

**The Corporation of the  
Town of Ingersoll**

Consolidated Financial Statements  
For the year ended December 31, 2023

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For the year ended December 31, 2023**

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## **INDEPENDENT AUDITORS' REPORT**

### **To the Members of Council, Inhabitants and Ratepayers of The Corporation of the Town of Ingersoll**

#### **Opinion**

We have audited the consolidated financial statements of The Corporation of the Town of Ingersoll (the 'Town'), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

#### **Basis for Opinion**

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

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

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

#### **Auditors' Responsibilities for the Audit of the Financial Statements**

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

we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town'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 Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Date of Approval  
Brantford, Ontario

CHARTERED PROFESSIONAL ACCOUNTANTS  
Licensed Public Accountants

**The Corporation of the Town of Ingersoll**  
**Consolidated Statement of Financial Position**

For the year ended December 31

**2023**

2022

**Financial assets**

|   |                   |                   |
|---|-------------------|-------------------|
| Cash and cash equivalents                             | \$ 20,980,322     | \$ 22,639,049     |
| Taxes receivable                                      | 901,839           | 662,110           |
| Accounts receivable                                   | 797,455           | 1,115,498         |
| Land for resale (Note 1)                              | 2,407,903         | 229,836           |
| Investments (Note 2)                                  | 8,500,048         | 7,500,048         |
| Investment in government business enterprise (Note 3) | 13,608,976        | 12,887,503        |
|   | <u>47,196,543</u> | <u>45,034,044</u> |

**Liabilities**

|   |                   |                   |
|---|-------------------|-------------------|
| Accounts payable and accrued liabilities          | 7,464,642         | 6,382,051         |
| Employee benefits liability (Note 4)              | 4,983,525         | 5,033,459         |
| Deferred revenue (Note 5)                         | 4,273,986         | 4,245,068         |
| Net long-term debt (Note 6)                       | 1,243,394         | 1,743,654         |
| Boundary adjustment liability (Note 7)            | 27,133,886        | 24,878,627        |
| Asset retirement obligations liabilities (Note 8) | 248,789           | -                 |
|   | <u>45,348,222</u> | <u>42,282,859</u> |

**Net financial assets (Debt)**

1,848,321      2,751,185

**Non-financial assets**

|  |                   |                   |
|--|-------------------|-------------------|
| Tangible capital assets (Note 9)             | 77,385,031        | 72,375,450        |
| Prepaid expenses and inventories of supplies | 123,277           | 104,714           |
|  | <u>77,508,308</u> | <u>72,480,164</u> |

**Accumulated surplus (Note 10)**

\$ 79,356,629      \$ 75,231,349

**Contingent liabilities (Note 15)**

\_\_\_\_\_  
Treasurer

\_\_\_\_\_  
Mayor

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements

**The Corporation of the Town of Ingersoll**  
**Consolidated Statement of Operations**

| For the year ended December 31                              | Budget<br>2023       | <b>2023</b>                 | 2022                 |
|---|----------------------|-----------------------------|----------------------|
|   | Note 13              |                             |                      |
| <b>Revenue</b>  |                      |                             |                      |
| Taxation  | \$ 16,588,902        | \$ <b>16,975,200</b>        | \$ 15,962,752        |
| Government grants - Federal (Note 11)                       | 11,652               | <b>734,969</b>              | 570,526              |
| Government grants - Provincial (Note 11)                    | 229,238              | <b>811,226</b>              | 908,755              |
| Municipal transfers   | 335,965              | <b>337,597</b>              | 320,214              |
| User fees and service charges                               | 944,436              | <b>1,177,632</b>            | 751,446              |
| Income (loss) from government business enterprises (Note 3) | -                    | <b>959,698</b>              | 1,110,004            |
| Other (Note 12)   | 1,806,814            | <b>4,660,751</b>            | 9,031,276            |
|   | <u>19,917,007</u>    | <u><b>25,657,073</b></u>    | <u>28,654,973</u>    |
| <b>Expenses</b>   |                      |                             |                      |
| General government  | \$ 3,931,188         | \$ <b>6,171,241</b>         | \$ 4,136,900         |
| Protection services   | 4,567,968            | <b>4,423,467</b>            | 4,477,979            |
| Transportation services                                     | 4,526,713            | <b>4,326,879</b>            | 4,433,755            |
| Environmental services                                      | 733,770              | <b>750,896</b>              | 679,981              |
| Health services   | 169,834              | <b>170,535</b>              | 206,922              |
| Recreational and cultural services                          | 5,076,948            | <b>5,144,035</b>            | 4,431,418            |
| Planning and development                                    | 432,528              | <b>544,740</b>              | 489,912              |
|   | <u>19,438,949</u>    | <u><b>21,531,793</b></u>    | <u>18,856,867</u>    |
| <b>Annual surplus</b>                                       | <u>478,058</u>       | <u><b>4,125,280</b></u>     | <u>9,798,106</u>     |
| <b>Accumulated surplus, beginning of year</b>               | <u>75,231,349</u>    | <u><b>75,231,349</b></u>    | <u>65,433,243</u>    |
| <b>Accumulated surplus, end of year</b>                     | <u>\$ 75,709,407</u> | <u><b>\$ 79,356,629</b></u> | <u>\$ 75,231,349</u> |

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements

**The Corporation of the Town of Ingersoll**  
**Consolidated Statement of Change in Net Financial Assets (Debt)**

| For the year ended December 31   | Budget<br>2023        | 2023                       | 2022                |
|--|-----------------------|----------------------------|---------------------|
|  | Note 13               |                            |                     |
| Annual surplus   | \$ 478,058            | \$ <b>4,125,280</b>        | \$ 9,798,106        |
| Acquisition of tangible capital assets                                     | (7,099,000)           | <b>(8,394,593)</b>         | (7,162,385)         |
| Amortization of tangible capital assets                                    | 3,165,069             | <b>3,295,808</b>           | 3,075,153           |
| Loss (gain) on disposal of tangible capital assets                         | 89,204                | <b>(14,263)</b>            | 57,782              |
| Proceeds on sale of tangible capital assets                                | -                     | <b>103,467</b>             | 39,215              |
|  | <u>\$ (3,366,669)</u> | <u>\$ <b>(884,301)</b></u> | <u>\$ 5,807,871</u> |
| Consumption (acquisition) of prepaid expenses<br>and inventory of supplies | -                     | <b>(18,563)</b>            | \$ 188,331          |
| <b>Net change in net financial assets (debt)</b>                           | <b>(3,366,669)</b>    | <b>(902,864)</b>           | 5,996,202           |
| <b>Net financial assets (debt), beginning of year</b>                      | 2,751,185             | <b>2,751,185</b>           | (3,245,017)         |
| <b>Net financial assets (debt), end of year</b>                            | <u>\$ (615,484)</u>   | <u>\$ <b>1,848,321</b></u> | <u>\$ 2,751,185</u> |

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements

**The Corporation of the Town of Ingersoll**  
**Consolidated Statement of Cash Flows**

For the year ended December 31

**2023**

**2022**

**Operating transactions**

|   |                  |                   |
|---|------------------|-------------------|
| Annual surplus  | \$ 4,125,280     | \$ 9,798,106      |
| Items not involving cash                                |                  |                   |
| Share of earnings, net of dividends - EARTH Corporation | (721,473)        | (832,578)         |
| Amortization  | 3,295,808        | 3,075,153         |
| (Gain) loss on disposal of tangible capital assets      | (14,263)         | 57,782            |
| Changes in non-cash operating balances                  |                  |                   |
| Taxes receivable  | (239,729)        | (299,731)         |
| Accounts receivable                                     | 318,043          | (86,504)          |
| Land for resale   | (2,178,067)      | 1,689,293         |
| Prepaid expenses and inventories of supplies            | (18,563)         | 188,331           |
| Accounts payable and accrued liabilities                | 1,082,591        | (586,204)         |
| Employee benefits liability                             | (49,934)         | (64,025)          |
| Deferred revenue  | 28,918           | (15,530)          |
| Boundary adjustment liability                           | 2,255,259        | 620,981           |
| Asset retirement liability                              | 248,789          | -                 |
|   | <u>8,132,659</u> | <u>13,545,074</u> |

**Capital transactions**

|   |                    |                    |
|---|--------------------|--------------------|
| Acquisition of tangible capital assets      | (8,394,593)        | (7,162,385)        |
| Proceeds on sale of tangible capital assets | 103,467            | 39,215             |
|   | <u>(8,291,126)</u> | <u>(7,123,170)</u> |

**Investing transactions**

|                       |                    |                    |
|-----------------------|--------------------|--------------------|
| Portfolio investments | (1,000,000)        | (7,000,000)        |
|                       | <u>(1,000,000)</u> | <u>(7,000,000)</u> |

**Financing transactions**

|                             |                  |                  |
|-----------------------------|------------------|------------------|
| Repayment of long-term debt | (500,260)        | (491,957)        |
|                             | <u>(500,260)</u> | <u>(491,957)</u> |

**Net change in cash and cash equivalents** (1,658,727) (1,070,053)

**Cash and cash equivalents, beginning of year** 22,639,049 23,709,102

**Cash and cash equivalents, end of year** \$ 20,980,322 \$ 22,639,049

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements

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**The Corporation of the Town of Ingersoll**  
**Summary of Significant Accounting Policies**  
**December 31, 2023**

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**Management's  
Responsibility for the  
Financial Statements**

The consolidated financial statements of the Corporation of the Town of Ingersoll are the responsibility of management. They have been prepared in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of CPA Canada. The Corporation of the Town of Ingersoll is a municipality in the Province of Ontario and operates under the provisions of the Community Charter. The Corporation of the Town of Ingersoll provides municipal services such as fire, public works, planning, parks, recreation and other general government services.

**Basis of Consolidation**

The consolidated statements reflect the assets, liabilities, revenue and expenses of all municipal organizations, committees and boards which are owned or controlled by the Corporation of the Town of Ingersoll.

A government partnership exists where the municipality has shared control over the board or entity. The municipality's pro-rata share of the assets, liabilities, revenues, and expenses are reflected in the financial statements using the proportionate consolidation method. All inter-entity transactions and balances have been eliminated. The following entity has been proportionately consolidated:

|                                |       |
|--------------------------------|-------|
| Ingersoll Rural Cemetery Board | 87.5% |
|--------------------------------|-------|

The investment in a government business enterprise is accounted for using the modified equity basis of accounting. Under this method, the government business enterprise's accounting policies, which follow Canadian generally accepted accounting principles for publicly accountable enterprises, are not adjusted to conform with Public Sector Accounting Standards and inter-entity transactions and balances are not eliminated. The following government business enterprise is reflected in the consolidated financial statements:

|                  |        |
|------------------|--------|
| ERTH Corporation | 30.16% |
|------------------|--------|

**Cash and Cash  
Equivalents**

Management considers all highly liquid investments with maturity of three months or less at acquisition to be cash equivalents.

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**The Corporation of the Town of Ingersoll**  
**Summary of Significant Accounting Policies**  
**December 31, 2023**

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**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 the month subsequent when the asset is available for productive use as follows:

|                                   |                 |
|-----------------------------------|-----------------|
| Land Improvements                 | 20 to 25 years  |
| Facilities                        | 25 to 100 years |
| Infrastructure                    | 11 to 80 years  |
| Vehicles, machinery and equipment | 5 to 20 years   |

**Asset Retirement  
Obligations**

An asset retirement obligation is recognized when, as at the financial reporting date, there is a legal obligation to incur retirement costs in relation to a tangible capital asset; the past transaction or event giving rise to the liability has occurred; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability for the removal of asbestos in buildings owned by the Corporation has been recognized based on estimated future expenses on decommissioning of the building. The recognition of a liability results in an accompanying increase to the respective tangible capital assets. The increase to the tangible capital assets is being amortized in accordance with the depreciation accounting policies outlined in Note 9.

**Financial Instruments**

The Town's financial instruments include cash, accounts receivable, investments, accounts payable, other liabilities and long-term liabilities. All financial assets instruments are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of operations and any unrealized gain is adjusted through the statement remeasurement. The measurement basis for cash, accounts receivable, accounts payable and other liabilities is cost. The measurement basis for investments and long-term liabilities is amortized cost. As all financial instruments are measured at cost or amortized cost, there have been no re-measurement gains or losses and the statement of remeasurement has been excluded.

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**The Corporation of the Town of Ingersoll**  
**Summary of Significant Accounting Policies**  
**December 31, 2023**

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**County and School  
Board**

The Corporation of the Town of Ingersoll collects taxation revenue on behalf of the school boards and the County of Oxford. Such levies, other revenues, expenses, assets and liabilities with respect to the operations of these entities are not reflected in these financial statements.

**Trust Funds**

Trust funds held in trust by the Corporation of the Town of Ingersoll, and their related operations, are not included in these financial statements. The financial activity and position of the trust funds are reported separately.

**Deferred Revenue**

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue on the consolidated statement of financial position. The revenue is recognized in the consolidated statement of operations in the year in which it is used for the specific purpose.

**Government Transfers**

Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.

**Retirement Benefits and  
Other Employee  
Benefit Plans**

The Corporation of the Town of Ingersoll's contributions due during the period to its multi-employer defined benefit plan are expensed as incurred. The costs of other retirement benefits that accumulate over the period of service provided by employees are determined using the projected benefit method prorated on services based on management's best estimate.

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**The Corporation of the Town of Ingersoll**  
**Summary of Significant Accounting Policies**  
**December 31, 2023**

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**Revenue Recognition**

Taxes are recognized as revenue in the year they are levied. Taxation revenue recognized each year is adjusted for estimates for expected supplementary taxes, appeals and non-collectible taxes.

Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional grant revenue is recognized when monies are receivable.

Grants for the acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.

Sales of services and other revenue are recognized on an accrual basis.

**Use of Estimates**

The preparation of financial statements in accordance with PSAB 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. Actual results could differ from management's best estimates as additional information becomes available in the future.

**Contaminated Sites**

Public Sector Accounting Board (PSAB) Section 3260 Liability for Contaminated Sites requires governments to record a liability in their financial statements if they have a contaminated site that meets the requirements set out in the standard. The standard defines contamination as the introduction into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The standard generally applies to sites that are not in productive use. Sites that are in productive use are only considered contaminated if there was an unexpected event that resulted in contamination.

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**The Corporation of the Town of Ingersoll**  
**Change in Accounting Policies**  
**December 31, 2023**

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**PS 3280 – Asset Retirement  
Obligations**

On January 1, 2023, the Town adopted Public Accounting Standard PS 3280 – Asset Retirement Obligations. The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets. The standard was adopted on the prospective basis at the date of adoption and the discount rate and assumptions used on initial recognition are those as of the date of adoption of the standard.

In accordance with the provisions of this new standard, the Town recognized an additional asset retirement obligation relating to the removal of asbestos in one of the buildings owned by the Corporation. The liability was measured as of the date of the adoption of the standard. The accompanying increase to the respective tangible capital assets was amortized over the building's remaining useful life of two years, and the liability is accreted over the same time period. There is no adjustment to accumulated surplus to implement PS 3280.

**PS 3450 – Financial Instruments  
PS 2601 – Foreign Currency  
Transactions**

On January 1, 2023, the Corporation adopted other Public Accounting Standards, PS - 3450 Financial Instruments and PS - 2601 Foreign Currency Translation. These standards were adopted prospectively from the date of adoption. The new standards provide comprehensive requirements for the recognition, measurement, presentation and disclosure of financial instruments and foreign currency transactions.

Under PS 3450, all financial instruments, including derivatives, are included on the statement of financial position and are measured at cost, amortized cost or fair value based on the characteristics of the instrument and the Corporation's accounting policy choices (see – Significant Accounting Policies). These standards have no significant impact on the presentation of the financial statements and do not require the adoption of the statement of remeasurement gains.

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## **The Corporation of the Town of Ingersoll**

### **Notes to Consolidated Financial Statements**

**December 31, 2023**

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#### **1. Land for Resale**

The Land for resale is zoned for industrial purposes. The land is recorded at net realizable value which is less than cost.

During the fiscal year ending December 31, 2023, the Corporation of the Town of Ingersoll acquired land with a total value of \$5,360,949. A portion of this land, valued at \$2,178,067, has been classified as "Land for Resale," reflecting the intention to dispose of this portion in the future. The remaining land, valued at \$3,182,882, has been retained for municipal purposes and is recorded as a tangible capital asset on the Statement of Financial Position.

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#### **2. Investments**

The total investments of \$8,500,048 (2022-\$7,500,048) are recorded on the statement of financial position at cost, having a market value of \$8,553,450 (2022 -\$7,411,339). The market value represents the realizable value of the investment if they were sold on December 31, 2023. Accordingly, only realized gains and losses are recognized in the financial statements.

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**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

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**3. Investment in Government Business Enterprise**

- (a) EARTH Corporation is a corporation incorporated under the laws of the Province of Ontario. The Corporation of the Town of Ingersoll owns 30.16% (2022- 30.16%) of the outstanding shares. The investment in EARTH Corporation is comprised of the following:

|  | <b>2023</b>                 | <b>2022</b>                 |
|--|-----------------------------|-----------------------------|
| Promissory note receivable                   | <b>\$ 4,543,500</b>         | \$ 4,543,500                |
| Class A shares                               | <b>1</b>                    | 1                           |
| Class B shares                               | <b>4,543,499</b>            | 4,543,499                   |
| Share of equity earnings                     | <b>4,521,976</b>            | 3,800,503                   |
|  | <b><u>\$ 13,608,976</u></b> | <b><u>\$ 12,887,503</u></b> |
|  | <b>2023</b>                 | <b>2022</b>                 |
| Share of equity earnings, beginning of year  | <b><u>\$ 3,800,503</u></b>  | <b><u>\$ 2,967,925</u></b>  |
| Share in net income                          | <b>959,698</b>              | 1,110,004                   |
| Dividends                                    | <b>(238,225)</b>            | (277,426)                   |
| Increase from government business enterprise | <b><u>721,473</u></b>       | <b><u>832,578</u></b>       |
| Share of equity earnings, end of year        | <b><u>\$ 4,521,976</u></b>  | <b><u>\$ 3,800,503</u></b>  |

The promissory note receivable from EARTH Corporation is unsecured and bears interest at 7.25% (2022 - 7.25%). The term of the note is undefined but no principal repayments are expected within the next twelve months. Interest received in the year and included in other income is \$329,404 (2022 - \$329,404). During the year, EARTH Corporation declared, but has not yet paid, dividends totaling \$790,000 (2022 - \$920,000). The proportionate share of these dividends to be received by the Corporation of the Town of Ingersoll was \$238,225 (2022 - \$277,426).

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**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

**3. Investment in Government Business Enterprise (continued)**

- (b) The following summarizes the financial position and operations of ERTH Corporation which have been reported in these financial statements using the modified equity method:

|   | <b>2023</b>           | <b>2022</b>           |
|---|-----------------------|-----------------------|
| Financial position  |                       |                       |
| Assets  |                       |                       |
| Current   | \$ 25,012,733         | \$ 23,844,200         |
| Property, plant and equipment                                       | 77,889,462            | 73,487,721            |
| Regulatory and other assets   | 24,558,300            | 24,736,402            |
| Total assets and regulatory balances                                | <u>\$ 127,460,495</u> | <u>\$ 122,068,323</u> |
| Liabilities   |                       |                       |
| Current   | \$ 31,657,088         | \$ 30,070,846         |
| Long-term debt  | 38,270,670            | 39,049,645            |
| Other non-current liabilities                                       | 18,142,068            | 15,883,497            |
| Total liabilities   | <u>\$ 88,069,826</u>  | <u>\$ 85,003,988</u>  |
| Equity  |                       |                       |
| Share capital   | \$ 22,803,855         | \$ 22,803,855         |
| Retained earnings   | 15,339,888            | 12,873,741            |
| Accumulated other comprehensive income (loss)                       | (344,106)             | (270,509)             |
| Total equity  | <u>\$ 37,799,637</u>  | <u>\$ 35,407,087</u>  |
| Regulatory balances   | 1,591,032             | 1,657,248             |
| Total liabilities, equity and regulatory balances                   | <u>\$ 127,460,495</u> | <u>\$ 122,068,323</u> |
| Results of Operations   |                       |                       |
| Revenue   | \$ 99,128,198         | \$ 98,335,547         |
| Expenses  | 95,872,051            | 95,055,455            |
| Net income before other comprehensive income                        | 3,256,147             | 3,280,092             |
| Other comprehensive income (loss)                                   | (73,597)              | 400,903               |
| Total comprehensive income (loss) for the year                      | <u>\$ 3,182,550</u>   | <u>\$ 3,680,995</u>   |
| Corporation of the Town of Ingersoll's Share 30.16% (2022 - 30.16%) | \$ 959,698            | \$ 1,110,004          |
|   | <b>2023</b>           | <b>2022</b>           |
| Retained earnings, beginning of year                                | \$ 12,603,232         | \$ 9,842,237          |
| Net income before other comprehensive income                        | 3,256,147             | 3,280,092             |
| Other comprehensive income (loss)                                   | (73,597)              | 400,903               |
| Less: Dividends   | 790,000               | 920,000               |
| Retained earnings, end of year                                      | <u>\$ 14,995,782</u>  | <u>\$ 12,603,232</u>  |
| Corporation of the Town of Ingersoll's Share 30.16% (2022 - 30.16%) | \$ 4,521,976          | \$ 3,800,503          |

## The Corporation of the Town of Ingersoll

### Notes to Consolidated Financial Statements

December 31, 2023

#### 4. Employee Benefits Liability

|                            | Sick Leave<br>Benefits | Post<br>Employment<br>Benefits | Total<br>2023       | Total<br>2022       |
|----------------------------|------------------------|--------------------------------|---------------------|---------------------|
| Employee Benefit Liability | <b>\$ 66,725</b>       | <b>\$ 4,916,800</b>            | <b>\$ 4,983,525</b> | <b>\$ 5,033,459</b> |

##### Post-Employment Benefits

The Corporation of the Town of Ingersoll continues to provide life insurance, dental and health care benefits to certain employee groups. These benefits vary, with some groups receiving benefits after retirement until the members reach 60 or 65 years of age, where other groups receive the benefits for life. The values are based on an actuarial valuation completed March 04, 2022 and management estimates as at December 31, 2021. Employee contributions were nil (2022 -nil). The following table summarizes the valuation results and significant assumptions used in the actuarial valuation:

|  | 2023                | 2022         |
|--|---------------------|--------------|
| Discount Rate                                    | 3.00%               | 3.00%        |
| Rate of compensation increase                    | 2.75%               | 2.75%        |
| Healthcare cost increase                         | 5.75%               | 5.75%        |
| The benefit obligation continuity is as follows: |                     |              |
| Accrued benefit obligation, January 1            | <b>\$ 5,381,251</b> | \$ 5,405,985 |
| Current period benefit cost                      | <b>30,080</b>       | 28,631       |
| Increase due to plan amendment                   | -                   | 46,391       |
| Retirement interest expenditure                  | <b>157,856</b>      | 160,103      |
| Benefits paid                                    | <b>(268,882)</b>    | (259,859)    |
| Accrued benefit obligation, December 31          | <b>\$ 5,300,305</b> | \$ 5,381,251 |
| Unamortized actuarial gain/(loss)                | <b>(383,505)</b>    | (407,817)    |
| Amortization of actuarial gains/losses           | -                   | -            |
| Liability for post-retirement benefits           | <b>\$ 4,916,800</b> | \$ 4,973,434 |

Post - retirement benefits expense is as follows:

|  |                   |            |
|--|-------------------|------------|
| Current period benefit cost            | <b>\$ 30,080</b>  | \$ 28,631  |
| Prior period cost of plan amendment    | -                 | -          |
| Amortization of actuarial gains/losses | <b>24,312</b>     | 24,312     |
| Retirement interest expense            | <b>157,856</b>    | 160,103    |
| Post-retirement benefits expense       | <b>\$ 212,248</b> | \$ 213,046 |

No reserves or reserve funds have been established to provide for this past service liability.

##### Sick Leave Benefits

The Corporation of the Town of Ingersoll provides paid sick leave that can be carried forward up to a maximum defined by the employee group and may become entitled to cash payment when they leave the Town's employment. The Town has established a reserve to provide for past service liability in the amount of \$66,725 (2022 - \$60,025).

**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

**4. Employee Benefits Liability (continued)**

Pension Agreements

The Corporation of the Town of Ingersoll makes contributions to the Ontario Municipal Employees Retirement System (OMERS) which is a multi-employer plan, on behalf of all permanent, full-time members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on their length of service and rates of pay. The Corporation of the Town of Ingersoll paid \$477,650 (2022 - \$449,802) for employer contributions. The OMERS pension plan has a deficit. If actuarial surpluses are not available to offset the existing deficit and subsidize future contributions, increases in contributions will be required in the future.

**5. Deferred Revenue**

|                                    | Opening<br>Balance  | Contributions<br>Received | Externally<br>Restricted<br>Investment<br>Income | Revenue<br>Recognized | Ending<br>Balance   |
|------------------------------------|---------------------|---------------------------|--|-----------------------|---------------------|
| Canada Community-<br>Building Fund | \$ 1,660,242        | \$ 422,181                | \$ 88,907  | \$ (704,510)          | \$ 1,466,820        |
| Development Charges                | 1,400,580           | 56,531                    | 76,734   | (91,513)              | 1,442,332           |
| Recreational Land                  | 81,106              | 2,718                     | 4,215  | -                     | 88,039              |
| Parking                            | -                   | 9,200                     | 469  | -                     | 9,669               |
| Provincial Gas Tax                 | 1,074,740           | 55,595                    | 56,711   | (15,000)              | 1,172,046           |
| Other                              | 28,400              | 85,643                    | -  | (18,963)              | \$ 95,080           |
|                                    | <u>\$ 4,245,068</u> | <u>\$ 631,868</u>         | <u>\$ 227,036</u>                                | <u>\$ (829,986)</u>   | <u>\$ 4,273,986</u> |

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**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

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**6. Net Long Term Debt**

|  | <u>2023</u>         | <u>2022</u>         |
|--|---------------------|---------------------|
| Long term liabilities issued by the County of Oxford for which the Town of Ingersoll has assumed responsibility for repayment. | <u>\$ 1,243,394</u> | <u>\$ 1,743,654</u> |

Principal repayments relating to net long term debt of \$1,243,394 outstanding are due as follows:

|            | Principal<br>Repayments |
|------------|-------------------------|
| 2024       | 307,400                 |
| 2025       | 168,294                 |
| 2026       | 85,300                  |
| 2027       | 85,300                  |
| 2028       | 85,300                  |
| Thereafter | <u>511,800</u>          |
|            | <u>\$ 1,243,394</u>     |

The above long-term liabilities have maturity dates and interest rates ranging from 2024 to 2034 and 3.04% to 3.99% respectively.

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**7. Boundary Adjustment Liability - The Township of South-West Oxford**

On January 1, 2021, the Corporation of the Town of Ingersoll's boundary lines were expanded to include 786 hectares of land transferred from the Township of South-West Oxford ("the Township") to the Town's jurisdiction. Using a present value technique with a current discount rate of 3.05% and an inflation rate of 2.0%, a liability is recognized for the compensation due to the Township in the amount of \$27,133,886 (2022 - \$24,878,627).

The compensation arrangement requires the Town to make annual payments to the Township based on the following terms:

- For each year following December 31, 2020, the Town is required to pay the Township the Base Amount for the annexed lands, which is based on the 2020 Township municipal tax levy on those lands, adjusted annually by the Ontario Consumer Price Index (CPI).
- The Town is also required to pay an additional amount for the Total CAMI Plant Lands, calculated as 24% of the Town's own-purpose taxes on those lands.
- Furthermore, the Town will pay the Township 24% of the Town's own-purpose taxes levied on any new commercial or industrial development created on the annexed lands after December 31, 2020.

This liability is disclosed on the Statement of Financial Position and is subject to ongoing adjustment based on the annual tax levies and any new developments on the annexed lands.

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**8. Asset Retirement Obligations**

The Corporation of the Town of Ingersoll recognizes asset retirement obligations ("ARO") in accordance with the Canadian Public Sector Accounting Standards ("PSAS"). ARO represents the estimated future costs related to legal obligations associated with the retirement of tangible capital assets. The ARO liability is measured at its fair value, which is determined using discounted cash flow techniques. Significant assumptions used in estimating the ARO liability include the discount rate, inflation rate, future costs, and the timing of cash flows.

As at December 31, 2023, the Corporation's ARO liability amounted to \$248,789. The ARO liability is recorded at the present value of the estimated future cash flows using a discount rate of 3.0%.

The Corporation reviews and updates its ARO estimates annually, taking into consideration changes in assumptions and regulations that may impact the estimated costs. Any changes in the ARO liability due to revisions in estimates or changes in inflation rates or discount rates are recognized in the income statement in the period they occur.

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**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

**8. Asset Retirement Obligations (continued)**

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

|                  | Opening<br>Balance | Accretion<br>Expense | Change in<br>Estimate | Liability<br>Settled | Ending<br>Balance |
|------------------|--------------------|----------------------|-----------------------|----------------------|-------------------|
| Asbestos removal | \$ 241,543         | \$ 7,246             | \$ -                  | \$ -                 | \$ 248,789        |
|                  | <b>\$ 241,543</b>  | <b>7,246</b>         | <b>\$ -</b>           | <b>\$ -</b>          | <b>248,789</b>    |

**9. Tangible Capital Assets**

2023

|  | Land         |              | Machinery and |              |                |    |             |
|--|--------------|--------------|---------------|--------------|----------------|----|-------------|
|  | Land         | Improvements | Facilities    | Equipment    | Infrastructure |    | Total       |
| Cost, beginning of year                        | \$ 4,484,341 | \$ 5,397,580 | \$ 17,486,802 | \$ 7,692,302 | \$ 88,353,308  | \$ | 123,414,333 |
| Asset retirement obligations                   | \$ -         | \$ -         | \$ 241,543    | \$ -         | \$ -           | \$ | 241,543     |
| Additions                                      | 3,182,882    | 296,932      | 777,224       | 1,329,991    | 2,566,021      | \$ | 8,153,050   |
| Disposals                                      | -            | (35,476)     | (2,969)       | (412,084)    | (728,531)      | \$ | (1,179,061) |
| Cost, end of year                              | \$ 7,667,223 | \$ 5,659,036 | \$ 18,502,599 | \$ 8,610,209 | \$ 90,190,798  | \$ | 130,629,864 |
| Accumulated amortization,<br>beginning of year | \$ -         | \$ 3,307,883 | \$ 8,103,797  | \$ 4,022,503 | \$ 35,604,700  | \$ | 51,038,883  |
| Asset retirement obligations                   | \$ -         | \$ -         | \$ 120,771    | \$ -         | \$ -           | \$ | 120,771     |
| Amortization                                   | -            | 177,994      | 435,725       | 440,371      | 2,120,947      |    | 3,175,037   |
| Disposals                                      | -            | (35,476)     | (2,969)       | (409,761)    | (641,651)      |    | (1,089,857) |
| Accumulated amortization,<br>end of year       | \$ -         | \$ 3,450,400 | \$ 8,657,323  | \$ 4,053,114 | \$ 37,083,997  | \$ | 53,244,834  |
| Net carrying amount,<br>end of year            | \$ 7,667,223 | \$ 2,208,636 | \$ 9,845,276  | \$ 4,557,095 | \$ 53,106,801  | \$ | 77,385,031  |

**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

**9. Tangible Capital Assets (continued)**

The net book value of tangible capital assets not being amortized because they are under construction or development or have been removed from service is \$4,566,758 (2022- \$4,415,216). During the year, contributed capital assets was nil (2022 - \$907,344).

The Corporation of the Town of Ingersoll holds various historical treasures pertaining to the cheese factory museum. These items are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

|   | 2022                |                     |                      |                         |                      |                       |
|---|---------------------|---------------------|----------------------|-------------------------|----------------------|-----------------------|
|   | Land                | Land Improvements   | Facilities           | Machinery and Equipment | Infrastructure       | Total                 |
| Cost, beginning of year                     | \$ 3,679,031        | \$ 5,048,650        | \$ 16,647,005        | \$ 6,700,185            | \$ 85,660,952        | \$ 117,735,823        |
| Additions                                   | 805,309             | 388,555             | 839,796              | 1,870,166               | 3,258,559            | 7,162,386             |
| Disposals                                   | -                   | (39,624)            | 0                    | (878,049)               | (566,202)            | (1,483,876)           |
| Cost, end of year                           | <u>\$ 4,484,341</u> | <u>\$ 5,397,580</u> | <u>\$ 17,486,802</u> | <u>\$ 7,692,302</u>     | <u>\$ 88,353,308</u> | <u>\$ 123,414,333</u> |
| Accumulated amortization, beginning of year | \$ -                | \$ 3,189,703        | \$ 7,657,871         | \$ 4,473,955            | \$ 34,029,078        | \$ 49,350,608         |
| Amortization                                | -                   | 157,803             | 445,926              | 426,597                 | 2,044,827            | 3,075,153             |
| Disposals                                   | -                   | (39,624)            | 0                    | (878,049)               | (469,205)            | (1,386,878)           |
| Accumulated amortization, end of year       | <u>\$ -</u>         | <u>\$ 3,307,883</u> | <u>\$ 8,103,797</u>  | <u>\$ 4,022,503</u>     | <u>\$ 35,604,700</u> | <u>\$ 51,038,883</u>  |
| Net carrying amount, end of year            | <u>\$ 4,484,341</u> | <u>\$ 2,089,698</u> | <u>\$ 9,383,005</u>  | <u>\$ 3,669,799</u>     | <u>\$ 52,748,608</u> | <u>\$ 72,375,450</u>  |

**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

**10. Accumulated Surplus**

The Corporation of the Town of Ingersoll segregates its accumulated surplus in the following categories:

|   | <u>2023</u>          | <u>2022</u>          |
|---|----------------------|----------------------|
| Investment in tangible capital assets           | \$ 77,385,031        | \$ 72,375,450        |
| Current funds                                   | 2,530,258            | (505,283)            |
| Reserves and reserve funds                      |                      |                      |
| Working funds                                   | 192,278              | 192,278              |
| Capital and current purposes                    | 17,214,907           | 17,432,399           |
| Industrial development                          | 791,379              | 2,761,088            |
| Investment in government business enterprise    | 13,608,976           | 12,887,503           |
| Unfunded employee benefits liability            | (4,983,525)          | (5,033,459)          |
| Unfunded boundary adjustment liability          | (27,133,886)         | (24,878,627)         |
| Unfunded asset retirement obligations liability | (248,789)            | -                    |
|   | <u>\$ 79,356,629</u> | <u>\$ 75,231,349</u> |

The investment in tangible capital assets represents amounts already spent and invested in infrastructure and other non-financial assets.

**11. Government Transfers**

|  | Budget<br>2023    | <u>2023</u>       | <u>2022</u>       |
|--|-------------------|-------------------|-------------------|
| <b>Federal</b>                         |                   |                   |                   |
| Operating                              |                   |                   |                   |
| Conditional                            | \$ 11,652         | \$ 30,459         | \$ 115,271        |
| Capital                                |                   |                   |                   |
| Conditional                            | -                 | -                 | 100,000           |
| Canada Community-Building Fund Revenue | -                 | 704,510           | 355,255           |
|  | <u>\$ 11,652</u>  | <u>\$ 734,969</u> | <u>\$ 570,526</u> |
| <b>Provincial</b>                      |                   |                   |                   |
| Operating                              |                   |                   |                   |
| Ontario Municipal Partnership Fund     | \$ 146,800        | \$ 146,800        | \$ 172,700        |
| Conditional                            | 82,438            | 76,514            | 108,343           |
| Capital                                |                   |                   |                   |
| Conditional                            | -                 | 587,912           | 627,712           |
|  | <u>\$ 229,238</u> | <u>\$ 811,226</u> | <u>\$ 908,755</u> |

**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

**12. Other Income**

|  | Budget<br>2023      | 2023                | 2022                |
|--|---------------------|---------------------|---------------------|
| Penalties and interest on taxation                 | \$ 130,000          | \$ 156,839          | \$ 124,523          |
| Other fines and penalties                          | 24,800              | 28,634              | 24,097              |
| Investment Income                                  | 907,338             | 1,496,597           | 536,370             |
| Licences, permits and rents                        | 374,655             | 573,516             | 765,911             |
| Donations  | 39,050              | 1,944,279           | 98,923              |
| Donated assets                                     | -                   | -                   | 907,344             |
| Sales of publications and other                    | 14,150              | 14,574              | 10,237              |
| Gain (loss) on disposal of tangible capital assets | (89,204)            | 14,263              | (57,782)            |
| Gain (loss) on disposal of assets held for resale  | -                   | -                   | 6,013,180           |
| Interest - GBE (Note 3)                            | 329,400             | 329,404             | 329,404             |
| Development Charges                                | 72,625              | 91,513              | 274,752             |
| Other  | 4,000               | 11,132              | 4,317               |
|  | <b>\$ 1,806,814</b> | <b>\$ 4,660,751</b> | <b>\$ 9,031,276</b> |

**13. Expenses by Object**

|                                       | Budget<br>2023      | 2023                 | 2022                 |
|---------------------------------------|---------------------|----------------------|----------------------|
| Salaries, Wages and Employee Benefits | \$ 8,404,107        | \$ 8,311,321         | \$ 7,633,885         |
| Materials                             | 3,657,848           | 3,483,109            | 3,266,358            |
| Contracted Services                   | 3,477,653           | 3,459,256            | 3,544,332            |
| Rent & Financial Expenses             | 37,425              | 70,741               | 40,443               |
| Interest on Long-term Debt            | 57,049              | 53,795               | 69,709               |
| Contributions to Others               | 639,798             | 2,857,763            | 1,226,987            |
| Amortization                          | 3,165,069           | 3,295,808            | 3,075,153            |
|                                       | <b>\$19,438,949</b> | <b>\$ 21,531,793</b> | <b>\$ 18,856,867</b> |

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**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

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**14. Budget Figures**

The budget data presented in these consolidated financial statements are based upon the 2023 operating budget approved by Council. The budget approved by Council was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. As a result, the budget figures presented in these consolidated financial statements represent the budget adopted by Council with adjustments as follows:

|  | <b>2023</b>       |
|--|-------------------|
| Town Council approved budget surplus                 | \$ -              |
| Local Boards approved Consolidated budgets           | -                 |
| Add:   |                   |
| Net transfers (from) to reserves                     | 3,267,285         |
| Principal repayment of debt                          | 500,260           |
| Donated tangible capital assets                      | -                 |
| Change in post - employment benefits liability       | 49,934            |
| Less:  |                   |
| Loss on disposal of tangible capital assets          | 89,204            |
| Amortization   | 3,165,069         |
| Capital project cost resulting in operating expenses | 85,148            |
| Budget Surplus (Full accrual)                        | <u>\$ 478,058</u> |

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**15. Contingent Liabilities**

A significant ratepayer of the Municipality has appealed to the Assessment Review Board (ARB) with respect to the taxation years between 2009 to 2023. These appeals could potentially result in a reduction of taxes which would be distributed between the town, county and school boards. As there is considerable uncertainty surrounding both the hearing process and the potential settlement of reduction in taxation revenue, an estimated amount of \$3,928,000 (2022 - \$3,748,000) has been recognized at this time.

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**The Corporation of the Town of Ingersoll**  
**Notes to Consolidated Financial Statements**  
**December 31, 2023**

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**16. Funds Held in Trust**

The trust funds administered by the municipality amounting to \$350,891 (2022 - \$319,666) have not been included in the consolidated financial statements. Certain assets have been conveyed or assigned to the Corporation of the Town of Ingersoll to be administered as directed by agreement or statute. The Corporation of the Town of Ingersoll holds the assets for the benefit of and stand in fiduciary relationship to the beneficiaries. The following trust funds and assets are excluded from the Corporation of the Town of Ingersoll's financial statements:

|                               | <b>2023</b>       | <b>2022</b>       |
|-------------------------------|-------------------|-------------------|
| Carroll                       | \$ 5,000          | \$ 5,000          |
| Cemetery Care and Maintenance | <b>342,291</b>    | 311,066           |
| W.J. Bickerton                | <b>3,600</b>      | 3,600             |
|                               | <b>\$ 350,891</b> | <b>\$ 319,666</b> |

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**17. Contaminated Sites**

The Corporation of the Town of Ingersoll has implemented Public Sector Accounting Board (PSAB) Section 3260 Liability for Contaminated Sites. This standard requires the Town to disclose the liability, if any, related to remediation of such sites. Accordingly, there is nothing to report for the purpose of these financial statements.

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**18. Operating Lease Commitments**

The Corporation of the Town of Ingersoll has entered into commitments for rent and leases expiring at various dates prior to 2029. The future minimum annual payments are estimated to be as follows:

|      |                   |
|------|-------------------|
| 2024 | 126,576           |
| 2025 | 128,551           |
| 2026 | 120,159           |
| 2027 | 122,202           |
| 2028 | 124,278           |
|      | <b>\$ 621,766</b> |

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**19. Segmented Information**

The Corporation of the Town of Ingersoll is a diversified municipal government institution that provides a wide range of services to its citizens. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

**General Government**

This category relates to the revenues and expenses of the operations of the Municipality itself and cannot be directly attributed to a specific segment.

**Protection to Persons and Property**

Protection is comprised of police services, fire protection and protective inspection. The police services work to ensure the safety and protection of the citizens and their property. The fire department is responsible to provide fire suppression service, fire prevention programs, training and education. Protective inspection provides services related to the enforcement of building and construction codes.

**Transportation**

Transportation is responsible for the maintenance and upkeep of the Municipality's roads, winter control, street lighting and sidewalks.

**Environmental**

Environmental services provide waste disposal services for the Municipality's citizens.

**Health**

Health services relate to maintaining the Municipality's cemetery.

**Recreation and Cultural Services**

This service area provides services meant to improve the health and development of the Municipality's citizens through recreational programs, youth centres and museum services.

**Planning and Development**

This service area is responsible for the economic development of the Municipality and its merchants.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. In measuring and reporting segment revenue from transaction with other segments, inter-segment transfers have been measured on the basis of the actual cost of services provided.

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**The Corporation of the Town of Ingersoll**  
Notes to Consolidated Financial Statements  
December 31, 2023

| <b>19. Segmented Information</b>              |               |                       |  |                |               |                    |                                     | <b>December 31, 2023</b>    |               |
|---|---------------|-----------------------|--|----------------|---------------|--------------------|-------------------------------------|-----------------------------|---------------|
| For the year ended<br>December 31, 2023       | Revenue       | Protection            |  |                |               |                    |                                     | 2023                        |               |
|   |               | General<br>government | Protection<br>to persons<br>and property | Transportation | Environmental | Health<br>services | Recreation and<br>cultural services | Planning and<br>development | Total         |
| Taxation                                      | \$ 16,975,200 | \$ -                  | \$ -                                     | \$ -           | \$ -          | \$ -               | \$ -                                | \$ -                        | \$ 16,975,200 |
| Grants  | 238,253       | 53,254                | 1,369,349                                | 41,968         | -             | -                  | 156,779                             | 24,189                      | 1,883,792     |
| User fees and service charges                 | 73,107        | 35,402                | 63,583                                   | -              | -             | 52,736             | 939,543                             | 13,261                      | 1,177,632     |
| Other   | 3,183,530     | 422,860               | 81,073                                   | 6,282          | 40,634        | 908,176            | 18,196                              | 4,660,751                   | 4,660,751     |
|   | 20,470,090    | 511,516               | 1,514,005                                | 48,250         | 93,370        | 2,004,498          | 55,646                              | 24,697,375                  | 24,697,375    |
| <b>Expenses</b>                               |               |                       |  |                |               |                    |                                     |                             |               |
| Salaries and wages                            | 1,850,097     | 1,335,260             | 1,320,102                                | 198,967        | 117,438       | 3,235,556          | 253,901                             | 8,311,321                   | 8,311,321     |
| Goods and services                            | 1,279,620     | 2,920,844             | 976,155                                  | 217,069        | 43,129        | 1,285,450          | 290,839                             | 7,013,106                   | 7,013,106     |
| Contributions to others                       | 2,857,763     | -                     | -  | -              | -             | -                  | -                                   | 2,857,763                   | 2,857,763     |
| Interest                                      | -             | -                     | 53,795                                   | -              | -             | -                  | -                                   | 53,795                      | 53,795        |
| Amortization                                  | 183,761       | 167,363               | 1,976,827                                | 334,860        | 9,968         | 623,029            | -                                   | 3,295,808                   | 3,295,808     |
|   | 6,171,241     | 4,423,467             | 4,326,879                                | 750,896        | 170,535       | 5,144,035          | 544,740                             | 21,531,793                  | 21,531,793    |
| Income from government<br>business enterprise | 959,698       | -                     | -  | -              | -             | -                  | -                                   | -                           | 959,698       |
| Net surplus (deficit)                         | \$ 15,258,547 | \$ (3,911,951)        | \$ (2,812,874)                           | \$ (702,646)   | \$ (77,165)   | \$ (3,139,537)     | \$ (489,094)                        | \$ 4,125,280                | 4,125,280     |

**The Corporation of the Town of Ingersoll**  
Notes to Consolidated Financial Statements  
December 31, 2023

| 19. Segmented Information                  |               | December 31, 2023  |                         |                |                        |                 |                                  | 2022                     |
|--|---------------|--------------------|-------------------------|----------------|------------------------|-----------------|----------------------------------|--------------------------|
| For the year ended                         |               | Protection         |                         |                |                        |                 |                                  | Total                    |
| December 31, 2022                          |               | General government | to persons and property | Transportation | Environmental services | Health services | Recreation and cultural services | Planning and development |
| Revenue                                    |               |                    |                         |                |                        |                 |                                  |                          |
| Taxation                                   | \$ 15,962,752 | \$ -               | \$ -                    | \$ -           | \$ -                   | \$ -            | \$ -                             | \$ 15,962,752            |
| Grants                                     | 261,049       | 73,895             | 1,177,736               | 38,694         | -                      | 176,403         | 71,718                           | 1,799,495                |
| User fees and service charges              | 75,481        | 12,361             | 67,044                  | -              | 50,448                 | 536,352         | 9,760                            | 751,446                  |
| Other                                      | 7,024,158     | 687,904            | 1,158,559               | (35,952)       | 12,800                 | 167,354         | 16,453                           | 9,031,276                |
|  | 23,323,440    | 774,160            | 2,403,339               | 2,742          | 63,248                 | 880,109         | 97,931                           | 27,544,969               |
| Expenses                                   |               |                    |                         |                |                        |                 |                                  |                          |
| Salaries and wages                         | 1,763,151     | 1,283,588          | 1,321,021               | 193,962        | 115,478                | 2,728,302       | 228,383                          | 7,633,885                |
| Goods and services                         | 1,015,577     | 3,061,898          | 1,105,485               | 155,238        | 82,352                 | 1,169,054       | 261,529                          | 6,851,133                |
| Contributions to others                    | 1,187,898     | -                  | -                       | -              | -                      | 39,089          | -                                | 1,226,987                |
| Interest                                   | -             | -                  | 69,709                  | -              | -                      | -               | -                                | 69,709                   |
| Amortization                               | 170,274       | 132,493            | 1,937,540               | 330,781        | 9,092                  | 494,973         | -                                | 3,075,153                |
|  | 4,136,900     | 4,477,979          | 4,433,755               | 679,981        | 206,922                | 4,431,418       | 489,912                          | 18,856,867               |
| Income from government business enterprise | 1,110,004     | -                  | -                       | -              | -                      | -               | -                                | 1,110,004                |
| Net surplus (deficit)                      | \$ 20,296,544 | \$ (3,703,819)     | \$ (2,030,416)          | \$ (677,239)   | \$ (143,674)           | \$ (3,551,309)  | \$ (391,981)                     | \$ 9,798,106             |