

**The Corporation of the Village of
Sundridge Trust Funds**

Independent Auditor's Report and Financial Report

December 31, 2024

The Corporation of the Village of Sundridge Trust Funds

Financial Report

December 31, 2024

Management's Responsibility for the Financial Statements	
Independent Auditor's Report	
Statement of Financial Position	1
Statement of Operations and Accumulated Surplus	2
Statement of Cash Flows	3
Statement of Change in Net Financial Assets	4
Notes to the Financial Statements	5-8

Management's Responsibility for the Financial Statements

The accompanying financial statements of The Corporation of the Village of Sundridge Trust Funds (the "Trust") are the responsibility of the Trust's management and have been prepared in accordance with Canadian Public Sector Accounting Standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada, as described in Note 2 to the 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 Trust's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized, and recorded in accordance with Canadian Public Sector Accounting Standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada, and reliable financial information is available on a timely basis for preparation of the financial statements. These systems are monitored and evaluated by management. The Trust Board meets with management and the external auditor to review the financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the financial statements.

The financial statements have been audited by Baker Tilly SNT LLP, independent external auditor appointed by the Trust. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Trust's financial statements.

Treasurer
September 10, 2025

Independent Auditor's Report

To the Members of The Corporation of the Village of Sundridge Trust Funds

Opinion

We have audited the financial statements of The Corporation of the Village of Sundridge Trust Funds, which comprise the statement of financial position as at December 31, 2024, and the statements of operations and accumulated surplus, cash flows, and change in net financial assets 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 Corporation of the Village of Sundridge Trust Funds as at December 31, 2024, and its results of operations 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 Trust 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 Village of Sundridge Trust Funds for the year ended December 31, 2023 were audited by another auditor who expressed an unmodified opinion of those statements on October 23, 2024.

Independent Auditor's Report (continued)

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

Management is responsible for the preparation and fair presentation of these 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'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 Trust or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust'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 Trust's internal control.

Independent Auditor's Report (continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- 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'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 Trust 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.

North Bay, Ontario
September 10, 2025

CHARTERED PROFESSIONAL ACCOUNTANTS,
LICENSED PUBLIC ACCOUNTANTS

The Corporation of the Village of Sundridge Trust Funds
Statement of Financial Position
December 31, 2024

	<u>2024</u>	<u>2023</u>
Financial Assets		
Cash	\$ 7,338	\$ 16,835
Other investments (note 4)	13,069	7,668
Accounts receivable	<u>7,670</u>	<u>-</u>
	28,077	24,503
Liabilities		
Accounts payable and accrued liabilities	<u>10,669</u>	<u>9,089</u>
Net Financial Assets	17,408	15,414
Non-Financial Assets		
Tangible capital assets (note 3)	<u>19,277</u>	<u>19,832</u>
Accumulated Surplus (note 4)	<u>\$ 36,685</u>	<u>\$ 35,246</u>

Approved by:

The accompanying notes are an integral part of these financial statements.

The Corporation of the Village of Sundridge Trust Funds
Statement of Operations and Accumulated Surplus
For The Year Ended December 31, 2024

	<u>2024</u>		<u>2023</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	(Unaudited)		
Revenues			
Municipal contributions			
- Township of Joly	\$ 767	\$ 767	\$ 990
- Township of Strong	3,835	3,835	4,950
- Village of Sundridge	3,068	3,068	3,960
Donations	-	-	40
Interest	300	871	850
Total revenues	<u>7,970</u>	<u>8,541</u>	<u>10,790</u>
Expenses			
Caretaker	5,000	3,617	7,500
Administration and secretary - Village of Sundridge	625	550	625
Amortization	555	555	554
Other	2,345	2,380	2,151
Total expenses	<u>8,525</u>	<u>7,102</u>	<u>10,830</u>
Annual surplus (deficit)	(555)	1,439	(40)
Accumulated surplus, beginning of year	<u>35,246</u>	<u>35,246</u>	<u>35,286</u>
Accumulated surplus, end of year	<u><u>\$ 34,691</u></u>	<u><u>\$ 36,685</u></u>	<u><u>\$ 35,246</u></u>

The accompanying notes are an integral part of these financial statements.

The Corporation of the Village of Sundridge Trust Funds
Statement of Cash Flows
For The Year Ended December 31, 2024

	<u>2024</u>	<u>2023</u>
Operating transactions		
Annual surplus (deficit)	\$ 1,439	\$ (40)
Cash provided by (applied to)		
Non-cash items:		
Amortization of tangible capital assets	555	554
Change in non-cash working capital balances		
Decrease (increase) in accounts receivable	(7,671)	4,800
Increase in accounts payable and accrued liabilities	1,580	6,148
Cash provided by (applied to) operating transactions	<u>(4,097)</u>	<u>11,462</u>
Investing transactions		
Increase in investments	<u>(5,400)</u>	<u>(301)</u>
Cash applied to investing transactions	<u>(5,400)</u>	<u>(301)</u>
Increase (decrease) in cash	(9,497)	11,161
Cash, beginning of year	<u>16,835</u>	<u>5,674</u>
Cash, end of year	<u><u>\$ 7,338</u></u>	<u><u>\$ 16,835</u></u>

The accompanying notes are an integral part of these financial statements.

The Corporation of the Village of Sundridge Trust Funds
Statement of Change in Net Financial Assets
For The Year Ended December 31, 2024

	<u>2024</u> Budget <small>(Unaudited)</small>	<u>2024</u> Actual	<u>2023</u> Actual
Annual surplus	\$ (555)	\$ 1,439	\$ (40)
Amortization of tangible capital assets	<u>555</u>	<u>555</u>	<u>554</u>
Increase in net financial assets	-	1,994	514
Net financial assets, beginning of year	<u>15,414</u>	<u>15,414</u>	<u>14,900</u>
Net financial assets, end of year	<u><u>\$ 15,414</u></u>	<u><u>\$ 17,408</u></u>	<u><u>\$ 15,414</u></u>

The accompanying notes are an integral part of these financial statements.

The Corporation of the Village of Sundridge Trust Funds

Notes to the Financial Statements

December 31, 2024

1. Significant Accounting Policies

These financial statements of the Trust are the representation of management prepared in accordance with accounting policies recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgement.

(a) Basis of Accounting

(i) Accrual Basis

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

(ii) Cash

Cash includes cash on hand and balances held at financial institutions.

(iii) Non-Financial Assets

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

i) *Tangible Capital Assets*

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development, or betterment of the asset, and legally or contractually required retirement activities. The costs, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Buildings	25 years
-----------	----------

One half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use. Tangible capital assets received as donations are recorded at their fair value at the date of receipt and also are recorded as revenue.

The Corporation of the Village of Sundridge Trust Funds
Notes to the Financial Statements
December 31, 2024

1. Significant Accounting Policies (Continued)

(a) Basis of Accounting (Continued)

(iv) Revenue Recognition

Revenue is recognized when earned and collection is reasonably assured.

(v) Use of Estimates

The preparation of financial statements in conformity with the Canadian Public Sector Accounting Standards requires management to make estimates and assumptions. These estimates and assumptions are based on management's best information and judgement and may differ significantly from actual results. Accounts subject to significant estimates include the useful life of tangible capital assets and the related amortization. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in the periods in which they become known.

(vi) Financial Instruments

Financial instruments are classified at either fair value or amortized cost.

Financial instruments classified at amortized cost include cash, other investments, accounts receivable, and accounts payable and accrued liabilities. They are initially recorded at their fair value and subsequently carried at amortized cost using the effective interest rate method, less impairment. Transaction costs are added to the carrying value of the instrument.

2. Other Investments

	<u>2024</u>	<u>2023</u>
Guaranteed Investment Certificates maturing between in April 2025, bearing accrued interest between 3.45% - 4.00%	<u>\$ 13,069</u>	<u>\$ 7,668</u>

The Corporation of the Village of Sundridge Trust Funds
Notes to the Financial Statements
December 31, 2024

3. Tangible Capital Assets

	<u>Cost</u>			<u>Accumulated Amortization</u>			<u>Net Book Value</u>	
	<u>Balance, beginning of year</u>	<u>Additions</u>	<u>Transfers / Disposals</u>	<u>Balance, beginning of year</u>	<u>Amortization</u>	<u>Disposals</u>	<u>December 31, 2024</u>	<u>December 31 2023</u>
Land	\$ 19,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,000	\$ 19,000
Buildings	13,863	-	-	13,031	555	-	277	832
	<u>\$ 32,863</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,031</u>	<u>\$ 555</u>	<u>\$ -</u>	<u>\$ 19,277</u>	<u>\$ 19,832</u>

The Corporation of the Village of Sundridge Trust Funds

Notes to the Financial Statements

December 31, 2024

4. Accumulated Surplus

	<u>2024</u>	<u>2023</u>
Surplus		
Invested in tangible capital assets	\$ 19,277	\$ 19,832
General	<u>17,408</u>	<u>15,414</u>
Accumulated Surplus	<u>\$ 36,685</u>	<u>\$ 35,246</u>

5. High Rock Look-Out Fund

In 1967 Mary S. Edgar bequeathed to the Village of Sundridge and the Township of Strong lands to be used as a picnic area and for community gatherings for the citizens of the Sundridge area. A related endowment was provided, to be held in perpetuity, and any interest earnings derived therefrom are to be used to maintain the park.

The land is jointly owned by the Township of Strong, the Township of Joly and the Village of Sundridge. The municipalities each contribute funds annually to the trust, which are used towards maintenance and capital expenditures at the park.

6. Budget Figures

Budget figures have been provided for comparison purposes and have been derived from the budget approved by the Trust. The budget approved by the Trust is based on a model used to manage spending within the guidelines of the model. Given the differences between the model and generally accepted accounting principles established by the Public Sector Accounting Board, the budget figures presented have been adjusted to conform with this basis of accounting that is used to prepare the financial statements. The budget figures are unaudited.

	<u>2024</u>	<u>2023</u>
Budget By-law surplus for the year	\$ -	\$ -
Add: Acquisition of tangible capital assets	-	-
Less: Amortization of tangible capital assets	<u>(555)</u>	<u>(555)</u>
Budget surplus (deficit) per statement of operations and accumulated surplus	<u>\$ (555)</u>	<u>\$ (555)</u>

7. Comparative Figures

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