on behalf of the County. Baker Tilly KDN LLP has full and free access to Council.



Warden



CAO

June 24, 2025

INDEPENDENT AUDITOR'S REPORT**To the Members of Council, Inhabitants and Ratepayers
of the Corporation of the County of Simcoe***Opinion*

We have audited the consolidated financial statements of the Corporation of the County of Simcoe and its local boards (the County), which comprise the consolidated statement of financial position as at December 31, 2024, the consolidated statements of operations and accumulated surplus, remeasurement gains and losses, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the County as at December 31, 2024, and the results of its consolidated operations and its consolidated 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 County 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 the consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the County'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 County or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County'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 County'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 County 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.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

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

Baker Tilly KDN LLP

Chartered Professional Accountants
Licensed Public Accountants

Peterborough, Ontario

August 5, 2025



CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At December 31, 2024

| | 2024 | 2023 |
|---|----------------------|----------------------|
| | \$ | \$ |
| FINANCIAL ASSETS | | |
| Cash | 52,337,143 | 71,650,751 |
| Investments (note 2) | 6,524,665 | 35,201,055 |
| Accounts receivable | 48,680,643 | 41,400,498 |
| Major capital loans receivable (note 4) | 39,107,636 | 32,239,089 |
| Other loans receivable (note 5) | 2,879,926 | 5,312,756 |
| Inventory | 18,562 | 41,281 |
| TOTAL FINANCIAL ASSETS | 149,548,575 | 185,845,430 |
| LIABILITIES | | |
| Temporary loans (note 6) | 20,000,000 | - |
| Accounts payable and accrued liabilities | 88,057,110 | 78,577,896 |
| Deferred revenue - obligatory reserve fund (note 7) | 28,273,704 | 38,887,104 |
| Deferred revenue - other (note 8) | 11,890,471 | 13,531,964 |
| Long term debt (note 9) | 63,134,103 | 67,517,146 |
| Asset retirement obligations (note 11) | 100,647,915 | 97,694,633 |
| Employee future benefits payable (note 13) | 5,041,320 | 4,784,665 |
| TOTAL LIABILITIES | 317,044,623 | 300,993,408 |
| NET DEBT | (167,496,048) | (115,147,978) |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (note 14) | 1,291,609,402 | 1,181,486,117 |
| Prepaid expenses | 11,888,753 | 8,162,017 |
| Other | 1,207,632 | 1,183,954 |
| TOTAL NON-FINANCIAL ASSETS | 1,304,705,787 | 1,190,832,088 |
| | 1,137,209,739 | 1,075,684,110 |
| Comprised of: | | |
| Accumulated surplus (note 15) | 1,137,223,913 | 1,075,837,358 |
| Accumulated remeasurement gains/(losses) | (14,174) | (153,248) |
| | 1,137,209,739 | 1,075,684,110 |

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the Year Ended December 31, 2024

| | Budget 2024 \$ (note 18) | Actual 2024 \$ | Actual 2023 \$ |
|--|-----------------------------------|----------------------|----------------------|
| REVENUES | | | |
| Property taxation | 210,295,038 | 212,361,571 | 200,833,303 |
| User charges | 44,407,254 | 46,305,879 | 46,987,286 |
| Government of Canada | 10,620,541 | 13,559,722 | 12,087,544 |
| Province of Ontario | 304,569,234 | 339,738,880 | 300,914,022 |
| Other municipalities | 49,889,704 | 49,236,175 | 46,016,145 |
| Investment income | 4,226,334 | 4,128,801 | 6,033,128 |
| Donations | 206,400 | 318,611 | 311,785 |
| Contributed tangible capital assets | - | 3,974 | 20,706 |
| Other grants | - | 253,661 | 174,079 |
| Other | 171,240 | 556,787 | 482,029 |
| Development charges earned (note 7) | 28,850,067 | 29,681,403 | 25,165,126 |
| Canada Community-Building Fund earned (note 7) | 25,418,435 | 16,625,077 | 11,893,910 |
| Provincial gas tax earned (note 7) | 3,455,272 | 1,476,985 | 1,380,296 |
| Gain/(loss) on disposal of tangible capital assets | - | 1,758,305 | 5,967,826 |
| TOTAL REVENUES | 682,109,519 | 716,005,831 | 658,267,185 |
| EXPENSES | | | |
| General government | 19,300,639 | 17,220,894 | 15,172,682 |
| Protection services | 1,017,619 | 954,031 | 1,091,472 |
| Transportation services | 64,277,749 | 60,257,260 | 58,443,696 |
| Environmental services | 78,167,776 | 89,406,343 | 101,684,263 |
| Health services | 81,667,227 | 86,332,085 | 75,526,426 |
| Social and family services | 301,105,216 | 323,481,398 | 297,006,587 |
| Social housing | 56,342,040 | 63,164,978 | 53,694,349 |
| Recreation and cultural services | 5,235,662 | 5,093,978 | 4,898,847 |
| Planning and development | 9,946,515 | 8,708,309 | 7,970,282 |
| TOTAL EXPENSES | 617,060,443 | 654,619,276 | 615,488,604 |
| ANNUAL SURPLUS | <u>65,049,076</u> | 61,386,555 | 42,778,581 |
| ACCUMULATED SURPLUS - beginning of year | | 1,075,837,358 | 1,033,058,777 |
| ACCUMULATED SURPLUS - end of year | | 1,137,223,913 | 1,075,837,358 |

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended December 31, 2024

| | 2024 | 2023 |
|--|----------------|------------------|
| | \$ | \$ |
| ACCUMULATED REMEASUREMENT GAINS AND LOSSES | | |
| - beginning of year | (153,248) | - |
| Unrealized gain/(loss) on portfolio investments at January 1, 2023 | - | (301,916) |
| Unrealized gain/(loss) on portfolio investments during the year | 139,074 | 148,668 |
| NET REMEASUREMENT GAINS (LOSSES) | 139,074 | (153,248) |
| ACCUMULATED REMEASUREMENT GAINS AND LOSSES | | |
| - end of year | (14,174) | (153,248) |

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended December 31, 2024

| | Budget 2024 \$ (note 18) | Actual 2024 \$ | Actual 2023 \$ |
|---|-----------------------------------|----------------------|----------------------|
| ANNUAL SURPLUS | 65,049,076 | 61,386,555 | 42,778,581 |
| Amortization of tangible capital assets | 38,755,030 | 50,452,702 | 57,743,332 |
| Addition of tangible capital assets | (162,804,334) | (161,887,163) | (119,067,699) |
| Gain on disposal of tangible capital assets | - | (1,758,305) | (5,967,826) |
| Proceeds on sale of tangible capital assets | - | 3,073,455 | 8,929,104 |
| Contributed capital assets | - | (3,974) | (20,706) |
| Change in prepaid expenses | - | (3,726,736) | (1,503,650) |
| Change in other non-financial assets | - | (23,678) | (149,108) |
| CHANGE IN NET DEBT | (59,000,228) | (52,487,144) | (17,257,972) |
| NET DEBT - beginning of year | (115,147,978) | (115,147,978) | (27,058,907) |
| ADJUSTMENT ON ADOPTION OF THE ASSET RETIREMENT OBLIGATION STANDARD | - | - | (70,677,851) |
| ADJUSTMENT ON ADOPTION OF THE FINANCIAL INSTRUMENTS STANDARD | - | - | (301,916) |
| NET DEBT - beginning of year, as restated | (115,147,978) | (115,147,978) | (98,038,674) |
| INCREASE IN ACCUMULATED REMEASUREMENT GAINS | - | 139,074 | 148,668 |
| NET DEBT - end of year | (174,148,206) | (167,496,048) | (115,147,978) |

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2024

| | 2024 | 2023 |
|--|----------------------|----------------------|
| | \$ | \$ |
| CASH PROVIDED BY (USED IN) | | |
| OPERATING ACTIVITIES | | |
| Annual surplus | 61,386,555 | 42,778,581 |
| Items not involving cash | | |
| Amortization of tangible capital assets | 50,452,702 | 57,743,332 |
| Gain on disposal of tangible capital assets | (1,758,305) | (5,967,826) |
| Contributed capital assets | (3,974) | (20,706) |
| Change in landfill closure and post-closure liability | - | (24,515,780) |
| Change in employee future benefits payable | 256,655 | 454,227 |
| Accretion expense and change in asset retirement obligations | 3,821,464 | 27,016,682 |
| Change in non-cash assets and liabilities | | |
| Accounts receivable | (7,280,145) | (10,013,675) |
| Other loans receivable | 2,432,830 | 133,788 |
| Inventory | 22,719 | (10,226) |
| Prepaid expenses | (3,726,736) | (1,503,650) |
| Other non-financial assets | (23,678) | (149,108) |
| Accounts payable and accrued liabilities | 9,479,214 | 5,856,423 |
| Deferred revenue - obligatory reserve fund | (10,613,400) | (3,153,991) |
| Deferred revenue - other | (1,641,493) | 6,794,709 |
| Asset retirement obligations - remediation costs | (868,182) | - |
| Net change in cash from operating activities | 101,936,226 | 95,442,780 |
| CAPITAL ACTIVITIES | | |
| Purchase of tangible capital assets | (161,887,163) | (119,067,699) |
| Proceeds on disposal of tangible capital assets | 3,073,455 | 8,929,104 |
| Net change in cash from capital activities | (158,813,708) | (110,138,595) |
| INVESTING ACTIVITIES | | |
| Purchase of investments | (1,381,930) | (1,599,900) |
| Disposal of investments | 30,197,394 | - |
| Major capital loans issued | (14,579,637) | (13,994,200) |
| Major capital loan repayments received | 7,711,090 | 5,051,759 |
| Net change in cash from investing activities | 21,946,917 | (10,542,341) |
| FINANCING ACTIVITIES | | |
| Debt principal repayments | (4,383,043) | (4,499,869) |
| Temporary loan advanced | 20,000,000 | - |
| Net change in cash from financing activities | 15,616,957 | (4,499,869) |
| NET CHANGE IN CASH | (19,313,608) | (29,738,025) |
| CASH - beginning of year | 71,650,751 | 101,388,776 |
| CASH - end of year | 52,337,143 | 71,650,751 |

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

The County of Simcoe is an upper tier municipality in the 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. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with the standards in the Chartered Professional Accountants Canada Public Sector Accounting (PSA) Handbook. Significant aspects of the accounting policies are as follows:

(a) Reporting Entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenses and accumulated surplus of the reporting entity.

The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the County and which are wholly owned and controlled by the County. These consolidated financial statements include:

- Simcoe County Housing Corporation
- Lake Simcoe Regional Airport (2023 - 90%)

All interfund assets and liabilities and revenues and expenses are eliminated.

(b) Trust funds

Trust funds and their related operations administered by the County are not included in these consolidated financial statements but are reported on separately on the Trust Funds Statement of Continuity and Statement of Financial Position.

(c) Deferred revenue

Deferred revenue represents grants, user charges and fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

(d) Inventory

Inventory is recorded at the lower of cost, as determined by the first-in, first out method, and net realizable value (market price).

(e) Non-financial assets

Tangible capital and other non-financial assets are accounted for as assets by the County because they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the County unless they are sold.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(f) 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, as well as legally or contractually required retirement activities. When historical cost records were not available, other methods were used to estimate costs. The cost, less residual value, if any, is amortized on a straight-line basis, over the expected useful life of the asset, as follows:

| | |
|-------------------|---------------|
| Land improvements | 20 years |
| Buildings | 10 - 40 years |
| Machinery | 5 - 25 years |
| Computers | 3 - 10 years |
| Vehicles | 5 - 20 years |
| Infrastructure | 25 - 75 years |

Revisions to expected useful lives are made when the County becomes aware of significant events or changes affecting the period of time over which the tangible capital assets can be used.

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

Landfills are amortized over the useful life of the landfill based on the total capacity.

Tangible capital assets categorized as assets under construction are not amortized until they are put into service.

(g) Use of estimates

Certain items recognized in the financial statements are subject to measurement uncertainty. The recognized amounts of such items are based on the County's best information and judgment. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant. The County's significant estimates include:

- The amount recorded for asset retirement obligation is based on estimates of the assets with potential contaminants and management's estimate of the costs to retire those assets. - See Note 1(k) and related costs added to tangible capital assets - See Note 1(f)
- Amortization of tangible capital assets is based on estimated useful life and residual value - See Note 1(f)
- Employee future amounts payable depend on certain actuarial and economic assumptions
- Allowance for doubtful accounts receivable is based in management's estimate of future collectibility

(h) Reserves and reserve funds

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

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(i) Recognition of Revenues and Expenses

Revenues and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which the transactions or events occurred that give rise to the revenue; expenses are recognized in the period the goods or services are acquired and a legal liability is incurred or transfers are due.

Property taxation

The County establishes tax rates annually based on the amount required to be raised. The tax rates are used to levy amounts to the lower tier municipalities and are based on their annual assessment. Adjustments to the lower tier levy amounts for additions to and reductions in assessment are reported in the financial statements when amounts can be reasonably determined.

Government funding

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

Other revenue

User charges are recognized as revenue in the year the goods and services are provided.

Investment income is recorded in the year in which it is earned.

Canada Community-Building Fund, Provincial gas tax and development charges are recognized in the period in which the related expenditures are recorded.

Donations are recognized as revenue in the year the amounts are received or collectibility can be reasonably determined.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(j) Financial Instruments

Financial instruments are classified as either fair value or amortized cost. The following chart shows the measurement method for each type of financial instrument.

| Financial Instrument | Measurement Method |
|--|--------------------|
| Cash | Amortized Cost |
| Investments: | |
| High interest savings | Amortized Cost |
| Guaranteed investment certificates | Amortized Cost |
| Bonds | Fair Value |
| Accounts receivable | Amortized Cost |
| Loans receivable | Amortized Cost |
| Temporary loans | Amortized Cost |
| Accounts payable and accrued liabilities | Amortized Cost |
| Long term debt | Amortized Cost |

Fair value category: The County manages and reports performance for groups of financial assets on a fair-value basis. Investments traded in an active market are reflected at fair value as at the reporting date. Sales and purchases of investments are recorded on the trade date. Transaction costs related to the acquisition of investments are recorded as an expense. Unrealized gains and losses on financial assets are recognized in the Consolidated Statement of Remeasurement Gains and Losses until such time that the financial asset is derecognized due to disposal or impairment. At the time of derecognition, the related realized gains and losses are recognized in the Consolidated Statement of Operations and Accumulated Surplus and related balances reversed from the Consolidated Statement of Remeasurement Gains and Losses.

Amortized cost category: Amounts are measured at the initial recognition minus principal repayments, plus or minus the cumulative amortization using the effective interest rate method of any difference between the initial amount and the maturity amount, and minus any reduction for impairment or uncollectibility. The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability (or a group of financial assets or financial liabilities) and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial instrument asset or financial instrument liability.

The following hierarchy provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which fair value is observable:

- 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

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

1. SIGNIFICANT ACCOUNTING POLICIES, continued

- 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.

(k) Asset Retirement Obligation

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 County has also been recognized based on estimated future expenses for remediation or disposal.

The liability is discounted using a present value calculation, and adjusted yearly for accretion expense and any amounts paid. 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 accounting policies outlined in (f).

2. INVESTMENTS

| | Level (note 1(j)) | 2024 \$ | 2023 \$ |
|---|----------------------|------------|------------|
| Investments held at fair value | | | |
| Bonds | 1 | 6,195,127 | 5,850,601 |
| Investments held at amortized cost | | | |
| GIC | | 3,743 | 3,565 |
| Savings | | 325,795 | 29,346,889 |
| | | 329,538 | 29,350,454 |
| | | 6,524,665 | 35,201,055 |

Cost of bond portfolio at December 31, 2024 is \$6,209,964 (2023 - \$6,003,849).

There were no transfers in or out of level 2 and level 3 during the year.

3. CREDIT FACILITY AGREEMENT

The County has a revolving credit facility agreement with its main financial institution. The amount available at any time is limited to \$15,000,000 via an operating loan. Any balance borrowed will accrue interest at the bank's prime lending rate less 0.625% per annum. At December 31, 2024 there was no balance outstanding (2023 - \$Nil).



CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

4. MAJOR CAPITAL LOANS RECEIVABLE

Loans receivable consist of major capital receivables from service partners for various major capital projects. The loans are to be repaid 10% per year plus interest at Infrastructure Ontario's 10 year rate. The loans receivable are due from:

| | 2024 | 2023 |
|-----------------|------------|------------|
| | \$ | \$ |
| City of Barrie | 29,885,414 | 25,906,132 |
| City of Orillia | 9,222,222 | 6,332,957 |
| | 39,107,636 | 32,239,089 |

The continuity of major capital loans receivable is as follows:

| | 2024 | 2023 |
|---|------------|------------|
| | \$ | \$ |
| Balance - beginning of year | 32,239,089 | 23,296,648 |
| Add amounts to be received: | | |
| Share of capital projects - City of Barrie | 8,987,976 | 10,263,114 |
| Share of capital projects - City of Orillia | 4,157,789 | 2,705,521 |
| Interest | 1,433,872 | 1,025,565 |
| | 14,579,637 | 13,994,200 |
| Less: Payments received | 7,711,090 | 5,051,759 |
| Balance - end of year | 39,107,636 | 32,239,089 |

5. OTHER LOANS RECEIVABLE

The following loans are receivable from community partners:

| | 2024 | 2023 |
|--|-----------|-----------|
| | \$ | \$ |
| Mortgage receivable, repayable in blended monthly instalments of \$15,057, bearing interest at 3% per annum, maturing August 10, 2041. | 2,366,942 | 2,475,067 |
| Interest free construction financing line of credit, to be paid within three years of project completion. | - | 2,295,809 |
| Interest free mortgage receivable, repayable in monthly instalments of \$2,408, maturing 2042. | 512,984 | 541,880 |
| | 2,879,926 | 5,312,756 |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

6. TEMPORARY LOANS

Simcoe County Housing Corporation has entered into a temporary financing arrangement with the Ontario Infrastructure and Lands Corporation (OILC) to partially fund the Orillia Campus Project and Bradford Development. In total, the approved loan amounts are \$82,854,300 and \$28,433,422 respectively. Advances as at December 31, 2024 are \$20,000,000 (2023 - \$nil). The outstanding balance is unsecured and accrues interest at OILC's floating interest rate.

7. DEFERRED REVENUE - OBLIGATORY RESERVE FUNDS

A requirement of the Chartered Professional Accountants Canada Public Sector Accounting Handbook, is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as legislation and external agreements restrict how these funds may be used and under certain circumstances these funds may possibly be refunded. The balances in the obligatory reserve funds of the County are summarized below:

| | 2024 | 2023 |
|--------------------------------|------------|------------|
| | \$ | \$ |
| Development charges | 9,261,160 | 15,405,392 |
| Canada Community-Building Fund | 19,000,379 | 23,469,547 |
| Provincial gas tax | 12,165 | 12,165 |
| | 28,273,704 | 38,887,104 |

The continuity of deferred revenue - obligatory reserve funds is as follows:

| | 2024 | 2023 |
|---|------------|------------|
| | \$ | \$ |
| Balance - beginning of year | 38,887,104 | 42,041,095 |
| Add amounts received: | | |
| Development charges received | 23,675,154 | 22,293,051 |
| Canada Community-Building Fund received | 11,161,972 | 10,110,769 |
| Provincial gas tax received | 1,547,912 | 1,375,022 |
| Interest | 785,027 | 1,506,499 |
| | 37,170,065 | 35,285,341 |
| Less transfer to operations: | | |
| Development charges earned | 29,681,403 | 25,165,126 |
| Canada Community-Building Fund earned | 16,625,077 | 11,893,910 |
| Provincial gas tax earned | 1,476,985 | 1,380,296 |
| | 47,783,465 | 38,439,332 |
| Balance - end of year | 28,273,704 | 38,887,104 |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

8. DEFERRED REVENUE - OTHER

Deferred revenue - other consists of the following:

| | 2024 | 2023 |
|---------------------------------------|-------------------|-------------------|
| | \$ | \$ |
| Simcoe County Housing Corporation | 761,094 | 1,379,835 |
| Ontario Community Infrastructure Fund | 6,642,732 | 5,308,385 |
| Rapid Housing Initiative | - | 4,827,779 |
| Other | 4,486,645 | 2,015,965 |
| | 11,890,471 | 13,531,964 |

The continuity of deferred revenue - other is as follows:

| | 2024 | 2023 |
|--|-------------------|-------------------|
| | \$ | \$ |
| Balance - beginning of year | 13,531,964 | 6,737,255 |
| Add amounts received: | | |
| Ontario Community Infrastructure Funding | 4,439,360 | 4,703,092 |
| Rapid Housing Initiative | - | 8,621,715 |
| Other | 2,894,973 | 1,875,459 |
| Interest | 317,534 | 332,377 |
| | 7,651,867 | 15,532,643 |
| Less transfer to operations: | | |
| Ontario Community Infrastructure Funding | 3,422,547 | 3,898,372 |
| Rapid Housing Initiative | 4,827,779 | 3,793,936 |
| Other | 1,043,034 | 1,045,626 |
| | 9,293,360 | 8,737,934 |
| Balance - end of year | 11,890,471 | 13,531,964 |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

9. LONG TERM DEBT

- (a) The balance of long term debt reported on the Consolidated Statement of Financial Position is made up of the following:

| | 2024 | 2023 |
|---|------------|------------|
| | \$ | \$ |
| Canada Mortgage and Housing Corporation debentures payable on rental properties owned by Simcoe County Housing Corporation. The debentures have various maturity dates ranging from 2025 to 2027 and interest rates ranging from 6.09% to 6.34%. | 557,712 | 967,586 |
| Ontario Housing Corporation debentures payable on rental properties owned by Simcoe County Housing Corporation. The debentures have various maturing dates ranging from 2025 to 2027 and interest rates ranging from 6.09% to 6.34%. | 64,511 | 111,433 |
| Ontario Infrastructure Projects Corporation debentures with blended semi-annual payments of \$683,558 and interest at 2.68% per annum, due in 2039. | 20,506,750 | 21,873,866 |
| Mortgages payable, repayable in blended monthly payments including principal and interest, secured by land and buildings. The mortgages have due dates ranging from 2025 to 2026 and interest rates ranging from 0.64% to 1.43%. | 440,573 | 703,651 |
| Mortgage payable, 4.44%, due October 2027, repayable in blended monthly payments of \$36,646 including principal and interest, secured by land and buildings. | 1,169,414 | 1,548,615 |
| Ontario Infrastructure Projects Corporation debentures with blended semi-annual payments of \$1,417,712 and interest at 2.7% per annum, due in 2041. | 37,551,959 | 39,337,247 |
| Amounts due to lower tier municipalities for acquisition of waste disposal properties. Repayments equal the tipping fee rebates provided to the lower-tier municipalities based on the amount of waste deposited by each municipality at the County landfill sites. | 2,843,184 | 2,974,748 |
| | 63,134,103 | 67,517,146 |

- (b) Interest paid during the year on long term debt amounted to \$1,792,256 (2023 - \$1,893,848).

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

9. LONG TERM DEBT, continued

(c) The estimated repayments based on the current repayment terms for the next five years of the long term debt reported in (a) of this note are:

| | Principal \$ | Interest \$ | Total \$ |
|---------------------------|-----------------|----------------|-------------|
| 2025 | 4,322,232 | 1,629,036 | 5,951,268 |
| 2026 | 4,025,579 | 1,498,459 | 5,524,038 |
| 2027 | 4,025,653 | 1,383,474 | 5,409,127 |
| 2028 | 3,493,272 | 1,279,661 | 4,772,933 |
| 2029 | 1,498,681 | 1,187,782 | 2,686,463 |
| 2030 and subsequent years | 45,768,686 | 6,661,184 | 52,429,870 |
| | 63,134,103 | 13,639,596 | 76,773,699 |

10. PENSION AGREEMENTS

Certain employees of the County are eligible members of the Ontario Municipal Employees Retirement System (OMERS), a multi-employer pension plan.

The Actuarial Opinion contained in the 2024 Annual Report disclosed total actuarial liabilities of \$142,489 million in respect of benefits accrued for service with actuarial assets of \$139,576 million indicating an actuarial deficit of \$2,913 million. Because OMERS is a multi-employer plan, any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the County does not recognize any share of the OMERS pension surplus or deficit.

The County's total contributions to OMERS in 2024 were \$26,156,182 (2023 - \$23,708,218) of which \$13,148,803 (2023 - 11,854,109) was contributed by employees.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

11. ASSET RETIREMENT OBLIGATION

The County's asset retirement obligation consists of the following:

(a) Landfill obligation

The County owns and operates twenty-one landfill sites. The liability for the been recognized under PS 3280 – Asset Retirement Obligations. The costs have been estimated based upon the presently known obligations that will exist at the estimated year of closure of the sites and for monitoring costs after the closure date using a discount rate of 4.41% and an inflation rate of 5.6%. For the closed sites, there are between 13 and 75 years of remaining monitoring costs; however, the 75 year estimate could be extended based on the results of the monitoring. For the five operational sites, the sites are projected to close between 2025 and 2027.

(b) Asbestos obligation

The County 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. Estimated costs have been discounted to the present value using a discount rate of 4.41% per annum.

(c) Other

The County owns and operates gravel pits and other assets. The liability for the closure of these sites and the costs to return the property to it's original state has been recognized under PS 3280 – Asset Retirement Obligations. The costs were based on presently known obligations that will exist at the estimated year of closure of the sites. These costs have been discounted to the present value using a discount rate of 4.41% per annum.

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

| Asset Retirement Obligation | Landfill \$ | Asbestos removal \$ | Other \$ | Total 2024 \$ | Total 2023 \$ |
|-----------------------------|----------------|---------------------------|-------------|---------------------|---------------------|
| Opening balance | 64,897,467 | 30,204,609 | 2,592,557 | 97,694,633 | 93,568,274 |
| Remediation costs incurred | (868,182) | - | - | (868,182) | - |
| Disposal of assets | - | (10,364) | - | (10,364) | - |
| Revaluation of liability | - | - | 330,991 | 330,991 | - |
| Accretion expense | 2,048,658 | 1,331,114 | 121,065 | 3,500,837 | 4,126,359 |
| Closing balance | 66,077,943 | 31,525,359 | 3,044,613 | 100,647,915 | 97,694,633 |

12. TRUST FUNDS

Trust funds administered by the County amounting to \$680,964 (2023 - \$649,442) have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Operations and Accumulated Surplus. As such balances are held in trust by the County for the benefit of others, they are not presented as part of the County's financial position or operations.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

13. EMPLOYEE FUTURE AMOUNTS PAYABLE

The County provides certain employee benefits which will require payment in future periods. Under the sick leave benefit plan, unused sick leave can be accumulated and employees may become entitled to a cash payment when they leave the County's employment.

| | 2024 | 2023 |
|--|------------------|------------------|
| | \$ | \$ |
| Vacation pay entitlement and accumulated sick leave benefit plan entitlement | 4,074,697 | 3,870,451 |
| Post-retirement benefits | 966,623 | 914,214 |
| | <u>5,041,320</u> | <u>4,784,665</u> |

The County sponsors benefit plans to pay costs of life, medical and dental for eligible employees after they retire and their eligible dependents. All benefits are provided upon retirement and continue for a period of 15 years, but not beyond the age of 65, at which time the benefits cease. The plans are not funded by the County until the plan premiums are paid.

The actuarial valuation as at December 31, 2022 was based on a number of assumptions about future events, such as discount rate, weighted average health care trend rates, and employee turnover and mortality. Under this method, the benefit costs are recognized over the expected average service life of the employee group. Any actuarial gains and losses related to the past service of employees are amortized over the expected average remaining service life of the employee group, which is 15 years. The assumptions used reflect management's best estimate. The main actuarial assumptions employed for the valuation are as follows:

| | |
|------------------------------|------|
| Discount rate | 5% |
| Benefit escalation - initial | 6% |
| - ultimate | 4% |
| - year ultimate reached | 2029 |

| | 2024 | 2023 |
|---|----------------|----------------|
| | \$ | \$ |
| Accrued benefit obligation at January 1 | 914,549 | 867,392 |
| Unamortized actuarial losses | (335) | (4,733) |
| Liability at January 1 | 914,214 | 862,659 |
| Current period benefit cost | 49,881 | 46,574 |
| Amortization of actuarial gains/losses | 606 | 4,398 |
| Interest accrued | 45,876 | 43,463 |
| Benefit payments | (43,954) | (42,880) |
| Liability at December 31 | <u>966,623</u> | <u>914,214</u> |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

14. TANGIBLE CAPITAL ASSETS

The net book value of the County's tangible capital assets are:

| | 2024 | 2023 |
|---------------------------|---------------|---------------|
| | \$ | \$ |
| General | | |
| Land | 175,334,306 | 170,635,340 |
| Land improvements | 24,113,156 | 36,660,813 |
| Buildings | 345,404,426 | 288,258,973 |
| Machinery and equipment | 31,206,161 | 30,524,534 |
| Computers | 8,065,530 | 7,459,378 |
| Vehicles | 39,204,934 | 38,346,040 |
| Infrastructure | | |
| Infrastructure | 461,100,785 | 434,847,018 |
| | 1,084,429,298 | 1,006,732,096 |
| Assets under construction | 207,180,104 | 174,754,021 |
| | 1,291,609,402 | 1,181,486,117 |

For additional information, see the Consolidated Schedule of Tangible Capital Assets.

During the year there were no write-downs of assets (2023 - \$Nil), no interest capitalized (2023 - \$Nil) and contributed assets of \$3,974 (2023 - \$20,706).

Historical treasures and works of art held by the County are not included in the balances of Tangible Capital Assets.

Tangible capital assets allocated by segment are as follows:

| | 2024 | 2023 |
|----------------------------------|---------------|---------------|
| | \$ | \$ |
| General government | 44,706,855 | 44,052,316 |
| Protection services | 2,054,208 | 2,075,473 |
| Transportation services | 644,389,550 | 617,396,496 |
| Environmental services | 56,949,996 | 69,582,229 |
| Health services | 63,566,371 | 59,530,402 |
| Social and family services | 180,847,832 | 125,922,567 |
| Social housing | 247,631,123 | 217,584,118 |
| Recreation and cultural services | 10,701,197 | 7,271,233 |
| Planning and development | 40,762,270 | 38,071,283 |
| | 1,291,609,402 | 1,181,486,117 |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

15. ACCUMULATED SURPLUS

Accumulated surplus consists of the following:

| | 2024 | 2023 |
|--|----------------------|----------------------|
| | \$ | \$ |
| Surplus/(Deficit) | | |
| County | 801,543 | 135,791 |
| Lake Simcoe Regional Airport | 146,076 | 295,128 |
| | <u>947,619</u> | <u>430,919</u> |
| Invested In Capital Assets | | |
| Tangible capital assets - net book value | 1,291,609,402 | 1,181,486,117 |
| Long term debt | (63,134,103) | (67,517,146) |
| Unfunded capital (see below) | (202,122,471) | (164,007,048) |
| Asset retirement obligations | (100,647,915) | (97,694,633) |
| | <u>925,704,913</u> | <u>852,267,290</u> |
| Surplus | <u>926,652,532</u> | <u>852,698,209</u> |
| Reserves | | |
| Administration building | 577,937 | 855,079 |
| Contingencies | 30,751,939 | 33,650,798 |
| Transportation services | 38,382,780 | 40,062,384 |
| Paramedic services | 8,223,465 | 6,987,736 |
| Social housing | 29,978,187 | 36,773,254 |
| Planning and development | 7,718,029 | 6,274,986 |
| Homes for the aged | 7,290,247 | 7,960,001 |
| Recreation and cultural services | 1,186,553 | 1,484,723 |
| Waste management | 35,145,881 | 34,876,373 |
| Social services | 11,193,664 | 15,768,779 |
| Forestry | 15,702,060 | 15,986,494 |
| Lake Simcoe Regional Airport | 4,045,472 | 1,789,106 |
| Tourism | 307,247 | 292,324 |
| Total Reserves | <u>190,503,461</u> | <u>202,762,037</u> |
| Reserve Funds | | |
| Social and family services | 2,979,620 | 3,113,933 |
| Hospital | 12,761,381 | 11,891,587 |
| Estate of C. Matthews | 4,326,919 | 5,371,592 |
| Total Reserve Funds | <u>20,067,920</u> | <u>20,377,112</u> |
| | <u>1,137,223,913</u> | <u>1,075,837,358</u> |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

15. ACCUMULATED SURPLUS, continued

Unfunded capital is expected to be funded from development charges and future debt and consists of:

| | 2024 | 2023 |
|-------------------------|----------------------|----------------------|
| | \$ | \$ |
| Environmental services | (16,847,211) | (19,223,147) |
| Transportation services | (42,517,014) | (42,127,361) |
| Long term care | (78,743,035) | (46,679,101) |
| Paramedic services | (13,459,279) | (11,870,140) |
| Social housing | (46,669,731) | (42,432,921) |
| Transit | (3,886,201) | (4,074,378) |
| General government | - | 2,400,000 |
| | (202,122,471) | (164,007,048) |

16. EXPENSES BY OBJECT

The expenses for the year reported on the Consolidated Statement of Operations and Accumulated Surplus by object are as follows:

| | Budget 2024 | Actual 2024 | Actual 2023 |
|-----------------------|--------------------|--------------------|--------------------|
| | \$ | \$ | \$ |
| | (note 18) | | |
| Salaries and benefits | 200,978,924 | 215,309,132 | 201,503,108 |
| Interest charges | 1,740,370 | 1,792,256 | 1,893,848 |
| Materials | 91,329,698 | 89,718,203 | 94,982,490 |
| Contracted services | 53,154,363 | 52,430,390 | 50,286,480 |
| Rents and financial | 2,228,540 | 5,572,657 | 5,188,148 |
| External transfers | 228,873,518 | 239,343,936 | 203,891,199 |
| Amortization | 38,755,030 | 50,452,702 | 57,743,331 |
| | 617,060,443 | 654,619,276 | 615,488,604 |

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

17. COMMITMENTS

In 2020, the County entered into an agreement for automated cart collection services for collection of garbage, recyclables and organics at a cost of \$30,453,137 until October 31, 2022 with cost adjustments in subsequent years with CPI and fuel cost adjustments in subsequent years. The contract is in effect from November 1, 2021 to September 30, 2028.

In 2017 the County committed \$45,000,000 to the Simcoe County Hospital Alliance to be funded over fifteen years, ending in 2031. The commitment remaining at December 31, 2024 is \$28,000,000.

In 2023, the County entered into commitments totalling \$7,569,603 for an addition to Georgian Manor. The commitment remaining at December 31, 2024 is \$1,711,312.

The County has entered into commitments for the redevelopment of Simcoe Village totalling \$316,683,421. The remaining commitment at December 31, 2024 is \$260,586,870.

In 2023 the County committed \$15,000,000 to Lakehead University to be funded over ten years, starting in 2024. The commitment remaining at December 31, 2024 is \$13,500,000.

The County entered into an agreement for the construction of a Springwater South Paramedic Post totalling \$3,592,750. The commitment remaining at December 31, 2024 is \$2,666,974.

The County has committed \$1,500,000 to Georgian College. The remaining commitment at December 31, 2024 is \$1,500,000.

In 2024, County Council approved a commitment of \$5,000,000 to YMCA of Simcoe Muskoka on the development of a multi-use facility that will provide transitional housing for youth in addition to enabling the leadership of a multicultural centre in partnership with the Simcoe County Local Immigration Partnership.

Simcoe County Housing Corporation has entered into commitments for construction of a residential and non-residential building in Orillia totalling \$72,565,540. The remaining commitment at December 31, 2024 is \$18,336,604.

Simcoe County Housing Corporation has entered into commitments for construction of a residential and non-residential building in Bradford totalling \$33,413,159. The remaining commitment at December 31, 2024 is \$8,167,813.

Simcoe County Housing Corporation has entered into commitments for construction of a residential and non-residential building in Barrie totaling \$204,403,513. The remaining commitments at December 31, 2024 is \$199,728,815.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2024

18. BUDGET FIGURES

The budget, approved by the County differs from the budget reflected on the Consolidated Statement of Operations and Accumulated Surplus as the approved budget has been adjusted to comply with PSA reporting requirements.

The following is a reconciliation of Council's approved budget to the annual surplus:

| | 2024 |
|--|-------------------|
| | \$ |
| Council approved budgeted surplus | - |
| Tangible capital asset additions | 162,804,334 |
| Amortization of tangible capital assets | (38,755,030) |
| Principal repayment of long term debt | 8,274,406 |
| Transfers to/(from) reserves and reserve funds | (18,535,478) |
| Less: Change in unfinanced capital | (48,739,156) |
| Annual surplus reported on the Consolidated Statement of Operations | 65,049,076 |

19. SOCIAL HOUSING

The Simcoe County Housing Corporation was incorporated under Part III of The Ontario Business Corporations Act in response to the Province's overall initiative to devolve Social Housing to local municipalities. The Corporation currently provides 1,652 units of subsidized and affordable housing to its tenants and their families.

As the Service Manager, on behalf of the Cities of Barrie and Orillia and the County of Simcoe, the County is now the sole shareholder of the Corporation.

On January 1, 2001 the Ontario Housing Corporation transferred 1,169 units and certain head office assets to the Corporation. The properties transferred carried the following restriction:

“The properties cannot be transferred or mortgaged or otherwise encumbered, developed or redeveloped or disposed of by any person without prior consent of the Minister of Municipal Affairs and Housing.”

In 2005 the Corporation assumed the operations of Georgian Bay Native Friendship Centre and Midland Penetanguishene Urban Native Homes Corporation.

In 2012 the Corporation assumed the operations of Matthew Co-operative Housing Inc.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

20. FINANCIAL INSTRUMENTS

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

The County is exposed to the following risks in respect of certain of the financial instruments held:

(a) Interest rate risk

Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates. The value of fixed income securities will generally rise if interest rates fall and conversely fall when rates rise.

These risks are generally outside the control of the County but are mitigated by the County's investment policies, which prescribe the asset mix of investments including the amount of foreign content and credit ratings of bond issuers.

(b) Credit risk

Credit risk is the risk that one party to a transaction will fail to discharge an obligation and cause the other party to incur a financial loss.

The County reduces its exposure to credit risk by creating an allowance for bad debts when applicable. The County monitors and assesses the collectability of accounts receivable based on past experience to derive a net realizable value.

(c) Market risk

The County is exposed to certain market risks including on their investments recorded at fair value. These risks are mitigated by the County's investment policy.

In the opinion of management, the County has no significant currency or liquidity risk

21. CONTINGENT LIABILITIES

The County, in the course of its operations, is often named in lawsuits the outcomes of which are indeterminable at this time. No amounts in connection with these items have been reflected in these financial statements.

22. COMPARATIVE FIGURES

Certain comparative figures were restated, where required, to conform with the current year presentation. There was no impact on the prior year's annual surplus.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

23. SEGMENTED INFORMATION

The County of Simcoe is a municipal government organization that provides a range of services to its residents. County services are reported by function and their activities are separately disclosed in the segmented information.

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Certain allocation methodologies are employed in the preparation of segmented financial information. Taxation, payments-in-lieu of taxes and certain unconditional government transfers are apportioned based on each segment's net requirements. Allocated administration include the following: 1) Workroom costs are allocated based on the department's proportionate share of the copies made in a year; 2) CAO costs are allocated based on the department's proportionate share of time allocated to the respective department; 3) Communications costs are allocated based on department's proportionate share of time allocated to the respective department; 4) Customer Service costs are allocated based on department's proportionate share of tickets and call volume; 5) Information Technology costs are allocated based on the department's proportionate share of the computers used; 6) Human Resources costs are allocated based on department's proportionate share of department heads; 7) Finance costs are allocated based on the department's proportionate share of the employee's hours; and 8) Procurement, Fleet and Property costs are allocated based on the department's proportionate share of the purchase orders generated.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1. For additional information see the Consolidated Schedule of Segment Disclosure.

General Government

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

Protection Services

Protection services include by-law enforcement and emergency measures.

Transportation Services

The activities of the transportation function include construction and maintenance of the County's roads and bridges, winter control, transit, and the airport.

Environmental Services

The environmental function is responsible for providing waste collection, waste disposal and recycling services to ratepayers.

Health Services

The health services function consists of external transfers to the health unit and hospitals and the activities of the ambulance services.

Social and Family Services

The activities of the social and family services function include general assistance payments to citizens of the County, the activities of the County's four homes for the aged and external payments to childcare centres in the County.

CORPORATION OF THE COUNTY OF SIMCOE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2024

23. SEGMENTED INFORMATION, continued

Social Housing

The social housing function provides affordable housing to qualified inhabitants of the County and external payments to non-profit housing providers.

Recreation and Cultural Services

The recreation and cultural services function is responsible for the activities of the library co-operative and the County of Simcoe museum.

Planning and Development

The planning and development services function manages commercial, industrial and residential development within the County as well as tourism and the County forests.

24. CHANGES IN ACCOUNTING POLICIES

The County has implemented the following sections and guidelines which are now effective under the PSA Handbook: 3160 Public Private Partnerships, 3400 Revenue, and PSG-8 Purchased Intangibles.

Section 3160 establishes standards on accounting for public private partnerships between public and private sector entities where the public sector entity procures infrastructure using a private sector partner. The adoption of this standard did not have an impact on the County's consolidated financial statements.

Section 3400 establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as 'exchange transactions', and transactions that do not have performance obligations, referred to as 'non-exchange transactions'. The adoption of this standard did not have an impact on the County's consolidated financial statements.

Under PSG-8, an entity may recognize purchased intangibles as an asset in its consolidated financial statements if the intangible meets the asset definition and the general recognition criteria. The adoption of this standard did not have an impact on the County's consolidated financial statements.

25. SUBSEQUENT EVENTS

Subsequent to year end, the County was approved for temporary financing from Ontario Infrastructure and Lands Corporation totalling \$303,250,501.

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS For the Year Ended December 31, 2024

| | General | | | | | | Infrastructure | Assets Under Construction | Totals |
|--|--------------------|-------------------|--------------------|-------------------------|------------------|-------------------|--------------------|---------------------------|----------------------|
| | Land | Land Improvements | Buildings | Machinery and Equipment | Computers | Vehicles | Infrastructure | | |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | |
| COST | | | | | | | | | |
| Balance, beginning of year | 174,571,603 | 80,185,086 | 385,825,527 | 45,467,831 | 28,580,037 | 65,128,237 | 761,864,089 | 174,754,021 | 1,716,376,431 |
| Add: additions during the year | 3,150,603 | 1,238,837 | 14,540,321 | 4,495,057 | 2,739,502 | 6,480,106 | 14,169,512 | 115,077,199 | 161,891,137 |
| Less: disposals during the year | 85,716 | - | 310,556 | 2,580,621 | 723,288 | 1,826,484 | 458,975 | - | 5,985,640 |
| Transfers | 1,643,554 | 758,567 | 52,488,191 | 75,046 | 212,411 | 136,854 | 27,336,493 | (82,651,116) | - |
| Balance, end of year | 179,280,044 | 82,182,490 | 452,543,483 | 47,457,313 | 30,808,662 | 69,918,713 | 802,911,119 | 207,180,104 | 1,872,281,928 |
| ACCUMULATED AMORTIZATION | | | | | | | | | |
| Balance, beginning of year | 3,936,263 | 43,524,273 | 97,566,554 | 14,943,297 | 21,120,659 | 26,782,197 | 327,017,071 | - | 534,890,314 |
| Add: additions during the year | 9,475 | 14,545,061 | 9,876,224 | 3,651,011 | 2,345,761 | 5,231,907 | 14,793,263 | - | 50,452,702 |
| Less: disposals during the year | - | - | 303,721 | 2,343,156 | 723,288 | 1,300,325 | - | - | 4,670,490 |
| Balance, end of year | 3,945,738 | 58,069,334 | 107,139,057 | 16,251,152 | 22,743,132 | 30,713,779 | 341,810,334 | - | 580,672,526 |
| NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS | 175,334,306 | 24,113,156 | 345,404,426 | 31,206,161 | 8,065,530 | 39,204,934 | 461,100,785 | 207,180,104 | 1,291,609,402 |

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE For the Year Ended December 31, 2024

| | General Government \$ | Protection Services \$ | Transportation Services \$ | Environmental Services \$ | Health Services \$ | Social and Family Services \$ | Social Housing \$ | Recreation and Cultural Services \$ | Planning and Development \$ | Consolidated \$ |
|---|-----------------------------|------------------------------|----------------------------------|---------------------------------|--------------------------|-------------------------------------|-------------------------|--|-----------------------------------|--------------------|
| Revenues | | | | | | | | | | |
| Property taxation | 47,304,571 | - | 28,585,000 | 57,733,000 | 38,384,000 | 11,780,000 | 22,308,000 | - | 6,267,000 | 212,361,571 |
| User charges | 558,551 | 136,096 | 3,373,938 | 6,947,516 | 90,606 | 20,687,339 | 11,469,280 | 325,956 | 2,716,597 | 46,305,879 |
| Government transfers - operating | 1,000 | - | 2,449,135 | 15,350,242 | 36,163,760 | 263,046,001 | 23,673,486 | 70,507 | 61,002 | 340,815,133 |
| Government transfers - capital | - | - | 973,411 | 29,187 | 580,621 | 3,575,509 | 7,320,252 | 4,489 | - | 12,483,469 |
| Other municipalities | - | - | - | - | 13,236,809 | 21,054,686 | 14,824,251 | 120,429 | - | 49,236,175 |
| Investment income | 3,948,296 | - | 4,588 | - | - | 173,652 | 2,265 | - | - | 4,128,801 |
| Donations | 129,050 | - | - | - | - | 159,170 | - | 5,391 | 25,000 | 318,611 |
| Contributed tangible capital assets | - | - | 3,974 | - | - | - | - | - | - | 3,974 |
| Other grants | 68,661 | - | - | - | - | 185,000 | - | - | - | 253,661 |
| Other | - | - | 43,628 | (69,553) | 234,358 | - | 348,354 | - | - | 556,787 |
| Development charges earned | 104,764 | - | 26,042,117 | 560,890 | 197,426 | 2,776,206 | - | - | - | 29,681,403 |
| Canada Community-Building Fund earned | - | - | 16,625,077 | - | - | - | - | - | - | 16,625,077 |
| Provincial gas tax earned | - | - | 1,476,985 | - | - | - | - | - | - | 1,476,985 |
| Gain/(loss) on disposal of tangible capital assets | (91,960) | - | (572,575) | (245,137) | 660,495 | 1,740 | 2,004,524 | - | 1,218 | 1,758,305 |
| Total revenues | 52,022,933 | 136,096 | 79,005,278 | 80,306,145 | 89,548,075 | 323,439,303 | 81,950,412 | 526,772 | 9,070,817 | 716,005,831 |
| Expenses | | | | | | | | | | |
| Salaries and benefits | 21,874,259 | 326,663 | 10,253,359 | 9,770,352 | 59,510,964 | 99,504,451 | 7,518,746 | 2,563,397 | 3,986,941 | 215,309,132 |
| Interest charges | - | - | 1,043,004 | - | 576,433 | - | 172,819 | - | - | 1,792,256 |
| Materials | 5,602,134 | 89,508 | 27,415,236 | 18,504,102 | 9,348,674 | 13,513,610 | 13,034,711 | 1,139,572 | 1,070,656 | 89,718,203 |
| Contracted services | 12,460,005 | 79,373 | 228,788 | 36,998,666 | 743,031 | 1,058,951 | 46,106 | 254,927 | 560,543 | 52,430,390 |
| Rents and financial | 54,827 | - | 210,827 | 2,231,595 | 347,778 | 1,388,210 | 1,273,848 | 35,836 | 29,736 | 5,572,657 |
| External transfers | 2,423,370 | 136,383 | - | - | 8,098,898 | 193,125,865 | 34,869,280 | - | 690,140 | 239,343,936 |
| Amortization | 3,222,420 | 21,265 | 17,746,392 | 18,353,393 | 3,018,566 | 3,700,834 | 4,041,292 | 279,158 | 69,382 | 50,452,702 |
| Internal transfers | (28,416,121) | 300,839 | 3,359,654 | 3,548,235 | 4,687,741 | 11,189,477 | 2,208,176 | 821,088 | 2,300,911 | - |
| Total expenses | 17,220,894 | 954,031 | 60,257,260 | 89,406,343 | 86,332,085 | 323,481,398 | 63,164,978 | 5,093,978 | 8,708,309 | 654,619,276 |
| Net surplus/(deficit) | 34,802,039 | (817,935) | 18,748,018 | (9,100,198) | 3,215,990 | (42,095) | 18,785,434 | (4,567,206) | 362,508 | 61,386,555 |

CORPORATION OF THE COUNTY OF SIMCOE

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE For the Year Ended December 31, 2023

| | General Government \$ | Protection Services \$ | Transportation Services \$ | Environmental Services \$ | Health Services \$ | Social and Family Services \$ | Social Housing \$ | Recreation and Cultural Services \$ | Planning and Development \$ | Consolidated \$ |
|---|-----------------------------|------------------------------|----------------------------------|---------------------------------|--------------------------|-------------------------------------|-------------------------|--|-----------------------------------|--------------------|
| Revenues | | | | | | | | | | |
| Property taxation | 30,374,149 | - | 31,980,545 | 64,416,306 | 23,071,273 | 23,080,020 | 21,443,121 | - | 6,467,889 | 200,833,303 |
| User charges | 583,276 | 136,096 | 2,463,214 | 10,735,652 | 82,642 | 18,968,508 | 10,997,720 | 382,937 | 2,637,241 | 46,987,286 |
| Government transfers - operating | 5,000 | 58,195 | 12,823 | 7,463,011 | 33,879,796 | 242,382,824 | 18,314,285 | 70,507 | 35,854 | 302,222,295 |
| Government transfers - capital | - | - | 3,937,966 | 140,076 | 119,034 | 4,824,295 | 1,757,900 | - | - | 10,779,271 |
| Other municipalities | - | - | 201,064 | - | 11,542,721 | 14,881,618 | 19,272,678 | 118,064 | - | 46,016,145 |
| Investment income | 5,859,763 | - | - | - | - | 156,280 | 17,085 | - | - | 6,033,128 |
| Donations | 116,832 | - | - | - | 1,000 | 185,092 | - | 8,861 | - | 311,785 |
| Contributed tangible capital assets | - | - | 20,706 | - | - | - | - | - | - | 20,706 |
| Other grants | 134,983 | - | - | - | - | 39,096 | - | - | - | 174,079 |
| Other | - | - | 166,063 | 32,600 | 229,629 | - | 53,737 | - | - | 482,029 |
| Development charges earned | 114,688 | - | 21,329,826 | 489,961 | 184,794 | 2,768,814 | 277,043 | - | - | 25,165,126 |
| Canada Community-Building Fund earned | - | - | 11,893,910 | - | - | - | - | - | - | 11,893,910 |
| Provincial gas tax earned | - | - | 1,380,296 | - | - | - | - | - | - | 1,380,296 |
| Gain/(loss) on disposal of tangible capital assets | - | - | 19,253 | (2,169,624) | 18,210 | 2,360 | 3,057,788 | 21,385 | 5,018,454 | 5,967,826 |
| Total revenues | 37,188,691 | 194,291 | 73,405,666 | 81,107,982 | 69,129,099 | 307,288,907 | 75,191,357 | 601,754 | 14,159,438 | 658,267,185 |
| Expenses | | | | | | | | | | |
| Salaries and benefits | 21,251,885 | 290,657 | 9,396,973 | 9,441,586 | 52,441,537 | 95,710,028 | 6,805,030 | 2,529,741 | 3,635,671 | 201,503,108 |
| Interest charges | - | - | 1,090,437 | - | 611,465 | - | 191,946 | - | - | 1,893,848 |
| Materials | 5,241,727 | 268,889 | 25,053,684 | 26,064,237 | 7,164,975 | 16,088,013 | 13,000,046 | 1,071,768 | 1,029,151 | 94,982,490 |
| Contracted services | 11,960,853 | 85,987 | 162,781 | 36,115,851 | 384,253 | 964,219 | 36,953 | 252,418 | 323,165 | 50,286,480 |
| Rents and financial | 57,095 | - | 303,109 | 1,245,776 | 414,668 | 1,710,755 | 1,421,350 | 35,395 | - | 5,188,148 |
| External transfers | 1,398,459 | 136,596 | 275,310 | - | 6,717,152 | 168,332,201 | 26,204,611 | - | 826,870 | 203,891,199 |
| Amortization | 2,559,460 | 21,265 | 19,008,253 | 25,447,720 | 2,934,891 | 3,545,942 | 3,940,154 | 245,184 | 40,462 | 57,743,331 |
| Internal transfers | (27,296,797) | 288,078 | 3,153,149 | 3,369,093 | 4,857,485 | 10,655,429 | 2,094,259 | 764,341 | 2,114,963 | - |
| Total expenses | 15,172,682 | 1,091,472 | 58,443,696 | 101,684,263 | 75,526,426 | 297,006,587 | 53,694,349 | 4,898,847 | 7,970,282 | 615,488,604 |
| Net surplus/(deficit) | 22,016,009 | (897,181) | 14,961,970 | (20,576,281) | (6,397,327) | 10,282,320 | 21,497,008 | (4,297,093) | 6,189,156 | 42,778,581 |

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the County of Simcoe

Opinion

We have audited the financial statements of the Trust Funds of the Corporation of the County of Simcoe (the Trust Funds), which comprise the statement of financial position as at December 31, 2024, the statement of continuity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Baker Tilly KDN LLP

Chartered Professional Accountants
Licensed Public Accountants

Peterborough, Ontario
August 5, 2025

CORPORATION OF THE COUNTY OF SIMCOE

TRUST FUNDS STATEMENT OF FINANCIAL POSITION At December 31, 2024

| | Homes for the Aged Residents \$ | Estate of S.O. Bain \$ | Estate of H.P. Brown \$ | Ross Channen Memorial Fund \$ | S.L. Page Scholarship Fund \$ | Honour Guard \$ | Past Wardens \$ | 2024 Total \$ | 2023 Total \$ |
|--|--|------------------------------|----------------------------------|---|--|-----------------------|-----------------------|---------------------|---------------------|
| FINANCIAL ASSETS | | | | | | | | | |
| Cash and investments (note 3) | 103,063 | 96,087 | 352,791 | - | 51,405 | 86,444 | 1,166 | 690,956 | 670,791 |
| Due from County of Simcoe | - | - | - | 3,743 | - | - | - | 3,743 | 3,565 |
| | 103,063 | 96,087 | 352,791 | 3,743 | 51,405 | 86,444 | 1,166 | 694,699 | 674,356 |
| LIABILITIES AND FUND BALANCES | | | | | | | | | |
| LIABILITIES | | | | | | | | | |
| Accounts payable | 13,735 | - | - | - | - | - | - | 13,735 | 7,466 |
| Due to County of Simcoe | - | - | - | - | - | - | - | - | 17,448 |
| | 13,735 | - | - | - | - | - | - | 13,735 | 24,914 |
| FUND BALANCES | 89,328 | 96,087 | 352,791 | 3,743 | 51,405 | 86,444 | 1,166 | 680,964 | 649,442 |
| | 103,063 | 96,087 | 352,791 | 3,743 | 51,405 | 86,444 | 1,166 | 694,699 | 674,356 |

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE COUNTY OF SIMCOE



**TRUST FUNDS
STATEMENT OF CONTINUITY
For the Year Ended December 31, 2024**

| | Homes for the Aged Residents \$ | Estate of S.O. Bain \$ | Estate of H.P. Brown \$ | Ross Channen Memorial Fund \$ | S.L. Page Scholarship Fund \$ | Honour Guard \$ | Past Wardens \$ | 2024 Total \$ | 2023 Total \$ |
|---|--|------------------------------|----------------------------------|---|--|-----------------------|-----------------------|---------------------|---------------------|
| BALANCES - beginning of year | 85,245 | 92,836 | 339,829 | 3,565 | 48,995 | 77,865 | 1,107 | 649,442 | 653,322 |
| RECEIPTS | | | | | | | | | |
| Contribution from County of Simcoe | - | - | - | - | - | 2,500 | - | 2,500 | 2,500 |
| Interest earned | - | 4,888 | 17,873 | 178 | 2,342 | 4,153 | 59 | 29,493 | 30,442 |
| Residents' contributions | 143,299 | - | - | - | - | - | - | 143,299 | 118,629 |
| Donations | - | - | - | - | 68 | 6,160 | - | 6,228 | 7,591 |
| Fundraising | - | - | - | - | - | 15,195 | - | 15,195 | - |
| | 143,299 | 4,888 | 17,873 | 178 | 2,410 | 28,008 | 59 | 196,715 | 159,162 |
| EXPENSES | | | | | | | | | |
| Purchases benefiting residents | 139,216 | 1,637 | 4,911 | - | - | - | - | 145,764 | 142,456 |
| Honour Guard purchases | - | - | - | - | - | 19,429 | - | 19,429 | 18,536 |
| Scholarships | - | - | - | - | - | - | - | - | 2,000 |
| Donations | - | - | - | - | - | - | - | - | 50 |
| | 139,216 | 1,637 | 4,911 | - | - | 19,429 | - | 165,193 | 163,042 |
| BALANCES - end of year | 89,328 | 96,087 | 352,791 | 3,743 | 51,405 | 86,444 | 1,166 | 680,964 | 649,442 |

The accompanying notes are an integral part of these financial statements



CORPORATION OF THE COUNTY OF SIMCOE

TRUST FUNDS NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2024

1. PURPOSE OF THE TRUSTS

Homes for the Aged Resident Trust - These funds are for the Long Term Care residents and represent their personal funds that are to be used exclusively for the residents' personal items.

Estate of S.O. Bain - On December 13, 1984, the Corporation of the County of Simcoe (through Sunset Manor) was bequeathed funds from the estate of S.O. Bain. The funds are to be used at the discretion of County Council, the Administrator at Sunset Manor and the Treasurer of the Corporation of the County of Simcoe and be used for items other than normal operating expenses.

Estate of H.P. Brown - On May 24, 1994, the Corporation of the County of Simcoe (through Sunset Manor) was bequeathed funds from the estate of Helena Patricia Brown. The funds are to be used at the discretion of County Council, the Administrator at Sunset Manor and the Treasurer of the Corporation of the County of Simcoe and to be used for items other than normal operating expenses.

Ross Channen Memorial Trust Fund - Named after the first curator of the County of Simcoe Museum, the original 1975 donation of \$2,507 was to be invested and interest earned from the Trust be used for archaeological and museological activities within the County of Simcoe and at the Simcoe County Museum.

Stewart L. Page Scholarship Trust Fund - These funds are set up to provide scholarships to assist with education costs to students studying Home Economics or Agriculture at the post-secondary level. These funds are administered by the County of Simcoe under the direction of the Stewart L. Page Board.

Honour Guard - Founded in 2003, the County of Simcoe Paramedic Services Honour Guard is comprised of County of Simcoe Paramedics who volunteer their free time. The mission of the Honour Guard is to create a strong, positive public awareness of paramedicine, instill pride, professionalism and honour to the Paramedics of the County of Simcoe. Each year the Corporation provides the Honour Guard with a \$2,500 donation. That donation combined with funds raised through major fundraising initiatives provides the Honour Guard with funds to attend ceremonial events demonstrating respect for fallen comrades of the Paramedic, Police, Fire and Military communities.

Past Wardens' Trust Fund - These funds are relating to the funds received from the Past Wardens' Association. The membership fees collected are to be used to support donations approved by the Association and the AGM costs.

CORPORATION OF THE COUNTY OF SIMCOE

TRUST FUNDS NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the standards in the Chartered Professional Accountants Canada Public Sector Accounting (PSA) Handbook.

(a) Basis of Accounting

Revenue and expenses are reported on the accrual basis of accounting which 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.

(b) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions. These estimates and assumptions 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 revenue and expenses during the period and are based on the County's best information and judgment. Actual results could differ from these estimates.

3. CASH AND INVESTMENTS

Cash and investments totaling \$690,956 (2023 - \$670,791) are recorded at amortized cost. Included in cash and investments is a \$15,043 GIC with an interest rate of 4.5% and a maturity date of May 19, 2025.