

Corporation Of The
Town Of Plympton-Wyoming

Financial Report
December 31, 2023



Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of The Corporation of the Town of Plympton-Wyoming (the "Town") are the responsibility of the "Town's" management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of 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 "Town's" management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of consolidated financial statements. These systems are monitored and evaluated by management.

The consolidated financial statements have been audited by MNP LLP, independent external auditors and appointed by the "Town". The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the "Town's" consolidated financial statements.

Norma Roddick-Preece

Norma Roddick-Preece
Treasurer/Deputy CAO

The Corporation of the Town of Plympton-Wyoming

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The Town of Plympton - Wyoming

Consolidated Financial Statements
For the Year Ended December 31, 2023

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Town Council

Mayor	Gary Atkinson
Deputy Mayor	Netty McEwen
Councillors	Alex Boughen Kristen Rodrigues John van Klaveren Mike Vasey Bob Woolvett

Town Administration

Chief Administrative Officer	Adam Sobanski
Clerk	Erin Kwarciak
Treasurer / Deputy CAO	Norma Roddick-Preece
Deputy Treasurer / Tax Collector	Christine Joosten
Director of Public Works	Paul daSilva
Fire Chief	Erik Campbell

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the Town of Plympton-Wyoming:

Opinion

We have audited the financial statements of the Corporation of the Town of Plympton-Wyoming (the "Municipality"), which comprise the statement of financial position as at December 31, 2023, and the statements of operations, accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2023, and the results of its operations, changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the 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 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.

Other Matter

The financial statements of the Corporation of the Town of Plympton-Wyoming for the year ended December 31, 2022 were audited by Baker Tilly Sarnia LLP of Sarnia, Ontario, Canada, prior to its merger with MNP LLP. Baker Tilly Sarnia LLP expressed an unmodified opinion on those statements on September 27, 2023.

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 Municipality'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 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.

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 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 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 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.

Sarnia, Ontario

August 28, 2024

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

MNP

Corporation Of The Town Of Plympton-Wyoming
 Consolidated Statement Of Financial Position
 December 31, 2023

	2023	2022
Assets		
Financial Assets		
Cash (note 3)	\$ 36,946,674	\$ 32,280,668
Accounts receivable	981,005	971,644
Taxes receivable (note 4)	1,771,315	1,071,269
Long-term receivables (note 5)	2,818,166	2,949,290
Debt to be recovered	<u>170,362</u>	<u>-</u>
Total financial assets	<u>42,687,522</u>	<u>37,272,871</u>
Liabilities		
Accounts payable and accrued liabilities	1,328,600	1,418,262
Municipal debt (note 6)	337,028	255,732
Deferred revenue (note 7)	<u>4,934,344</u>	<u>4,429,790</u>
Total liabilities	<u>6,599,972</u>	<u>6,103,784</u>
Net Financial Assets	36,087,550	31,169,087
Non-Financial Assets		
Tangible Capital Assets (note 11)	<u>71,989,494</u>	<u>69,621,794</u>
Accumulated Surplus (note 10)	<u>\$ 108,077,044</u>	<u>\$ 100,790,881</u>

Approved On Behalf Of Council



 Mayor



 Treasurer

Corporation Of The Town Of Plympton-Wyoming
 Consolidated Statement of Change in Net Financial Assets
 For the Year Ended December 31, 2023

	Budget 2023	2023	2022
Annual surplus	\$ 4,861,233	\$ 7,286,163	\$ 4,031,913
Amortization of tangible capital assets	-	2,706,908	2,740,951
"LAWSS" adjustment for tangible capital assets	-	243,480	(242,765)
Proceeds on sale of tangible capital assets	-	38,355	65,990
Loss on disposal of assets	-	(87,526)	(28,743)
Acquisition of tangible capital assets	<u>-</u>	<u>(5,268,917)</u>	<u>(4,535,584)</u>
Increase in net financial assets	4,861,233	4,918,463	2,031,762
Net financial assets, beginning of year	<u>31,169,087</u>	<u>31,169,087</u>	<u>29,137,325</u>
Net financial assets, end of year	<u>\$ 36,030,320</u>	<u>\$ 36,087,550</u>	<u>\$ 31,169,087</u>

Corporation Of The Town Of Plympton-Wyoming
 Consolidated Statement Of Financial Activities and Accumulated Surplus
 For the Year Ended December 31, 2023

	Budget 2023	Actual 2023	Actual 2022
Revenues			
Net municipal taxation	\$ 10,879,001	\$ 10,629,337	\$ 10,480,993
User charges	438,981	364,796	370,014
Water and sewage charges	4,575,075	5,654,898	4,382,591
Transfer payments	2,453,998	2,474,483	2,272,121
Other	<u>1,925,985</u>	<u>2,175,947</u>	<u>1,423,163</u>
Total Revenues	<u>20,273,040</u>	<u>21,299,461</u>	<u>18,928,882</u>
Expenditures			
General government	1,797,107	1,730,586	1,574,463
Protection services	2,091,623	2,691,174	2,818,337
Transportation services	6,865,500	6,297,516	5,829,543
Environmental services	3,554,846	4,044,256	3,897,217
Health services	75,340	55,153	61,603
Recreation and cultural	597,081	639,353	689,177
Planning and development	<u>430,310</u>	<u>483,206</u>	<u>455,679</u>
Total Expenditures	<u>15,411,807</u>	<u>15,941,244</u>	<u>15,326,019</u>
	4,861,233	5,358,217	3,602,863
Assumed Tangible Capital Assets	-	2,029,958	-
"LAWSS" Adjustment (note 14)	<u>-</u>	<u>(102,012)</u>	<u>429,050</u>
Annual Surplus	4,861,233	7,286,163	4,031,913
Accumulated Surplus, Beginning of year	<u>100,790,881</u>	<u>100,790,881</u>	<u>96,758,968</u>
Accumulated Surplus, End of Year	<u>\$ 105,652,114</u>	<u>\$ 108,077,044</u>	<u>\$ 100,790,881</u>

Corporation Of The Town Of Plympton-Wyoming
Consolidated Statement Of Cash Flows
For The Year Ended December 31, 2023

	2023	2022
Operating Transactions		
Annual surplus	\$ 7,286,163	\$ 4,031,913
Items not requiring cash		
Amortization	2,706,908	2,740,951
Loss on disposal of tangible capital assets	(87,526)	(28,743)
"LAWSS" adjustment (note 14)	<u>243,480</u>	<u>(242,765)</u>
	10,149,025	6,501,356
Accounts receivable	(9,361)	412,685
Taxes receivable	(700,046)	37,586
Long term receivables	131,124	1,226,357
Accounts payable and accrued liabilities	(89,662)	(663,796)
Deferred revenue	<u>504,554</u>	<u>177,454</u>
	<u>9,815,272</u>	<u>7,691,642</u>
Capital Transactions		
Acquisition of tangible capital assets	(5,268,917)	(4,535,584)
Proceeds from sale of tangible capital assets	<u>38,355</u>	<u>65,990</u>
	<u>(5,230,562)</u>	<u>(4,469,594)</u>
Financing Transactions		
Issuance of municipal debt	170,362	232,750
Repayment of municipal debt	<u>(89,066)</u>	<u>(13,482)</u>
Net Change In Cash And Cash Equivalents	4,666,006	3,441,316
Opening, Cash And Cash Equivalents	<u>32,280,668</u>	<u>28,839,352</u>
Closing, Cash And Cash Equivalents	<u>\$ 36,946,674</u>	<u>\$ 32,280,668</u>

1. Significant Accounting Policies

The consolidated financial statements of the Corporation of the Town of Plympton-Wyoming (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 Institute of Chartered Professional Accountants of Canada.

Significant accounting policies adopted include:

(a) (i) **Reporting Entity**

These consolidated statements reflect the assets, liabilities, operating revenues, expenditures, reserves and changes in investment in tangible capital assets of the Town and following local boards:

Plympton-Wyoming Cemetery Board
Plympton-Wyoming Water Board
Plympton- Wyoming Fire Board
Plympton-Wyoming Parks and Recreation Board

All inter-entity transactions and balances are eliminated on consolidation.

(ii) **Joint Local Board**

The Lambton Area Water Supply System ("LAWSS") has been consolidated on a proportionate basis based upon the water flow of the municipality from prior year in proportion to the entire water flows provided by the joint local board from prior year. Under this proportionate basis, the municipality's pro rata share of each of the assets, liabilities, revenues and expenditures of "LAWSS" are consolidated with similar items in the municipality's financial statements. For 2023, the municipality's share of "LAWSS" was 5.61% (2022 - 6.02%). Material inter-organizational transaction balances have been eliminated.

(iii) **Accounting for County and School Board Transactions**

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the County of Lambton are not reflected in these financial statements except that any amounts due to or from these organizations are reported on the statement of financial position. Taxation raised by the Township on behalf of these organizations is reflected as a deduction from total taxation on the Statement of Operations and Accumulated Surplus.

(iv) **Trust Funds**

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately.

(b) **Basis of Accounting**

(i) **Basis of Accounting**

Sources of financing and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures 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.

Notes continued on page 6...

1. Significant Accounting Policies cont'd....

(ii) Cash

Cash includes cash on account and short-term investments with original maturities of three months or less and are stated at cost, which approximates market value.

(iii) Non-Financial Assets

Non-financial assets are available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenditures, provides the Change in Net Financial Assets for the year.

(a) 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 estimated residual value, of the tangible capital assets is amortized on the straight-line basis over their estimated useful lives as follows:

Asset	Years
Land improvements	15 to 50 years
Buildings	10 to 100 years
Equipment	10 to 35 years
Vehicles	10 to 25 years
Road infrastructure	30 to 80 years
Environmental infrastructure	10 to 100 years

Only one-half of the above rates are used in the year of acquisition.

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

(b) Contribution of Tangible Capital Assets

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

(c) Intangible Assets

Intangible assets, art and cultural and historic assets, and items inherited by right of the Crown, such as Crown lands, forests, water, and mineral resources, are not recorded as assets in these financial statements.

(iv) Deferred Revenue

Deferred revenue represents development charges, building permit fees, parkland fees and gas tax money which have been received and for which related expenditures have yet to be incurred. These amounts will be recognized as revenue in the fiscal year the expenditures are incurred.

1. **Significant Accounting Policies cont'd...**

(v) **Revenue Recognition**

User fees and other revenues are recognized when related goods are supplied or services provided.

Investment income earned on surplus funds is reported as revenue in the period earned. Investment income on deferred revenue is added to the fund balance and forms part of the respective deferred revenue balances.

Conditional grant revenue is recognized to the extent the conditions imposed on the grant have been fulfilled. Unconditional grant revenue is recognized when the monies are receivable. Grants for the acquisition of tangible capital assets are recognized in the period in which eligible capital expenditures are made.

Taxation revenues are recorded when the tax rates are set by by-laws and the assessment roll is issued by the assessment office. Supplementary taxation revenue is recorded once a supplementary assessment roll is received and supplementary tax bills are issued. Tax adjustments as a result of appeals are recorded when the result of the appeal process is known. Interest and penalties on overdue taxes are recorded in the period the interest and penalties are levied.

(vi) **Use of Estimates**

The preparation of financial statements in conformity with Canadian public 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 year. Items requiring the use of significant estimates include those related to the useful life of assets, allowance for doubtful accounts and accrued accounts payable. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.

(iv) **Asset Retirement Obligations**

A liability for an asset retirement obligation (ARO) is recognized at the best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date when there is a legal obligation for the Municipality to incur retirement costs in relation to a tangible capital asset (or component thereof), 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 best estimate of the liability includes all costs directly attributable to asset retirement activities, based on information available at the financial statement reporting date. The best estimate of an asset retirement obligation incorporates a present value technique, when the cash flows required to settle or otherwise extinguish an ARO are expected to occur over extended future periods.

As of December 31, 2023, management's best estimate based on their information available does not recognize any AROs, and therefore no liability exists. Management will continue to address the new standard and review the policy to determine if any AROs are to be reported.

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

2. Operations Of School Boards And The County Of Lambton

Further to note 1(a)(iii), the taxation, other revenues and requisitions of the School Boards and the County of Lambton are comprised of the following:

	School Boards	County	2023 Total	2022 Total
Taxation and user charges	\$ 2,559,591	\$ 6,747,395	\$ 9,306,986	\$ 8,826,990
Grants-in-lieu	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,554</u>
Total	\$ <u>2,559,591</u>	\$ <u>6,747,395</u>	\$ <u>9,306,986</u>	\$ <u>8,890,544</u>

3. Cash

This represents a consolidation of cash from the operating fund and the deferred revenue as detailed in note 5. The composition is as follows:

	2023	2022
Unrestricted Cash	\$ 32,012,330	\$ 27,851,078
Restricted Cash	<u>4,934,344</u>	<u>4,429,590</u>
Total	\$ <u>36,946,674</u>	\$ <u>32,280,668</u>

4. Taxes and Tax Interest Receivable

	2023	2022
Current year	\$ 1,122,229	\$ 546,069
Arrears from previous years	<u>709,138</u>	<u>869,775</u>
	1,831,367	1,415,844
Less allowance	<u>60,052</u>	<u>344,575</u>
	\$ <u>1,771,315</u>	\$ <u>1,071,269</u>

The allowance of \$60,052 has been established to cover the Town's share of potential adjustments from unresolved appeals, vacancy rebates, penalty and interest adjustments, and unpaid property taxes not fully recoverable by future tax sale.

Notes continued on page 9...

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

5. Long-Term Receivables	2023	2022
Long-term receivables consists of drains maintenance and drains construction:		
Drains construction	\$ 2,238,144	\$ 2,511,174
Drains maintenance	<u>580,022</u>	<u>438,116</u>
	<u>\$ 2,818,166</u>	<u>\$ 2,949,290</u>

6. Municipal Debt

(a) The balance of net long-term liabilities reported on the consolidated statement of financial position is comprised of the following loans and debentures:

	2023	2022
4.00% debenture, due November 1, 2024	\$ 11,500	\$ 22,982
4.00% debenture, due November 1, 2025	155,166	232,750
5.00% debenture, due November 1, 2026	<u>170,362</u>	<u>-</u>
	<u>\$ 337,028</u>	<u>\$ 255,732</u>

(b) Principal repayments are as follows:

2024	\$ 145,870
2025	134,370
2026	<u>56,788</u>
	<u>\$ 337,028</u>

Revenue for the above principal repayments will be raised from the following sources:

	2024
	to
	2026
From tax rates	<u>\$ 337,028</u>

(c) Municipal debt approved after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt limit prescribed by the Ministry of Municipal Affairs and Housing.

(d) Total interest charges for the year for municipal debt which is reported on the Statement of Financial Position was \$4,064 (2022 - \$5,375).

Notes continued on page 10...

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

6. Municipal Debt cont'd...

(e) The Town is contingently liable for municipal debt with respect to tile drainage loans. The total amount outstanding as at December 31, 2023 is \$45,080 (2022 - \$52,411) and is not recorded on the "Consolidated Statement of Financial Position".

7. Deferred Revenue 2023 2022

The deferred revenue is comprised of the following obligatory reserve funds:

Development Charges Act	\$ 3,691,720	\$ 2,932,641
Recreational Land	413,446	357,044
Canada Community Building Fund (Gas Tax)	554,967	839,673
Building Code Act, 1992	274,211	300,432
	\$ 4,934,344	\$ 4,429,790

The net change during the year in the deferred revenue balances is as follows:

	Building Code Act, 1992	Development Charges Act	Recreational Land	CCBF
Balance, Beginning	\$ 300,432	\$ 2,932,641	\$ 357,044	\$ 839,673
Interest Earned	21,045	165,854	18,252	57,326
Transfer from Federal Government	-	-	-	257,968
Fees Received / Additions in the year	173,483	613,225	38,150	-
	494,960	3,711,720	413,446	1,154,967
Transfer to Revenue	220,749	20,000	-	600,000
Balance, Ending	\$ 274,211	\$ 3,691,720	\$ 413,446	\$ 554,967

8. Pension Agreements

The Municipality makes contributions to the Ontario Municipal Employees Retirement Fund ("OMERS"), which is a multi-employer plan, on behalf of members of its employees. The plan is a contributory defined benefit plan which specifies the amount of the retirement benefit to be received by employees based on the length of service and rates of pay. Employers and employees contribute jointly to the plan.

Since any surpluses or deficits are a joint responsibility of all Ontario municipalities and their employees, the municipality does not recognize any share of the "OMERS" pension surplus or deficit in these statements.

The amount contributed to "OMERS" for 2023 was \$173,269 (2022 - \$165,304) for current service. Employer's contributions for current service are included as an expense in the consolidated statement of operations.

Notes continued on page 11....

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

9. Classification Of Expenditures By Object

The Consolidated Statement of Financial Activities presents the expenditures by function whereas the following classifies these same expenditures by object:

	2023	2022
Salaries, wages and employee benefits	\$ 3,206,736	\$ 3,219,693
Operating materials and supplies	6,253,555	5,862,591
Contracted services	3,770,901	3,461,435
External transfers to others	-	37,789
Amortization	2,706,907	2,740,951
Interest on municipal debt	<u>3,145</u>	<u>3,560</u>
Total Expenditures By Object	<u>\$ 15,941,244</u>	<u>\$ 15,326,019</u>

10. Accumulated Surplus

Accumulated surplus consists of the following individual surplus accounts and reserves as follows:

	2023	2022
Surplus		
Invested in tangible capital assets	\$ 71,989,494	\$ 69,621,794
To reduce future taxation	949,569	300,032
Unfunded	<u>(63,020)</u>	<u>(50,407)</u>
Total Surplus	<u>72,876,043</u>	<u>69,871,419</u>
Reserves		
Acquisition of property, plant and equipment	17,130,671	14,414,173
Fire	184,963	123,474
Parks and recreation and culture	389,730	216,307
Cemeteries	140,907	126,508
Sewer and water	14,230,282	13,122,363
Insurance	277,427	256,616
Garbage	385,890	330,123
Miscellaneous	1,316,811	1,293,561
Camlachie Community Centre	6,939	8,297
Medical Centre	55,837	6,860
Cannabis	10,000	10,000
Moderization Funding	34,713	34,713
Reserves held by "LAWSS"	<u>1,036,831</u>	<u>976,467</u>
	<u>35,201,001</u>	<u>30,919,462</u>
Accumulated Surplus	<u>\$ 108,077,044</u>	<u>\$ 100,790,881</u>

Notes continued on page 12....

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

11. Tangible Capital Assets

Asset Cost 2023

	Land	Land Improvements	Buildings	Equipment	Vehicles	Infrastructure	Assets Under Construction	Total
Balance, beginning	\$ 3,253,570	\$ 40,643	\$ 15,515,301	\$ 8,107,582	\$ 7,286,180	\$ 89,838,845	\$ 2,795,229	\$ 126,837,350
Assumed Assets	-	-	-	-	-	2,029,958	-	2,029,958
Additions	-	-	364,156	202,895	114,301	4,433,708	153,857	5,268,917
Disposals	-	-	(5,694)	-	(292,674)	-	(2,592,734)	(2,891,102)
"LAWSS" adjustments	(5,216)	32,856	(1,940)	(332)	-	(330,691)	(24,054)	(329,377)
Balance ending	\$ 3,248,354	\$ 73,499	\$ 15,871,823	\$ 8,310,145	\$ 7,107,807	\$ 93,941,862	\$ 332,298	\$ 128,885,788

Accumulated Amortization 2023

Balance, beginning	\$ -	\$ 40,457	\$ 6,502,270	\$ 4,526,715	\$ 2,799,277	\$ 41,316,879	\$ -	\$ 55,185,598
Amortization	-	-	224,660	346,713	392,159	1,743,376	-	2,706,908
Disposals	-	-	(5,694)	-	(292,674)	(555,095)	-	(853,463)
"LAWSS" adjustment	-	(2,584)	(30,339)	2	-	(109,828)	-	(142,749)
Balance ending	\$ -	\$ 37,873	\$ 6,690,897	\$ 4,873,430	\$ 2,898,762	\$ 42,395,332	\$ -	\$ 56,896,294

Net Book Value

Value	\$ 3,248,354	\$ 35,626	\$ 9,180,926	\$ 3,436,715	\$ 4,209,045	\$ 51,546,530	\$ 332,298	\$ 71,989,494
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Asset Cost 2022

	Land	Land Improvements	Buildings	Equipment	Vehicles	Infrastructure	Assets Under Construction	Total
Balance, beginning	\$ 3,250,135	\$ 38,820	\$ 14,360,481	\$ 7,040,866	\$ 6,997,537	\$ 86,188,682	\$ 2,480,367	\$ 120,356,888
Additions	-	-	1,024,946	1,078,705	569,131	1,570,316	292,486	4,535,584
Disposals	-	-	-	(12,207)	(280,488)	(178,160)	-	(470,855)
"LAWSS" adjustment	3,435	1,823	129,874	218	-	228,049	22,376	385,775
Balance ending	\$ 3,253,570	\$ 40,643	\$ 15,515,301	\$ 8,107,582	\$ 7,286,180	\$ 89,838,845	\$ 2,795,229	\$ 124,807,392

Accumulated Amortization 2022

Balance, beginning	\$ -	\$ 38,467	\$ 6,165,245	\$ 4,199,301	\$ 2,688,954	\$ 39,643,278	\$ -	\$ 52,735,245
Amortization	-	184	270,397	339,473	373,632	1,757,266	-	2,740,952
Disposals	-	-	-	(12,207)	(263,309)	(158,093)	-	(433,609)
"LAWSS" adjustment	-	1,806	66,628	148	-	74,428	-	143,010
Balance ending	\$ -	\$ 40,457	\$ 6,502,270	\$ 4,526,715	\$ 2,799,277	\$ 41,316,879	\$ -	\$ 55,185,598

Net Book Value

Value	\$ 3,253,570	\$ 186	\$ 9,013,031	\$ 3,580,867	\$ 4,486,903	\$ 48,521,966	\$ 2,795,229	\$ 69,621,794
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Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

11. Tangible Capital Assets cont'd...

Assets Under Construction

Assets under construction having a value of \$322,298 (2022 - \$2,795,229) have not been amortized. Amortization of these assets will commence when the asset is put into service.

12. Joint Local Board - "LAWSS"

The following summarizes the financial position and operations of "LAWSS" which has been reported in these financial statements using the proportionate consolidation method.

The consolidated financial statements include the municipality's 5.61% (2022 - 6.02%) proportionate interest of the following:

	2023	2022
Financial Position		
Financial assets	\$ <u>19,319,521</u>	\$ <u>16,327,395</u>
Liabilities		
Current liabilities	837,685	107,005
Municipal debt	<u>-</u>	<u>-</u>
Total Liabilities	<u>837,685</u>	<u>107,005</u>
Net Financial Assets	18,481,836	16,220,390
Non-Financial Assets		
Tangible capital assets	<u>93,006,364</u>	<u>90,706,098</u>
Accumulated Surplus	\$ <u>111,488,200</u>	\$ <u>106,926,488</u>
Accumulated Surplus Comprised of:		
Invested in tangible capital assets	\$ 93,006,364	\$ 90,706,098
Reserves	<u>18,481,836</u>	<u>16,220,390</u>
Accumulated Surplus	\$ <u>111,488,200</u>	\$ <u>106,926,488</u>
Results of Operations		
Revenues	\$ <u>12,734,864</u>	\$ <u>10,944,282</u>
Expenditures	\$ <u>8,197,685</u>	\$ <u>7,673,107</u>

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13. Segmented Information

The Corporation of the Town of Plympton-Wyoming is a diversified municipal government institution that provides a wide range of services to its inhabitants such as policing, fire protection, water distribution, sewage collection and treatment, waste collection and disposal, recycling services, recreational services, library facilities, and planning. Distinguishable functional segments have been in the segmented information.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies.

Amounts that are directly attributable to a number of segments have been allocated on a reasonable basis as follows: Taxation and payment-in-lieu, OMPF Grant, net income of government business enterprise and shared other revenue consisting of penalty and interest on taxes, investment income, have been allocated to those segments that are funded by these amounts based on the net surplus for the year. The nature of the segments and the activities they encompass are as follows:

General Government

This reports the revenues and expenses that relate to the governance and operations of the Township and cannot be directly attributed to a specific segment.

Protection to Persons and Property

Protection to persons and property is comprised of police services, fire protection, animal control and building inspections. The police services work to ensure the safety and protection of the inhabitants and their property. The fire department, whose members are all volunteers, is responsible to provide fire fighting services, fire prevention programs, training and education. The building inspections provides a number of services including enforcement of building and construction codes and a review of all property development plans through its application process.

Transportation Services

Transportation is responsible for maintenance and construction of the Town's roadways, bridges, parking areas, street lighting and winter control.

Environmental Services

Environmental services consist of providing water treatment and distribution, sanitary sewage collection and treatment and ensuring that the Township's sewer and water systems meet all Provincial standards. In addition, environmental services consists of providing solid waste collection and recycling services.

Health Services

Health services consists of cemetery operations.

Recreational and Cultural Services

This service provides services to improve health and development of the Town inhabitants. This is accomplished by the municipality operating and maintaining parks, ball parks, trails, and providing library and museum facilities.

Planning and Development Services

The Town is responsible for planning and zoning including the Official Plan. In addition, this area of service includes tourist information, promotion and events, drainage, and commercial and residential development.

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Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

13. Segmented Information cont'd...

For The Year Ended December 31, 2023	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation Cultural	Planning Development	Total
Revenue								
Taxation	\$ 2,701,160	\$ 911,300	\$ 5,730,000	\$ 625,681	\$ 25,495	\$ 485,801	\$ 149,900	\$ 10,629,337
Water and sewer charges	-	-	-	5,654,898	-	-	-	5,654,898
Fees and User charges	-	8,522	-	-	48,241	93,111	214,922	364,796
Transfer payments	842,869	73,845	1,346,915	-	-	145,210	65,644	2,474,483
Other	<u>1,690,939</u>	<u>23,233</u>	<u>362,693</u>	<u>-</u>	<u>-</u>	<u>99,082</u>	<u>-</u>	<u>2,175,947</u>
	<u>5,234,968</u>	<u>1,016,900</u>	<u>7,439,608</u>	<u>6,280,579</u>	<u>73,736</u>	<u>823,204</u>	<u>430,466</u>	<u>21,299,461</u>
Expenditures								
Salaries and benefits	1,103,774	360,117	1,290,234	257,634	2,388	99,883	92,706	3,206,736
Materials and supplies	545,283	842,725	3,570,839	445,906	35,815	425,632	387,355	6,253,555
Contracted services	54,685	1,234,469	38,620	2,426,887	16,240	-	-	3,770,901
Interest	-	-	-	-	-	-	3,145	3,145
Amortization and loss on disposal of assets	26,844	253,863	1,397,823	913,829	710	113,838	-	2,706,907
Other	<u>1,730,586</u>	<u>2,691,174</u>	<u>6,297,516</u>	<u>4,044,256</u>	<u>55,153</u>	<u>639,353</u>	<u>483,206</u>	<u>15,941,244</u>
Surplus (Deficit) before adjustments for assumed assets and "LAWSS" adjustment	\$ <u>3,504,382</u>	\$ <u>(1,674,274)</u>	\$ <u>1,142,092</u>	\$ <u>2,236,323</u>	\$ <u>18,583</u>	\$ <u>183,851</u>	\$ <u>(52,740)</u>	\$ <u>5,358,217</u>

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Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

13. Segmented Information cont'd...

For The Year Ended December 31, 2022	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation Cultural	Planning Development	Total
Revenue								
Taxation	\$ 3,248,873	\$ 906,293	\$ 5,182,002	\$ 581,780	\$ 24,595	\$ 450,750	\$ 86,700	\$ 10,480,993
Water and sewer charges	-	-	-	4,353,848	-	-	28,743	4,382,591
Fees and User charges	-	6,496	-	-	35,601	112,416	215,501	370,014
Transfer payments	1,039,194	19,949	1,014,586	119,401	-	6,500	72,491	2,272,121
Other	955,156	49,734	345,000	48,441	6,483	18,349	-	1,423,163
	<u>5,243,223</u>	<u>982,472</u>	<u>6,541,588</u>	<u>5,103,470</u>	<u>66,679</u>	<u>588,015</u>	<u>403,435</u>	<u>18,928,882</u>
Expenditures								
Salaries and benefits	974,098	290,060	1,374,475	358,618	1,866	116,325	104,251	3,219,693
Materials and supplies	495,708	1,061,962	3,039,666	459,429	46,418	411,540	347,868	5,862,591
Contracted services	39,686	1,209,259	-	2,153,848	12,600	46,042	-	3,461,435
Interest	-	-	-	-	-	-	3,560	3,560
Amortization and loss on disposal of assets	27,182	257,056	1,415,402	925,322	719	115,270	-	2,740,951
Other	<u>37,789</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,789</u>
	<u>1,574,463</u>	<u>2,818,337</u>	<u>5,829,543</u>	<u>3,897,217</u>	<u>61,603</u>	<u>689,177</u>	<u>455,679</u>	<u>15,326,019</u>
Surplus (Deficit) before "LAWSS" adjustment	\$ <u>3,668,760</u>	\$ <u>(1,835,865)</u>	\$ <u>712,045</u>	\$ <u>1,206,253</u>	\$ <u>5,076</u>	\$ <u>(101,162)</u>	\$ <u>(52,244)</u>	\$ <u>3,602,863</u>

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Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2023

14. "LAWSS" Adjustment

The Town's proportionate share of its interest in "LAWSS" is adjusted annually based upon the Town's share of its water consumption from "LAWSS" compared to the total water consumption by all members of "LAWSS". This percentage is based on the consumption for the year. This adjustment has resulted in the following increases (decreases) to its share of assets and liabilities of "LAWSS" on January 1 each year as compared to its share of assets and liabilities of "LAWSS" from December 31 of the preceding year.

	2023	2022
Assets		
Cash	\$ 85,178	\$ 160,391
Accounts receivable	15,738	(15,570)
Tangible capital assets	<u>(243,480)</u>	<u>242,765</u>
	<u>(142,564)</u>	<u>387,586</u>
Liabilities		
Accounts payable	<u>(40,552)</u>	<u>(41,464)</u>
"LAWSS" Adjustment	<u>\$ (102,012)</u>	<u>\$ 429,050</u>

This adjustment affected the January 1 balances as compared to the December 31 balances of the prior year of the following accumulated surplus accounts:

Invested in capital assets	\$ (243,480)	\$ 242,765
Reserves	<u>141,468</u>	<u>186,285</u>
	<u>\$ (102,012)</u>	<u>\$ 429,050</u>

15. Trust Funds

Trust funds, consisting of Cemetery Care and Maintenance Funds administered by the Town amounting to \$287,704 (2022 - \$275,675) are not included in the Consolidated Statement of Financial Position nor have their operations been included in the "Consolidated Statement of Financial Activities".

16. Change in Accounting Policy

PS 3280 Asset Retirement Obligations

PS 3280 establishes accounting standards on how to account for and report a liability for an asset retirement obligation related to tangible capital assets. The standard is effective for annual periods beginning on or after April 1, 2023. The Town is assessing the impact of these new standards, and as of December 31, 2023, management has not recognized any asset retirement obligations.

17. Comparative Figures

The presentation of certain accounts of the previous year has been changed to conform with the presentation adopted for the current year.