

Consolidated Financial Statements of

**DISTRICT OF NIPISSING
SOCIAL SERVICES
ADMINISTRATION BOARD**

Year ended December 31, 2023

District of Nipissing Social Services Administration Board
Consolidated Financial Statements
For the year ended December 31, 2023

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Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of The District of Nipissing Social Services Administration Board (the "Board") are the responsibility of the Board's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Board's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by Management.

The Board of Directors meets with Management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by BDO Canada LLP, independent external auditors appointed by the Board. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Board's consolidated financial statements.

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Melanie Shaye
Chief Administrative Officer

May 22, 2024



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Independent Auditor's Report

To the Directors of District of Nipissing Social Services Administration Board

Opinion

We have audited the consolidated financial statements of District of Nipissing Social Services Administration Board (the "Board"), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statement of operations, consolidated statement of changes in net assets (debt) and consolidated statement of cash flows for the year then ended, and consolidated notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 2023, 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 Board 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 these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of 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 Board's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Board or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 Board's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Board's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Board 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 Group 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.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

North Bay, Ontario

June 3, 2024

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

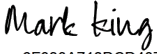
Consolidated Statement of Financial Position


December 31, 2023, with comparative information for 2022

	2023	2022
		(Restated - note 2)
Financial assets		
Cash	\$ 30,857,200	\$ 26,307,524
Accounts receivable (note 3)	2,937,077	2,699,216
Portfolio investments (note 4)	6,674,729	6,431,412
	40,469,006	35,438,152
Financial liabilities		
Accounts payable and accrued liabilities	10,346,154	9,859,378
Deferred revenue - other (note 5)	4,077,597	3,723,244
Deferred contributions - long-term (note 5)	3,302,694	3,315,307
Long-term debt (note 6)	2,056,896	2,883,842
Asset retirement obligation (note 7)	13,735,883	13,735,883
	33,519,224	33,517,654
Net financial assets	6,949,782	1,920,498
Non-financial assets		
Tangible capital assets (note 8)	35,138,028	36,481,077
Other	1,348,063	1,211,475
	36,486,091	37,692,552
Contingent assets (note 12)		
Commitments (note 13)		
Contingent liability (note 14)		
Accumulated surplus (note 9)	\$ 43,435,873	\$ 39,613,050

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

On behalf of the Board:

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 _____ Director
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 _____ Director
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DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Consolidated Statement of Operations

Year ended December 31, 2023, with comparative information for 2022

	2023 Budget (note 17)	2023 Actual	2022 Actual (Restated - note 2)
Revenue:			
Municipal levy	\$ 22,559,349	\$ 22,559,349	\$ 21,710,676
Ministry of Children, Community and Social Services	21,163,707	20,695,777	20,273,482
Ministry of Education	26,399,433	23,633,966	17,610,099
Ministry of Municipal Affairs and Housing	7,341,565	9,104,255	10,764,877
Ministry of Health	6,730,654	6,843,412	6,590,386
Ministry of Long-Term Care	1,000,000	953,155	998,060
Ministry of Labour, Immigration, Training and Skills Development	353,371	375,600	576,269
Employment and Social Development Canada	788,658	713,126	823,905
Ontario Health	973,895	804,299	39,017
Northern Ontario Heritage Fund Corporation	-	55,651	29,491
Rent	5,093,395	5,088,809	5,151,835
Interest, recoveries and other	1,654,263	2,721,733	1,205,559
Gain on disposal of tangible capital assets	-	2,231,030	-
	94,058,290	95,780,162	85,773,656
Expenses:			
Ontario Works Financial Benefits	16,943,707	16,442,486	16,166,662
Social Housing	25,280,979	25,889,291	22,951,451
Child Care	24,678,956	21,745,727	16,158,090
EarlyOn	2,794,825	2,767,200	2,623,469
Skills Development Fund	353,371	375,600	576,269
Paramedic Services - Land Ambulance	11,853,532	12,552,203	12,211,275
Community Paramedicine	1,923,895	1,617,208	913,475
Administration	3,502,034	3,614,065	3,200,995
Ontario Works Employment and Program Delivery	5,910,184	5,749,406	5,477,623
Healthy Communities Fund	320,000	320,000	320,000
Reaching Home	788,658	713,126	823,905
Board of Directors	118,089	123,750	71,885
	94,468,230	91,910,062	81,495,099
Annual surplus before undernoted items	(409,940)	3,870,100	4,278,557
Provincial settlements (note 15)	-	(47,277)	250,791
Annual surplus	(409,940)	3,822,823	4,529,348
Accumulated surplus, beginning of the year	39,613,050	39,613,050	46,586,624
Adjustment on adoption of the asset retirement obligation standard (note 2)	-	-	(11,502,922)
Accumulated surplus, end of the year	\$ 39,203,110	\$ 43,435,873	\$ 39,613,050

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

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Consolidated Statement of Changes in Net Financial Assets

Year ended December 31, 2023, with comparative information for 2022

	Budget (note 17)	2023	2022
Annual surplus	\$ (409,940)	\$ 3,822,823	\$ 4,529,348
Acquisition of tangible capital assets	(565,684)	(2,689,593)	(3,727,535)
Amortization of tangible capital assets	-	2,806,919	2,534,742
Proceeds on disposal of tangible capital assets	-	3,456,753	16,088
Gain on disposal of tangible capital assets	-	(2,231,030)	-
	(975,624)	5,165,872	3,352,643
Change in other non-financial assets	-	(136,588)	(450,339)
Change in net financial assets	(975,624)	5,029,284	2,902,304
Net financial assets, beginning of year	1,920,498	1,920,498	12,754,077
Adjustment on adoption of the asset retirement Obligation standard (note 2)	-	-	(13,735,883)
Net financial assets, end of year	\$ 944,874	\$ 6,949,782	\$ 1,920,498

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

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Consolidated Statement of Cash Flows

Year ended December 31, 2023, with comparative information for 2022

	2023	2022 (Restated - note 2)
Cash flows from operating activities:		
Annual surplus	\$ 3,822,823	\$ 4,529,348
Items not involving cash:		
Amortization of tangible capital assets	2,806,919	2,534,742
Gain on disposal of tangible capital assets	(2,231,030)	-
	4,398,712	7,064,090
Change in non-cash working capital:		
Accounts receivable	(237,861)	(1,335,975)
Other non-financial assets	(136,588)	(450,339)
Deferred revenue - other	354,353	101,563
Accounts payable and accrued liabilities	486,776	1,763,224
	4,865,392	7,142,563
Cash flows from financing activities:		
Increase in deferred revenue - long-term	(12,613)	37,236
Repayment of long-term debt	(826,946)	(804,400)
	(839,559)	(767,164)
Cash flows from capital activities:		
Cash used to acquire tangible capital assets	(2,689,593)	(3,727,535)
Cash received on disposal of tangible capital assets	3,456,753	16,088
	767,160	(3,711,447)
Cash flows from investing activities:		
Change in investments	(243,317)	(3,043,347)
Change in cash during the year	4,549,676	(379,395)
Cash, beginning of year	26,307,524	26,686,919
Cash, end of year	\$ 30,857,200	\$ 26,307,524

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

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

Nature of the Organization

The District of Nipissing Social Services Administration Board (the "Board") delivers integrated social services comprised of Ontario Works, Children's Services, Social Housing and Paramedic Services to the citizens of the District of Nipissing. The Board's basic principles are to offer simplified access to service, enhanced customer service and sensitivity to language and cultural diversity.

The participating municipalities are as follows:

- The Corporation of the City of North Bay
- Municipality of West Nipissing
- Municipality of East Ferris
- Municipality of Temagami
- Township of South Algonquin
- Township of Bonfield
- Municipality of Calvin
- Township of Papineau-Cameron
- Town of Mattawa
- Township of Chisholm
- Township of Mattawan
- Certain unincorporated areas in the District of Nipissing

1. Significant accounting policies:

The consolidated financial statements of the Board are prepared by management in accordance with Canadian generally accepted accounting principles for government organizations as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Board are as follows:

(a) Basis of consolidation:

Consolidated entities:

These consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity. The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the Board and which are owned or controlled by the Board.

These financial statements include the Nipissing District Housing Corporation.

All inter-departmental and inter-organizational transactions and balances between these entities and organizations have been eliminated.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

1. Significant accounting policies (continued):

(b) Basis of accounting:

Revenue and expenses are reported on the accrual basis of accounting.

The accrual basis of accounting recognizes revenue as they are earned 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.

(c) 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.

(i) Tangible capital assets

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land, are amortized on a straight line basis using the following annual rates:

Asset	Useful Life - Years
Buildings	40 to 60
Office equipment and furniture and fixtures	5
Computer equipment and software	4
Ambulances and other vehicles	7
Medical equipment	5
Machinery and equipment	10
Leasehold improvements	Over term of lease

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 use.

(ii) Contributions of tangible capital assets

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

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

1. Significant accounting policies (continued):

(d) Reserves and reserve funds:

Certain amounts, as approved by the Board, are set aside in reserves or reserve funds for future operating and capital purposes. Transfers to and/or from the reserves and reserve funds are an adjustment to the respective fund when approved.

(e) Revenue recognition:

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 the stipulation liabilities are settled.

Rent and other revenue is recognized when services are provided and there is reasonable assurance of collection. Investment income earned on surplus funds is reported as revenue in the period earned.

(f) Investments:

Investments are recorded at cost. Investments are written down where there has been a loss in the value that is other than a temporary decline.

(g) Use of estimates:

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include valuation allowances for receivables and valuation of the Canada – Ontario Affordable Housing Program Loans. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

2. Change in accounting policies:

PS 3280 – Asset Retirement Obligations:

On January 1, 2022, the organization adopted Public Accounting Standard PS 3280 – Asset Retirement Obligations. The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets, such as asbestos removal in retired buildings by public sector entities. The standard was adopted on the modified retrospective basis at the date of adoption. Under the modified retrospective method, the discount rate and assumptions used on initial recognition are those as of the date of adoption of the standard.

On January 1, 2022, the organization recognized an asset retirement obligation relating to several buildings owned by the organization that contain asbestos. The buildings were originally purchased between 1957 and 2022, and the liability was measured as of the date of purchase of the buildings, when the liability was assumed. The buildings had an expected useful life of 60 years, and the estimate has not been changed since purchase.

In accordance with the provisions of this new standard, the Organization reflected the following adjustments at January 1, 2022:

- Asbestos obligation:
 - An increase of \$13,735,883 to the Buildings capital asset account, representing the original estimate of the obligation as of the date of purchase, and an accompanying increase of \$11,502,922 to Accumulated Amortization, representing increased amortization had the liability originally been recognized.
 - An asset retirement obligation in the amount of \$13,735,883.
 - A decrease to Opening Net Assets of \$11,502,922 as a result of the recognition of the liability and accompanying increase in depreciation expense for years since purchase.
 - An increase of \$240,549 to amortization expense in 2022.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

3. Accounts receivable:

	2023	2022
Province of Ontario:		
Ministry of Children, Community and Social Services	\$ -	\$ 9,060
Ministry of Municipal Affairs and Housing	621,758	881,624
Ministry of Education	271,454	-
Ministry of Health	-	140,846
Ontario Health	461,123	-
Northern Ontario Heritage Fund Corporation	17,973	29,491
Other:		
Infrastructure Canada	125,418	144,905
The Corporation of the City of North Bay	8,500	-
Town of East Ferris	116,405	-
Town of Mattawa	-	19,239
Township of South Algonquin	46,959	-
HST rebate	247,861	287,725
Accrued interest and other	624,880	595,089
Rent and other tenant charges	394,746	591,237
	\$ 2,937,077	\$ 2,699,216

4. Portfolio investments:

	2023	2022
Social Housing Canadian Short-Term Bond Fund Series A	\$ 1,342,390	\$ 1,271,771
Guaranteed Investment Certificates	5,332,339	5,159,641
	\$ 6,674,729	\$ 6,431,412

Guaranteed investment certificates have yields ranging from 1.40% to 5.00% and mature at dates ranging from January 2024 to December 2028. The Social Housing Canadian Short-Term Bond Fund Series A have a cost of \$1,500,221 (2022 - \$1,500,221).

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

5. Deferred revenue:

	Balance at December 31, 2022	Contributions Received	Amounts Recognized to Revenue	Balance at December 31, 2023
Current:				
Affordable Housing Program	\$ 2,268	-	-	2,268
Other	22,427	-	-	22,427
Get Trained Workers	21,000	-	-	21,000
HIFIS	399	-	-	399
IAH Ontario Renovates	10,308	-	-	10,308
Ontario Works client repayments	21,902	273,520	(300,482)	(5,060)
Commercial rent supplement	46,578	-	-	46,578
Nipissing District Housing Corporation	1,230,353	799,440	(823,234)	1,206,559
OPHI Rental Housing	35,328	35,532	(70,860)	-
OPHI Ontario Renovates	267,546	468,360	(106,609)	629,297
OPHI Housing Allowance	-	27,500	(25,000)	2,500
2021 EDU One-Time Transitional Grant	315,467	-	-	315,467
2022 EDU One-Time Transitional Grant	603,149	-	-	603,149
2023 EDU One-Time Transitional Grant	-	605,748	(410,660)	195,088
CPLTC	85,398	1,000,000	(1,050,167)	35,231
CP Base	-	129,795	(128,948)	847
COCHI Repair	693,451	599,368	(470,837)	821,982
OPHI Housing Support Services	14,385	14,385	(28,770)	-
Workforce	328,822	-	(328,822)	-
Skills Development	24,463	-	(24,463)	-
Homelessness Prevention Program	-	4,007,509	(3,837,952)	169,557
	\$ 3,723,244	7,961,157	(7,606,804)	4,077,597
Long-term:				
Social housing federal capital	\$ 2,508,018	-	-	2,508,018
Emergency medical service capital	133,440	-	-	133,440
Emergency medical services severance	189,563	-	(20,864)	168,699
AHP - Home (repair replacement)	484,286	8,251	-	492,537
	\$ 3,315,307	8,251	(20,864)	3,302,694

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

6. Long-term debt:

	2023	2022
Mortgage, repayable in blended monthly payments of \$31,482 bearing interest at 2.68%, maturing February 1, 2025, secured by land and buildings with a carrying value of \$3,462,642.	\$ 1,117,068	\$ 1,460,107
Mortgage, repayable in blended monthly payments of \$21,709 bearing interest at 3.15%, maturing October 1, 2027, secured by land and buildings with a carrying value of \$2,338,696.	939,828	1,167,054
Mortgage, repayable in blended monthly payments of \$21,694 bearing interest at 2.61%, repaid during the year.	-	256,681
	\$ 2,056,896	\$ 2,883,842

Principal repayments are due as follows:

2024		\$ 586,734
2025		1,006,656
2026		249,562
2027		213,944
		\$ 2,056,896

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

7. Asset retirement obligation:

The organization owns and operates several buildings that are known to have asbestos, which represents a health hazard upon demolition of the building and there is a legal obligation to remove it. Following the adoption of PS3280 – Asset retirement obligations, the organization recognized an obligation relating to the removal and post-removal care of the asbestos in these buildings as estimated at January 1, 2022.

The transition and recognition of asset retirement obligations involved an accompanying increase to the Buildings and Landfill capital assets and the restatement of prior year numbers (see note 2).

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

	Balance at December 31, 2022
Balance, beginning of year	\$ -
Adjustment on adoption of the asset retirement obligation standard (Note 2)	13,735,883
Balance, beginning of year, as restated	13,735,883
Balance, end of year	\$ 13,735,883

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

8. Tangible capital assets:

Cost	Balance at December 31, 2022	Additions	Disposals	Balance at December 31, 2023
Land	\$ 9,333,315	-	(58,878)	9,274,437
Buildings	62,618,402	223,731	(1,273,713)	61,568,420
Office equipment	530,697	-	-	530,697
Furniture and fixtures	190,314	43,911	-	234,225
Computer equipment	1,074,717	125,645	(44,705)	1,155,657
Ambulances and other vehicles	3,459,740	290,089	(412,081)	3,337,748
Medical equipment	309,933	67,192	-	377,125
Machinery and equipment	4,048,909	297,905	-	4,346,814
Leasehold improvements	7,085,617	1,641,120	-	8,726,737
Total	\$ 88,651,644	2,689,593	(1,789,377)	89,551,860

Accumulated Amortization	Balance at December 31, 2022	Disposals	Amortization expense	Balance at December 31, 2023
Land	\$ -	-	-	-
Buildings	43,586,614	(133,775)	1,658,284	45,111,123
Office equipment	446,929	-	25,592	472,521
Furniture and fixtures	83,497	-	22,815	106,312
Computer equipment	667,287	(17,798)	156,072	805,561
Ambulances and other vehicles	2,273,550	(412,081)	324,528	2,185,997
Medical equipment	180,425	-	50,542	230,967
Machinery and equipment	2,570,649	-	270,285	2,840,934
Leasehold improvements	2,361,616	-	298,801	2,660,417
Total	\$ 52,170,567	(563,654)	2,806,919	54,413,832

	Net book value, December 31, 2022	Net book value, December 31, 2023
Land	\$ 9,333,315	9,274,437
Buildings	19,031,788	16,457,297
Office equipment	83,768	58,176
Furniture and fixtures	106,817	127,913
Computer equipment	407,430	350,096
Ambulances and other vehicles	1,186,190	1,151,751
Medical equipment	129,508	146,158
Machinery and equipment	1,478,260	1,505,880
Leasehold improvements	4,724,001	6,066,320
Total	\$ 36,481,077	35,138,028

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

8. Tangible capital assets (continued):

Cost	Balance at December 31, 2021	Adjustment relating to recognition of asset retirement obligation (note 7)	Balance at January 1, 2022, as restated	Additions	Disposals	Balance at December 31, 2022
Land	\$ 9,251,017	-	9,251,017	82,298	-	9,333,315
Buildings	48,348,179	13,735,883	62,084,062	550,428	(16,088)	62,618,402
Office equipment	530,697	-	530,697	-	-	530,697
Furniture and fixtures	84,363	-	84,363	105,951	-	190,314
Computer equipment	788,871	-	788,871	298,424	(12,578)	1,074,717
Ambulances and other vehicles	3,270,710	-	3,270,710	189,030	-	3,459,740
Medical equipment	287,495	-	287,495	22,438	-	309,933
Machinery and equipment	3,709,268	-	3,709,268	339,641	-	4,048,909
Leasehold improvements	4,946,292	-	4,946,292	2,139,325	-	7,085,617
Total	\$ 71,216,892	13,735,883	84,952,775	3,727,535	(28,666)	88,651,644

Accumulated Amortization	Balance at December 31, 2021	Adjustment relating to recognition of asset retirement obligation (note 7)	Balance at January 1, 2022, as restated	Disposals	Amortization expense	Balance at December 31, 2022
Land	\$ -	-	-	-	-	-
Buildings	30,407,534	11,502,922	41,910,456	-	1,676,158	43,586,614
Office equipment	420,054	-	420,054	-	26,875	446,929
Furniture and fixtures	73,193	-	73,193	-	10,304	83,497
Computer equipment	583,981	-	583,981	(12,578)	95,884	667,287
Ambulances and other vehicles	1,973,787	-	1,973,787	-	299,763	2,273,550
Medical equipment	138,155	-	138,155	-	42,270	180,425
Machinery and equipment	2,280,108	-	2,280,108	-	290,541	2,570,649
Leasehold improvements	2,268,669	-	2,268,669	-	92,947	2,361,616
Total	\$ 38,145,481	11,502,922	49,648,403	(12,578)	2,534,742	52,170,567

	Net book value, December 31, 2021	Net book value, January 1, 2022, as restated	Net book value, December 31, 2022
Land	\$ 9,251,017	9,251,017	9,333,315
Buildings	17,940,645	20,173,606	19,031,788
Office equipment	110,643	110,643	83,768
Furniture and fixtures	11,170	11,170	106,817
Computer equipment	204,890	204,890	407,430
Ambulances and other vehicles	1,296,923	1,296,923	1,186,190
Medical equipment	149,340	149,340	129,508
Machinery and equipment	1,429,160	1,429,160	1,478,260
Leasehold improvements	2,677,623	2,677,623	4,724,001
Total	\$ 33,071,411	35,304,372	36,481,077

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

9. Accumulated surplus:

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

	2023	2022
Invested in tangible capital assets	\$ 19,345,249	\$ 31,604,823
Working fund	5,561,312	6,003,116
Reserves and reserve funds (note 8)	18,529,312	13,748,582
	\$ 43,435,873	\$ 51,356,521

10. Reserves and reserve funds:

	2023	2022
Set aside for specific purposes by the Board:		
Reserves:		
Social Housing capital	\$ 817,274	\$ 817,274
Social Housing operations	300,000	300,000
Affordable housing	8,429,595	6,964,210
Paramedic services	1,090,000	1,090,000
ASO employee benefits	140,222	140,222
OD contingency	112,000	112,000
Project reserve	149,080	149,080
Capital replacement reserve	1,153,197	1,237,903
Software acquisition reserve	60,000	60,000
Housing development reserve	4,699,130	1,299,079
Funds subject to restrictions:		
Best start	570,241	570,241
Child Care	1,008,573	1,008,573
	\$ 18,529,312	\$ 13,748,582

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

11. Pension Agreements:

The Board makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of full-time and part-time members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay. The OMERS Board of Directors, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of the benefits. OMERS provides pension services to nearly half a million active and retired members and approximately 1,000 employers.

Each year an independent actuary determines the funding status of OMERS Primary Pension Plan (the Plan) by comparing the actuarial value of invested assets to the estimated present value of the all pension benefits that members have earned to date. The most recent actuarial valuation of the plan was conducted at December 31, 2023. The results of this valuation disclosed total actuarial liabilities of \$136,185 million in respect of benefits accrued for service with actuarial assets at the date of \$131,983 million indicating a going concern actuarial deficit of \$4,202 million. Because OMERS is a multi-employer plan, any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the organization does not recognize any share of the OMERS pension surplus or deficit. Contributions made by the Board to OMERS for 2023 were \$1,683,226 (2022 - \$868,373).

12. Contingent assets:

Included in the Social Housing Program expenses is \$648,306 (2022 - \$677,019) in grants to individuals and social housing providers with forgivable conditions. In total, \$7,427,286 of these grants has been advanced since 2009. These grants are issued to low income home owners or social housing providers as loans forgivable over periods ranging from 10 to 20 years. However, if the property is sold before the forgiveness period, the recipient must repay a pro-rated amount back to the Board. If the Board receives funds because of a recipient selling their property, the amount is used by the Board to grant a new loan to another low income homeowner or social housing provider. To date, a total of \$492,536 has been repaid of which \$8,251 was in 2023.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

13. Commitments:

The Board rents office premises under a long-term operating lease with the City of North Bay. The current lease expires March 31, 2030 with two additional five-year renewal terms. The aggregate rental payments to the expiry date amount to \$2,107,685.

Offsite storage is leased from the North Bay Public Library. The current lease expires August 31, 2027. The aggregate rental payments to the expiry date amount to \$27,588.

The Board rents premises in North Bay for a Paramedic Services base. The current lease expires July 31, 2031 with two additional five-year renewal terms. The aggregate rental payments to the expiry date amount to \$2,055,263.

The Board rents premises from the Municipality of West Nipissing for a Paramedic Services base. The current lease expires December 31, 2026 a five-year extension option. The aggregate rental payments to the expiry date amount to \$163,885. The Board also rents office space in West Nipissing. The current lease expires August 31, 2027 with a five-year extension option. The aggregate rental payment to expiry is \$154,275.

The Board rents premises in Mattawa for a Paramedic Services base. The current lease expires November 30, 2024. The aggregate rental payments to the expiry date amount to \$21,137. The Board also rents office space in Mattawa. The current lease expires August 31, 2023. The aggregate rental payments to the expiry date amount to \$74,003.

The Board rents premises from the Municipality of Temagami for a Paramedic Services base. The current lease expires September 30, 2032. The aggregate rental payments to the expiry date amount to \$357,000.

The Board rents premises from the Township of South Algonquin for a Paramedic Services base. The current lease expires September 30, 2027. The aggregate rental payments to the expiry date amount to \$90,000. The Board also rents office space in South Algonquin. The current lease expires December 31, 2024. The aggregate rental payments to the expiry date amount to \$9,600.

The Board rents premises in North Bay for transitional housing through three leases. The leases expire on May 31, 2040, November 30, 2042 and March 31, 2043. The aggregate rental payments to the expiry dates amount to \$1,745,065, \$3,741,104 and \$3,532,280 respectively

The Board rents Paramedic Services patient equipment through a lease. The lease expires on August 15, 2026. The aggregate rental payments to expiry is \$203,378.

The Board rents office equipment through a lease. The lease expires on November 30, 2024. The aggregate rental payments to expiry is \$21,698.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

13. Commitments (continued):

Minimum lease payments required over the next five years are as follows:

2024	\$ 1,342,498
2025	1,296,652
2026	1,291,514
2027	1,170,444
2028	<u>1,117,023</u>
	\$ 6,218,131

14. Contingent liability:

A previous land ambulance service operator is seeking reimbursement for Workplace Safety Insurance Board (WSIB) premiums related to their paramedic's WSIB claim history. At this time, it is not determinable whether a liability exists, and an amount cannot be reasonably estimated.

15. Provincial Settlements:

Provincial settlements in the amount of (\$47,277) (2022 – \$250,791) represents repayments to various ministries as a result of prior year funding reconciliations at amounts in excess of what was recognized as payable to the respective Ministries.

16. Comparative amounts:

Certain comparative amounts have been reclassified from those previously presented to confirm to the presentation of the 2023 financial statements.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

17. Budget data:

The budget data presented in these consolidated financial statements is based upon the budget approved by the Board on January 18, 2023 which was prepared on a cash basis. The budget established does not include a budgeted amount for amortization of tangible capital assets.

The budget figures in the consolidated statement of operations have been restated to be comparable with the Public Sector Accounting Standards. A reconciliation of the Board approved budget and the budget figures presented in the consolidated statement of operations is presented below:

	Budget Amount
Adopted consolidated budget:	
Budgeted annual surplus (deficit) for the year	\$ -
Adjustments to adopted budget:	
Acquisition of tangible capital assets	565,684
Long-term debt repayments	826,947
Transfer to capital replacement reserve	380,372
Transfer from capital replacement reserve	(382,943)
Transfer from affordable housing reserve	(1,800,000)
Budget deficit per consolidated statement of operations	\$ (409,940)

18. Segmented information:

The District of Nipissing Social Services Administration Board supports the development of healthy and self-sufficient communities through the innovative and responsive delivery of various social assistance programs. For reporting purposes the Board's financial activities are organized and reported by program.

Certain programs that have been separately disclosed in the segmented information, along with the services they provide are as follows:

Ontario Works financial benefits and related programs

Financial and employment assistance is provided to individuals in temporary financial need. The goals are to assist participants in achieving independence and self-reliance and to transition the participants to the workforce.

Child care program

Child care funding is administered to child care operators within the district in accordance with the Child Care and Early Years Act.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Notes to Consolidated Financial Statements

Year ended December 31, 2023

18. Segmented information (continued):

EarlyON program

EarlyON funding is administered to EarlyON operators within the district in accordance with the Child Care and Early Years Act.

Social housing program

The social housing program is responsible for the direct management of the public housing portfolio, the administration of the Non-profit and Urban and Native Housing projects within the district, administration of various federal and provincial housing programs, and the administration and maintenance of the central waiting list within the district.

Paramedic Services – Land ambulance program

Emergency and non-emergency land ambulance services are provided within the district.

Community Paramedicine

These programs provide medical care for individuals in the comfort of their own home, which helps alleviate the demand for hospital or long-term care resources.

Board of directors and administration

Administration of programs and services are managed by an administrative team which provides support for the ongoing services of the Board.

Healthy communities fund

This fund is comprised of 100% municipal funding distributed as grants to support programs and services that target low income families and individuals in the District of Nipissing. This fund replaces the NCB savings, and the OCB Reinvestment fund, that represented municipal savings from OW financial benefits to families that were to be reinvested into programs and services that supported low income families as mandated by the Province.

Reaching Home program

This program promotes strategic partnerships and structures including housing solutions and stable supports, to assist homeless persons to move toward autonomy and self-sufficiency.

For each reported segment, revenue and expenses represent both the amounts that are directly attributable to the segment as well as amounts that can reasonably be allocated to the segment. Administration costs are allocated to the program based on an availability of funding as well as an estimate of their consumption of administrative services. The accounting policies utilized in these segments are consistent with those followed in preparation of the consolidated financial statements as disclosed in Note 1.

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Note 18 - 2023 Consolidated Segmented Information Schedule

Year ended December 31, 2023

	Ontario Works Financial Benefits	Ontario Works Employment and Program Delivery	Healthy Communities Fund	Child Care Program	EarlyON Program	Skills Development Fund	Social Housing Program	Paramedic Services - Land Ambulance Program	Community Paramedicine	Reaching Home Program	Board Costs	Administration	Total 2023
Revenue:													
Municipal levy	\$ 50,000	2,627,100	320,000	1,323,085	-	-	11,748,316	6,328,272	-	-	162,576	-	22,559,349
Provincial Funding	16,026,734	4,669,043	-	20,816,229	2,817,737	375,600	9,104,255	6,843,412	1,757,454	-	-	55,651	62,466,115
Federal Funding - ESDC	-	-	-	-	-	-	-	-	-	713,126	-	-	713,126
Repayments	364,665	24,545	-	-	-	-	5,158	-	-	-	-	-	394,368
Interest and other	-	111	-	-	-	-	2,153,000	137,723	6,305	-	-	30,226	2,327,365
Rent	-	-	-	-	-	-	5,088,809	-	-	-	-	-	5,088,809
Total revenue	16,441,399	7,320,799	320,000	22,139,314	2,817,737	375,600	28,099,538	13,309,407	1,763,759	713,126	162,576	85,877	93,549,132
Expenses:													
Salaries and benefits	-	4,929,721	-	991,893	455,756	12,966	3,662,727	9,740,468	1,130,898	117,344	81,022	2,166,969	23,289,764
Training	-	39,679	-	232,967	39,462	-	16,307	37,809	13,739	7,061	23,415	55,571	466,010
Travel	-	30,122	-	4,475	1,036	-	14,232	1,236	-	-	1,290	1,232	53,623
Telephone	-	15,686	-	279	-	-	39,823	2,763	4,328	-	-	32,385	95,264
Technology	-	73,386	-	100,444	23,144	-	158,944	183,725	49,642	-	17,065	534,689	1,141,039
Accommodations	-	93,364	-	-	-	-	6,184,396	612,987	68,888	-	-	489,856	7,449,491
Professional fees	-	28,682	-	83,509	-	3,266	251,290	70,894	26,984	3,334	-	49,581	517,540
Insurance	-	-	-	-	-	-	370,615	172,089	18,437	-	-	110,370	671,511
General office	-	118,132	-	13,303	-	-	71,547	53,956	15,207	811	958	105,956	379,870
Materials and services	-	-	-	-	-	-	-	632,622	61,320	-	-	-	693,942
Equipment and vehicle	-	-	-	-	-	-	47,068	579,058	30,943	-	-	-	657,069
Employment related costs (Clients)	-	321,319	-	-	-	-	-	-	-	-	-	-	321,319
Transfers to recipients and service providers	16,442,486	79,323	320,000	20,318,857	2,247,802	359,368	12,392,952	97,100	135,084	584,576	-	-	52,977,548
Bad debts and collection costs	-	-	-	-	-	-	389,153	-	-	-	-	-	389,153
Expenses before undernoted items	16,442,486	5,729,414	320,000	21,745,727	2,767,200	375,600	23,599,054	12,184,707	1,555,470	713,126	123,750	3,546,609	89,103,143
Amortization of tangible capital assets	-	19,992	-	-	-	-	2,290,237	367,496	61,738	-	-	67,456	2,806,919
Allocated administration costs	-	1,538,435	-	278,540	50,537	-	309,685	671,511	91,000	-	48,480	(2,988,188)	-
Total expenses	16,442,486	7,287,841	320,000	22,024,267	2,817,737	375,600	26,198,976	13,223,714	1,708,208	713,126	172,230	625,877	91,910,062
Provincial settlements	-	(17,457)	-	(29,820)	-	-	-	-	-	-	-	-	(47,277)
Gain on disposal of tangible capital assets	-	-	-	-	-	-	2,216,234	14,796	-	-	-	-	2,231,030
Annual surplus (deficit)	\$ (1,087)	15,501	-	85,227	-	-	4,116,796	100,489	55,551	-	(9,654)	(540,000)	3,822,823

DISTRICT OF NIPISSING SOCIAL SERVICES ADMINISTRATION BOARD

Note 18 - 2023 Consolidated Segmented Information Schedule

Year ended December 31, 2023

	Ontario Works Financial Benefits	Ontario Works Employment and Program Delivery	Healthy Communities Fund	Child Care Program	EarlyON Program	Skills Development Fund	Social Housing Program	Paramedic Services - Land Ambulance Program	Community Paramedicine	Homelessness Program	Board Costs	Administration	Total 2022
Revenue:													
Municipal levy	\$ 50,000	2,905,600	320,000	1,752,981	-	-	10,061,707	6,476,940	-	-	143,448	-	21,710,676
Provincial Funding	15,736,889	4,527,533	-	14,911,063	2,699,036	576,269	10,764,877	6,590,386	1,037,077	-	9,060	29,491	56,881,681
Federal Funding - ESDC	-	-	-	-	-	-	-	-	-	823,905	-	-	823,905
Repayments	401,354	58,739	-	-	-	-	5,680	-	-	-	-	-	465,773
Interest and other	-	178	-	-	-	-	712,482	8,837	-	-	-	18,289	739,786
Rent	-	-	-	-	-	-	5,151,835	-	-	-	-	-	5,151,835
Total revenue	16,188,243	7,492,050	320,000	16,664,044	2,699,036	576,269	26,696,581	13,076,163	1,037,077	823,905	152,508	47,780	85,773,656
Expenses:													
Salaries and benefits	-	4,661,721	-	698,183	378,975	48,697	3,552,372	1,687,696	196,853	132,067	56,808	1,936,611	13,349,983
Training	-	17,850	-	60,152	-	-	10,617	6,385	-	9,237	814	35,225	140,280
Travel	-	9,534	-	1,771	-	-	12,936	2,006	-	-	121	523	26,891
Telephone	-	18,427	-	557	-	-	37,312	2,812	3,091	-	-	61,404	123,603
Technology	-	61,783	-	61,604	-	-	18,690	130,327	18,360	-	-	389,930	680,694
Accommodations	-	97,708	-	23	-	-	5,263,333	511,912	44,390	-	-	461,994	6,379,360
Professional fees	-	61,323	-	27,047	-	-	46,841	83,934	13,895	2,088	4,979	85,133	325,240
Insurance	-	-	-	-	-	-	290,707	133,640	9,986	-	-	97,501	531,834
General office	-	107,095	-	3,622	672	-	57,035	15,624	-	2,828	9,163	71,169	267,208
Materials and services	-	-	-	-	-	-	6,772	302,160	10,538	-	-	-	319,470
Equipment and vehicle	-	-	-	-	-	-	93,887	221,402	4,758	-	-	-	320,047
Employment related costs (Clients)	-	291,432	-	-	-	-	-	-	-	-	-	-	291,432
Transfers to recipients and service providers	16,166,662	132,815	320,000	15,305,131	2,243,822	527,572	11,394,787	8,820,290	567,905	677,685	-	-	56,156,669
Bad debts and collection costs	-	-	-	-	-	-	47,646	-	-	-	-	-	47,646
Expenses before undernoted items	16,166,662	5,459,688	320,000	16,158,090	2,623,469	576,269	20,832,935	11,918,188	869,776	823,905	71,885	3,139,490	78,960,357
Amortization of tangible capital assets	-	17,935	-	-	-	-	2,118,516	293,087	43,699	-	-	61,505	2,534,742
Allocated administration costs	-	1,561,462	-	201,255	75,567	-	442,093	221,046	102,908	-	68,884	(2,673,215)	-
Total expenses	16,166,662	7,039,085	320,000	16,359,345	2,699,036	576,269	23,393,544	12,432,321	1,016,383	823,905	140,769	527,780	81,495,099
Provincial settlements	-	(648)	-	(250,143)	-	-	-	-	-	-	-	-	(250,791)
Loss on disposal of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Annual surplus (deficit)	\$ 21,581	453,613	-	554,842	-	-	3,303,037	643,842	20,694	-	11,739	(480,000)	4,529,348