

Financial Statements of

**NORTH BAY PARRY SOUND
DISTRICT HEALTH UNIT**

Year ended December 31, 2022

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

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INDEPENDENT AUDITOR'S REPORT

To the Board Members of the North Bay Parry Sound District Health Unit

Opinion

We have audited the accompanying financial statements of the North Bay Parry Sound District Health Unit (the Entity), which comprise:

- the statement of financial position as at December 31, 2022
- the statement of operations and accumulated surplus for the year then ended
- the statement of changes in net financial assets for the year then ended
- the statement of cash flows for the year then ended
- and notes and schedules to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements")

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2022, and its results of operations, its changes in net financial assets and its 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 Financial Statements" section of our report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the 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 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 Entity's internal control.



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- 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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represents the underlying transactions and events in a manner that achieves fair presentation.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada

June 2, 2023

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT


Statement of Financial Position

December 31, 2022, with comparative information for 2021


	2022	2021
Financial assets		
Cash and cash equivalents	\$ 6,268,478	\$ 4,640,293
Accounts receivable (note 3)	451,749	927,246
	<u>6,720,227</u>	<u>5,567,539</u>
Financial liabilities		
Accounts payable and accrued liabilities (note 5)	2,107,176	2,434,378
Deferred revenue (note 6)	665,054	1,070,930
Payable to the Province of Ontario	2,079,494	399,363
Other employment liabilities (note 8)	417,831	477,759
	<u>5,269,555</u>	<u>4,382,430</u>
Net financial assets	1,450,672	1,185,109
Non-financial assets:		
Tangible capital assets (note 2)	17,131,529	17,478,290
Supplies inventory	183,556	205,368
Prepaid expenses	137,776	141,824
	<u>17,452,861</u>	<u>17,825,482</u>
Contingencies (note 12)		
Commitment (note 13)		
Accumulated surplus (note 4)	\$ 18,903,533	\$ 19,010,591

See accompanying notes to financial statements.

On behalf of the Board:



Chairperson



Vice Chairperson

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Statement of Operations and Accumulated Surplus

Year ended December 31, 2022, with comparative information for 2021

	Budget 2022	Total 2022	Total 2021
Revenues:			
Province of Ontario (note 9)			
Core	\$ 15,434,503	\$ 15,442,699	\$ 14,737,006
Mitigation funding	1,792,400	1,792,400	1,792,400
One-time funding	1,987,900	4,894,182	6,073,437
Member municipalities	3,664,258	3,664,257	3,547,747
Cost recoveries - other programs (note 10)	95,500	104,824	104,505
Program revenue	222,800	288,132	193,146
Other grant revenues	100,000	951,825	406,058
Interest and miscellaneous	41,500	210,276	169,274
Transfer to deferred revenue	-	405,876	(781,605)
	23,338,861	27,754,471	26,241,968
Expenses: (note 16)			
Public Health Mandatory Programs	18,205,913	20,265,186	23,044,449
Ontario Seniors Dental Care	1,460,325	1,482,575	913,413
Healthy Babies, Healthy Children Programs	1,094,400	1,195,559	821,378
COVID-19: School-Focused Nurses Initiative	700,000	698,570	713,443
Infection Prevention and Control Hub	930,000	686,865	472,004
Miscellaneous grants	-	880,722	332,481
Adult Dental	204,616	55,488	130,419
Unorganized Territories/Indigenous Communities	106,746	89,730	125,000
Unorganized Territories/Northern Fruit and Vegetable	127,258	126,367	116,036
Falls Prevention	100,000	100,606	75,252
MOH/AMOH Compensation Initiative	51,703	69,415	55,160
One-time Programs	357,900	329,226	23,174
	23,338,861	25,980,309	26,822,209
Excess (deficiency) of revenue over expenses before items below	-	1,774,162	(580,241)
Province of Ontario Settlements (note 11)	-	(1,872,435)	(96,974)
Loss on disposal of tangible capital assets	-	(8,785)	-
Annual deficit	-	(107,058)	(677,215)
Accumulated surplus, beginning of year	-	19,010,591	19,687,806
Accumulated surplus, end of year	\$ -	\$ 18,903,533	\$ 19,010,591

See accompanying notes to financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Statement of Changes in Net Financial Assets

Year ended December 31, 2022, with comparative information for 2021

	2022	2021
Annual deficit	\$ (107,058)	\$ (677,215)
Purchase of tangible capital assets	(458,735)	(251,770)
Amortization of tangible capital assets	796,711	805,732
Loss on disposal of tangible capital assets	8,785	-
	239,703	(123,253)
Acquisition of prepaid expenses	(137,776)	(141,824)
Use of prepaid expenses	141,824	82,716
Acquisition of supplies inventory	(183,556)	(205,368)
Consumption of supplies inventory	205,368	212,286
	25,860	(52,190)
Changes in net financial assets	265,563	(175,443)
Net financial assets, beginning of year	1,185,109	1,360,552
Net financial assets, end of year	\$ 1,450,672	\$ 1,185,109

See accompanying notes to financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Statement of Cash Flows

Year ended December 31, 2022, with comparative information for 2021

	2022	2021
Cash provided by (used in):		
Cash flows from operating activities:		
Annual deficit	\$ (107,058)	\$ (677,215)
Adjustments for:		
Amortization of tangible capital assets	796,711	805,732
Loss on disposal of tangible capital assets	8,785	-
	698,438	128,517
Changes in non-cash working capital:		
Accounts receivable	475,497	(392,304)
Accounts payable and accrued liabilities	(327,202)	294,139
Due to Province of Ontario	1,680,131	(296,182)
Deferred revenue	(405,876)	781,605
Other employment liabilities	(59,928)	126,853
Supplies inventory	21,812	6,918
Prepaid expenses	4,048	(59,108)
	2,086,920	590,438
Cash flows from investing activity:		
Purchase of tangible capital assets	(458,735)	(251,770)
Increase in cash	1,628,185	338,668
Cash and cash equivalents, beginning of year	4,640,293	4,301,625
Cash and cash equivalents, end of year	\$ 6,268,478	\$ 4,640,293

See accompanying notes to financial statements.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements

Year ended December 31, 2022

The North Bay Parry Sound District Health Unit (the "Health Unit") is incorporated without share capital under the Health Protection and Promotion Act and its principal activity is to provide mandatory public health programs. The Health Unit is a non-profit organization and is a registered charity exempt from income taxes under the Income Tax Act.

1. Summary of significant accounting policies:

These financial statements are prepared by management in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board. The significant accounting policies applied in the preparation of these financial statements are set out below.

(a) Financial statement presentation:

The financial statements reflect the assets, liabilities, revenues and expenses of the North Bay Parry Sound District Health Unit. The following programs are funded through grants from the Province of Ontario and through transfer payments from member municipalities.

Program Name	% Funded Province of Ontario	% Funded Municipal
Public Health Cost shared Mandatory Programs	70%	30%
Healthy Babies, Healthy Children	100%	0%
School Focused-Nurses Initiative	100%	0%
MOH/AMOH Compensation Initiative	100%	0%
Unorganized Territories/Mandatory Program	100%	0%
Unorganized Territories/Northern Fruit and Vegetable Program	100%	0%
Unorganized Territories/Indigenous Community Partnerships	100%	0%
Ontario Seniors Dental Care	100%	0%
Infection Prevention and Control Hub	100%	0%

(b) Cash and cash equivalents:

Cash and cash equivalents includes cash on hand, current bank accounts and short-term deposits, if any, with terms to maturity of less than 90 days.

(c) Revenue recognition:

Provincial funding revenues are recognized in the year to which the program relates. Municipal revenues are recognized in the year they are levied to member municipalities. Other revenues are recognized when services are provided and collection is reasonably assured. Investment revenue is recognized in the period earned.

Government transfers are recognized as revenue in the financial statements when the transfer is authorized and all 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.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

1. Summary of significant accounting policies (continued):

(d) Retirement benefits:

The Health Unit's contributions due during the period to its multi-employer defined benefit plan are expensed as incurred.

(e) Tangible capital assets:

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Asset	Basis	Term
Furniture	Straight-line	5 to 10 years
Equipment	Straight-line	5 to 8 years
Computer equipment and software	Straight-line	4 to 5 years
Portables	Straight-line	20 years
Building	Straight-line	40 years
Leaseholds	Straight-line	Over term of the lease
Trailers	Straight-line	5 years

(f) Economic dependence:

Substantially all of the Health Unit's revenue is received from the Province of Ontario and municipalities in its district. The continuation of the Health Unit is dependent on this funding.

Any adjustment to funding is recorded in the year it becomes known as an adjustment to net assets.

(g) Budget figures:

Budget figures have been provided for comparison purposes and have been derived from the budget approved by the Board of Directors.

(h) Use of estimates:

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. The principal estimates used in the preparation of these financial statements are the determination of the estimated useful life of tangible capital assets. Actual results could differ from these estimates.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

2. Tangible capital assets:

		Furniture	Equipment	Computer Equipment & Software	Leaseholds	Portables	Buildings	Land	Trailers	Work In Progress	2022 Total
Cost:											
Balance, January 1, 2022	\$	839,144	1,203,824	2,602,173	253,130	2,916	17,466,093	987,335	19,237	-	23,373,852
Additions		170,412	93,618	179,009	-	-	3,615	-	-	12,081	458,735
Disposals		(25,519)	(146,498)	(110,111)	-	-	-	-	(8,948)	-	(291,076)
Balance, December 31, 2022	\$	984,037	1,150,944	2,671,071	253,130	2,916	17,469,708	987,335	10,289	12,081	23,541,511
Accumulated amortization:											
Balance, January 1, 2022	\$	414,460	913,798	2,328,186	237,377	1,968	1,995,926	-	3,847	-	5,895,562
Amortization		87,926	127,748	139,429	1,969	146	437,435	-	2,058	-	796,711
Disposals		(25,519)	(144,871)	(110,111)	-	-	-	-	(1,790)	-	(282,291)
Balance, December 31, 2022	\$	476,867	896,675	2,357,504	239,346	2,114	2,433,361	-	4,115	-	6,409,982
Net book value											
At December 31, 2022	\$	507,170	254,269	313,567	13,784	802	15,036,347	987,335	6,174	12,081	17,131,529

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

2. Tangible capital assets (continued):

		Furniture	Equipment	Computer Equipment & Software	Leaseholds	Portables	Buildings	Land	Trailers	2021 Total
Cost:										
Balance, January 1, 2021	\$	821,531	1,116,370	2,508,821	253,130	2,916	17,466,093	987,335	-	23,156,196
Additions		21,099	90,339	121,095	-	-	-	-	19,237	251,770
Disposals		(3,486)	(2,885)	(27,743)	-	-	-	-	-	(34,114)
Balance, December 31, 2021	\$	839,144	1,203,824	2,602,173	253,130	2,916	17,466,093	987,335	19,237	23,373,852
Accumulated amortization:										
Balance, January 1, 2021	\$	347,149	801,628	2,179,085	235,408	1,822	1,558,852	-	-	5,123,944
Amortization		70,797	115,055	176,844	1,969	146	437,074	-	3,847	805,732
Disposals		(3,486)	(2,885)	(27,743)	-	-	-	-	-	(34,114)
Balance, December 31, 2021	\$	414,460	913,798	2,328,186	237,377	1,968	1,995,926	-	3,847	5,895,562
Net book value										
At December 31, 2021	\$	424,684	290,026	273,987	15,753	948	15,470,167	987,335	15,390	17,478,290

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

3. Accounts receivable:

	2022	2021
Government of Canada	\$ 207,009	\$ 243,312
Province of Ontario	143,215	578,847
Member municipalities	15,144	46,421
Other	86,381	58,666
	\$ 451,749	\$ 927,246

4. Accumulated surplus:

	2022	2021
Invested in tangible capital assets	\$ 17,131,529	\$ 17,478,291
Municipal reserve (i)	1,998,408	1,796,820
Amounts to be recovered (note 8)	(417,831)	(477,759)
Operating fund	191,427	213,239
Accumulated surplus, end of year	\$ 18,903,533	\$ 19,010,591

(i) Change in Municipal reserve:

Balance, beginning of year	\$ 1,796,820	\$ 1,786,304
Additions:		
Surplus	160,620	-
Interest	40,968	10,516
Balance, end of year	\$ 1,998,408	\$ 1,796,820

5. Accounts payable and accrued liabilities:

	2022	2021
Trade payables and other accruals	\$ 1,319,034	\$ 1,316,523
Accrued salaries and benefits	741,261	1,024,997
Due to member municipalities	6,693	52,670
Capital project payable	40,188	40,188
	\$ 2,107,176	\$ 2,434,378

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

6. Deferred revenue:

	2022	2021
Deferred revenue, beginning of year	\$ 1,070,930	\$ 289,325
Add: amount received during the year	2,787,756	2,457,584
Less: amount recognized as revenue during the year	(3,046,020)	(1,666,005)
Less: payable to Province of Ontario	(147,612)	(9,974)
Deferred revenue, end of year	\$ 665,054	\$ 1,070,930

Included in cash and cash equivalents is restricted amounts of \$665,054 (2021 - \$1,070,930) with respect to the above.

The ending balance is comprised of:

	2022	2021
Infection Prevention and Control Hub	\$ 447,871	\$ 630,496
Healthy Babies Healthy Children	-	245,017
Other Grants	210,453	166,884
Falls Prevention	2,970	21,473
Adult Dental Preventative	3,760	7,060
	\$ 665,054	\$ 1,070,930

7. Credit facility:

The Health Unit has authorized line of credit under a credit facility agreement with a Canadian chartered bank. The maximum draw permitted under this agreement is \$500,000 at prime less 0.25%. The amount drawn on this facility at year end was \$Nil (2021 - \$Nil).

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

8. Other employment liabilities:

The Health Unit provides certain employee benefits which will require funding in future periods.

	2022	2021
Vacation and compensation time	\$ 417,831	\$ 477,759

9. Province of Ontario funding:

The revenue from the Province of Ontario consists of the following grants:

	Budget 2022	Total 2022	Total 2021
Core:			
Public Health Mandatory programs	\$ 11,494,775	\$ 11,494,775	\$ 11,409,200
Unorganized Territories	1,099,296	1,117,202	1,058,300
Healthy Babies, Healthy Children	1,094,400	1,094,400	1,094,400
Ontario Seniors Dental Care	1,460,325	1,460,325	842,400
Unorganized Territories/Northern			
Fruit and Vegetable program	127,258	126,367	150,000
Unorganized Territories/Indigenous Communities	106,746	89,730	125,000
MOH/AMOH Compensation Initiative	51,703	59,900	57,706
Subtotal	15,434,503	15,442,699	14,737,006
Mitigation funding	1,792,400	1,792,400	1,792,400
One time funding:			
Public Health - COVID-19: General program	-	526,800	300,000
Public Health - COVID-19: Vaccine program	-	2,592,000	3,915,389
Ontario Seniors Dental Care	-	-	45,000
COVID-19 School-Focused Nurses Initiative	700,000	698,570	700,000
MOH/AMOH Compensation Initiative	-	9,515	-
Other	357,900	437,297	10,548
Infection Prevention and Control Hub	930,000	630,000	1,102,500
Subtotal	1,987,900	4,894,182	6,073,437
	\$ 19,214,803	\$ 22,129,281	\$ 22,602,843

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

10. Cost recoveries:

The Health Unit is responsible for the delivery of various mandated public health and other health programs which are funded 100% by the Province of Ontario. Some expenditures related to the delivery of these programs are initially incurred by the Health Unit and are subsequently recovered from these provincial programs. These amounts recovered are recorded as cost recoveries in the Health Unit's statement of operations and accumulated surplus.

11. Province of Ontario Settlements:

The Province of Ontario settlements for the year consists of the following:

	2022	2021
One-time funding – COVID-19: Vaccine program	\$ (1,577,913)	\$ –
Healthy Babies, Healthy Children	(147,612)	(9,974)
Infection Prevention and Control Hub	(125,760)	–
One-time programs	(21,150)	(10,000)
COVID-19: School-Focused Nurses Initiative	–	(40,490)
Unorganized Territories/Northern Fruit and Vegetable	–	(33,964)
MOH/AMOH Compensation Initiative	–	(2,546)
	\$ (1,872,435)	\$ (96,974)

12. Contingencies:

On July 1, 1987, a group of health care organizations, ("subscribers"), formed Healthcare Insurance Reciprocal of Canada ("HIROC"). HIROC is registered as a Reciprocal pursuant to provincial Insurance Acts which permit persons to exchange with other persons reciprocal contracts of indemnity insurance. HIROC facilitates the provision of liability insurance coverage to health care organizations in the provinces and territories where it is licensed. Subscribers pay annual premiums, which are actuarially determined, and are subject to assessment for losses in excess of such premiums, if any, experienced by the group of subscribers for the years in which they were a subscriber. No such assessments have been made to current date.

Since its inception in 1987, HIROC has accumulated an unappropriated surplus, which is the total of premiums paid by all subscribers plus investment income less the obligation for claims reserves and expenses and operating expenses. Each subscriber that has an excess of premium plus investment income over the obligation for their allocation of claims reserves and expenses and operating expenses may be entitled to receive distributions of their share of the unappropriated surplus at the time such distributions are declared by the Board of Directors of HIROC.

The Health Unit became a member of HIROC in January 2013 and is subject to any assessment on a proportionate basis.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

13. Commitments:

The Health Unit has the following commitments:

- a. The Health Unit rents office premises in Sturgeon Falls on a lease that expired during 2017, currently on a month-to-month agreement, Burks Falls on a lease that expired on September 30, 2022 at \$27,849 per year. Mattawa based on scheduled clinics, total was \$1,800 for the year, Parry Sound under lease expiring on August 31, 2023 at \$120,564 per year.
- b. The Health Unit rents equipment under various long-term leases, the longest of which expires in 2027. The annual lease payments amount to \$24,086 (2021 - \$28,345).

The minimum annual lease payments for the next five years are as follows:

2023	\$ 141,370
2024	94,103
2025	3,628
2026	2,332
2027	2,141

14. Pension agreement:

The Health Unit is an employer member of the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer, defined benefit pension plan. The Board of Trustees, 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. The Health Unit has adopted defined contribution plan accounting principles for this Plan because insufficient information is available to apply defined benefit plan accounting principles. The Health Unit records as pension expense the current service cost, amortization of past service costs and interest costs related to the future employment contributions to the Plan for past employee service.

OMERS provides pension services to almost 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 all pension benefits that members have earned to date. The most recent actuarial valuation of the Plan was conducted at December 31, 2022. The results of this valuation disclosed total actuarial liabilities of \$130,306 million in respect of benefits accrued for service with actuarial assets at that date of \$123,628 million indicating a going concern actuarial deficit of \$6,678 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 Health Unit does not recognize any share of the OMERS pension surplus or deficit. The amount contributed to OMERS for 2022 was \$1,257,820 (2021 - \$1,217,566) for current service.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Notes to Financial Statements (continued)

Year ended December 31, 2022

15. Segmented reporting:

The Canadian Chartered Public Accountants Public Sector Accounting Handbook Section PS 2700, Segment Disclosures, establishes standards on defining and disclosing segments in a government's financial statements. Government organizations that apply these standards are encouraged to provide the disclosures established by this section when their operations are diverse enough to warrant such disclosures. The Health Unit has only one identifiable segment, considered to be public health, as presented in these financial statements.

16. Expenditures by object:

	2022	2021
Salaries	\$ 16,250,193	\$ 17,099,089
Employee benefits	3,871,670	3,911,296
Professional and purchase services	2,066,185	2,036,727
Materials and supplies	1,328,303	1,313,902
Amortization of tangible capital assets	796,712	805,732
Occupancy	519,009	556,699
Information technology	329,966	307,871
Communication costs	207,622	295,628
Travel	289,096	285,501
Professional development	234,281	122,451
Equipment	87,272	87,313
	<u>\$ 25,980,309</u>	<u>\$ 26,822,209</u>

17. Comparative information:

Certain of the comparative information have been restated to meet current year's presentation.

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 1 - Public Health Mandatory Programs

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
Core	\$ 12,594,071	\$ 12,611,977	\$ 12,467,500
Mitigation funding	1,792,400	1,792,400	1,792,400
One-time funding	-	3,118,800	4,215,389
Member municipalities	3,503,642	3,503,637	3,466,967
Program revenue	178,800	222,358	135,318
Cost recoveries - other programs	95,500	104,824	104,505
Other grant revenues	-	10,000	16,804
Interest and miscellaneous	41,500	208,259	168,133
Transfer from deferred revenue	-	28,100	27,875
Transfer to deferred revenue	-	(5,750)	(28,100)
	18,205,913	21,594,605	22,366,791
Expenses:			
Salaries	11,891,158	13,118,803	14,679,548
Employee benefits	3,211,305	3,141,111	3,384,140
Professional and purchased services	567,381	795,763	1,494,196
Program material and supplies	662,948	718,554	965,208
Occupancy	507,318	512,534	556,699
Information technology	296,739	329,899	307,871
Communication costs	210,104	206,483	292,377
Travel	254,397	269,517	278,025
Professional development	357,889	212,459	115,250
Office supplies	107,980	107,887	109,956
Equipment	138,694	86,934	81,052
Amortization of tangible capital assets	-	765,242	780,127
	18,205,913	20,265,186	23,044,449
Excess (deficit) of revenue over expenses before items below	-	1,329,419	(677,658)
Capital expenditures	-	(437,663)	(225,722)
Province of Ontario settlement for the year	-	(1,577,913)	-
Loss on disposal of tangible capital assets	-	8,785	-
Annual deficit	\$ -	\$ (677,372)	\$ (903,380)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 2 - Healthy Babies, Healthy Children Program

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
Core	\$ 1,094,400	\$ 1,094,400	\$ 1,094,400
Transfer from deferred revenue	-	245,017	-
Transfer to deferred revenue	-	-	(245,017)
	1,094,400	1,339,417	849,383
Expenses:			
Salaries	826,908	862,928	632,605
Employee benefits	236,040	236,069	161,189
Travel	29,926	14,759	6,530
Communication costs	-	1,139	3,251
Professional and purchased services	1,526	2,615	2,544
Office supplies	-	245	244
Program material and supplies	-	61,210	-
Professional development	-	7,409	-
Information technology	-	67	-
Amortization of tangible capital assets	-	6,762	6,010
Allocated costs	-	2,356	9,005
	1,094,400	1,195,559	821,378
Excess of revenue over expenses before items below	-	143,858	28,005
Capital expenditures	-	(3,008)	(24,041)
Province of Ontario settlement for the year	-	(147,612)	(9,974)
Annual deficit	\$ -	\$ (6,762)	\$ (6,010)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 3 - Ontario Seniors Dental Care

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
Core	\$ 1,460,325	\$ 1,460,325	\$ 842,400
One-time funding	-	-	45,000
Program revenue	-	15,604	8,425
	1,460,325	1,475,929	895,825
Expenses:			
Salaries	520,724	565,229	361,666
Employee benefits	125,820	158,598	81,853
Professional and purchased services	654,976	599,583	312,403
Program material and supplies	60,500	43,283	51,767
Equipment	3,750	-	5,000
Office supplies	275	539	589
Professional development	2,750	3,155	540
Travel	4,300	512	-
Information technology	262	-	-
Amortization of tangible capital assets	-	24,708	19,595
Allocated costs	86,968	86,968	80,000
	1,460,325	1,482,575	913,413
Excess (deficiency) of revenue over expenses before item below	-	(6,646)	(17,588)
Capital expenditures	-	(18,062)	(2,007)
Annual deficit	\$ -	\$ (24,708)	\$ (19,595)

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 4 - COVID-19: School-Focused Nurses Initiative

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
One-time funding	\$ 700,000	\$ 698,570	\$ 700,000
Transfer from deferred revenue	-	-	53,933
	700,000	698,570	753,933
Expenses:			
Salaries	548,138	555,135	568,328
Employee benefits	151,862	143,435	145,115
	700,000	698,570	713,443
Excess of revenue over expenses before item below	-	-	40,490
Province of Ontario settlement for the year	-	-	(40,490)
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 5 - Unorganized Territories/Northern Fruit and Vegetable

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
Core	\$ 127,258	\$ 126,367	\$ 150,000
Expenses:			
Salaries	60,068	56,813	49,714
Employee benefits	17,303	14,343	10,101
Program material and supplies	32,387	39,542	48,405
Office supplies	1,000	435	305
Travel	-	-	11
Professional and purchased services	9,000	7,734	-
Allocated costs	7,500	7,500	7,500
	127,258	126,367	116,036
Excess of revenue over expenses before item below	-	-	33,964
Province of Ontario settlement for the year	-	-	(33,964)
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 6 - Unorganized Territories/Indigenous Communities

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
Core	\$ 106,746	\$ 89,730	\$ 125,000
Expenses:			
Salaries	53,310	40,389	32,744
Employee benefits	16,147	12,062	5,949
Program material and supplies	25,789	24,421	77,878
Professional development	3,500	3,980	281
Travel	-	878	148
Allocated costs	8,000	8,000	8,000
	106,746	89,730	125,000
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 7 - MOH/AMOH Compensation Initiative

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Province of Ontario			
Core	\$ 51,703	\$ 59,900	\$ 57,706
One-time funding	-	9,515	-
	51,703	69,415	57,706
Expenses:			
Salaries	43,835	58,618	46,765
Employee benefits	7,868	10,797	8,395
	51,703	69,415	55,160
Excess of revenue over expenses before item below	-	-	2,546
Province of Ontario settlement for the year	-	-	(2,546)
Annual surplus	\$ -	\$ -	\$ -

Schedule 8 - One-Time Programs
Statement of Operations

[illegible]

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 9 - Adult Dental

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Member municipalities	\$ 160,616	\$ 160,620	\$ 80,780
Program revenue	44,000	50,170	49,403
Miscellaneous Income	-	2,017	-
Transfer from deferred revenue	-	19,561	19,797
Transfer to deferred revenue	-	(16,260)	(19,561)
	204,616	216,108	130,419
Expenses:			
Salaries	99,359	45,771	98,173
Employee benefits	21,305	9,717	22,668
Program material and supplies	1,747	-	7,797
Equipment	-	-	1,261
Professional development	1,869	-	520
Professional and purchased services	79,836	-	-
Office supplies	500	-	-
	204,616	55,488	130,419
Excess of revenue over expenses before item below	-	160,620	-
Member Municipality surplus to be transfered to municipal reserves	-	(160,620)	-
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 10 - Infection Prevention and Control Hub

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget 2022	Total 2022	Total 2021
Revenue:			
Province of Ontario			
One-time funding	\$ 930,000	\$ 630,000	\$ 1,102,500
Transfer from deferred revenue	-	630,496	-
Transfer to deferred revenue	-	(447,871)	(630,496)
	930,000	812,625	472,004
Expenses:			
Salaries	424,705	472,650	395,740
Employee benefits	104,905	112,887	69,937
Professional development	29,665	7,278	5,625
Travel	10,590	1,332	702
Program material and supplies	354,882	92,187	-
Professional and purchased services	2,500	-	-
Equipment	2,000	338	-
Office supplies	753	193	-
	930,000	686,865	472,004
Province of Ontario settlement	-	(125,760)	-
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 11 - Falls Prevention

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Other grant revenues	\$ 100,000	\$ 82,103	\$ 79,084
Transfer from deferred revenue	-	21,473	17,641
Transfer to deferred revenue	-	(2,970)	(21,473)
	100,000	100,606	75,252
Expenses:			
Salaries	67,535	67,858	48,671
Employee benefits	19,724	16,430	12,123
Program material and supplies	10,241	13,813	13,437
Office supplies	500	760	737
Professional development	1,000	-	199
Travel	1,000	1,745	85
	100,000	100,606	75,252
Annual surplus	\$ -	\$ -	\$ -

NORTH BAY PARRY SOUND DISTRICT HEALTH UNIT

Schedule 12 - Miscellaneous Grants

Statement of Operations

Year ended December 31, 2022, with comparative information for 2021

	Budget	Total	Total
	2022	2022	2021
Revenue:			
Other grant revenues	\$ -	\$ 859,722	\$ 310,170
Miscellaneous income	-	-	1,141
Transfer from deferred revenue	-	126,284	147,454
Transfer to deferred revenue	-	(105,284)	(126,284)
		880,722	332,481
Expenses:			
Salaries	-	-	61,422
Employee benefits	-	-	5,860
Professional and purchased services	-	659,791	227,584
Program material and supplies	-	214,437	37,615
Security	-	6,475	-
Office supplies	-	19	-
	-	880,722	332,481
Annual surplus	\$ -	\$ -	\$ -