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# Consolidated financial statements of the Township of Champlain

December 31, 2024

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To the Members of Council, Inhabitants and Ratepayers of the  
Township of Champlain

## Opinion

We have audited the consolidated financial statements of the Township of Champlain (the "Municipality"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations, change in net debt and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2024, and the results of its operations, change in its net debt and its cash flow for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

## Basis for Opinion

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

## 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 PSAS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian GAAS 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 GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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

Hawkesbury ON  
May 22, 2025

**MNP LLP**

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**Township of Champlain**  
**Consolidated Statement of Operations**  
For the year ended December 31, 2024



	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
<b>Revenues</b>			
Taxation – all classes	16,842,178	<b>16,890,617</b>	16,308,747
Less: amounts received for counties and school boards (Note 3)	(7,498,496)	<b>(7,581,732)</b>	(7,284,189)
Net taxation for municipal purposes	9,343,682	<b>9,308,885</b>	9,024,558
User fees	3,200,256	<b>4,185,383</b>	4,699,957
Transfer payments and others			
Government of Canada	1,072,191	<b>890,167</b>	1,035,808
Province of Ontario	2,380,121	<b>2,549,327</b>	3,859,135
Other municipalities	833,554	<b>603,156</b>	1,702,874
Investment income	88,000	<b>144,651</b>	184,620
Penalties and interest	157,850	<b>190,433</b>	168,864
Other	55,275	<b>46,284</b>	83,955
(Loss) gain on disposal of tangible capital assets	-	<b>(129,761)</b>	15,199
Donations	3,224	<b>6,224</b>	53,741
	<b>17,134,153</b>	<b>17,794,749</b>	20,828,711
<b>Expenses (Note 10)</b>			
General government	2,372,335	<b>2,246,588</b>	2,115,017
Protection to person and property	2,977,318	<b>3,173,390</b>	2,776,637
Transportation services	2,921,509	<b>3,677,928</b>	3,836,439
Environmental services	3,424,464	<b>4,342,543</b>	4,512,663
Social and family services	-	-	1,705,309
Recreation and cultural services	1,623,955	<b>1,920,154</b>	1,648,414
Planning and zoning	338,573	<b>1,021,452</b>	1,528,653
	<b>13,658,154</b>	<b>16,382,055</b>	18,123,132
Annual surplus	3,475,999	<b>1,412,694</b>	2,705,579
Accumulated surplus, beginning of year	41,582,867	<b>41,582,867</b>	38,877,288
<b>Accumulated surplus, end of year (Schedule 2)</b>	<b>45,058,866</b>	<b>42,995,561</b>	41,582,867

The accompanying notes and schedules are an integral part of the consolidated financial statements.

**Township of Champlain**  
**Consolidated Statement of Financial Position**  
 December 31, 2024



	2024	2023
	\$	\$
<b>Assets</b>		
Financial assets		
Cash	2,904,511	1,202,827
Taxes receivable	1,267,640	955,676
Accounts receivable	3,397,317	3,970,131
Other	1,969,286	1,146,553
	<b>9,538,754</b>	<b>7,275,187</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities (Note 5)	5,784,095	5,902,775
Deferred revenues	112,184	306,067
Debts (Note 6)	12,245,893	9,631,651
	<b>18,142,172</b>	<b>15,840,493</b>
Net debt	<b>(8,603,418)</b>	<b>(8,565,306)</b>
Commitments and contingencies (Notes 8 and 9)		
<b>Non-financial assets</b>		
Tangible capital assets (Schedule 1)	51,276,105	49,875,931
Inventories	195,357	161,160
Prepaid expenses	127,517	111,082
	<b>51,598,979</b>	<b>50,148,173</b>
<b>Accumulated surplus (Schedule 2)</b>	<b>42,995,561</b>	<b>41,582,867</b>

The accompanying notes and schedules are an integral part of the consolidated financial statements.

Approved by Council

\_\_\_\_\_, Mayor

\_\_\_\_\_, Chief Administrative Officer

**Township of Champlain**  
**Consolidated Statement of Change in Net Debt**  
For the year ended December 31, 2024



	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
<b>Annual surplus</b>	3,475,999	<b>1,412,694</b>	2,705,579
Amortization of tangible capital assets	-	<b>1,896,644</b>	1,733,638
Loss (gain) on disposal of tangible capital assets	-	<b>129,761</b>	(15,199)
Purchase of tangible capital assets	(5,192,521)	<b>(3,443,759)</b>	(7,389,359)
Proceeds from sale of tangible capital assets	-	<b>17,180</b>	23,762
Increase in inventories	-	<b>(34,197)</b>	(15,620)
(Increase) decrease in prepaid expenses	-	<b>(16,435)</b>	67,250
Increase in net debt	(1,716,522)	<b>(38,112)</b>	(2,889,949)
Net debt, beginning of year	(8,565,306)	<b>(8,565,306)</b>	(5,675,357)
<b>Net debt, end of year</b>	<b>(10,281,828)</b>	<b>(8,603,418)</b>	<b>(8,565,306)</b>

The accompanying notes and schedules are an integral part of the consolidated financial statements.

**Township of Champlain**  
**Consolidated Statement of Cash Flow**  
For the year ended December 31, 2024



	2024	2023
	\$	\$
<b>Operating activities</b>		
Annual surplus	1,412,694	2,705,579
Change in non-cash assets and liabilities		
Increase in taxes receivable	(311,964)	(152,819)
Decrease (increase) in accounts receivable	572,814	(756,856)
Increase in other assets	(822,733)	(598,791)
Increase in accounts payable and accrued liabilities	869,603	393,484
Decrease in deferred revenues	(193,883)	(70,950)
Increase in inventories	(34,197)	(15,620)
(Increase) decrease in prepaid expenses	(16,435)	67,250
	<b>63,205</b>	<b>(1,134,302)</b>
Non-cash operating items		
Amortization of tangible capital assets	1,896,644	1,733,638
Loss (gain) on disposal of tangible capital assets	129,761	(15,199)
Increase of the liability of ARO	27,633	26,463
	<b>2,054,038</b>	<b>1,744,902</b>
Net increase in cash from operating activities	<b>3,529,937</b>	<b>3,316,179</b>
<b>Capital activities</b>		
Purchase of tangible capital assets	(4,459,675)	(6,760,338)
Proceeds from sale of tangible capital assets	17,180	23,762
	<b>(4,442,495)</b>	<b>(6,736,576)</b>
<b>Financing activities</b>		
Proceeds from debts	3,286,552	1,220,000
Debts principal repayment	(672,310)	(662,999)
	<b>2,614,242</b>	<b>557,001</b>
Net increase (decrease) in cash	<b>1,701,684</b>	<b>(2,863,396)</b>
Cash, beginning of year	<b>1,202,827</b>	<b>4,066,223</b>
<b>Cash, end of year</b>	<b>2,904,511</b>	<b>1,202,827</b>

Additional information is presented in Note 11.

The accompanying notes and schedules are an integral part of the consolidated financial statements.

**1. Change in accounting policies**

Section PS 3400, Revenue

Effective January 1, 2024, the Municipality adopted new standard of Section PS 3400, *Revenue*, which establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations and transactions that do not have performance obligations. The new standard is applied prospectively, and prior periods have not been restated. There was no material impact on the financial statements from the prospective application.

**2. Accounting policies**

The consolidated financial statements of the Township of Champlain (the "Municipality") are the responsibility of management and are prepared in accordance with Canadian public sector accounting standards ("PSAS"), as recommended by the Public Sector Accounting Board ("PSAB") of CPA Canada.

The focus of PSAB financial statements is on the financial position of the Municipality and the changes thereto. The consolidated statement of financial position reports financial assets and liabilities and non-financial assets of the Municipality. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Net debt is the difference between financial assets and liabilities.

*Reporting entity*

Consolidated financial statements

These consolidated financial statements reflect the assets, liabilities, operating revenues and expenses, reserves and reserve funds and changes in investments in tangible capital assets of the Municipality, and include the activities of all committees of Council and the following board which is under the control of Council:

Township of Champlain Public Library Board

*Non-consolidated entity*

Hawkesbury Regional Joint Recycling Committee

The committee is not under Council's control.

The committee's statement of financial position and its related operations administered by the Municipality are consequently not consolidated and are reported under separate financial statements.

*Basis of accounting*

Accrual basis

Expenses and related sources of financing are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which transactions or events occurred that gave rise to the revenues; expenses are recognized in the period the goods and services are acquired and responsibility is incurred.

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 debt.

**2. Accounting policies (continued)**

Tangible capital assets

Tangible capital assets ("TCA") are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. The cost, less residual value of the TCA, is amortized on a straight-line basis over their estimated useful life as follows:

Land improvements	10 – 30 years
Buildings and facilities	18 – 70 years
Vehicles	8 – 20 years
Roads	20 – 70 years
Machinery and equipment	5 – 20 years
ARO	25 years

Land is not amortized.

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

The Municipality has a capitalization threshold of \$25,000 for civil infrastructure systems and pooled assets and \$10,000 for all other assets. Items of lesser value are expensed, unless they are pooled because, collectively, they have significant value or for operational reasons. Examples of pools are desktop computer systems, cars, utility poles and defibrillators.

Contribution of tangible capital assets

TCA received as contributions are recorded in the consolidated statement of financial position at their fair value at the date of receipt, and that fair value is also recorded as revenue. Transfers of TCA to other organizations are recorded as an expense at the net book value as of the date of transfer.

Leases

Leases are classified as capital or operating leases. Leases, which transfer substantially all the benefits and risks incidental to ownership of property, are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

Inventories

Inventories held for consumption are recorded at the lower of cost or replacement cost. Cost is determined on a first in, first out basis.

Deferred revenues

Funds received for specific purposes are accounted for as deferred revenues until the Municipality discharges its obligation, which led to receipt of the funds.

Asset retirement obligations

The Municipality recognizes the liability for an asset retirement obligation arising from the acquisition, development, construction or normal operation of a long-lived asset, in the year in which it is incurred and when a reasonable estimate of the amount of the obligation can be made. The liability is measured at the best estimate of the expenditure required to settle the present obligation. The corresponding cost is capitalized as part of the related asset and is amortized over the asset's useful life. In subsequent years, the liability is adjusted for changes resulting from the passage of time and revisions to either the timing or the amount of the original estimate of the undiscounted cash flows or the discount rate. The accretion of the liability as a result of the passage of time is charged to earnings while changes to the liability resulting from revisions to either the original estimate of the undiscounted cash flows or the discount rate are accounted for as an adjustment to the carrying amount of the related long-lived asset.

**2. Accounting policies (continued)**

*Basis of accounting (continued)*

Government transfers

Government transfers are recognized as revenues in the period during which the transfer is authorized and any eligibility criteria are met. Government transfers are deferred if they are restricted through stipulations that require specific actions to be carried out in order to keep the transfer. For such transfers, revenue is recognized when the stipulation has been met.

Reserves and reserve funds

Reserves and reserve funds consist of funds set aside by Council for specific purposes.

Segment disclosures

A segment is defined as a distinguishable activity or group of activities for which it is appropriate to separately report financial information. Management has determined that existing disclosures in the consolidated statement of operations and within the related notes for both the prior and current years sufficiently disclose information of all appropriate segments and therefore, no additional disclosure is required.

Use of estimates

The preparation of consolidated financial statements in conformity with PSAS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Key components of the consolidated financial statements requiring management to make estimates include the provision for doubtful accounts in respect of receivables, the useful life of TCA and the amount of certain accrued liabilities including an amount for the closure of the landfill site. Actual results could differ from these estimates.

**3. Operations of school boards and the United Counties of Prescott and Russell**

The taxation of the school boards and the United Counties of Prescott and Russell is composed of the following:

	School boards	United Counties	Total
	\$	\$	\$
<b>2024</b>			
Taxation	<b>2,277,817</b>	<b>5,239,875</b>	<b>7,517,692</b>
Grants in lieu	<b>15,797</b>	<b>48,243</b>	<b>64,040</b>
	<b>2,293,614</b>	<b>5,288,118</b>	<b>7,581,732</b>
<b>2023</b>			
Taxation	2,260,530	4,961,423	7,221,953
Grants in lieu	15,797	46,439	62,236
	2,276,327	5,007,862	7,284,189

**4. Bank loan**

The Municipality has an authorized line of credit of \$1,000,000 (\$1,000,000 in 2023), at prime rate minus 0.5% (minus 0.5% in 2023) of which \$1,000,000 remained unused at year-end (\$1,000,000 unused in 2023).

The Municipality has pre-authorized loans for tangible capital assets for a total of \$6,500,000 (\$3,000,000 in 2023), of which \$3,333,765 (\$474,828 in 2023) was unused at year-end.

**5. Accounts payable and accrued liabilities**

	<b>2024</b>	2023
	\$	\$
Suppliers	<b>3,925,582</b>	3,546,027
Liability for asset retirement obligation (ARO)	<b>652,811</b>	625,178
Other liabilities	<b>1,205,702</b>	1,731,570
	<b>5,784,095</b>	5,902,775

The Municipality opened a landfill site in September 2006 and is legally required to perform closure and post-closure activities upon retirement of this site, which is estimated to be in 21 years. The Municipality recognized a liability for the asset retirement obligation and a corresponding amount has been capitalized as an asset retirement cost. The asset retirement cost is amortized on a straight-line basis over the useful life.

The Municipality estimated the amount of the liability using discounted future expenditures estimated to retire the tangible capital asset. See Schedule 2, which shows an amount of \$433,816 (\$433,816 in 2023) which is unfinanced at year-end. The significant assumptions used to determine the best estimate of the liability include:

	<b>2024</b>	2023
	\$	\$
Balance, beginning of year	<b>625,178</b>	164,899
Liabilities incurred	-	433,816
Increase of the liability for ARO	<b>27,633</b>	26,463
Balance, end of year	<b>652,811</b>	625,178

**6. Debts**

	<b>2024</b>	2023
	\$	\$
Debts incurred by the Municipality with interest between 1.63% and 6.45%, maturing between 2024 and 2049, including those incurred on behalf of municipal utilities and outstanding at the end of the year, amount to	<b>12,245,893</b>	9,653,920
Of the debts shown above, the responsibility for payment of principal and interest charges for tile drainage loans, with interest of 6.00%, has been assumed by individuals; this loan was repaid in 2024	-	(22,269)
	<b>12,245,893</b>	9,631,651

Of the debts reported above, principal payments for the next fiscal years are as follows:

	<b>2024</b>	2023
	\$	\$
General taxation	<b>3,878,320</b>	2,140,001
User charges	<b>8,367,573</b>	7,491,650
	<b>12,245,893</b>	9,631,651

	\$
2025	704,348
2026	644,467
2027	662,224
2028	622,439
2029	574,944
Thereafter	9,037,471
	<b>12,245,893</b>

The annual principal and interest payments required to service these debts are within the annual debt repayment limits prescribed by the Ministry of Municipal Affairs and Housing.

**7. Pension agreements**

The Municipality makes contributions to the Ontario Municipal Employees Retirement System (OMERS), a multi-employer plan, which, for 2024, was on behalf of 46 members (73 in 2023) 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 the length of service and rates of pay.

The amount contributed to OMERS for 2024 was \$266,775 (\$332,922 in 2023) for current service and is included as an expense in the consolidated statement of operations.

**8. Commitments**

*Ontario Clean Water Agency*

The Municipality has entered into an agreement with the Ontario Clean Water Agency to maintain and operate the water treatment and distribution systems in its municipality. A contract was signed in 2021 and expires in 2026. The estimated disbursements over the next two years total \$1,355,000.

*Solid waste collection*

The Municipality entered into an agreement for solid waste collection. The agreement was signed in 2025 and expires in 2030. The estimated disbursements over the next six years total \$3,417,000.

*Solid waste disposal*

The Municipality entered into an agreement for solid waste disposal. The agreement was signed in 2025 and expires in 2030. The estimated disbursements over the next six years total \$1,293,000.

*Water service*

The Municipality entered into three agreements for the supply of water. Those agreements were signed between 1993 and 2005 and expire between 2032 and 2035. The estimated disbursements over the next eleven years total \$1,249,000.

*Technological services*

The Municipality entered into an agreement for technological service support. The agreement was signed in 2023 and expires in 2027. The estimated disbursements over the next three years total \$91,000.

**9. Contingencies**

Proceedings have been initiated against the Municipality by third parties. It is not possible at this time to determine the amount, if any, of any awards that may be made against the Municipality. Any amount awarded in excess of any applicable insurance proceeds as a result of these procedures will be charged to operations in the year incurred. No provision has been recorded.

**10. Expenses by object**

Current expenses for the year, reported in the consolidated statement of operations, are as follows:

	2024 Budget	<b>2024 Actual</b>	2023 Actual
	\$	\$	\$
Salaries and benefits	4,811,138	<b>4,819,079</b>	5,972,154
Interest	482,050	<b>413,978</b>	353,435
Materials	2,903,928	<b>2,556,472</b>	2,683,239
Contracted services	5,246,290	<b>6,467,025</b>	7,160,783
Rent and financial expenses	151,878	<b>140,488</b>	150,663
Contributions to other organizations	62,870	<b>60,736</b>	42,757
Amortization of tangible capital assets	-	<b>1,896,644</b>	1,733,638
Increase of the liability of ARO	-	<b>27,633</b>	26,463
	<b>13,658,154</b>	<b>16,382,055</b>	18,123,132

**11. Additional information relating to the consolidated statement of cash flow**

*Non-cash transactions*

During the year, TCA were acquired at an aggregate cost of \$3,443,759 (\$7,389,359 in 2023), of which \$100,371 (\$1,116,287 in 2023) was paid after year-end, and \$3,343,388 (\$6,273,072 in 2023) was paid during the year.

**12. Budget amounts**

The operating budget approved by the Municipality for 2024 is reflected in the consolidated statement of operations. The budget established for capital investments in TCA is on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual acquisition amounts.

For the purposes of these consolidated financial statements, budget figures have been presented on a basis consistent with the presentation of actual figures.

**13. Contractual rights**

*Rental agreement*

The Municipality has entered into a rental space agreement with the United Counties of Prescott and Russell. The agreement was signed in March 2025 and can be renewed annually. The total estimated amount receivable in the next year is \$30,000.

*Fire protection services*

The Municipality has entered into an agreement for fire protection services with the Corporation of the Township of North Glengarry. The agreement was signed in May 2013 and can be renewed annually. The total estimated amount receivable in the next year is \$35,000.

*Sublease agreement*

The Municipality has entered into a sublease space agreement with Riverest Inc. The agreement was signed in February 2021 and expires in January 2026. The total estimated amount receivable in the next two years is \$20,500.

**Township of Champlain**  
**Consolidated Tangible Capital Assets**  
 For the year ended December 31, 2024

**Schedule 1**

	Land and land improvements	Buildings and facilities	Vehicles	Roads	Machinery and equipment	ARO	Assets under construction	2024	2023
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Cost</b>									
Beginning of year	2,107,004	37,026,953	3,312,897	25,813,185	4,978,817	433,816	3,084,828	<b>76,757,500</b>	69,473,156
Purchases	401,738	-	380,687	964,336	186,129	-	1,510,869	<b>3,443,759</b>	7,389,359
Transfers	322,132	2,864,575	-	1,331,546	-	-	(4,518,253)	-	-
Disposals	-	-	(197,481)	(125,152)	-	-	(3,005)	<b>(325,638)</b>	(105,015)
End of year	2,830,874	39,891,528	3,496,103	27,983,915	5,164,946	433,816	74,439	<b>79,875,621</b>	76,757,500
<b>Accumulated amortization</b>									
Beginning of year	86,428	8,493,940	1,978,272	13,729,034	2,574,176	19,719	-	<b>26,881,569</b>	25,244,383
Amortization	24,206	709,705	191,378	686,118	265,518	19,719	-	<b>1,896,644</b>	1,733,638
Accumulated amortization on disposal	-	-	(125,071)	(53,626)	-	-	-	<b>(178,697)</b>	(96,452)
End of year	110,634	9,203,645	2,044,579	14,361,526	2,839,694	39,438	-	<b>28,599,516</b>	26,881,569
<b>Net book value</b>	2,720,240	30,687,883	1,451,524	13,622,389	2,325,252	394,378	74,439	<b>51,276,105</b>	49,875,931

**Township of Champlain**  
**Consolidated Accumulated Surplus**  
For the year ended December 31, 2024



**Schedule 2**

	2024	2023
	\$	\$
<b>Reserves</b>		
Working capital	474,049	474,049
Municipal elections	20,000	10,000
Fire department	253,287	135,589
Infrastructure	1,947,228	1,907,824
Equipment	151,000	111,000
Winter maintenance	216,429	216,429
Water and sewer	766,564	802,040
Recreation program	50,099	20,099
Roads	465,578	572,700
Library	30,000	30,000
Land purchase	0	150,000
	<b>4,374,234</b>	<b>4,429,730</b>
<b>Reserve funds</b>		
Parks	822	822
Tangible capital assets – Vankleek Hill ward	139,284	133,179
	<b>140,106</b>	<b>134,001</b>
	<b>4,514,340</b>	<b>4,563,731</b>
Invested in tangible capital assets	<b>39,030,212</b>	40,244,280
Operating		
Library	81,538	65,278
Decrease in taxation	1,575,995	1,403,401
Unfinanced tangible capital assets	(27,158)	(2,907,965)
Unfinanced tangible capital assets – Asset retirement obligation	(433,816)	(433,816)
Unfinanced operation	(1,745,550)	(1,352,042)
	<b>38,481,221</b>	<b>37,019,136</b>
	<b>42,995,561</b>	<b>41,582,867</b>

**Township of Champlain**  
**Consolidated Statement of Operations for the Reserves and Reserve Funds**  
For the year ended December 31, 2024



**Schedule 3**

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
<b>Revenues</b>			
Investments	-	6,106	5,904
Net transfers to reserves	154,938	(55,497)	(362,665)
Change in reserves and reserve funds	154,938	(49,391)	(356,761)
Reserves and reserve funds, beginning of year	4,563,731	4,563,731	4,920,492
<b>Reserves and reserve funds, end of year (Schedule 2)</b>	4,718,669	4,514,340	4,563,731

To the Board Members of the  
Township of Champlain Public Library Board

## Opinion

We have audited the financial statements of the Township of Champlain Public Library Board (the "Board"), which comprise the statement of financial position as at December 31, 2024, and the statement of operations for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 2024, and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

## Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 Board in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAS, 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 Board'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 Board or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Board'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 GAAS 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 GAAS, 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 Board'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 Board'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 Board 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.

Hawkesbury ON  
May 22, 2025

**MNP LLP**  
Chartered Professional Accountants  
Licensed Public Accountants

**MNP s.r.l./LLP**

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**Township of Champlain Public Library Board**  
**Statement of Operations**  
For the year ended December 31, 2024



	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
<b>Revenues</b>			
Municipal contribution – operating	277,413	<b>277,413</b>	255,307
Grant from the Province of Ontario	17,063	<b>17,924</b>	18,999
Contract receipts	5,200	<b>5,192</b>	5,099
Non-resident fees, book fees, memberships and fines	2,550	<b>4,032</b>	3,455
Donations	2,200	<b>4,251</b>	3,124
	<b>304,426</b>	<b>308,812</b>	285,984
<b>Expenses</b>			
Salaries, wages and benefits	204,572	<b>193,151</b>	177,699
Materials, services and rents			
Books and videos	50,425	<b>55,275</b>	40,745
Utilities	10,478	<b>9,847</b>	9,484
Insurance	1,580	<b>1,565</b>	1,375
Maintenance and repairs	21,191	<b>16,803</b>	18,452
Professional services	8,680	<b>9,828</b>	3,457
Other	7,500	<b>6,083</b>	7,976
	<b>304,426</b>	<b>292,552</b>	259,188
Annual surplus	-	<b>16,260</b>	26,796
Accumulated surplus, beginning of year	95,278	<b>95,278</b>	68,482
<b>Accumulated surplus, end of year</b>	<b>95,278</b>	<b>111,538</b>	95,278
Consists of:			
Operating	65,278	<b>81,538</b>	65,278
Reserves	30,000	<b>30,000</b>	30,000
	<b>95,278</b>	<b>111,538</b>	95,278

The accompanying notes and schedule are an integral part of the financial statements.

**Township of Champlain Public Library Board**  
**Statement of Financial Position**  
 December 31, 2024



	<b>2024</b>	<b>2023</b>
	\$	\$
<b>Assets</b>		
Financial assets		
Receivable from the Municipality	<b>111,538</b>	95,278
<b>Accumulated surplus</b>	<b>111,538</b>	95,278

The accompanying notes and schedule are an integral part of the financial statements.

**1. Description of the Board**

The Township of Champlain Public Library Board (the "Board") offers residents and local organizations reading material, services and activities that meet the educational, informational and recreational needs of the community.

**2. Change in accounting policies**

Section PS 3400, *Revenue*

Effective January 1, 2024, the Board adopted new standard of Section PS 3400, *Revenue*, which establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations and transactions that do not have performance obligations. The new standard is applied prospectively, and prior periods have not been restated. There was no material impact on the financial statements from the prospective application.

**3. Accounting policies**

The financial statements of the Board are the responsibility of management and are prepared in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Public Sector Accounting Board ("PSAB") of CPA Canada.

The focus of PSAB financial statements is on the financial position of the Board and the changes thereto. The statement of financial position reports financial assets and liabilities and non-financial assets of the Board. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Net financial assets are the difference between financial assets and liabilities.

*Reporting entity*

Financial statements

These financial statements reflect the assets, liabilities, operating revenues and expenses, reserves and reserve funds and changes in investments in tangible capital assets of the Board.

*Basis of accounting*

Accrual basis

Expenses and related sources of financing are reported on the accrual basis of accounting. 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.

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.

**3. Accounting policies (continued)**

*Basis of accounting (continued)*

Tangible capital assets

Tangible capital assets ("TCA") are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. The cost, less residual value of the TCA, is amortized on a straight-line basis over their estimated useful life as follows:

Machinery and equipment	20 years
-------------------------	----------

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

The Board has a capitalization threshold of \$25,000 for civil infrastructure systems and pooled assets and \$10,000 for all other assets. Items of lesser value are expensed, unless they are pooled because, collectively, they have significant value or for operational reasons.

Contribution of tangible capital assets

TCA received as contributions are recorded in the statement of financial position at their fair value at the date of receipt, and that fair value is also recorded as revenue. Transfers of TCA to other organizations are recorded as an expense at the net book value as of the date of transfer.

Leases

Leases are classified as capital or operating leases. Leases, which transfer substantially all of the benefits and risks incidental to ownership of property, are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

Government transfers

Government transfers are recognized as revenues in the period during which the transfer is authorized and any eligibility criteria are met. Government transfers are deferred if they are restricted through stipulations that require specific actions to be carried out in order to keep the transfer. For such transfers, revenue is recognized when the stipulation has been met.

Reserves

Reserves consist of funds set aside by Council for specific purposes.

Use of estimates

The preparation of financial statements in conformity with PSAS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Key components of the financial statements requiring management to make estimates include the useful life of TCA. Actual results could differ from these estimates.

**4. Statements of cash flow and change in net financial assets not presented**

The statements of cash flow and change in net financial assets are not presented since the information is readily apparent from other financial statements and related notes.

**Township of Champlain Public Library Board**  
**Tangible Capital Assets**  
 For the year ended December 31, 2024



**Schedule 1**

	Machinery and equipment	2024	2023
	\$	\$	\$
<b>Cost</b>			
Beginning of year	426,125	<b>426,125</b>	426,125
Purchases	-	-	-
End of year	426,125	<b>426,125</b>	426,125
<b>Accumulated amortization</b>			
Beginning of year	426,125	<b>426,125</b>	426,125
Amortization	-	-	-
End of year	426,125	<b>426,125</b>	426,125
<b>Net book value</b>	-	-	-