

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

THE CORPORATION OF THE TOWN OF GRAND VALLEY

INDEX TO THE CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2024

	Page
INDEPENDENT AUDITOR'S REPORT	3 - 4
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	5
Consolidated Statement of Operations	6
Consolidated Statement of Change in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9 - 18
Consolidated Schedule of Segmented Disclosure	19
Consolidated Schedule of Tangible Capital Assets	20
Consolidated Schedule of Accumulated Surplus	21
GRAND VALLEY UNION CEMETERY BOARD	
Statement of Financial Position and Statement of Operations	22 - 23
GRAND VALLEY AND DISTRICT COMMUNITY CENTRE BOARD	
Statement of Financial Position and Statement of Operations	24 - 25
GRAND VALLEY PUBLIC LIBRARY BOARD	
Statement of Financial Position and Statement of Operations	26 - 27
GRAND VALLEY MEDICAL - DENTAL BOARD	
Statement of Financial Position and Statement of Operations	28 - 29
GRAND VALLEY BUSINESS IMPROVEMENT AREA	
Statement of Financial Position and Statement of Operations	30 - 31
THE CORPORATION OF THE TOWN OF GRAND VALLEY - TRUST FUNDS	
INDEPENDENT AUDITOR'S REPORT	32 - 33
Statements of Financial Position and Statements of Operations	34 - 35
Notes to the Financial Statements	36

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of: The Corporation of the Town of Grand Valley

Opinion

We have audited the accompanying consolidated financial statements of The Corporation of the Town of Grand Valley, which comprise the consolidated statement of financial position as at December 31, 2024 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, these consolidated financial statements present fairly, in all material respects, the consolidated financial position of The Corporation of the Town of Grand Valley as at December 31, 2024 and the consolidated results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of The Corporation of the Town of Grand Valley 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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 consolidated 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 corporation's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the corporation or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Consolidated 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement 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 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 corporation'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 corporation'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 consolidated 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 corporation 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.



Guelph, Ontario
September 12, 2025

Chartered Professional Accountants
Licensed Public Accountants

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023 (note 17)
FINANCIAL ASSETS		
Cash and cash equivalents (note 2)	\$ 10,142,706	\$ 12,532,406
Taxes receivable	1,034,465	754,096
Accounts receivable	1,379,707	864,308
Long term receivables (note 3)	18,887	22,048
Investment in other ventures (note 4)	<u>749,206</u>	<u>728,501</u>
	<u>13,324,971</u>	<u>14,901,359</u>
LIABILITIES		
Accounts payable and accrued liabilities	1,992,925	2,126,512
Deferred revenue - deposits	552,746	799,017
Obligations under capital lease (note 5)	429,922	620,212
Long term debt (note 6)	1,734,465	1,839,275
Asset retirement obligation (note 7)	167,074	178,891
Deferred revenue - obligatory reserve funds (note 8)	<u>5,935,454</u>	<u>5,851,758</u>
	<u>10,812,586</u>	<u>11,415,665</u>
NET FINANCIAL ASSETS	<u>2,512,385</u>	<u>3,485,694</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (schedule 2)	53,730,977	50,665,786
Prepaid expenses	60,633	59,330
Inventory	<u>1,723</u>	<u>1,723</u>
	<u>53,793,333</u>	<u>50,726,839</u>
ACCUMULATED SURPLUS (schedule 3)	<u>\$ 56,305,718</u>	<u>\$ 54,212,533</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024 Budget (note 10)	2024 Actual	2023 Actual (note 17)
REVENUE			
Taxation	\$ 5,614,723	\$ 5,680,001	\$ 5,335,524
Grants in lieu	7,050	7,050	7,050
Fees and service charges	4,260,614	2,316,006	1,966,876
Licences and permits	323,000	92,821	191,000
Province of Ontario grants	918,314	1,283,764	557,260
Investment income	23,000	319,195	318,350
Penalties and interest	90,000	115,272	86,977
Obligatory reserve fund revenue recognized (note 8)	231,076	1,503,043	2,946,872
Loss on disposal of tangible capital assets	0	(60,531)	(86,660)
Equity income from Orangeville Hydro Limited	20,705	20,705	35,103
	<u>11,488,482</u>	<u>11,277,326</u>	<u>11,358,352</u>
EXPENSES (schedule 1)			
General government	1,203,780	1,255,954	1,032,291
Protection to persons and property	1,898,619	1,344,601	1,144,024
Transportation services	2,260,896	2,368,457	1,798,064
Environmental services	1,535,554	1,814,426	1,420,607
Health services	49,744	165,309	127,899
Recreational and cultural services	992,625	1,803,374	1,546,401
Planning and development	523,000	432,020	377,482
	<u>8,464,218</u>	<u>9,184,141</u>	<u>7,446,768</u>
ANNUAL SURPLUS	<u>\$ 3,024,264</u>	<u>\$ 2,093,185</u>	<u>\$ 3,911,584</u>
ACCUMULATED SURPLUS, beginning of year		\$ 54,212,533	\$ 50,049,476
Assumed tangible capital assets		0	251,473
ANNUAL SURPLUS		<u>2,093,185</u>	<u>3,911,584</u>
ACCUMULATED SURPLUS, end of year		<u>\$ 56,305,718</u>	<u>\$ 54,212,533</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024 Budget (note 10)	2024 Actual	2023 Actual
ANNUAL SURPLUS	\$ 3,024,264	\$ 2,093,185	\$ 3,911,584
Acquisition of tangible capital assets	(9,150,500)	(4,790,004)	(6,631,050)
Amortization of tangible capital assets	1,244,820	1,628,896	1,320,783
Loss on disposal of tangible capital assets	0	60,531	86,660
Proceeds on sale of tangible capital assets	0	35,386	58,986
Assumed tangible capital assets	0	0	251,473
	<u>(7,905,680)</u>	<u>(3,065,191)</u>	<u>(4,913,148)</u>
Net change in prepaid expenses	0	(1,303)	(38,929)
CHANGE IN NET FINANCIAL ASSETS	\$ <u>(4,881,416)</u>	(973,309)	(1,040,493)
NET FINANCIAL ASSETS, beginning of year		<u>3,485,694</u>	<u>4,526,187</u>
NET FINANCIAL ASSETS, end of year		\$ <u>2,512,385</u>	\$ <u>3,485,694</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
Annual surplus	\$ 2,093,185	\$ 3,911,584
Items not requiring an outlay of cash		
Amortization	1,628,896	1,320,783
Loss on disposal of tangible capital assets	60,531	86,660
Asset retirement obligation	(11,817)	(18,830)
Equity income from Orangeville Hydro Limited	<u>(20,705)</u>	<u>(35,103)</u>
	<u>3,750,090</u>	<u>5,265,094</u>
Net changes in non-cash working capital		
Taxes receivable	(280,369)	(122,704)
Accounts receivable	(515,399)	479,059
Prepaid expenses	(1,303)	(38,929)
Accounts payable and accrued liabilities	(133,587)	600,063
Deferred revenue - deposits	(246,271)	41,214
Deferred revenue - obligatory reserve funds	<u>83,696</u>	<u>(1,101,030)</u>
	<u>(1,093,233)</u>	<u>(142,327)</u>
	<u>2,656,857</u>	<u>5,122,767</u>
CASH PROVIDED BY (USED IN) CAPITAL ACTIVITIES		
Acquisition of tangible capital assets	(4,790,004)	(6,631,050)
Assumed tangible capital assets	0	251,473
Proceeds on disposal of tangible capital assets	<u>35,386</u>	<u>58,986</u>
	<u>(4,754,618)</u>	<u>(6,320,591)</u>
CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES		
Net change in long term debt	(104,810)	(56,943)
Net change in obligations under capital lease	<u>(190,290)</u>	<u>342,400</u>
	<u>(295,100)</u>	<u>285,457</u>
CASH PROVIDED BY INVESTING ACTIVITIES		
Net change in long term receivables	<u>3,161</u>	<u>2,982</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS for the year	<u>(2,389,700)</u>	<u>(909,385)</u>
CASH AND CASH EQUIVALENTS, beginning of year	<u>12,532,406</u>	<u>13,441,791</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 10,142,706</u>	<u>\$ 12,532,406</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of The Corporation of the Town of Grand Valley are the representation of management prepared in accordance with Canadian generally accepted accounting principles for governments as established by the Public Sector Accounting Board of CPA Canada. Significant accounting policies adopted by The Corporation of the Town of Grand Valley are as follows:

(a) ACKNOWLEDGEMENT OF RESPONSIBILITY

The management of the The Corporation of the Town of Grand Valley acknowledges its responsibility for the creation and compilation of the following significant accounting policy decisions and the related policy notes.

(b) BASIS OF CONSOLIDATION

- (i) These consolidated statements reflect the assets, liabilities, sources of financing and expenditures of the revenue fund, reserve funds and reserves of all municipal organizations, committees and boards which are controlled by Council. All interfund assets and liabilities and revenues and expenses have been eliminated on consolidation. The following boards have been reflected in the consolidated financial statements:

Grand Valley Union Cemetery Board
Grand Valley and District Community Centre Board
Grand Valley Public Library Board
Grand Valley Medical-Dental Board
Grand Valley Business Improvement Area

The following joint board owned or controlled by Council in partnership with other municipalities have been consolidated on a proportionate basis as indicated:

Grand Valley and District Fire Department - 63.2% (2023 - 61%)

Government business enterprises and partnerships are separate legal entities which do not rely on the municipality for funding. Investments in government business enterprises are accounted for using the modified equity method. The following government business enterprise is reflected in the consolidated financial statements:

Orangeville Hydro Limited - 5.50%

(ii) ACCOUNTING FOR COUNTY AND SCHOOL BOARD TRANSACTIONS

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the County of Dufferin are not reflected in the municipal fund balances of these consolidated financial statements.

(c) BASIS OF ACCOUNTING

- (i) Sources of financing and expenditures are reported on the accrual basis of accounting. The interest charges are not accrued for the periods from the dates of the latest instalment payments to the end of the financial year.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) BASIS OF ACCOUNTING (continued)

- (ii) The accrual basis of accounting recognizes revenues as they become available and measurable. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.
- (iii) Capital outlay to be recovered in future years, which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures transferred to other organizations, is reported on the Consolidated Statement of Financial Position.

(d) TRUST FUNDS

Funds held in trust by the municipality, and their related operations, are not included in these financial statements. The financial activity and position of the trust funds are reported separately on the Trust Funds' Statements of Financial Position and Statements of Operations.

(e) NON-FINANCIAL ASSETS

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

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

Land improvements	25 to 30 years
Facilities	20 to 100 years
Vehicles	10 to 20 years
Equipment	4 to 40 years
Infrastructure	
Transportation	4 to 100 years
Environmental	15 to 100 years

No amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) NON-FINANCIAL ASSETS (continued)

- (ii) Contributions of tangible capital assets
Tangible capital assets received as contributions are recorded at their fair value at the date of receipt.
- (iii) 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.

(f) REVENUE RECOGNITION

Revenues are recognized as follows:

- (i) Tax levies are recognized as revenue when the amounts are levied on the municipality's ratepayers.
- (ii) Fines and donations are recognized when collected.
- (iii) Other revenues are recorded upon sale of goods or provision of service when collection is reasonably assured.
- (iv) Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, eligibility criteria has been met and reasonable estimates of the amounts can be made.
- (v) Revenue restricted by legislation, regulation or agreement, and not available for general municipal purposes, is reported as deferred revenue on the consolidated statement of financial position. The revenue is reported on the consolidated statement of operations in the year in which it is used for a specific purpose.

(g) USE OF ESTIMATES

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant estimates made by management include accrued liabilities and the useful lives of tangible capital assets. Actual results could differ from those estimates.

(h) FINANCIAL INSTRUMENTS

The municipality classifies all of its financial instruments at amortized cost. The maximum exposure to credit risk is the carrying value of the financial instruments. They are initially recognized at cost and subsequently carried at amortized cost using the effective interest rate method, less any impairment losses on financial assets.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) **FINANCIAL INSTRUMENTS (continued)**

Transaction costs related to financial instruments in the amortized cost category are added to the carrying value of the instrument. Writedowns of financial assets in the amortized cost category are recognized when the amount of a loss is known with sufficient precision, and there is no realistic prospect of recovery. Financial assets are then written down to net realizable value with the writedown being recognized in the consolidated statement of operations.

2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include a GIC maturing within the next 12 months and a One Bond Fund which is a near liquid investment that has been recorded at an estimated fair market value of \$510,667 (2023 - \$452,716).

3. LONG TERM RECEIVABLES

The responsibility for payment of principal and interest charges of the tile drainage loans has been assumed by individuals.

	2024	2023
Two loans are charged interest at a rate of 6% and become due in 2029	\$ <u>18,887</u>	\$ <u>22,048</u>

Principal payments for the next five years are as follows:

2025	\$ 3,350
2026	3,551
2027	3,765
2028	3,990
2029	<u>4,231</u>
	<u>\$ 18,887</u>

4. INVESTMENT IN OTHER VENTURES

The Corporation of the Town of Grand Valley owns a 5.50% interest in Orangeville Hydro Limited, details are as follows:

	2024	2023
Investment in Orangeville Hydro Limited		
Investment in common shares	\$ 455,989	\$ 455,989
Share of retained earnings	<u>293,217</u>	<u>272,512</u>
	<u>\$ 749,206</u>	<u>\$ 728,501</u>
Expenses		
Streetlighting maintenance, water billing charge from Orangeville Hydro Limited	<u>\$ 44,003</u>	<u>\$ 39,357</u>

Orangeville Hydro Limited also collects water on behalf of the municipality and remits the amounts to the municipality on a monthly basis.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

4. INVESTMENT IN OTHER VENTURES (continued)

The following summarizes the financial position and operations of Orangeville Hydro Limited which have been reported in consolidated these financial statements.

	2024	2023
Statement of Financial Position		
Assets	\$ <u>39,099,866</u>	\$ <u>38,737,850</u>
Liabilities	\$ 25,409,597	\$ 25,506,257
Shareholder's Equity	<u>13,690,269</u>	<u>13,231,593</u>
	\$ <u>39,099,866</u>	\$ <u>38,737,850</u>
Statement of Operations		
Revenues	\$ 42,240,351	\$ 38,897,212
Expenses	<u>41,357,878</u>	<u>37,885,186</u>
Net income for the year	\$ <u>882,473</u>	\$ <u>1,012,026</u>
Dividends paid during the year	\$ <u>506,016</u>	\$ <u>373,792</u>

5. OBLIGATIONS UNDER CAPITAL LEASE

The municipality has two capital leases for equipment. The total monthly lease payments are \$16,182, including principal and interest, and each lease term is for 60 months, expiring in 2026 and 2027.

Future expected minimum payments are as follows:

2025	\$ 177,363
2026	139,707
2027	<u>112,852</u>
	\$ <u>429,922</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

6. LONG TERM DEBT

	2024	2023
TD Bank variable demand loan, repayable in monthly payments of \$11,087 principal and interest, at a rate of prime minus 0.75%	\$ 1,243,773	\$ 1,306,990
Tile drainage loans, due 2029, repayable in annual payments ranging from \$489 - \$3,995 of principal and interest, at a rate of 6%	18,887	22,048
TD Bank loan, due October 30, 2028, repayable in monthly instalments of \$3,371 principal and interest, at a fixed rate of 5.85%	138,605	169,951
Daimler Truck Financial Services Canada loan, due December 5, 2028, repayable in monthly payments of principal and interest, at a rate of \$7,071, plus interest at a rate of 8.90%	284,705	340,286
TD Bank loan, due January 1, 2030 repayable in monthly instalments of \$902 principal and interest, at a fixed rate of 5.00%	<u>48,495</u>	<u>0</u>
	<u><u>\$ 1,734,465</u></u>	<u><u>\$ 1,839,275</u></u>

Future minimum payments on long term debt are as follows:

2025	\$ 174,315
2025	186,418
2026	199,418
2028	206,597
2029	98,017
Thereafter	<u>869,700</u>
	<u><u>\$ 1,734,465</u></u>

7. ASSET RETIREMENT OBLIGATION

The municipality leases its solid waste landfill site from the Grand River Conservation Authority (GRCA). The lease requires that closure and rehabilitation of the site commence in 2006 and be completed by 2012. Post-closure costs are anticipated to continue to 2053. The landfill site ceased active operations on January 1, 2006 and stopped accepting solid waste from ratepayers. The municipality commenced closure of the facility and completed closure in 2011. The most recent estimate of the landfill closure and post-closure liability was based on a report prepared as of November 1, 2004, which estimated these costs at a net present value of \$475,000.

The municipality has obtained a final release on closure of the facility from the GRCA, and has received an amendment to its original landfill site approval based on the actual closure work that was performed in 2011. The closure work performed is in agreement with the MOE's approved amendment dated June 1, 2011. Based on this amendment, post-closure expenditures from 2011 onwards are being used to reduce the landfill post-closure liability annually. The estimated present value of the post-closure liability less disbursements to date during the post-closure period is \$167,074 (2023 - \$178,891), which may be adjusted from time to time based on updated engineering reports of the expected remaining costs.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

8. DEFERRED REVENUE

	2024 Opening	Contributions Received	Investment Income	Revenue Recognized	2024 Ending
Obligatory Reserve Funds					
Development charges	\$ 5,898,204	\$ 1,167,181	\$ 295,844	\$ (1,381,967)	\$ 5,979,262
Park in lieu	(114,073)	0	221	0	(113,852)
Federal gas tax	<u>67,627</u>	<u>122,536</u>	<u>957</u>	<u>(121,076)</u>	<u>70,044</u>
	<u>\$ 5,851,758</u>	<u>\$ 1,289,717</u>	<u>\$ 297,022</u>	<u>\$ (1,503,043)</u>	<u>\$ 5,935,454</u>

9. TRUST FUNDS

The trust funds administered by the municipality amounting to \$139,359 (2023 - \$137,958) have not been included in the Consolidated Statement of Financial Position, nor have the operations been included in the Consolidated Statement of Operations.

10. BUDGET AMOUNTS

The budget figures are presented for comparison purposes as prepared and approved by Council, reclassified to conform to the current financial statement presentation. The budgeted figures are prepared on the cash basis of accounting and have been restated to conform to the accrual basis of accounting on which the actual figures are reported. The following chart reconciles the approved budget with the budget figures as presented in these consolidated financial statements:

REVENUE

Approved budget	\$ 16,483,582
Transfer from reserve funds, net	<u>(4,995,100)</u>
	<u>11,488,482</u>

EXPENSES

Approved budget	16,483,582
Acquisition of tangible capital assets	(9,150,500)
Debt principal repayments	(113,684)
Amortization	<u>1,244,820</u>
	<u>8,464,218</u>

ANNUAL SURPLUS

\$ 3,024,264

11. OPERATIONS OF THE SCHOOL BOARDS AND THE COUNTY OF DUFFERIN

Further to note 1(b)(ii), the taxation, other revenues, expenditures and overlevies of the school boards and the County of Dufferin are comprised of the following:

	SCHOOL BOARDS	COUNTY
Taxation and user charges	\$ 1,095,989	\$ 2,500,098
Amount requisitioned	<u>(1,095,989)</u>	<u>(2,500,098)</u>
	<u>\$ 0</u>	<u>\$ 0</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

12. PENSION AGREEMENT

The municipality makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan. This plan is a defined benefit plan which specifies the amount of the retirement benefits to be received by the employees based on the length of service and rates of pay. Employees and employers contribute jointly to the plan. The amount contributed to OMERS for 2024 was \$270,019 (2023 - \$205,542), and the contribution rates for 2024 ranged from 9.0% to 14.6%.

The OMERS financial statements reported \$138.4 billion in net assets available for benefits (2023 - \$128.8 billion), \$140.8 billion as the defined benefit accrued pension obligation (2023 - \$134.6 billion) and a defined benefit funding deficit of \$2.9 billion (2023 - \$4.2 billion).

13. AMOUNTS TO BE RECOVERED FOR SPECIFIC ENVIRONMENTAL CAPITAL COSTS

The municipality has incurred capital costs relating to the planning and development of the provision of expanded sewer services to residents. It is the intention of the municipality to recover these costs as the municipality grows, through development fees charged to builders. The construction of the new plant was completed in 2011.

14. FINANCIAL INSTRUMENT RISK MANAGEMENT

Credit Risk

The municipality is exposed to credit risk through the possibility of non-collection of accounts receivable. The majority of its receivables are from ratepayers and government entities. For accounts receivable, the municipality measures impairment based on how long the amounts have been outstanding.

Liquidity Risk

Liquidity risk is the risk that the municipality will not be able to meet its financial obligations as they fall due. The municipality undertakes a planning and budgeting process to help determine the funds required to support the municipality's normal operating requirements on an ongoing basis. The municipality ensures that there are sufficient funds to meet its short term requirements, taking into account its anticipated cash flows from operations and its holdings of cash and investments.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The municipality is exposed to interest rate risk arising from the possibility that changes in interest rates will affect the variable rate of certain long term liabilities.

There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods used to measure risks.

15. SEGMENTED INFORMATION

The Corporation of the Town of Grand Valley is a diversified municipal government institution that provides a wide range of services to its citizens, including police, fire, ambulance, and water. For management reporting purposes, the Government's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

15. SEGMENTED INFORMATION (continued)

Municipal services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

General Government

This item relates to the revenues and expenses that relate to the operations of the municipality itself and cannot be directly attributable to a specific segment.

Protection Services

The mandate of the Police Services department is to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law. The Fire Service department is responsible to provide fire suppression service; fire prevention programs; training and education related to prevention, detection or extinguishments of fires. It is also responsible for pre-hospital emergency paramedic care and the transport of sick and injured; handling hazardous materials incidents; for the mitigation of calamitous incidents; and for the evacuation of people when in charge at an incident.

Transportation Services

The Public Works department is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, and the maintenance of open space areas requiring it.

Environmental Services

The Environmental Services department consists of two distinct utilities - water and wastewater. The department provides drinking water to citizens of the urban area of the town, collecting and treating wastewater. Garbage collection operations are contracted to a private business.

Health Services

Health services include the operations of the local cemeteries.

Recreation and Cultural Services

Recreation and cultural services provides public services that contribute to healthy communities through numerous sports programs at the Community Centre for adults and youths, along with baseball diamonds and soccer fields, etc. The department also contributes towards the information needs of the Town's citizens through the provision of library services.

Planning and Development

The Planning and Development department provides a diverse bundle of services. It manages development for business and residential interests, environmental concerns, heritage matters, local neighbourhoods and the downtown through planning, community development, parks and environmental planning. It ensures an acceptable quality of building construction and maintenance of properties through enforcement of construction codes, building standards and by-laws. It facilitates economic development by providing services for the approval of all land development plans, the application and enforcement of zoning by-laws, the processing of building permit applications and the provision of geomatics services.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

16. MATERIAL UNCERTAINTY RELATED TO TARIFFS

As of the date of these consolidated financial statements, the corporation faces material uncertainty regarding the potential impact of tariffs and trade restrictions on its operations, cost structure, and potential revenues. Ongoing changes in tariffs and international trade policies, particularly those implemented by major trading partners such as the United States of America, the European Union, and China, create uncertainty around procurement strategies, supply chain logistics, and future demand for the corporation's services (e.g. building permits).

The corporation recognizes that the outcome of ongoing tariff-related uncertainties and trade negotiations may materially affect its operations, financial position, and cash flows in the future if tariffs or other new trade barriers are imposed. This includes potential increases in tangible capital asset purchase costs, delays in the supply chain, and disruptions in global trade. As such, there remains a material uncertainty regarding the financial impact of these tariffs, and the full extent of the potential effects on the corporation cannot be reasonably estimated at this time. The corporation continues to monitor and assess the evolving trade environment and is taking steps to mitigate the risks related to these potential tariffs.

17. ADJUSTMENT TO PRIOR YEAR FIGURES

An adjustment was made in the amount of \$218,577 to the prior year figures to correct the asset under construction balance within tangible capital assets. The result of the correction was an increase to the opening tangible capital assets and the invested in tangible capital asset surplus.

18. CONTINGENT LIABILITIES

In the normal course of its operations, the municipality is subject to various litigations and claims. The ultimate outcome of these claims cannot be determined at this time. However, the municipality's management believes that the ultimate disposition of these matters will not have a material adverse effect on its financial position.

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED SCHEDULE OF SEGMENTED DISCLOSURE
FOR THE YEAR ENDED DECEMBER 31, 2024

Schedule 1

	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	2024	2023
EXPENSES									
Salaries and benefits	\$ 645,681	\$ 126,784	\$ 726,880	\$ 4,325	\$ 49,856	\$ 807,594	\$ 134,326	\$ 2,495,446	\$ 2,122,156
Materials	312,229	565,063	668,692	866,059	98,550	80,473	17,285	2,608,351	1,827,020
Contracted services	231,276	533,415	198,871	250,786	4,121	17,069	275,925	1,511,463	1,281,409
Rents and financial expenses	10,121	0	91,236	0	7,147	12,536	1,731	122,771	112,440
Interest on long term debt	0	0	0	69,829	0	0	2,753	72,582	115,111
Amortization	56,647	81,389	682,778	623,427	5,635	179,020	0	1,628,896	1,320,783
Other	<u>0</u>	<u>37,950</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>706,682</u>	<u>0</u>	<u>744,632</u>	<u>667,849</u>
	<u>\$ 1,255,954</u>	<u>\$ 1,344,601</u>	<u>\$ 2,368,457</u>	<u>\$ 1,814,426</u>	<u>\$ 165,309</u>	<u>\$ 1,803,374</u>	<u>\$ 432,020</u>	<u>\$ 9,184,141</u>	<u>\$ 7,446,768</u>

See notes to the consolidated financial statements

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024

Schedule 2

	Land	Land Improvements	Facilities	Vehicles	Equipment	Infrastructure: Transportation	Infrastructure: Environmental	2024	2023 (note 17)
COST									
Balance, beginning of year	\$ 4,202,579	\$ 2,111,876	\$ 6,289,237	\$ 3,957,365	\$ 1,738,389	\$ 17,459,375	\$ 31,943,613	\$ 67,702,434	\$ 61,942,593
Additions during the year	225,000	195,949	1,551,694	55,692	268,539	1,648,956	844,174	4,790,004	6,631,050
Disposals during the year	<u>0</u>	<u>(9,938)</u>	<u>(9,332)</u>	<u>(396,894)</u>	<u>(46,125)</u>	<u>(410,407)</u>	<u>0</u>	<u>(872,696)</u>	<u>(871,209)</u>
Balance, end of year	<u>4,427,579</u>	<u>2,297,887</u>	<u>7,831,599</u>	<u>3,616,163</u>	<u>1,960,803</u>	<u>18,697,924</u>	<u>32,787,787</u>	<u>71,619,742</u>	<u>67,702,434</u>
ACCUMULATED AMORTIZATION									
Balance, beginning of year	0	209,292	2,628,754	1,419,162	1,179,326	5,564,424	6,035,690	17,036,648	16,441,428
Amortization	0	57,293	190,515	194,203	92,644	526,287	567,954	1,628,896	1,320,783
Accumulated amortization on disposals	<u>0</u>	<u>(3,644)</u>	<u>(7,015)</u>	<u>(396,894)</u>	<u>(36,814)</u>	<u>(332,412)</u>	<u>0</u>	<u>(776,779)</u>	<u>(725,563)</u>
Balance, end of year	<u>0</u>	<u>262,941</u>	<u>2,812,254</u>	<u>1,216,471</u>	<u>1,235,156</u>	<u>5,758,299</u>	<u>6,603,644</u>	<u>17,888,765</u>	<u>17,036,648</u>
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	<u>\$ 4,427,579</u>	<u>\$ 2,034,946</u>	<u>\$ 5,019,345</u>	<u>\$ 2,399,692</u>	<u>\$ 725,647</u>	<u>\$ 12,939,625</u>	<u>\$ 26,184,143</u>	<u>\$ 53,730,977</u>	<u>\$ 50,665,786</u>

Assets under construction amount to \$5,735,304 (2023- \$4,605,821).

THE CORPORATION OF THE TOWN OF GRAND VALLEY
CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS
AS AT DECEMBER 31, 2024

Schedule 3

	2024	2023 (note 17)
SURPLUSES		
Invested in tangible capital assets	\$ 51,585,477	\$ 48,228,347
General fund	91,933	1,184,816
Equity in Orangeville Hydro Limited	749,206	728,501
Fire board - general fund	14,137	(24,095)
Unfunded		
Landfill post-closure	(167,074)	(178,891)
Wastewater treatment plant costs recoverable	(126,214)	(58,592)
	<u>52,147,465</u>	<u>49,880,086</u>
RESERVE FUNDS		
Sewer treatment plant	91,356	(94,625)
Infrastructure	1,075,496	1,264,303
Capital acquisition - roads department	132,961	264,538
Fire board - capital	1,110,537	695,907
Streetscape	179,609	241,817
Future water system upgrades	1,045,788	1,277,560
Parkland	110,444	110,444
Administrative	88,612	179,088
Orica parkland	0	69,965
	<u>3,834,803</u>	<u>4,008,997</u>
RESERVES		
Working capital - general	<u>323,450</u>	<u>323,450</u>
	<u>\$ 56,305,718</u>	<u>\$ 54,212,533</u>

GRAND VALLEY UNION CEMETERY BOARD

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 8,823	\$ 37,940
Accounts receivable	<u>316</u>	<u>316</u>
	<u>\$ 9,139</u>	<u>\$ 38,256</u>
LIABILITIES		
Accounts payable	9,455	36,030
HST payable	<u>838</u>	<u>1,520</u>
	<u>10,293</u>	<u>37,550</u>
ACCUMULATED (DEFICIT) SURPLUS	<u><u>\$ (1,154)</u></u>	<u><u>\$ 706</u></u>

GRAND VALLEY UNION CEMETERY BOARD
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
REVENUES		
Sale of plots and base installation	\$ 22,805	\$ 15,755
Interment receipts	12,636	14,430
Miscellaneous	7,515	3,065
Interest - current fund	7,369	3,282
Donations	<u>422</u>	<u>220</u>
	<u>50,747</u>	<u>36,752</u>
EXPENDITURES		
Caretaking	24,394	2,220
Cost of interment	16,250	31,890
Monument and stone repairs	7,042	1,273
Honoraria, supplies and office	3,802	3,238
Accounting and legal	<u>1,119</u>	<u>1,043</u>
	<u>52,607</u>	<u>39,664</u>
ANNUAL DEFICIT	(1,860)	(2,912)
ACCUMULATED SURPLUS, beginning of year	<u>706</u>	<u>3,618</u>
ACCUMULATED (DEFICIT) SURPLUS, end of year	<u><u>\$ (1,154)</u></u>	<u><u>\$ 706</u></u>

GRAND VALLEY AND DISTRICT COMMUNITY CENTRE BOARD
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 291,211	\$ 351,816
Accounts receivable	<u>20,558</u>	<u>0</u>
	<u>311,769</u>	<u>351,816</u>
LIABILITIES		
Accounts payable	61,521	69,479
Loan payable	<u>15,195</u>	<u>15,195</u>
	<u>76,716</u>	<u>84,674</u>
NET FINANCIAL ASSETS	<u>235,053</u>	<u>267,142</u>
NON-FINANCIAL ASSETS		
Tangible capital assets	2,409,098	2,339,430
Prepaid expenses	<u>1,722</u>	<u>1,722</u>
	<u>2,410,820</u>	<u>2,341,152</u>
ACCUMULATED SURPLUS	<u>\$ 2,645,873</u>	<u>\$ 2,608,294</u>

GRAND VALLEY AND DISTRICT COMMUNITY CENTRE BOARD
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
REVENUES		
Rentals	\$ 298,762	\$ 254,587
Municipal grants - Town of Grand Valley	200,881	200,881
- Other municipalities	123,033	123,141
Other revenue	64,601	52,257
Snack bar - net proceeds	35,264	36,852
Gain (loss) on disposal of TCA	0	(1,412)
	<u>722,541</u>	<u>666,306</u>
EXPENSES		
Wages and benefits	323,661	284,908
Repairs and maintenance supplies	127,508	88,795
Amortization	78,525	85,450
Heat and hydro	73,663	65,766
Office	38,326	39,641
Insurance	28,582	27,961
Advertising	7,805	6,954
Telephone	3,941	3,788
Accounting	2,951	2,697
	<u>684,962</u>	<u>605,960</u>
ANNUAL SURPLUS	37,579	60,346
ACCUMULATED SURPLUS, beginning of year	<u>2,608,294</u>	<u>2,547,948</u>
ACCUMULATED SURPLUS, end of year	<u>\$ 2,645,873</u>	<u>\$ 2,608,294</u>

GRAND VALLEY PUBLIC LIBRARY BOARD
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ <u>250,905</u>	\$ <u>221,094</u>
LIABILITIES		
Accounts payable	7,456	4,015
Deferred revenue	<u>17,160</u>	<u>18,590</u>
	<u>24,616</u>	<u>22,605</u>
NET FINANCIAL ASSETS	<u>226,289</u>	<u>198,489</u>
NON-FINANCIAL ASSETS		
Tangible capital assets	<u>211,879</u>	<u>236,555</u>
ACCUMULATED SURPLUS	\$ <u><u>438,168</u></u>	\$ <u><u>435,044</u></u>

GRAND VALLEY PUBLIC LIBRARY BOARD
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
REVENUES		
Grants - Town of Grand Valley	\$ 268,440	\$ 244,978
- Other municipalities	126,480	119,389
Rents, interest, and other revenue	62,616	46,393
Grants - other	<u>1,430</u>	<u>1,430</u>
	<u>458,966</u>	<u>412,190</u>
EXPENSES		
Wages and benefits	275,826	227,257
Amortization	55,116	53,263
Office and courses	39,329	31,404
Facilities cost and insurance	27,121	25,462
General expenses	24,948	23,822
Repairs and maintenance	16,713	18,106
Books and material purchased	13,978	12,838
Professional fees	1,526	1,425
Telephone	<u>1,285</u>	<u>1,735</u>
	<u>455,842</u>	<u>395,312</u>
ANNUAL SURPLUS	3,124	16,878
ACCUMULATED SURPLUS, beginning of year	<u>435,044</u>	<u>418,166</u>
ACCUMULATED SURPLUS, end of year	<u><u>\$ 438,168</u></u>	<u><u>\$ 435,044</u></u>

GRAND VALLEY MEDICAL - DENTAL BOARD
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 157,945	\$ 69,593
Short-term investments	0	46,464
Accounts receivable	<u>7,083</u>	<u>0</u>
	<u>165,028</u>	<u>116,057</u>
LIABILITIES		
Accounts payable	<u>403</u>	<u>9,138</u>
NET FINANCIAL ASSETS	<u>164,625</u>	<u>106,919</u>
NON-FINANCIAL ASSETS		
Tangible capital assets	<u>621,930</u>	<u>591,033</u>
ACCUMULATED SURPLUS	<u><u>\$ 786,555</u></u>	<u><u>\$ 697,952</u></u>

GRAND VALLEY MEDICAL - DENTAL BOARD
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
REVENUES		
Capital grants - Town of Grand Valley	\$ 66,351	\$ 0
- Other municipalities	66,351	0
Rental income	56,580	48,554
Other revenue	<u>8,390</u>	<u>3,218</u>
	<u>197,672</u>	<u>51,772</u>
OPERATING EXPENSES		
Repairs and maintenance	49,599	21,937
Amortization	16,769	16,057
Wages and benefits	12,711	12,479
Professional fees	12,458	2,944
Property taxes	8,625	8,292
Utilities	6,970	7,155
Insurance	1,759	1,703
Office	<u>178</u>	<u>75</u>
	<u>109,069</u>	<u>70,642</u>
ANNUAL SURPLUS (DEFICIT)	88,603	(18,870)
ACCUMULATED SURPLUS, beginning of year	<u>697,952</u>	<u>716,822</u>
ACCUMULATED SURPLUS, end of year	<u><u>\$ 786,555</u></u>	<u><u>\$ 697,952</u></u>

GRAND VALLEY BUSINESS IMPROVEMENT AREA

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 30,958	\$ 35,278
Investments	<u>10,000</u>	<u>0</u>
	<u>40,958</u>	<u>35,278</u>
LIABILITIES		
Accounts payable	<u>1,356</u>	<u>0</u>
NET FINANCIAL ASSETS	<u>39,602</u>	<u>35,278</u>
NON-FINANCIAL ASSETS		
Tangible capital assets	<u>10,795</u>	<u>11,430</u>
ACCUMULATED SURPLUS	<u>\$ 50,397</u>	<u>\$ 46,708</u>

GRAND VALLEY BUSINESS IMPROVEMENT AREA
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
REVENUES		
Municipal income	\$ 7,600	\$ 7,600
Special events	3,650	2,405
Interest income	1,022	752
Donations	<u>1,000</u>	<u>500</u>
	<u>13,272</u>	<u>11,257</u>
OPERATING EXPENSES		
Special events	6,245	4,417
Accounting and audit fees	1,119	1,043
Wages	829	811
Advertising	681	726
Amortization	636	547
Bank charges	<u>73</u>	<u>140</u>
	<u>9,583</u>	<u>7,684</u>
ANNUAL SURPLUS	3,689	3,573
ACCUMULATED SURPLUS, beginning of year	<u>46,708</u>	<u>43,135</u>
ACCUMULATED SURPLUS, end of year	<u><u>\$ 50,397</u></u>	<u><u>\$ 46,708</u></u>

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of: The Corporation of the Town of Grand Valley

Opinion

We have audited the accompanying financial statements of the trust funds of The Corporation of the Town of Grand Valley, which comprise the statements of financial position as at December 31, 2024 and the statements of operations for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the trust funds of The Corporation of the Town of Grand Valley as at December 31, 2024 and the results of their operations for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the trust funds of The Corporation of the Town of Grand Valley 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 trust funds of The Corporation of the Town of Grand Valley financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the the trust funds of The Corporation of the Town of Grand Valley's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement 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 override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the trust funds' 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 the trust funds' 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 the trust funds 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.



Guelph, Ontario
September 12, 2025

Chartered Professional Accountants
Licensed Public Accountants

THE CORPORATION OF THE TOWN OF GRAND VALLEY TRUST FUND
CEMETERY PERPETUAL CARE FUND
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Investments	\$ <u>99,383</u>	\$ <u>99,454</u>
FUND BALANCES		
Trust fund balance, end of year	\$ <u>99,383</u>	\$ <u>99,454</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY TRUST FUND
CEMETERY PERPETUAL CARE FUND
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
BALANCE, beginning of year	\$ 99,454	\$ 99,810
Investment income (loss)	<u>(71)</u>	<u>(356)</u>
BALANCE, end of year	\$ <u>99,383</u>	\$ <u>99,454</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY TRUST FUND
CEMETERY PERPETUAL MONUMENT CARE AND MAINTENANCE FUND
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	2024	2023
FINANCIAL ASSETS		
Cash	\$ 23,240	\$ 22,121
Investments	<u>16,736</u>	<u>16,383</u>
	<u>\$ 39,976</u>	<u>\$ 38,504</u>
FUND BALANCES		
Trust fund balance, end of year	\$ <u>39,976</u>	\$ <u>38,504</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY TRUST FUND
CEMETERY PERPETUAL MONUMENT CARE AND MAINTENANCE FUND
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
BALANCE, beginning of year	\$ 38,504	\$ 33,945
Investment income	1,118	4,059
Capital receipts	<u>354</u>	<u>500</u>
BALANCE, end of year	<u>\$ 39,976</u>	<u>\$ 38,504</u>

THE CORPORATION OF THE TOWN OF GRAND VALLEY - TRUST FUNDS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the trust funds of The Corporation of the Town of Grand Valley are the representation of management prepared in accordance Canadian generally accepted accounting principles for governments as established by the Public Sector Accounting Board of CPA Canada. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

(a) BASIS OF ACCOUNTING

- (i)** Sources of income and expenditures are reported on the accrual basis of accounting.
- (ii)** The accrual basis of accounting recognizes revenues as they become available and measurable. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.