

**The Corporation of the  
County of Dufferin  
Financial Information  
For the year ended December 31, 2021**

**The Corporation of the County of Dufferin  
Financial Information  
For the year ended December 31, 2021**

---

**Contents**

**The Corporation of the County of Dufferin**

**The Corporation of the County of Dufferin Trust Funds**

**The Corporation of the  
County of Dufferin  
Financial Statements  
For the year ended December 31, 2021**

**The Corporation of the County of Dufferin**  
**Financial Statements**  
**For the year ended December 31, 2021**

---

**Contents**

**The Corporation of the County of Dufferin**

Independent Auditor's Report	3
Consolidated Statement of Financial Position	5
Consolidated Statement of Operations and Accumulated Surplus	6
Consolidated Statement of Changes in Net Financial Assets	7
Consolidated Statement of Cash Flows	8
Summary of Significant Accounting Policies	9
Notes to Financial Statements	13
Schedule of Deferred Revenue	31



Tel: 519 941 0681

Fax: 519 941 8272

www.bdo.ca

BDO Canada LLP

163 First Street

Orangeville, Ontario

L9W 3J8

---

## Independent Auditor's Report

---

**To the Members of Council, Inhabitants and Ratepayers  
of County of Dufferin**

### **Opinion**

We have audited the consolidated financial statements of the County of Dufferin (the municipality), which comprise the consolidated statement of financial position as at December 31, 2021 and the consolidated statement of operations and accumulated surplus, consolidated statement of changes in net financial assets and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the County of Dufferin as at December 31, 2021 and its consolidated results of operations, its consolidated change in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### **Basis for Opinion**

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated 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 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 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 Responsibility 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 municipality 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Chartered Professional Accountants, Licensed Public Accountants  
Orangeville, Ontario  
May 19, 2022

**The Corporation of the County of Dufferin**  
**Consolidated Statement of Financial Position**

<b>December 31</b>	<b>2021</b>	<b>2020</b>
<b>Financial assets</b>		
Cash and temporary investments (Note 1)	\$30,756,144	\$ 35,815,415
Trade and other receivable	5,670,822	3,617,314
Portfolio investments (Note 2)	<u>33,752,482</u>	<u>21,389,280</u>
	<u>70,179,448</u>	<u>60,822,009</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	12,091,662	11,479,983
Post-employment benefits (Note 4)	1,708,234	1,690,649
Deferred revenue (Page 31)	11,901,897	10,448,156
Long-term liabilities (Note 5)	<u>11,890,452</u>	<u>12,909,723</u>
	<u>37,592,245</u>	<u>36,528,511</u>
<b>Net financial assets</b>	<b>32,587,203</b>	<b>24,293,498</b>
<b>Non financial assets</b>		
Inventory of supplies	214,000	230,747
Prepaid expenses	458,774	447,252
Tangible capital assets (Note 3)	<u>151,187,954</u>	<u>146,913,538</u>
	<u>151,860,728</u>	<u>147,591,537</u>
<b>Accumulated surplus (Note 7)</b>	<b>\$ 184,447,931</b>	<b>\$ 171,885,035</b>

**The Corporation of the County of Dufferin**  
**Consolidated Statement of Operations and Accumulated Surplus**

<b>For the year ended December 31</b>	<b>2021</b>	<b>2021</b>	<b>2020</b>
	Budget (Note 10)	Actual	Actual
<b>Revenue</b>			
Taxation	\$ 41,528,436	<b>\$41,436,938</b>	\$ 39,923,676
Fees and user charges	4,198,290	<b>3,971,594</b>	3,965,435
Government contributions (Note 12)	38,085,755	<b>44,543,963</b>	41,949,787
Other income (Note 9)	9,653,045	<b>11,534,104</b>	8,139,074
	<u>93,465,526</u>	<u><b>101,486,599</b></u>	<u>93,977,972</u>
<b>Expenses</b>			
General government	8,943,085	<b>7,689,427</b>	7,290,267
Protection services	1,775,550	<b>1,655,260</b>	1,960,457
Transportation services	11,027,555	<b>9,980,992</b>	10,109,265
Environmental services	6,472,680	<b>6,398,258</b>	6,064,362
Health services	15,199,976	<b>18,133,981</b>	15,435,640
Social and family services	34,844,843	<b>32,209,040</b>	33,022,214
Social Housing	9,814,584	<b>10,462,276</b>	9,126,001
Recreation and cultural services	1,331,245	<b>1,261,600</b>	1,067,693
Planning and development	1,089,060	<b>1,188,863</b>	1,216,601
	<u>90,498,578</u>	<u><b>88,979,697</b></u>	<u>85,292,500</u>
<b>Opening surplus adjustment (Note 18)</b>	<u>-</u>	<u><b>55,994</b></u>	<u>-</u>
<b>Annual surplus (Note 10)</b>	2,966,948	<b>12,562,896</b>	8,685,472
<b>Accumulated surplus, beginning of year</b>	<u>171,885,035</u>	<u><b>171,885,035</b></u>	<u>163,199,563</u>
<b>Accumulated surplus, end of year</b>	<u>\$ 174,851,983</u>	<u><b>\$ 184,447,931</b></u>	<u>\$ 171,885,035</u>

**The Corporation of the County of Dufferin**  
**Consolidated Statement of Changes in Net Financial Assets**

<b>For the year ended December 31</b>	2021	2021	2020
	Budget (Note 10)	Actual	Actual
<b>Annual surplus (Page 6)</b>	\$ 2,966,948	<b>\$12,562,896</b>	\$ 8,685,472
Acquisition of tangible capital assets	(17,519,850)	<b>(13,859,162)</b>	(12,415,049)
Amortization of tangible capital assets	9,000,000	<b>9,475,562</b>	9,199,971
(Gain) loss on sale of tangible capital assets	-	<b>(68,391)</b>	122,645
Proceeds on disposal of tangible capital assets	-	<b>177,575</b>	29,086
	<b>(8,519,850)</b>	<b>(4,274,416)</b>	<b>(3,063,347)</b>
Change in prepaid expenses	-	<b>(11,522)</b>	(165,808)
Change in inventory of supplies	-	<b>16,747</b>	(96,811)
	-	<b>5,225</b>	<b>(262,619)</b>
<b>Increase (decrease) in net financial assets</b>	<b>(5,552,902)</b>	<b>8,293,705</b>	<b>5,359,506</b>
<b>Net financial assets, beginning of the year</b>	<b>24,293,498</b>	<b>24,293,498</b>	<b>18,933,992</b>
<b>Net financial assets, end of the year</b>	<b>\$ 18,740,596</b>	<b>\$32,587,203</b>	<b>\$ 24,293,498</b>

**The Corporation of the County of Dufferin**  
**Consolidated Statement of Cash Flows**

For the year ended December 31	2021	2020
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Annual surplus	\$ 12,562,896	\$ 8,685,472
Items not involving cash		
Change in post-employment benefits	17,585	(19,941)
Amortization of tangible capital assets	9,475,562	9,199,971
Deferred revenue recognized	(3,659,951)	(4,088,440)
(Gain) loss on sale of tangible capital assets	(68,391)	122,645
	<b>18,327,701</b>	<b>13,899,707</b>
<b>Changes in non-cash working capital balances</b>		
Trade and other receivable	(2,053,508)	(128,458)
Accounts payable and accrued liabilities	611,679	5,694,000
Deferred revenue received	5,113,692	3,897,976
Prepaid expenses	(11,522)	(165,808)
Inventory of supplies	16,747	(96,811)
	<b>3,677,088</b>	<b>9,200,899</b>
	<b>22,004,789</b>	<b>23,100,606</b>
<b>Capital transactions</b>		
Cash used to acquire tangible capital assets	(13,859,162)	(12,415,049)
Proceeds on sale of tangible capital assets	177,575	29,086
	<b>(13,681,587)</b>	<b>(12,385,963)</b>
<b>Investing activities</b>		
Acquisition of investments	(21,944,595)	(12,889,788)
Sale of investments	9,581,393	8,605,882
	<b>(12,363,202)</b>	<b>(4,283,906)</b>
<b>Financing activities</b>		
Repayment of long-term liabilities	(1,019,271)	(1,067,683)
<b>Net change in cash and cash equivalents</b>	<b>(5,059,271)</b>	<b>5,363,054</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>35,815,415</b>	<b>30,452,361</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 30,756,144</b>	<b>\$ 35,815,415</b>

---

## The Corporation of the County of Dufferin Summary of Significant Accounting Policies

December 31, 2021

---

### Management Responsibility

The management of the Corporation of the County of Dufferin has prepared and is responsible for the integrity, objectivity and accuracy of the financial information presented in these consolidated financial statements. The Council reviews and approves the consolidated financial statements.

### Basis of Accounting

The consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles as established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada as prescribed by the Ministry of Municipal Affairs and Housing.

Revenues and expenses 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.

### Basis of Consolidation

The consolidated statements reflect the assets, liabilities, revenues and expenses of all municipal organizations, committees, and boards which are owned or controlled by Council. All interfund assets and liabilities and revenues and expenses have been eliminated on consolidation.

The following entities and organizations are controlled by Council and have been consolidated:

Dufferin Oaks Home for the Aged  
Museum of Dufferin

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

Wellington-Dufferin-Guelph Public Health Unit 21.7% (2020  
- 21.4%)

---

## The Corporation of the County of Dufferin Summary of Significant Accounting Policies

December 31, 2021

---

### Revenue Recognition

Revenues are recognized as follows:

- a) Assessments and the related property taxes are subject to appeal. Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of allowance for anticipated uncollectable amounts.

As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized.

- b) Other revenues are recorded upon sale of goods or provision of service when collection is reasonably assured.
- c) Investment income earned on surplus funds (other than obligatory reserve funds) are reported as revenue in the period earned. Investment income earned on obligatory reserve funds is recorded directly to deferred revenue.
- d) 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 the specified purpose.

### Cash and Cash Equivalents

Cash and cash equivalents include all cash balances and short term highly liquid investments that are readily convertible into cash.

### Portfolio Investments

Portfolio investments are recorded at cost unless there has been a decline in the market value which is other than temporary in nature in which case the investments are written down to market. Portfolio investments are comprised primarily of guaranteed investment certificates, bonds and equity funds.

### Inventory of Supplies

Inventory of supplies held for consumption is recorded at the lower of cost and replacement cost.

---

## The Corporation of the County of Dufferin Summary of Significant Accounting Policies

December 31, 2021

---

### Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Costs include all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. Amortization is provided over the estimated useful life of the assets, using the straight-line method. The useful life of the assets is based on estimates made by Council. The following rates are used:

Buildings	10 - 50 years
Equipment	5 - 20 years
Roads	16 - 50 years
Bridges and Culverts	20 - 75 years
Vehicles	4.5 - 10 years
Other	5 - 30 years

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

### Intangible Assets

Intangible assets, art and historic treasures, and items inherited by right of the Crown, such as Crown lands, forests, water, and mineral resources, are not recognized in these financial statements.

### Post-Employment Benefits

The municipality provides benefits under the Workplace Safety and Insurance Board (WSIB) Act and health, dental and life insurance benefits to eligible retired employees. The benefits earned by employees are determined using management's best estimate of expected benefit costs and are expensed as services are rendered.

The actuarial gain or loss is amortized over the expected average remaining life expectancy of the members of the employee group.

The contributions to the Ontario Municipal Employers Retirement System ("OMERS"), a multi-employer defined benefit plan are expensed when contributions are due.

### Government Transfers

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

---

## The Corporation of the County of Dufferin Summary of Significant Accounting Policies

December 31, 2021

---

<b>Provincial Subsidies</b>	Subsidies from the Province of Ontario are subject to review of year-end settlement forms and adjustments by the Province. Adjustments to funding, if any, are recorded in the year in which they occur.
<b>Liability for Contaminated Sites</b>	A contaminated site is a site at which substances occur in concentrations that exceed the maximum acceptable amounts under an environmental standard. Sites that are currently in productive use are only considered a contaminated site if an unexpected event results in contamination. A liability for remediation of contaminated sites is recognized when the organization is directly responsible or accepts responsibility; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability includes all costs directly attribute to remediation activities including post remediation operations, maintenance and monitoring. The liability is recorded net of any expected recoveries. Management is not aware of any contaminated sites for which a liability needs to be recognized.
<b>Trust Funds</b>	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 statement of continuity and balance sheet.
<b>Use of Estimates</b>	The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Estimates are used when accounting for items such as accrued grant receivables, useful lives of tangible capital assets, accrued liabilities, and post-employment benefits. By their nature, these estimates are subject to measurement uncertainty and actual results could differ from management's best estimates as additional information becomes available in the future.

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**1. Cash and Temporary Investments**

	2021	2020
Bank accounts	\$ 24,755,857	\$ 21,230,330
One Investments - High Interest Savings Account	312	8,585,110
Scotiabank - High Interest Savings Account	5,999,975	5,999,975
	<b>\$ 30,756,144</b>	<b>\$ 35,815,415</b>

Included in cash are externally restricted funds that are segregated and will be used only for specific purposes totaling \$5,572,001 (2020 - \$2,495,937).

**2. Portfolio Investments**

Portfolio investments include the following:

	2021	2020
ONE Investment, Canadian equity portfolio	\$ 6,194,097	\$ 4,786,987
ONE Investment, Canadian corporate bond portfolio	6,782,183	6,079,748
RBC investment savings account mutual fund	20,000	20,000
Cash and Credit Union shares	1,152	1,152
Guaranteed Investment Certificates, 0.98% to 2.4%, due April 2022 to November 2026	15,635,050	7,381,393
Bank notes and step-up bonds, 1.4% to 1.75%, maturing May 2022 to March 2026	3,225,000	1,225,000
Growth deposit and principal protected notes, due September 2024 to May 2030	1,895,000	1,895,000
	<b>\$ 33,752,482</b>	<b>\$ 21,389,280</b>

The total investments of \$33,752,482 (2020 - \$21,389,280) reported on the statement of financial position at cost have a market value of \$34,297,929 (2020 - \$22,247,752) at the end of the year.

Included in portfolio investments are externally restricted funds that are segregated and will be used only for specific purposes totaling \$5,441,549 (2020 - \$7,326,598).

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**3. Tangible Capital Assets**

	<b>2021</b>								
	<b>Land</b>	<b>Buildings</b>	<b>Equipment</b>	<b>Roads</b>	<b>Bridges and Culverts</b>	<b>Vehicles</b>	<b>Other</b>	<b>Assets under Construction</b>	<b>Total</b>
Cost, beginning of year	\$ 10,363,065	\$ 93,390,021	\$ 11,874,722	\$ 100,529,225	\$ 30,557,432	\$ 7,407,569	\$ 7,055,931	\$ 4,776,067	\$ 265,954,032
Additions	3,065	670,075	1,596,416	7,126,332	461,052	1,128,770	93,967	2,779,485	13,859,162
Disposals	-	(141,482)	(18,278)	-	-	(254,692)	-	-	(414,452)
Transfers	-	1,064,143	-	5,646	1,752,274	491,730	-	(3,313,793)	-
<b>Cost, end of year</b>	<b>10,366,130</b>	<b>94,982,757</b>	<b>13,452,860</b>	<b>107,661,203</b>	<b>32,770,758</b>	<b>8,773,377</b>	<b>7,149,898</b>	<b>4,241,759</b>	<b>279,398,742</b>
Accumulated amortization, beginning of year	-	46,790,221	7,589,092	48,670,375	7,609,745	3,721,051	4,660,010	-	119,040,494
Amortization	-	2,924,018	825,550	4,315,857	511,372	657,800	240,965	-	9,475,562
Disposals	-	(50,160)	(14,622)	-	-	(240,486)	-	-	(305,268)
<b>Accumulated amortization, end of year</b>	<b>-</b>	<b>49,664,079</b>	<b>8,400,020</b>	<b>52,986,232</b>	<b>8,121,117</b>	<b>4,138,365</b>	<b>4,900,975</b>	<b>-</b>	<b>128,210,788</b>
<b>Net carrying amount, end of year</b>	<b>\$ 10,366,130</b>	<b>\$ 45,318,678</b>	<b>\$ 5,052,840</b>	<b>\$ 54,674,971</b>	<b>\$ 24,649,641</b>	<b>\$ 4,635,012</b>	<b>\$ 2,248,923</b>	<b>\$ 4,241,759</b>	<b>\$ 151,187,954</b>

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**3. Tangible Capital Assets - (continued)**

									2020
	Land	Buildings	Equipment	Roads	Bridges and Culverts	Vehicles	Other	Assets under Construction	Total
Cost, beginning of year	\$ 10,363,065	\$ 92,693,090	\$ 11,494,642	\$ 95,593,444	\$ 26,802,204	\$ 7,197,180	\$ 6,847,300	\$ 3,524,878	\$ 254,515,803
Additions	-	787,999	528,954	5,202,040	1,438,049	217,456	160,392	4,080,159	12,415,049
Disposals	-	(91,068)	(148,874)	(280,498)	(290,002)	(59,555)	(106,823)	-	(976,820)
Transfers	-	-	-	14,239	2,607,181	52,488	155,062	(2,828,970)	-
Cost, end of year	10,363,065	93,390,021	11,874,722	100,529,225	30,557,432	7,407,569	7,055,931	4,776,067	265,954,032
Accumulated amortization, beginning of year	-	43,982,517	6,948,023	44,690,007	7,474,995	3,079,605	4,490,465	-	110,665,612
Amortization	-	2,868,776	777,976	4,182,949	424,752	677,046	268,472	-	9,199,971
Disposals	-	(61,072)	(136,907)	(202,581)	(290,002)	(35,600)	(98,927)	-	(825,089)
Accumulated amortization, end of year	-	46,790,221	7,589,092	48,670,375	7,609,745	3,721,051	4,660,010	-	119,040,494
Net carrying amount, end of year	\$ 10,363,065	\$ 46,599,800	\$ 4,285,630	\$ 51,858,850	\$ 22,947,687	\$ 3,686,518	\$ 2,395,921	\$ 4,776,067	\$ 146,913,538

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

---

**3. Tangible Capital Assets - (continued)**

The net book value of tangible capital assets not being amortized because they are under construction (or development) is \$4,241,759 (2020 - \$4,776,067).

The municipality holds various works of art and historical treasures including buildings, artifacts, paintings and sculptures located at County sites and public displays. These items are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

Included in other assets are land improvements, leasehold improvements and sewer infrastructure.

---

**4. Post-employment Benefit**

The municipality provides certain benefits, including retirement benefits and other post-employment benefits, to its employees. The post-employment benefit at December 31 includes the following components:

	<u>2021</u>	<u>2020</u>
Retirement Benefits	\$ 949,264	\$ 942,033
Workplace Safety and Insurance Board Obligations	425,314	396,617
Wellington-Dufferin-Guelph Public Health Unit	<u>333,656</u>	<u>351,999</u>
	<u>\$ 1,708,234</u>	<u>\$ 1,690,649</u>

The County has established a Workplace safety and insurance reserve fund in the amount of \$2,719,067 (2020 - \$2,247,851) to mitigate the future impact of these obligations.

Actuarial valuations for accounting purposes are performed using the projected benefit method, pro-rated on services. The most recent actuarial report was prepared as at December 31, 2020.

The actuarial valuation was based on a number of assumptions about future events, such as inflation rates, medical inflation rates, wage increases, employee turnover and mortality rates.

**Retirement Benefits**

The County sponsors a defined benefit plan for retirement benefits other than pensions for all non-union employees. The plan provides extended health and dental benefits to qualified employees.

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**4. Post-employment Benefit - continued**

The assumptions used reflect management's best estimates. The post-employment benefit liability was determined using a discount rate of 3.00% (2020 - 3.00%). For extended health care costs, a 3.75% (2020 - 3.75%) annual rate of decrease was assumed for 2020, decreasing to an ultimate rate of 3.75% per year up until 2030. For dental costs, a 3.75% annual rate was assumed.

	<b>2021</b>	<b>2020</b>
Current period benefit cost	\$ 38,387	\$ 36,445
Amortization of actuarial gain/(loss)	8,289	20,100
Retirement benefit expense	46,676	56,545
Interest costs	29,756	35,735
Total expense for the year	\$ 76,432	\$ 92,280

Total benefit payments paid by the County on behalf on retirees during the year were \$65,302 (2020 - \$57,727).

**WSIB**

The County is a schedule 2 employer under the Workplace Safety and Insurance Act and, as such, assumes responsibility for financing its workplace safety insurance costs. The accrued obligation represents the actuarial valuation of claims to be insured based on the history of claims with County employees.

The assumptions used reflect management's best estimates. The post-employment benefit liability was determined using a discount rate of 2.75% (2020 - 2.75%). For compensation costs, which include loss of earnings benefits, health care cost and non-economic loss awards, a 2.25% to 6.0% annual rate of increase was assumed for 2020, depending on the benefit type.

	<b>2021</b>	<b>2020</b>
Current period benefit cost	\$ 97,959	\$ 32,800
Amortization of actuarial loss	(12,318)	(85,383)
Retirement benefit expense	85,641	(52,583)
Interest costs	16,455	3,800
Total expense for the year	\$ 102,096	\$ (48,783)

Total benefit payments paid by the County for WSIB during the year were \$56,561 (2020 - \$78,128).

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**5. Long-Term Liabilities**

The balance of long-term liabilities reported on the consolidated statement of financial position is made up of the following:

	2021	2020
Amortizing debenture, 2.37%, repayable in semi-annual principal of \$60,000 plus interest payments, due July 2029	\$ 960,000	\$ 1,080,000
Amortizing debenture, 6.375%, repayable in semi-annual variable principal plus interest payments, due December 2022	4,000	8,000
Amortizing debenture, 4.46%, repayable in blended semi-annual principal and interest payments of \$142,674, due January 2031	2,190,171	2,371,738
Amortizing debenture, 3.75%, repayable in blended semi-annual principal and interest payments of \$72,506, due January 2021	-	71,201
Amortizing debenture, 4.40%, repayable in semi-annual principal of \$162,500 plus interest payments, due March 2033	3,737,500	4,062,500
Amortizing debenture, 3.10%, repayable in blended semi-annual principal and interest payments of \$106,934, due June 2035	2,344,612	2,482,579
Bank loan, 4.10%, repayable in blended monthly principal and interest payments of \$19,866, due October 2024	2,375,836	2,513,741
Capital lease, 3.10%, repayable in blended semi-annual principal and interest payments of \$50,000, due January 2027	278,333	319,964
	<b>\$ 11,890,452</b>	<b>\$ 12,909,723</b>

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

---

**5. Long-Term Liabilities - (continued)**

The gross interest paid relating to the above long-term liabilities was \$436,196 (2020 - \$472,702).

Principal payments for the next 5 fiscal years and thereafter are as follows:

2022	\$ 967,656
2023	983,993
2024	2,931,595
2025	864,678
2026	880,779
Thereafter	<u>5,261,751</u>
	<u>\$ 11,890,452</u>

---

**6. Pension Agreements**

The municipality makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of 311 members of its staff. This plan is a defined benefit plan which specifies the amount of the retirement 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 employer amount contributed to OMERS for 2021 by the County of Dufferin was \$1,673,797 (2020 - \$1,648,560). The contribution rate for 2021 was 9.0% to 15.8% depending on age and income level (2020 - 9.0% to 15.8%).

OMERS is a multi-employer plan, therefore any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the municipality does not recognize any share of the OMERS pension surplus or deficit. The last available report for the OMERS plan was December 31, 2021. At that time the plan reported a \$3.1 billion actuarial deficit (2020 - \$3.2 billion actuarial deficit), based on actuarial liabilities of \$119.3 billion (2020 - \$111.8 billion) and actuarial assets of \$116.2 billion (2020 - \$108.6 billion). Ongoing adequacy of the current contribution rates will need to be monitored as declines in the financial markets may lead to increased future funding requirements.

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**7. Accumulated Surplus**

Accumulated surplus consists of individual fund surplus and reserves as follows:

	<u>2021</u>	<u>2020</u>
Invested in tangible capital assets		
County's tangible capital assets at cost less amortization	\$ 146,704,037	\$ 142,311,581
WDGPH's tangible capital assets at cost less amortization	4,483,917	4,601,957
Unexpended capital financing	1,642,737	-
County's capital assets financed by long-term liabilities and to be funded in future years	<u>(11,890,452)</u>	<u>(12,909,723)</u>
Total invested in capital assets	140,940,239	134,003,815
County's unfunded post-employment benefits	(1,374,578)	(1,338,650)
General surplus (Note 10)	2,180,531	2,396,672
Wellington-Dufferin-Guelph Public Health	<u>(16,638)</u>	<u>(30,739)</u>
	141,729,554	135,031,098
Reserves and reserve funds (Note 8)	<u>42,718,377</u>	<u>36,853,937</u>
Accumulated surplus	<u>\$ 184,447,931</u>	<u>\$ 171,885,035</u>

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**8. Reserves and Reserve Funds Set Aside for Specific Purpose by Council**

	<u>2021</u>	<u>2020</u>
<b>Reserves</b>		
Rate stabilization	\$ 6,146,481	\$ 3,787,250
Contingencies	624,131	614,131
Insurance	237,436	37,436
Winter control	349,902	349,902
Wellington-Dufferin-Guelph Public Health	565,864	104,578
Other current purposes	6,892,981	4,014,296
Asset management	14,393,887	16,890,825
Broadband	2,000,000	2,000,000
Other capital purposes	4,071,796	2,655,854
	<u>35,282,478</u>	<u>30,454,272</u>
<b>Reserve funds</b>		
WSIB	2,719,067	2,247,851
Children's services	278,464	276,987
Bank loan retirement	1,625,099	1,594,259
Other current purposes	2,209,841	1,683,944
Other capital purposes	603,428	596,624
	<u>7,435,899</u>	<u>6,399,665</u>
<b>Reserves and reserve funds set aside for specific purpose by Council</b>	<u>\$ 42,718,377</u>	<u>\$ 36,853,937</u>

**9. Other Income**

	<u>2021</u>	<u>2021</u>	<u>2020</u>
	Budget	Actual	Actual
Development charges and contributions	\$ 1,529,625	\$ 1,061,358	\$ 1,277,717
Investment income	405,859	1,860,830	675,120
Licenses, permits and rents	4,718,631	4,745,706	4,693,245
Donations	40,000	20,703	15,486
Recycling rebate	500,000	1,209,494	537,883
Sale of publications, equipment, etc.	186,500	130,382	46,534
Gain (loss) on disposal of capital assets	-	68,391	(122,645)
Other contributions	2,272,430	2,437,240	1,015,734
	<u>\$ 9,653,045</u>	<u>\$ 11,534,104</u>	<u>\$ 8,139,074</u>

---

**The Corporation of the County of Dufferin**  
Notes to Financial Statements

**December 31, 2021**

---

**10. Budgets**

Under Canadian public sector accounting standards, budget amounts are to be reported on the consolidated statement of operations and accumulated surplus and changes in net financial assets for comparative purposes. Management prepares a reconciliation of the budget approved by Council on a cash basis to the budget under Public Sector Accounting Standards. The following is a reconciliation of the budget approved by Council.

	2021 Budget	2021 Actual	2020 Actual
Annual surplus (Page 6)	\$ 2,966,948	\$ 12,562,896	\$ 8,685,472
Amortization of tangible capital assets	9,000,000	9,475,562	9,199,971
Change in unfunded liabilities	-	35,928	(70,650)
Change in other surpluses	-	(14,101)	2,163
	11,966,948	22,060,285	17,816,956
Net transfers (to) from reserves	6,530,517	(3,743,341)	(1,074,754)
Capital acquisitions, disposals and write-down	(17,519,850)	(13,749,978)	(12,263,318)
Prior year capital projects (funded) expended	-	(1,642,737)	(1,053,822)
Debt principal repayments	(977,615)	(1,019,271)	(1,067,683)
	-	1,904,958	2,357,379
Prior year general surplus	-	2,396,672	1,445,622
Surplus before transfers to reserves	-	4,301,630	3,803,001
Transfer prior year surplus to reserve per resolution	-	(2,121,099)	(1,406,329)
General surplus (Note 7)	\$ -	\$ 2,180,531	\$ 2,396,672

---

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

---

**11. Government Partnerships**

The following summarizes the financial position and operations of the government partnerships which have been reported in these financial statements using the proportionate consolidation method:

**Wellington-Dufferin-Guelph Public Health**

Wellington-Dufferin-Guelph Public Health is a joint board under the shared control of the Corporation of the County of Dufferin, the Corporation of the County of Wellington and the Corporation of the City of Guelph. The consolidated financial statements include the municipality's 21.7% (2020 - 21.4%) proportionate interest of the following:

	<u>2021</u>	<u>2020</u>
Financial assets	\$ 8,017,479	\$ 5,567,985
Liabilities	<u>\$ 8,851,225</u>	<u>\$ 8,461,004</u>
Net debt	(833,746)	(2,893,019)
Non-financial assets	<u>20,699,931</u>	<u>21,557,543</u>
Accumulated surplus	<u>\$ 19,866,185</u>	<u>\$ 18,664,524</u>
Revenues	\$ 40,075,746	\$ 31,015,019
Expenses	<u>38,874,085</u>	<u>30,128,513</u>
Annual surplus	<u>\$ 1,201,661</u>	<u>\$ 886,506</u>

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

**12. Government Contributions**

	Budget	2021	2020
<b>Operating</b>			
Province of Ontario			
Social and family services	\$ 23,528,406	\$ 23,154,464	\$ 23,718,822
Social housing	1,477,467	3,134,083	1,821,194
Other	7,293,476	12,203,365	10,117,000
	<u>32,299,349</u>	<u>38,491,912</u>	<u>35,657,016</u>
Government of Canada			
Social and family services	\$ 1,490	\$ 6,348	\$ 3,920
Social housing	1,186,502	1,624,976	1,125,241
Transportation	-	3,590	-
Other	-	97,035	3,920
	<u>1,187,992</u>	<u>1,731,949</u>	<u>1,133,081</u>
Other Municipalities			
Transportation	\$ 42,350	\$ 56,115	\$ 52,789
Other	1,512,021	1,702,866	1,653,586
	<u>1,554,371</u>	<u>1,758,981</u>	<u>1,706,375</u>
<b>Total operating government contributions</b>	<u>35,041,712</u>	<u>41,982,842</u>	<u>38,496,472</u>
<b>Tangible Capital Asset</b>			
Province of Ontario			
Transportation	425,342	-	425,342
Other	76,246	-	7,325
	<u>501,588</u>	<u>-</u>	<u>432,667</u>
Government of Canada			
Federal Gas Tax	2,542,455	2,551,121	2,772,806
Other	-	10,000	-
	<u>2,542,455</u>	<u>2,561,121</u>	<u>2,772,806</u>
Other Municipalities			
Transportation	-	-	247,842
<b>Total tangible capital asset government contributions</b>	<u>3,044,043</u>	<u>2,561,121</u>	<u>3,453,315</u>
<b>Total government contributions</b>	<u>\$ 38,085,755</u>	<u>\$ 44,543,963</u>	<u>\$ 41,949,787</u>

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

---

**13. Social Housing Obligation**

As part of the Provincial Local Services Realignment Program, the Ontario Housing Corporation (OHC) is still responsible for the servicing of the debentures used to finance the public housing projects transferred to the County of Dufferin under authority of the Social Housing Reform Act, 2000.

Information received from the OHC as at December 31, 2021 indicates the following.

	<u>2021</u>
Principal payments	\$ 203,697
Interest payments	<u>43,439</u>
Total	<u>\$ 247,136</u>
Debentures outstanding at year end	<u>\$ 495,948</u>

The principal and interest repayments are recovered at source from Federal Social Housing funding provided to the Province and the balance is flowed to or recovered from the Consolidated Municipal Service Manager (County of Dufferin). The County of Dufferin is showing the revenues from the Federal Social Housing funding at gross and recording a transfer to the Province for the recovered amount.

---

**14. Trust Funds**

The trust funds administered by the municipality amounting to \$1,097,284 (2020 - \$1,031,358) have not been included in the consolidated statement of financial position nor have the operations been included in the consolidated statement of financial activities. At December 31, 2021, the trust fund balances are as follows:

	<u>2021</u>	<u>2020</u>
Entrance Permit Deposits Trust	\$ 55,889	\$ 46,689
Dufferin Oaks and Residents' Trust	217,316	196,493
Other	8,525	8,428
Museum Trust	<u>815,554</u>	<u>779,748</u>
	<u>\$ 1,097,284</u>	<u>\$ 1,031,358</u>

---

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

---

**15. Commitments**

- i) The County has various operating contracts for services to be provided over multiple years. The payments for the following three years are as follows:

2022	\$	5,316,017
2023		2,182,230
2024		12,394

- ii) The County has committed to spend approximately \$419,959 on capital projects in 2022 and beyond on various roads projects.
- 

**16. Contingencies**

The County has been served with various claims as a result of motor vehicle accidents and other incidents. The County is not aware of any possible settlements in excess of its liability insurance coverage. The outcomes of these claims are not determinable at this time. Should any liability be determined and not covered by insurance, it will be recognized in the period when determined.

---

**17. Uncertainty due to COVID-19**

The impact of COVID-19 in Canada and on the global economy continues to be a threat. As the effects of COVID-19 continue, there could be further impact on the County, its citizens, employees, suppliers and other third party business associates that could impact the timing and amounts realized on the County's assets and future ability to deliver services and projects. At this time, the full potential impact of COVID-19 on the County is not known. Given the dynamic nature of these circumstances and the duration of disruption, the related financial impact cannot be reasonably estimated at this time. The County's ability to continue delivering non-essential services and employ related staff will depend on the legislative mandates from the various levels of government. The County will continue to focus on collecting receivables, managing expenditures, and leveraging existing reserves and available credit facilities to ensure it is able to continue providing essential services to its citizens.

---

**18. Opening Surplus Adjustment**

In the current year, the County's percentage share of operations of Wellington-Dufferin-Guelph Public Health increased to 21.7% (2020 - 21.4%). As a result of the increase in percentage, there has been an adjustment of opening accumulated surplus of \$55,994 (2020 - \$Nil).

---

---

## The Corporation of the County of Dufferin Notes to Financial Statements

December 31, 2021

---

### 19. Segmented Information

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. Amounts that are directly attributable to a number of segments have been allocated on a reasonable basis as follows:

#### Taxation and payments-in-lieu

Allocated to those segments that are funded by these amounts based on the budget for the year.

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

#### General Government

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

#### Protection Services

Protection is comprised of building and septic permits, property information and the emergency management program. The building department provides a number of services including maintenance and enforcement of building and construction codes and review of all property development plans through its application process.

#### Transportation Services

Transportation is responsible for construction and maintenance of the municipality's roadways, bridges, parking areas and streetlighting.

#### Environmental Services

Environmental services consists of providing waste collection, disposal and recycling to its citizens. Programs include the compost program, household hazardous waste and electronic goods recycling. This segment also includes climate change and energy programs.

#### Health Services

Health services include the land ambulance services.

#### Social and Family Services

Community services administrate and deliver community services for the County, including the Ontario Works program, and various children's services.

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

---

**19. Segmented Information - continued**

**Social Housing**

Housing services administrate and deliver housing services for the County, including maintaining the centralized waiting list for subsidized housing, managing and operating the County owned properties, administering the Rent Supplement Program, administering homelessness prevention programs, and funding and administering the non-profit, co-operative, municipal and federal housing programs in the County.

**Recreational and Cultural Services**

This service area provides services meant to improve the health and development of the municipality's citizens. The municipality operates and maintains a museum.

**Planning and Development**

This department is responsible for planning and zoning including the Official plan. This service relates to the operations of the county forest and support of economic development and planning activities.

**Wellington-Guelph-Dufferin Public Health**

This segment is responsible for the operations of the Wellington-Guelph-Dufferin Public Health (WGDPH). WGDPH provides programs and services that prevent disease, protect health and promote the well-being of individuals.

**Dufferin Oaks**

This segment is responsible for the operations of Dufferin Oaks, which includes a long term care facility located in Shelburne, Ontario, Dufferin County Community Support Services, and McKelvie-Burnside Village.

---

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

For the year ended December 31	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Social and Family Services	Social Housing	Recreation and Cultural Services	Planning and Development	Wellington- Dufferin- Guelph Public Health	Dufferin Oaks	2021 Total
<b>Revenue</b>												
Taxation	\$ 6,273,892	\$ 278,220	\$ 10,995,095	\$ 5,271,730	\$ 6,285,050	\$ 2,087,214	\$ 4,157,855	\$ 1,143,295	\$ 765,120	\$ -	\$ 4,179,467	\$ 41,436,938
Fees and user charges	-	15,495	4,550	110,313	-	-	15,577	12,424	13,200	-	3,800,035	3,971,594
Specific grants	677,338	90,738	2,610,825	4,341	4,609,338	10,763,147	4,759,060	179,386	176,481	8,275,646	12,397,664	44,543,964
Other revenue	2,460,606	1,310,502	1,773,411	1,944,447	219,691	193,980	2,716,809	128,312	180,007	2,919	603,420	11,534,104
	<u>9,411,836</u>	<u>1,694,955</u>	<u>15,383,881</u>	<u>7,330,831</u>	<u>11,114,079</u>	<u>13,044,341</u>	<u>11,649,301</u>	<u>1,463,417</u>	<u>1,134,808</u>	<u>8,278,565</u>	<u>20,980,586</u>	<u>101,486,600</u>
<b>Expenses</b>												
Salaries and benefits	3,984,596	1,000,371	2,442,543	664,672	-	2,931,118	1,297,310	799,980	494,550	6,435,086	14,023,045	34,073,271
Interest on debt	50,950	-	-	-	100,491	79,740	204,570	-	-	-	445	436,196
Materials and supplies	1,080,338	402,499	1,380,263	271,176	818,950	614,491	3,894,781	287,055	85,483	1,474,484	2,684,843	12,994,363
Contracted services	1,744,622	199,126	669,376	5,457,874	6,833,422	249,004	186,842	64,472	387,050	-	1,428,571	17,220,359
Other transfers	-	24,207	-	-	1,782,431	8,770,526	3,806,174	(950)	219,273	-	-	14,601,661
Rents and financial expenses	630	17,709	2,108	422	-	65,096	-	5,541	-	-	86,780	178,286
Amortization	828,291	11,348	5,486,702	4,114	345,181	265,084	1,072,599	105,502	2,508	343,936	1,010,297	9,475,562
	<u>7,689,427</u>	<u>1,655,260</u>	<u>9,980,992</u>	<u>6,398,258</u>	<u>9,880,475</u>	<u>12,975,059</u>	<u>10,462,276</u>	<u>1,261,600</u>	<u>1,188,864</u>	<u>8,253,506</u>	<u>19,233,981</u>	<u>88,979,698</u>
Opening surplus adjustment	-	-	-	-	-	-	-	-	-	55,994	-	55,994
<b>Annual surplus (deficit)</b>	<b>\$ 1,722,409</b>	<b>\$ 39,695</b>	<b>\$ 5,402,889</b>	<b>\$ 932,573</b>	<b>\$ 1,233,604</b>	<b>\$ 69,282</b>	<b>\$ 1,187,025</b>	<b>\$ 201,817</b>	<b>\$ (54,056)</b>	<b>\$ 81,053</b>	<b>\$ 1,746,605</b>	<b>\$ 12,562,896</b>

**The Corporation of the County of Dufferin**  
**Notes to Financial Statements**

**December 31, 2021**

For the year ended December 31	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Social and Family Services	Social Housing	Recreation and Cultural Services	Planning and Development	Wellington- Dufferin- Guelph Public Health	Dufferin Oaks	2020 Total
<b>Revenue</b>												
Taxation	\$ 5,387,905	\$ 279,210	\$ 10,951,772	\$ 5,052,690	\$ 6,111,643	\$ 2,216,310	\$ 4,441,919	\$ 1,079,405	\$ 745,860	\$ -	\$ 3,656,962	\$ 39,923,676
Fees and user charges	-	39,652	2,550	65,133	-	72,808	17,177	3,418	6,000	-	3,758,697	3,965,435
Specific grants	1,677,693	95,076	3,498,780	-	3,708,390	11,926,986	2,946,435	53,948	20,595	6,226,129	11,795,755	41,949,787
Other revenue	1,377,734	1,308,025	408,430	1,204,968	111,240	184,550	2,667,663	56,696	209,844	8,688	601,236	8,139,074
	<u>8,443,332</u>	<u>1,721,963</u>	<u>14,861,532</u>	<u>6,322,791</u>	<u>9,931,273</u>	<u>14,400,654</u>	<u>10,073,194</u>	<u>1,193,467</u>	<u>982,299</u>	<u>6,234,817</u>	<u>19,812,650</u>	<u>93,977,972</u>
<b>Expenses</b>												
Salaries and benefits	4,028,559	1,127,620	2,416,447	567,645	-	2,806,696	1,425,644	703,661	518,900	5,025,600	14,169,485	32,790,257
Interest on debt	60,384	-	-	-	106,022	86,095	219,500	-	-	-	701	472,702
Materials and supplies	925,278	353,031	1,602,090	219,898	667,790	1,298,090	2,530,595	208,553	93,604	968,515	2,678,567	11,546,011
Contracted services	1,517,180	175,892	858,972	5,270,733	6,178,242	248,584	263,692	53,517	453,140	-	1,251,333	16,271,285
Other transfers	-	281,870	-	-	1,772,660	9,057,663	3,587,112	(8,000)	148,640	-	-	14,839,945
Rents and financial expenses	3,210	12,952	1,769	354	-	65,306	-	3,498	-	-	85,240	172,329
Amortization	755,656	9,092	5,229,987	5,732	388,032	289,628	1,099,458	106,464	2,317	328,779	984,826	9,199,971
	<u>7,290,267</u>	<u>1,960,457</u>	<u>10,109,265</u>	<u>6,064,362</u>	<u>9,112,746</u>	<u>13,852,062</u>	<u>9,126,001</u>	<u>1,067,693</u>	<u>1,216,601</u>	<u>6,322,894</u>	<u>19,170,152</u>	<u>85,292,500</u>
<b>Annual surplus (deficit)</b>	<b>\$ 1,153,065</b>	<b>\$(238,494)</b>	<b>\$ 4,752,267</b>	<b>\$ 258,429</b>	<b>\$ 818,527</b>	<b>\$ 548,592</b>	<b>\$ 947,193</b>	<b>\$ 125,774</b>	<b>\$ (234,302)</b>	<b>\$ (88,077)</b>	<b>\$ 642,498</b>	<b>\$ 8,685,472</b>

**The Corporation of the County of Dufferin**  
**Schedule of Deferred Revenue**

**For the year ended December 31, 2021**

	Opening	Contributions Received	Investment Income	Revenue Recognized	Ending
<b>Obligatory Reserve Funds</b>					
Development charges	\$ 5,130,297	\$ 643,944	\$ 57,092	\$ (985,193)	\$ 4,846,140
Federal Gas Tax	1,061,188	3,840,153	12,770	(2,551,121)	2,362,990
Building department	3,214,754	-	350,897	(76,165)	3,489,486
	9,406,239	4,484,097	420,759	(3,612,479)	10,698,616
<b>Other</b>					
Long-term easement access	25,000	-	-	-	25,000
Other	1,016,917	208,836	-	(47,472)	1,178,281
	\$10,448,156	\$ 4,692,933	\$ 420,759	\$ (3,659,951)	\$11,901,897

**The Corporation of the  
County of Dufferin  
Trust Funds  
Financial Information  
For the year ended December 31, 2021**

**The Corporation of the County of Dufferin  
Trust Funds  
Financial Information  
For the year ended December 31, 2021**

---

**Contents**

**The Corporation of the County of Dufferin Trust Funds**

Independent Auditor's Report	2
Balance Sheet	4
Statement of Continuity	5
Notes to Financial Information	6



Tel: 519 941 0681

Fax: 519 941 8272

www.bdo.ca

BDO Canada LLP

163 First Street

Orangeville, Ontario

L9W 3J8

---

## Independent Auditor's Report

---

### To the Members of Council, Inhabitants and Ratepayers of County of Dufferin

#### Opinion

We have audited the accompanying financial information of the Corporation of the County of Dufferin Trust Funds, (the 'Trusts') which comprise the balance sheet as at December 31, 2021, and the statement of continuity for the year then ended, and notes to the financial information including a summary of significant accounting policies.

In our opinion, the accompanying financial information present fairly, in all material respects, the financial position of the Corporation of the County of Dufferin Trust Funds as at December 31, 2021, and the continuity for the year then ended in accordance with Canadian Public sector accounting standards.

#### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Information* section of our report. We are independent of the trusts in accordance with the ethical requirements that are relevant to our audit of the financial information 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 Information

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

In preparing the financial information, management is responsible for assessing the Trusts' 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 Trusts or to cease operations, or has no realistic alternative but to do so.

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



## **Auditor's Responsibility for the Audit of the Financial Information**

Our objectives are to obtain reasonable assurance about whether the financial information 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 this financial information.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial information, 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 Trusts' 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 trusts'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 information or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial information, including the disclosures, and whether the financial information 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.

Chartered Professional Accountants, Licensed Public Accountants

Orangeville, Ontario  
May 19, 2022

**The Corporation of the County of Dufferin  
Trust Funds  
Balance Sheet**

**December 31, 2021**

	Entrance Permit Deposits	Museum Trust	Residents' Trust	Dufferin Oaks	OACCTA Trust	Total 2021	Total 2020
<b>Assets</b>							
Cash	\$ 53,389	\$ 735,809	\$ 81,832	\$ 132,478	\$ 8,525	\$ 1,012,033	\$ 947,317
Investments, at cost	-	40,872	-	-	-	40,872	40,872
Interest receivable	-	2,489	-	27	-	2,516	2,411
Due from the County	2,500	36,384	-	4,366	-	43,250	42,491
	<u>55,889</u>	<u>815,554</u>	<u>81,832</u>	<u>136,871</u>	<u>8,525</u>	<u>1,098,671</u>	<u>1,033,091</u>
<b>Liabilities</b>							
Accounts payable and accrued liabilities	-	-	1,387	-	-	1,387	1,733
<b>Fund balance</b>	<u>\$ 55,889</u>	<u>\$ 815,554</u>	<u>\$ 80,445</u>	<u>\$ 136,871</u>	<u>\$ 8,525</u>	<u>\$ 1,097,284</u>	<u>\$ 1,031,358</u>

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

**The Corporation of the County of Dufferin**  
Trust Funds  
Statement of Continuity

For the year ended December 31, 2021

	Entrance Permit Deposits	Museum Trust	Residents' Trust	Dufferin Oaks	OACCTA Trust	Total 2021	Total 2020
<b>Balance, beginning of year</b>	\$ 46,689	\$ 779,748	\$ 64,310	\$ 132,183	\$ 8,428	\$ 1,031,358	\$ 957,138
<b>Receipts</b>							
Interest earned	-	6,556	-	1,377	97	8,030	16,507
Donations	-	-	-	14,456	-	14,456	18,207
Other receipts	17,000	37,250	101,657	-	-	155,907	153,372
	17,000	43,806	101,657	15,833	97	178,393	188,086
<b>Expenses</b>	7,800	8,000	85,522	11,145	-	112,467	113,866
<b>Balance, end of year</b>	\$ 55,889	\$ 815,554	\$ 80,445	\$ 136,871	\$ 8,525	\$ 1,097,284	\$ 1,031,358

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

---

**The Corporation of the County of Dufferin**  
**Trust Funds**  
**Notes to Financial Information**

**December 31, 2021**

---

**1. Summary of Significant Accounting Policies**

<b>Management Responsibility</b>	The management of the Corporation of the County of Dufferin Trust Funds has prepared and is responsible for the integrity, objectivity and accuracy of the financial information. The Council reviews and approves the financial information.
<b>Basis of Accounting</b>	<p>The financial information have been prepared in accordance with Canadian public sector accounting standards as established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada as prescribed by the Ministry of Municipal Affairs and Housing.</p> <p>Revenue and expenses 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.</p>
<b>Use of Estimates</b>	The preparation of financial information in accordance with Canadian public sector accounting standards requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial information, and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and actual results could differ from management's best estimates as additional information becomes available in the future.
<b>Basis of Consolidation</b>	These trust funds have not been consolidated with the financial statements of the municipality.

---

**2. Investments**

The total investments of \$40,872 (2020 - \$40,872) reported on the balance sheet at cost have a market value of \$48,361 (2020 - \$43,283) at the end of the year.

---