

Financial Statements of

**NORTH BAY PARRY SOUND
DISTRICT HEALTH UNIT**

Year ended December 31, 2024

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

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For the year ended December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board Members of the North Bay Parry Sound District Health Unit

Opinion

We have audited the accompanying financial statements of the North Bay Parry Sound District Health Unit (the Entity), which comprise:

- the statement of financial position as at December 31, 2024
- the statement of operations and accumulated surplus for the year then ended
- the statement of changes in net financial assets for the year then ended
- the statement of cash flows for the year then ended
- and notes and schedules to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2024, and its results of operations, its changes in net financial assets 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 Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other 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.



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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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 the 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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- 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 Entity'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 Entity 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 represents the underlying transactions and events in a manner that achieves fair presentation.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada

May 9, 2025

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

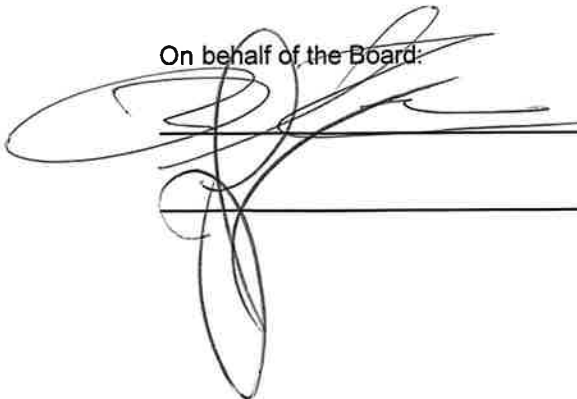
Statement of Financial Position

December 31, 2024, with comparative information for 2023

	2024	2023
Financial assets		
Cash and cash equivalents	\$ 4,504,758	\$ 4,056,679
Accounts receivable (note 4)	903,266	1,651,930
	<u>5,408,024</u>	<u>5,708,609</u>
Financial liabilities		
Accounts payable and accrued liabilities (note 6)	1,278,586	2,145,442
Deferred revenue (note 7)	213,322	450,384
Payable to the Province of Ontario	1,553,426	1,026,495
Other employment liabilities (note 9)	381,726	351,525
	<u>3,427,060</u>	<u>3,973,846</u>
Net financial assets	1,980,964	1,734,763
Non-financial assets:		
Tangible capital assets (note 3)	16,644,591	17,207,355
Supplies inventory	128,482	147,117
Prepaid expenses	78,404	96,526
	<u>16,851,477</u>	<u>17,450,998</u>
Contingencies (note 13)		
Commitments (note 14)		
Accumulated surplus (note 5)	\$ 18,832,441	\$ 19,185,761

See accompanying notes to financial statements.

On behalf of the Board:

Chairperson

Vice Chairperson

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Statement of Operations and Accumulated Surplus

Year ended December 31, 2024, with comparative information for 2023

	Budget 2024	Total 2024	Total 2023
Revenues:			
Province of Ontario (note 10)			
Core	\$ 18,460,268	\$ 18,134,449	\$ 16,030,631
Mitigation funding	-	-	1,792,400
One-time funding	365,775	882,576	2,225,004
Member municipalities	3,816,676	3,816,675	3,705,418
Cost recoveries - other programs (note 11)	157,291	271,833	157,291
Program revenue	242,500	271,839	368,797
Other grant revenues	100,000	175,000	356,870
Interest and miscellaneous	86,049	331,029	399,967
Transfer to deferred revenue	-	286,969	214,670
	23,228,559	24,170,370	25,251,048
Expenses: (note 17)			
Public Health Mandatory Programs	18,873,494	19,005,367	19,753,825
Ontario Seniors Dental Care	2,378,485	2,141,393	1,888,296
Healthy Babies, Healthy Children Programs	1,150,301	1,157,064	1,101,162
School-Focused Nurses Initiative	-	-	350,000
Infection Prevention and Control Hub	357,252	524,037	400,474
Miscellaneous grants	-	253,735	98,186
Adult Dental	139,914	65,271	149,991
Unorganized Territories/Indigenous Communities	125,000	73,347	122,475
Unorganized Territories/Northern Fruit and Vegetable	136,826	134,306	133,100
Falls Prevention	100,000	98,705	83,582
MOH/AMOH Compensation Initiative	32,872	46,545	50,638
Planet Youth Nipissing	-	35,472	-
One-time Programs	8,523	302,516	189,599
	23,302,667	23,837,758	24,321,328
Excess of revenue over expenses before items below	(74,108)	332,612	929,720
Province of Ontario Settlements (note 12)	-	(673,843)	(635,826)
Loss on disposal of tangible capital assets	-	(12,089)	(11,666)
Annual surplus (deficit)	(74,108)	(353,320)	282,228
Accumulated surplus, beginning of year	19,185,761	19,185,761	18,903,533
Accumulated surplus, end of year	\$ 19,111,653	\$ 18,832,441	\$ 19,185,761

See accompanying notes to financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Statement of Changes in Net Financial Assets

Year ended December 31, 2024, with comparative information for 2023

	2024	2023
Annual surplus (deficit)	\$ (353,320)	\$ 282,228
Purchase of tangible capital assets	(314,464)	(995,450)
Amortization of tangible capital assets	865,139	907,958
Loss on disposal of tangible capital assets	12,089	11,666
	209,444	206,402
Acquisition of prepaid expenses	(78,404)	(96,526)
Use of prepaid expenses	96,526	137,776
Acquisition of supplies inventory	(128,482)	(147,117)
Consumption of supplies inventory	147,117	183,556
	36,757	77,689
Changes in net financial assets	246,201	284,091
Net financial assets, beginning of year	1,734,763	1,450,672
Net financial assets, end of year	\$ 1,980,964	\$ 1,734,763

See accompanying notes to financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Statement of Cash Flows

Year ended December 31, 2024, with comparative information for 2023

	2024	2023
Cash provided by (used in):		
Cash flows from operating activities:		
Annual surplus (deficit)	\$ (353,320)	\$ 282,228
Adjustments for:		
Amortization of tangible capital assets	865,139	907,958
Loss on disposal of tangible capital assets	12,089	11,666
	523,908	1,201,852
Changes in non-cash working capital:		
Accounts receivable	748,664	(1,200,181)
Accounts payable and accrued liabilities	(866,856)	38,266
Due to Province of Ontario	526,931	(1,052,999)
Deferred revenue	(237,062)	(214,670)
Other employment liabilities	30,201	(66,306)
Supplies inventory	18,635	36,439
Prepaid expenses	18,122	41,250
	762,543	(1,216,349)
Cash flows from investing activity:		
Purchase of tangible capital assets	(314,464)	(995,450)
Increase (decrease) in cash	448,079	(2,211,799)
Cash and cash equivalents, beginning of year	4,056,679	6,268,478
Cash and cash equivalents, end of year	\$ 4,504,758	\$ 4,056,679

See accompanying notes to financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements

Year ended December 31, 2024

The North Bay Parry Sound District Health Unit (the "Health Unit") is incorporated without share capital under the Health Protection and Promotion Act and its principal activity is to provide mandatory public health programs. The Health Unit is a non-profit organization and is a registered charity exempt from income taxes under the Income Tax Act.

1. Summary of significant accounting policies:

These financial statements are prepared by management in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board. The significant accounting policies applied in the preparation of these financial statements are set out below.

(a) Financial statement presentation:

The financial statements reflect the assets, liabilities, revenues and expenses of the North Bay Parry Sound District Health Unit. The following programs are funded through grants from the Province of Ontario and through transfer payments from member municipalities.

Program Name	% Funded Province of Ontario	% Funded Municipal
Public Health Cost shared Mandatory Programs	78%	22%
Healthy Babies, Healthy Children	100%	0%
School Focused-Nurses Initiative	100%	0%
MOH/AMOH Compensation Initiative	100%	0%
Unorganized Territories/Mandatory Program	100%	0%
Unorganized Territories/Northern Fruit and Vegetable Program	100%	0%
Unorganized Territories/Indigenous Community Partnerships	100%	0%
Ontario Seniors Dental Care	100%	0%
Infection Prevention and Control Hub	100%	0%

(b) Cash and cash equivalents:

Cash and cash equivalents includes cash on hand, current bank accounts and short-term deposits, if any, with terms to maturity of less than 90 days.

(c) Revenue recognition:

Provincial funding revenues are recognized in the year to which the program relates. Municipal revenues are recognized in the year they are levied to member municipalities. Other revenues are recognized when services are provided and collection is reasonably assured. Investment revenue is recognized in the period earned.

Government transfers are recognized as revenue in the financial statements when the transfer is authorized and all eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

1. Summary of significant accounting policies (continued):

(d) Retirement benefits:

The Health Unit's contributions due during the period to its multi-employer defined benefit plan are expensed as incurred.

(e) Tangible capital assets:

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Asset	Basis	Term
Furniture	Straight-line	5 to 10 years
Equipment	Straight-line	5 to 8 years
Computer equipment and software	Straight-line	4 to 5 years
Portables	Straight-line	20 years
Building	Straight-line	40 years
Leaseholds	Straight-line	Over term of the lease
Trailers	Straight-line	5 years

(f) Economic dependence:

Substantially all of the Health Unit's revenue is received from the Province of Ontario and municipalities in its district. The continuation of the Health Unit is dependent on this funding.

Any adjustment to funding is recorded in the year it becomes known as an adjustment to net assets.

(g) Budget information:

Budget information has been provided for comparison purposes and have been derived from the budget approved by the Board of Directors.

(h) Financial instruments:

All financial instruments are initially recorded on the statement of financial position at fair value.

All investments held in equity instruments that trade in an active market would be recorded at fair value. Management has elected to record investments at fair value as they are managed and evaluated on a fair value basis. Freestanding derivative instruments that are not equity instruments that are quoted in an active market are subsequently measured at fair value.

Unrealized changes in fair value are recognized in the statement of remeasurement gains and losses until they are realized, when they are transferred to the statement of operations. As there have been no unrealized changes in fair value to note, a statement of remeasurement gains and losses has not been presented.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

1. Summary of significant accounting policies (continued):

(h) Financial instruments (continued):

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred.

Where a decline in fair value is determined to be other than temporary, the amount of the loss is removed from accumulated remeasurement gains and losses and recognized in the statement of operation. On sale, the amount held in accumulated remeasurement gains and losses associated with that instrument is removed from accumulated remeasurement gains and recognized in the statement of operations.

Financial instruments are classified into fair value hierarchy Levels 1, 2 or 3 for the purposes of describing the basis of the inputs used to determine the fair market value of those amounts recorded at fair value, as described below:

Level 1 – fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 – fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

All financial instruments are Level 1. The Health Unit has selected to account for transactions at the trade date.

(i) Use of estimates:

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. The principal estimates used in the preparation of these financial statements are the determination of the estimated useful life of tangible capital assets. Actual results could differ from these estimates.

2. Change in accounting policies:

On January 1, 2024, the Health Unit adopted Canadian public sector accounting standard PS 3400 Revenue. The new accounting standard establishes a single framework to categorize revenue to enhance the consistency of revenue recognition and its measurement. As at December 31, 2024 the Health Unit determined that the adoption of this new standard did not have an impact on the amounts presented in the financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

3. Tangible capital assets:

		Furniture	Equipment	Computer Equipment & Software	Leaseholds	Portables	Buildings	Land	Trailers	Work In Progress	2024 Total
Cost:											
Balance, January 1, 2024	\$	937,641	1,294,762	2,706,087	617,206	-	17,469,708	987,335	10,289	-	24,023,028
Additions		5,320	263,019	46,125	-	-	-	-	-	-	314,464
Disposals		-	(301,012)	(1,815,119)	(4,172)	-	-	-	-	-	(2,120,303)
Transfers to (from)		-	-	-	-	-	-	-	-	-	-
Balance, December 31, 2024	\$	942,961	1,256,769	937,093	613,034	-	17,469,708	987,335	10,289	-	22,217,189
Accumulated amortization:											
Balance, January 1, 2024	\$	482,304	948,186	2,445,238	62,974	-	2,870,796	-	6,173	-	6,815,673
Amortization		92,247	188,749	83,346	61,303	-	437,435	-	2,059	-	865,139
Disposals		-	(301,117)	(1,805,428)	(1,669)	-	-	-	-	-	(2,108,214)
Balance, December 31, 2024	\$	574,551	835,820	723,156	122,608	-	3,308,231	-	8,232	-	5,572,598
Net book value											
At December 31, 2024	\$	368,410	420,949	213,937	490,426	-	14,161,477	987,335	2,057	-	16,644,591

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

3. Tangible capital assets:

		Furniture	Equipment	Computer Equipment & Software	Leaseholds	Portables	Buildings	Land	Trailers	Work In Progress	2023 Total
Cost:											
Balance, January 1, 2023	\$	984,037	1,150,944	2,671,071	253,130	2,916	17,469,708	987,335	10,289	12,081	23,541,511
Additions		40,104	237,776	116,618	600,952	-	-	-	-	-	995,450
Disposals		(86,500)	(93,958)	(81,602)	(248,957)	(2,916)	-	-	-	-	(513,933)
Transfers to (from)		-	-	-	12,081	-	-	-	-	(12,081)	-
Balance, December 31, 2023	\$	937,641	1,294,762	2,706,087	617,206	-	17,469,708	987,335	10,289	-	24,023,028
Accumulated amortization:											
Balance, January 1, 2023	\$	476,867	896,675	2,357,504	239,346	2,114	2,433,361	-	4,115	-	6,409,982
Amortization		91,937	145,471	169,336	61,721	-	437,435	-	2,058	-	907,958
Disposals		(86,500)	(93,958)	(81,602)	(238,083)	(2,114)	-	-	-	-	(502,267)
Balance, December 31, 2023	\$	482,304	948,188	2,445,238	62,974	-	2,870,796	-	6,173	-	6,815,673
Net book value											
At December 31, 2023	\$	455,337	346,574	260,849	554,232	-	14,598,912	987,335	4,116	-	17,207,355

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

4. Accounts receivable:

	2024	2023
Government of Canada	\$ 198,683	\$ 283,882
Province of Ontario	635,641	1,342,452
Member municipalities	51,424	10,203
Other	17,518	15,393
	\$ 903,266	\$ 1,651,930

5. Accumulated surplus:

	2024	2023
Invested in tangible capital assets	\$ 16,644,591	\$ 17,207,355
Municipal reserve (i)	2,433,222	2,174,943
Amounts to be recovered (note 9)	(381,726)	(351,525)
Operating fund	136,354	154,988
Accumulated surplus, end of year	\$ 18,832,441	\$ 19,185,761

(i) Change in Municipal reserve:

Balance, beginning of year	\$ 2,174,943	\$ 1,998,408
Additions:		
Surplus	228,172	77,211
Interest	104,215	99,324
Less transfer for municipal levy	(74,108)	-
Balance, end of year	\$ 2,433,222	\$ 2,174,943

6. Accounts payable and accrued liabilities:

	2024	2023
Trade payables and other accruals	\$ 578,889	\$ 1,519,900
Accrued salaries and benefits	698,447	607,722
Due to member municipalities	1,250	17,820
	\$ 1,278,586	\$ 2,145,442

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

7. Deferred revenue:

	2024	2023
Deferred revenue, beginning of year	\$ 450,384	\$ 665,054
Add: amount received during the year	800,235	951,125
Less: amount recognized as revenue during the year	(915,332)	(692,555)
Less: payable to Province of Ontario	(121,965)	(473,240)
Deferred revenue, end of year	\$ 213,322	\$ 450,384

Included in cash and cash equivalents is restricted amounts of \$213,322 (2023 - \$450,384) with respect to the above.

The ending balance is comprised of:

	2024	2023
Planet Youth Nipissing	\$ 45,000	\$ -
Genetics Program	49,906	-
Adult Dental Preventative	12,500	12,500
Falls Prevention	8,253	6,958
Other Grants	97,663	276,398
Infection Prevention and Control Hub	-	148,663
Needle Exchange Program	-	5,865
	\$ 213,322	\$ 450,384

8. Credit facility:

The Health Unit has authorized line of credit under a credit facility agreement with a Canadian chartered bank. The maximum draw permitted under this agreement is \$2,000,000 at prime less 0.25%. The amount drawn on this facility at year end was \$Nil (2023 - \$Nil).

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

9. Other employment liabilities:

The Health Unit provides certain employee benefits which will require funding in future periods.

	2024	2023
Vacation and compensation time	\$ 381,726	\$ 351,525

10. Province of Ontario funding:

The revenue from the Province of Ontario consists of the following grants:

	Budget 2024	Total 2024	Total 2023
Core:			
Public Health Mandatory programs	\$ 13,565,310	\$ 13,565,400	\$ 11,609,775
Unorganized Territories	1,071,474	1,125,647	1,077,725
Healthy Babies, Healthy Children	1,150,301	1,150,302	1,094,400
Ontario Seniors Dental Care	2,378,485	2,027,003	1,936,822
Unorganized Territories/Northern			
Fruit and Vegetable program	136,826	134,306	133,100
Unorganized Territories/Indigenous Communities	125,000	73,347	122,475
MOH/AMOH Compensation Initiative	32,872	58,444	56,334
Subtotal	18,460,268	18,134,449	16,030,631
Mitigation funding	-	-	1,792,400
One time funding:			
Public Health - COVID-19: General program	-	-	60,100
Public Health - COVID-19: Vaccine program	-	170,038	696,600
Ontario Seniors Dental Care	-	22,813	-
School-Focused Nurses Initiative	-	-	350,000
Needle Exchange program	8,523	5,005	19,748
Strengthening Public Health	-	110,000	-
Public Health Inspector Practicum	-	14,869	13,500
RSV	-	70,000	-
Other	-	-	510,550
Infection Prevention and Control Hub	357,252	489,851	574,506
Subtotal	365,775	882,576	2,225,004
	\$ 18,826,043	\$ 19,017,025	\$ 20,048,035

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

11. Cost recoveries:

The Health Unit is responsible for the delivery of various mandated public health and other health programs which are funded 100% by the Province of Ontario. Some expenditures related to the delivery of these programs are initially incurred by the Health Unit and are subsequently recovered from these provincial programs. These amounts recovered are recorded as cost recoveries in the Health Unit's statement of operations and accumulated surplus.

12. Province of Ontario Settlements:

The Province of Ontario settlements for the year consists of the following:

	2024	2023
Infection Prevention and Control Hub	\$ (114,477)	\$ (473,240)
Public Health	(474,205)	(134,807)
One-time programs	(73,262)	—
MOH/AMOH Compensation Initiative	(11,899)	(5,695)
Ontario Seniors Dental Care	—	(22,084)
	<u>\$ (673,843)</u>	<u>\$ (635,826)</u>

13. Contingencies:

On July 1, 1987, a group of health care organizations, ("subscribers"), formed Healthcare Insurance Reciprocal of Canada ("HIROC"). HIROC is registered as a Reciprocal pursuant to provincial Insurance Acts which permit persons to exchange with other persons reciprocal contracts of indemnity insurance. HIROC facilitates the provision of liability insurance coverage to health care organizations in the provinces and territories where it is licensed. Subscribers pay annual premiums, which are actuarially determined, and are subject to assessment for losses in excess of such premiums, if any, experienced by the group of subscribers for the years in which they were a subscriber. No such assessments have been made to current date.

Since its inception in 1987, HIROC has accumulated an unappropriated surplus, which is the total of premiums paid by all subscribers plus investment income less the obligation for claims reserves and expenses and operating expenses. Each subscriber that has an excess of premium plus investment income over the obligation for their allocation of claims reserves and expenses and operating expenses may be entitled to receive distributions of their share of the unappropriated surplus at the time such distributions are declared by the Board of Directors of HIROC.

The Health Unit became a member of HIROC in January 2013 and is subject to any assessment on a proportionate basis.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

14. Commitments:

The Health Unit has the following commitments:

- a. The Health Unit rents office premises in Sturgeon Falls and Mattawa on a month-to-month agreement, total was \$6,706 and \$1,800 for the year respectively. The Health Units lease office premises in Parry Sound under lease expiring on July 1, 2038 at \$304,223 per year.
- b. The Health Unit rents equipment under various long-term leases, the longest of which expires in 2031. The annual lease payments amount to \$24,244 (2023 - \$16,173).

The minimum annual lease payments for the next five years are as follows:

2025	\$ 328,467
2026	328,467
2027	327,599
2028	320,803
2029	308,383

15. Pension agreement:

The Health Unit is an employer member of the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer, defined benefit pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of the benefits. The Health Unit has adopted defined contribution plan accounting principles for this Plan because insufficient information is available to apply defined benefit plan accounting principles. The Health Unit records as pension expense the current service cost, amortization of past service costs and interest costs related to the future employment contributions to the Plan for past employee service.

OMERS provides pension services to almost half a million active and retired members and approximately 1,000 employers. Each year an independent actuary determines the funding status of OMERS Primary Pension Plan (the Plan) by comparing the actuarial value of invested assets to the estimated present value of all pension benefits that members have earned to date. The most recent actuarial valuation of the Plan was conducted at December 31, 2024. The results of this valuation disclosed total actuarial liabilities of \$142,489 million (2023 - \$136,185 million) in respect of benefits accrued for service with actuarial assets at that date of \$139,576 (2023 - \$131,983) million indicating a going concern actuarial deficit of \$2,913 million (2023 - \$4,202 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 Health Unit does not recognize any share of the OMERS pension surplus or deficit. The amount contributed to OMERS for 2024 was \$1,381,083 (2023 - \$1,374,208) for current service.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2024

16. Segmented reporting:

The Canadian Chartered Public Accountants Public Sector Accounting Handbook Section PS 2700, Segment Disclosures, establishes standards on defining and disclosing segments in a government's financial statements. Government organizations that apply these standards are encouraged to provide the disclosures established by this section when their operations are diverse enough to warrant such disclosures. The Health Unit has only one identifiable segment, considered to be public health, as presented in these financial statements.

17. Expenditures by object:

	2024	2023
Salaries	\$ 14,368,735	\$ 14,776,300
Employee benefits	4,195,173	4,038,176
Professional and purchase services	1,720,781	1,802,492
Materials and supplies	1,074,302	1,115,577
Amortization of tangible capital assets	865,139	907,958
Occupancy	584,045	573,727
Information technology	304,657	291,165
Communication costs	133,975	173,295
Travel	238,315	285,407
Professional development	262,678	218,508
Equipment	89,958	138,723
	\$ 23,837,758	\$ 24,321,328

18. Comparative information:

Certain of the comparative information have been restated to meet current year's presentation.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 1 - Public Health Mandatory Programs

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget 2024	Total 2024	Total 2023
Revenue:			
Province of Ontario			
Core	\$ 14,636,784	\$ 14,691,047	\$ 12,687,500
Mitigation funding	-	-	1,792,400
One-time funding	-	-	756,700
Member municipalities	3,721,262	3,721,261	3,614,638
Program revenue	198,000	191,394	277,910
Cost recoveries - other programs	157,291	271,833	157,291
Interest and miscellaneous	86,049	250,557	399,967
Transfer from deferred revenue	-	-	5,750
	18,799,386	19,126,092	19,692,156
Expenses:			
Salaries	12,232,934	11,836,835	12,353,842
Employee benefits	3,510,338	3,545,309	3,399,888
Professional and purchased services	631,805	712,663	709,835
Program material and supplies	596,708	582,568	843,895
Occupancy	633,196	584,045	573,727
Information technology	306,050	301,315	291,165
Communication costs	174,984	130,180	169,966
Travel	212,570	190,139	261,078
Professional development	345,068	249,475	198,745
Office supplies	94,185	75,516	86,122
Equipment	135,656	16,871	34,638
Amortization of tangible capital assets	-	780,451	830,924
	18,873,494	19,005,367	19,753,825
Excess (deficiency) of revenue over expenses before items below	(74,108)	120,725	(61,669)
Capital expenditures	-	(312,942)	(443,546)
Province of Ontario settlement for the year	-	(474,205)	(134,807)
Loss on disposal of tangible capital assets	-	12,089	11,666
Transfer from municipal reserve	74,108	-	-
Member Municipality surplus to be transferred to municipal reserves	-	(132,758)	(61,710)
Annual deficit	\$ -	\$ (787,091)	\$ (690,066)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 2 - Healthy Babies, Healthy Children Program

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Province of Ontario			
Core	\$ 1,150,301	\$ 1,150,302	\$ 1,094,400
	1,150,301	1,150,302	1,094,400
Expenses:			
Salaries	856,604	852,362	821,090
Employee benefits	255,813	262,862	247,599
Travel	21,322	23,230	16,592
Communication costs	4,125	3,531	3,329
Professional and purchased services	5,406	5,269	2,685
Office supplies	-	48	361
Program material and supplies	-	-	1,675
Professional development	4,031	-	1,069
Amortization of tangible capital assets	-	6,762	6,762
Allocated costs	3,000	3,000	-
	1,150,301	1,157,064	1,101,162
Annual deficit	\$ -	\$ (6,762)	\$ (6,762)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 3 - Ontario Seniors Dental Care

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Province of Ontario			
Core	\$ 2,378,485	\$ 2,027,003	\$ 1,936,822
One-time funding	-	22,813	-
Program revenue	-	15,174	19,935
	2,378,485	2,064,990	1,956,757
Expenses:			
Salaries	886,870	576,091	538,503
Employee benefits	231,423	185,131	153,718
Professional and purchased services	988,922	881,898	976,132
Program material and supplies	82,684	168,668	42,414
Equipment	9,900	70,338	6,086
Office supplies	900	492	655
Professional development	4,500	5,208	3,880
Travel	2,620	5,508	3,206
Information technology	3,875	3,342	-
Amortization of tangible capital assets	-	77,926	21,911
Allocated costs	166,791	166,791	141,791
	2,378,485	2,141,393	1,888,296
Excess (deficiency) of revenue over expenses before item below	-	(76,403)	68,461
Capital expenditures	-	(1,523)	(68,290)
Province of Ontario settlement for the year	-	-	(22,084)
Annual deficit	\$ -	\$ (77,926)	\$ (21,913)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 4 - School-Focused Nurses Initiative

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	<u>Budget</u>		<u>Total</u>		<u>Total</u>
	2024		2024		2023
Revenue:					
Province of Ontario					
One-time funding	\$	-	\$	-	\$ 350,000
Expenses:					
Salaries		-		-	268,027
Employee benefits		-		-	81,973
		-		-	350,000
Annual surplus	\$	-	\$	-	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 5 - Unorganized Territories/Northern Fruit and Vegetable

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Province of Ontario			
Core	\$ 136,826	\$ 134,306	\$ 133,100
Expenses:			
Salaries	63,358	61,772	57,892
Employee benefits	19,045	18,169	17,951
Program material and supplies	45,923	46,587	45,049
Office supplies	1,000	143	313
Professional and purchased services	-	135	4,395
Allocated costs	7,500	7,500	7,500
	136,826	134,306	133,100
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 6 - Unorganized Territories/Indigenous Communities

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Province of Ontario			
Core	\$ 125,000	\$ 73,347	\$ 122,475
Expenses:			
Salaries	80,630	29,973	55,326
Employee benefits	23,695	9,959	18,998
Program material and supplies	9,175	25,415	39,339
Professional development	3,500	-	509
Travel	-	-	303
Allocated costs	8,000	8,000	8,000
	125,000	73,347	122,475
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 7 - MOH/AMOH Compensation Initiative

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Province of Ontario			
Core	\$ 32,872	\$ 58,444	\$ 56,334
Expenses:			
Salaries	27,290	38,839	42,514
Employee benefits	5,582	7,706	8,124
	32,872	46,545	50,638
Excess of revenue over expenses before item below	-	11,899	5,696
Province of Ontario settlement for the year	-	(11,899)	(5,696)
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 8 - One-Time Programs Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Needle Exchange Program		Strengthening Public Health		Public Health Inspector Practicum		COVID Vaccine Program		RSV		Total		Total
	2024		2024		2024		2024		2024		2024		2023
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Actual
Revenue:													
Province of Ontario													
One-time funding	\$ 8,523	\$ 5,005	\$ -	\$ 110,000	\$ -	\$ 14,869	\$ -	\$ 170,038	\$ -	\$ 70,000	\$ 8,523	\$ 369,912	\$ 543,798
Transfer from deferred revenue	-	5,866	-	-	-	-	-	-	-	-	-	5,866	86,920
Transfer to deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	(5,866)
	8,523	10,871	0	110,000	-	14,869	-	170,038	-	70,000	8,523	375,778	624,852
Expenses:													
Salaries	-	-	-	1,754	-	11,156	-	110,042	-	39,305	-	162,257	10,047
Employee benefits	-	-	-	371	-	1,177	-	20,295	-	9,627	-	31,470	1,041
Communication costs	-	-	-	-	-	-	-	264	-	-	-	264	-
Professional and purchased services	2,300	472	-	63,668	-	-	-	1,613	-	-	2,300	65,753	2,754
Equipment	-	-	-	-	-	-	-	-	-	-	-	-	97,567
Program material and supplies	6,223	2,911	-	165	-	-	-	25,036	-	-	6,223	28,112	27,417
Professional development	-	-	-	-	-	-	-	-	-	-	-	-	870
Travel	-	-	-	373	-	2,536	-	11,555	-	196	-	14,660	1,542
Amortization of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	48,361
	8,523	3,383	-	66,331	-	14,869	-	168,805	-	49,126	8,523	302,516	188,599
Excess of revenue over expenses before item below	-	7,488	-	43,669	-	-	-	1,233	-	20,872	-	73,262	435,253
Province of Ontario settlement	-	(7,488)	-	(43,669)	-	-	-	(1,233)	-	(20,872)	-	(73,262)	-
Capital expenditures	-	-	-	-	-	-	-	-	-	-	-	-	(483,614)
Annual deficit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	(48,361)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 9 - Adult Dental

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Member municipalities	\$ 95,414	\$ 95,414	\$ 90,780
Program revenue	44,500	65,271	70,952
Transfer from deferred revenue	-	-	3,760
	139,914	160,685	165,492
Expenses:			
Salaries	104,806	38,144	101,555
Employee benefits	24,842	2,661	21,697
Program material and supplies	5,327	1,515	4,182
Professional development	1,950	514	2,293
Professional and purchased services	2,889	22,244	19,789
Office supplies	100	-	-
Travel	-	193	475
	139,914	65,271	149,991
Excess of revenue over expenses before item below	-	95,414	15,501
Member Municipality surplus to be transferred to municipal reserves	-	(95,414)	(15,501)
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 10 - Infection Prevention and Control Hub

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Province of Ontario			
One-time funding	\$ 357,252	\$ 489,851	\$ 574,506
Transfer from deferred revenue	-	148,663	447,871
Transfer to deferred revenue	-	-	(148,663)
	357,252	638,514	873,714
Expenses:			
Salaries	243,689	328,454	306,349
Employee benefits	70,363	94,142	75,533
Professional development	2,500	6,960	10,863
Travel	3,780	1,369	1,633
Program material and supplies	2,480	3,821	5,463
Professional and purchased services	748	-	-
Equipment	2,750	2,749	432
Office supplies	-	-	201
Allocated costs	30,942	86,542	-
	357,252	524,037	400,474
Excess of revenue over expenses before item below	-	114,477	473,240
Province of Ontario settlement	-	(114,477)	(473,240)
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 11 - Falls Prevention

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Other grant revenues	\$ 100,000	\$ 100,000	\$ 87,570
Transfer from deferred revenue	-	6,958	2,970
Transfer to deferred revenue	-	(8,253)	(6,958)
	100,000	98,705	83,582
Expenses:			
Salaries	70,421	68,186	63,864
Employee benefits	21,475	14,106	11,654
Program material and supplies	5,604	13,435	6,625
Office supplies	500	740	582
Professional development	1,000	521	279
Travel	1,000	1,717	578
	100,000	98,705	83,582
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 12 - Miscellaneous Grants

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	Budget	Total	Total
	2024	2024	2023
Revenue:			
Other grant revenues	\$ -	\$ 75,000	\$ 269,300
Transfer from deferred revenue	-	276,398	105,284
Transfer to deferred revenue	-	(97,663)	(276,398)
	-	253,735	98,186
Expenses:			
Salaries	-	85,691	-
Employee benefits	-	19,998	-
Professional and purchased services	-	21,366	86,902
Program material and supplies	-	125,212	11,284
Travel	-	1,468	-
	-	253,735	98,186
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 13 - Planet Youth Nipissing

Statement of Operations

Year ended December 31, 2024, with comparative information for 2023

	<u>Budget</u>		<u>Total</u>		<u>Total</u>
	2024		2024		2023
Revenue:					
Other grant revenues	\$	-	\$	80,472	\$ -
Transfer to deferred revenue		-		(45,000)	-
		-		35,472	-
Expenses:					
Salaries		-		18,298	-
Employee benefits		-		3,660	-
Professional and purchased services		-		11,453	-
Program material and supplies		-		2,030	-
Travel		-		31	-
		-		35,472	-
Annual surplus	\$	-	\$	-	\$ -