Consolidated Financial Statements of

THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

And Independent Auditor's Report Year thereon

ended December 31, 2025

Management's Responsibility

To the Mayor and Members of Council, Inhabitants and Ratepayers of The Corporation of the Township of Woolwich:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The Council is composed entirely of members who are neither management nor employees of the Township. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Township's external auditors.

MNP LLP is appointed by the Members of Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and management to discuss their audit findings.

November 3, 2026

Chief Administrative Officer

Treasurer

To the Mayor and Members of Council, Inhabitants and Ratepayers of The Corporation of the Township of Woolwich:

Opinion

We have audited the consolidated financial statements of The Corporation of the Township of Woolwich and its subsidiaries (the "Township"), which comprise the consolidated statement of financial position as at December 31, 2025, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Township as at December 31, 2025, and the results of its consolidated operations, change in its consolidated 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 Township 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.

Emphasis of Matter - Restated Comparative Information

We draw attention to Note 16 to the consolidated financial statements, which explains that certain comparative information for the year ended December 31, 2024 has been restated. Our opinion is not modified in respect of this matter.

The consolidated financial statements for the year ended December 31, 2024, excluding the adjustments that were applied to restate certain comparative information as described in Note 16, were audited by another auditor who expressed an unmodified opinion on those consolidated financial statements on October 10, 2025.

As part of our audit of the consolidated financial statements for the year ended December 31, 2025, we also audited the adjustments applied to restate certain comparative information presented. In our opinion, such adjustments are appropriate and have been properly applied.

Other than with respect to the adjustments that were applied to restate certain comparative information, we were not engaged to audit, review, or apply any procedures to the consolidated financial statements for the year ended December 31, 2024. Accordingly, we do not express an opinion or any other form of assurance on those consolidated financial statements taken as a whole.

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 Township'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 Township or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Township'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 Township'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 Township'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 Township 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.

- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Township as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work performed for the purposes 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.

MNP LLP

Chartered Professional Accountants

Licensed Public Accountants

Waterloo, Ontario

November 3, 2026

MNP

THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Consolidated Statement of Financial Position

December 31, 2025, with comparative information for 2024

		2025	2024 (Restated Note 16)
Financial Assets			
Cash and cash equivalents	$	23,499,819	$6,498,065
Investments (Note 3)		7,860,059	9,002,409
Taxes receivable		3,289,013	3,033,081
User charges receivable		1,460,377	1,370,111
Accounts receivable		8,674,952	9,259,635
Development charges receivable (Note 4)		-	6,341
Investment in Enova Energy Corporation (Note 5)		55,796,370	55,796,370
Total financial assets		100,580,590	84,966,012
Liabilities			
Accounts payable and accrued liabilities		$ 10,305,263	$ 10,744,127
Deferred revenue - obligatory reserve funds (Note 4)		9,717,258	4,367,087
Deferred revenue - other		8,215,093	4,554,427
Net long-term liabilities (Note 6)		6,153,506	3,173,442
Post employment benefits (Note 7)		1,197,727	1,173,363
Total liabilities		35,588,847	24,012,446
Net financial assets		$ 64,991,743	$ 60,953,566
Non-Financial Assets			
Tangible capital assets (Note 8)		$ 249,265,522	$ 244,856,990
Inventories of supplies		121,044	139,119
Prepaid expenses		327,749	258,119
		249,714,315	245,254,228
Accumulated surplus (Note 9)		$ 314,706,058	$ 306,207,794

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

Mayor

Councillor

THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Consolidated Statement of Operations

Year ended December 31, 2025, with comparative information for 2024

	Budget (Note 14)	2025	2024 (Restated Note 16)
Revenue:			
Taxation	$ 18,822,006	$ 18,744,738	$ 16,811,076
User fees and charges	12,711,262	13,411,273	11,188,587
Government grants (Note 13)	8,092,898	4,172,207	4,115,804
Municipal revenue	251,420	61,898	103,024
Permits, late payment charges and other	2,440,659	2,314,927	1,391,744
Interest, donations and sundry	3,543,455	2,858,812	3,709,906
Obligatory reserve fund revenue (Note 4)	3,890,813	3,293,449	3,601,049
Gain on sale of assets	–	-	57,822
Contributed tangible capital assets (Note 8)	–	1,991,791	5,264,178
Total revenue	49,752,513	46,849,095	46,243,190
Expenses:			
General government	4,184,547	2,487,108	2,134,863
Protection to persons and property	4,226,553	5,436,816	5,076,289
Transportation services	6,457,463	10,984,794	9,109,516
Environmental services	2,904,827	7,191,314	6,504,363
Health services	91,614	89,806	102,192
Social and family services	71,664	68,987	75,955
Recreation and cultural	6,196,624	8,765,208	9,244,330
Planning and development	3,102,892	3,326,798	2,899,346
Total expenses	27,236,184	38,350,831	35,146,854
Annual surplus	22,516,329	8,498,264	11,096,336
Accumulated surplus, beginning of year	306,207,794	306,207,794	295,111,458
Accumulated surplus, end of year	$ 328,724,123	$ 314,706,058	$ 306,207,794

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

THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Consolidated Statement of Change in Net Financial Assets

Year ended December 31, 2025, with comparative information for 2024

	2025	2024 (Restated Note 16)
Annual surplus	$ 8,498,264	$ 11,096,336
Acquisition of tangible capital assets	(11,735,539)	(13,644,791)
Amortization of tangible capital assets	8,645,822	8,311,120
Net loss on disposal of tangible capital assets	672,976	607,990
Proceeds on sale of tangible capital assets	–	67,045
Contributed tangible capital assets	(1,991,791)	(5,264,178)
Net change in inventories of supplies	18,075	(49,837)
Net change in prepaid expenses	(69,630)	(146,771)
	(4,460,087)	(10,119,421)
Change in net financial assets	4,038,177	976,914
Net financial assets, beginning of year	60,953,566	59,976,652
Net financial assets, end of year	$ 64,991,743	$ 60,953,566

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

THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Consolidated Statement of Cash Flows

Year ended December 31, 2025 with comparative information for 2024

	2025	2024 (Restated Note 16)
Cash provided by (used in):		
Operating activities:		
Annual surplus	$ 8,498,264	$ 11,096,336
Items not involving cash:		
Amortization of tangible capital assets	8,645,822	8,311,120
Loss on disposal of tangible capital assets	672,976	607,990
Contributed tangible capital assets	(1,991,791)	(5,264,178)
Change in accrued post employment benefits	24,363	8,441
	15,849,634	14,759,709
Change in non-cash assets and liabilities:		
Taxes receivable	(255,932)	(499,668)
User charges receivable	(90,266)	(351,089)
Accounts receivable	584,683	(2,133,050)
Development charges receivable	6,341	–
Accounts payable and accrued liabilities	(438,863)	(1,980,712)
Deferred revenue – obligatory reserve funds	5,350,171	(1,396,181)
Deferred revenue – other	3,660,666	(941,249)
Inventories of supplies	18,075	(49,837)
Prepaid expenses	(69,630)	(146,771)
Net change in cash from operating activities	24,614,879	7,261,152
Capital activities:		
Cash used to acquire tangible capital assets	(11,735,539)	(13,644,791)
Proceeds on sale of tangible capital assets	–	67,045
Net change in cash from capital activities	(11,735,539)	(13,577,746)
Investing activities:		
Change in investments	1,142,350	803,304
Net change in cash from investing activities	1,142,350	803,304
Financing activities:		
Debt issued and assumed	3,181,000	–
Principal repayments of long-term debt	(200,936)	(240,326)
Net change in cash from financing activities	2,980,064	(240,326)
Net change in cash	17,001,754	(5,753,616)
Cash and cash equivalents, beginning of year	6,498,065	12,251,681
Cash and cash equivalents, end of year	$ 23,499,819	$ 6,498,065

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

The Corporation of the Township of Woolwich is a municipality in the Province of Ontario and operates under the provisions of the Municipal Act, 2001.

1. Significant accounting policies:

The consolidated financial statements of The Corporation of the Township of Woolwich (the "Township") are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing and the standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

The focus of Public Sector Accounting Standards ("PSAS") financial statements is on the financial position of the Township and the changes thereto. The consolidated statement of financial position includes all assets and liabilities of the Township. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position and is the difference between assets and liabilities. This provides information about the Township's overall future revenue requirements and its ability to finance activities and meet its obligations.

(a) Basis of consolidation:

(i) Consolidated statements:

These consolidated statements reflect the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity includes the activities of all committees of Council and the following boards, municipal enterprises and utilities which are under the control of Council:

- Elmira Business Improvement Area Board of Management
- St. Jacobs Business Improvement Area Board of Management

Inter-organizational transactions and balances between these entities have been eliminated.

1. Significant accounting policies (continued):

(a) Basis of consolidation (continued):

(ii) Accounting for region and school board transactions:

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the School Boards, and The Region of Waterloo are not reflected in these consolidated financial statements. Overlevies (underlevies) are reported on the consolidated financial statement of financial position as “other liabilities” “other assets”.

(iii) Trust funds:

Trust funds and their related operations administered by the Township are not consolidated, but are reported separately on the trust funds statement of financial operations and financial position.

(b) 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.

(c) Government transfers:

Government transfers received relate to social services, childcare, housing and health programs, transportation and environmental services. Government transfers paid relate to social services programs. Transfers are recognized in the consolidated financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

Government transfers are recognized in the period in which the events giving rise to the transfer occurred, provided that the transfer is authorized, and the amount can be reasonably estimated. Government grants are recognized when approved to the extent the related expenditure has been incurred and collection can be reasonably assured.

(d) Taxation, user fees and charges, permits, late payment charges and other revenues:

The Township prepares tax billings based on assessment rolls issued by Municipal Property Assessment Corporation, in accordance with rates established and approved annually by Council and the Province of Ontario. Taxation revenue is recognized in the period in which the taxes are levied.

Revenues from an exchange transaction are recognized as or when the Township satisfies the performance obligation. Performance obligations may be satisfied at a point in time or over a period of time. Revenues from a non-exchange transaction are recognized where there is authority and a past event that gives rise to a claim of economic resources.

1. Significant accounting policies (continued):

(e) Deferred revenue - other:

Deferred revenues represent licenses, permits and other fees which have been collected, but for which the related services or inspections have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

(f) Investment income:

Investment income is reported as revenue in the period earned. When required by the funding government or related Act, investment income earned on deferred revenue is added to the investment and forms part of the deferred revenue balance.

(g) Cash equivalents:

Cash equivalents include short-term highly liquid investments with a term to maturity of 90 days or less at acquisition.

(h) Land held for resale:

Land held for resale is recorded at the lower of cost and net realizable value. Cost includes amounts for improvements to prepare the land for sale or servicing.

(i) Investments:

Financial instruments are recorded at fair value on initial recognition. Derivative instruments and equity instruments that are quoted in an active market are reported at fair value. All other financial instruments are subsequently recorded at cost or amortized cost.

The Township's financial instruments include cash and cash equivalents, taxes receivable, accounts receivable, investments, Enova Energy Corporation, accounts payable and accrued liabilities, and net long-term liabilities. The carrying value approximates fair value due to the short-term nature of these financial assets and liabilities.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the effective-interest rate method.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of operations and any unrealized gain is adjusted through the statement of remeasurement gains and losses.

1. Significant accounting policies (continued):

(i) Investments (continued):

Financial instruments that are subsequently measured at fair value are classified based on the observability of inputs as follows:

Level 1 - Unadjusted quoted market prices in active markets for identical assets or liabilities;

Level 2 - Observable or corroborated inputs, other than level 1, such as quoted prices for similar assets or liabilities in inactive markets or market data for substantially the full term of the assets or liabilities; and

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets and liabilities.

Principal protected notes within investments are measured as level 1 financial instruments.

(j) Long-term debt:

Long-term debt is recorded net of related sinking fund balances.

(k) Employee future benefits:

The costs of multi-employer defined contribution pension plan benefits, such as the Ontario Municipal Employees Retirement System ("OMERS") pensions, are the employer's contributions due to the plan in the period.

(l) 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. Inventories of supplies held for consumption are recorded at the lower of cost and replacement cost.

(m) 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 over their estimated useful lives as follows:

Asset	Useful Life – Years
Landfill and Land Improvements	5 - 50
Buildings and Building Improvements	25 - 50
Vehicles, Machinery and Equipment	5 - 30
Water and Wastewater Infrastructure	15 - 100
Roads infrastructure - Base	50
- Surface	15

1. Significant accounting policies (continued):

(m) Tangible capital assets (continued):

Land is not amortized. Assets under construction (capital work in progress) are not amortized until the asset is available for productive use or placed in service.

(i) 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.

(ii) Natural resources:

Natural resources that have not been purchased are not recognized as assets in the consolidated financial statements.

(iii) Works of art and cultural and historic assets:

Works of art and cultural and historic assets are not recorded as assets in these consolidated financial statements.

(iv) Leased tangible capital assets:

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

(n) Use of estimates:

The preparation of 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 date of the financial statements, and the reported amounts of revenues and expenses during the period.

Accounts receivable and taxes receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets.

The Township's post-employment benefit liability and related expense are determined using actuarial valuations that require assumptions about economic and demographic factors, including discount rates, and growth rates for health care and dental costs.

The valuation of contributed tangible capital assets involves significant judgment where market-based evidence is not available. Estimates are based on the best information available at the date of contribution.

Actual results could differ from these estimates.

1. Significant accounting policies (continued):

(o) Segments:

The Township conducts its business through five reportable segments: Protection, Public Works – Transportation, Public Works – Environmental, Recreation and Cultural Services and Other and Unallocated. These operating segments are established by senior management to facilitate the achievement of the Township's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

2. Operations of School Boards and the Region of Waterloo:

Further to note 1(a) (ii), the taxation, other revenues, expenditures and over levies for the School Boards and The Region of Waterloo are comprised of the following:

	School Boards	Region
Taxation and user charges	$ 13,629,937	$ 41,885,928
Requisitions paid	(13,629,937)	(41,885,928)
(Under)/over levies, end of year	$ –	$ –

3. Investments:

Investments are comprised of Guaranteed Investment Certificates and fixed income instruments, which are reported at cost and have a fair value of $8,016,208 (2024 - $9,125,760) at the end of the year.

4. Deferred revenue - obligatory reserve funds:

A requirement of the public sector accounting principles is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used. During the year ended December 31, 2024, the ending comparative balance for development charges includes $6,341 of development charges receivable for which collection has been deferred in accordance with Section 26.1 of the Development Charges Act, 1997.

The balances in the obligatory reserve funds of the Township are summarized below:

	2025	2024
Building administration	$ 426,586	$ 352,050
Development charges	7,156,117	3,936,352
Canada Community – Building Fund	662,038	47,328
Park fund	1,472,517	31,357
	$ 9,717,258	$ 4,367,087

Continuity of deferred revenue is as follows:

	2025	2024
Balance, beginning of year:		
Building administration	$ 352,050	$ 877,975
Development charges	3,936,352	4,912,928
Canada Community – Building Fund	47,328	17,398
Park fund	31,357	(45,033)
	4,367,087	5,763,268
Developer contributions received	6,229,518	1,706,531
Capital grants received	1,043,007	861,207
Other	1,534,157	276,650
Interest earned	113,609	192,990
Total revenue	8,920,291	3,037,378
Contributions used	(3,570,120)	(4,433,559)
Balance, end of year	$ 9,717,258	$ 4,367,087

5. Investment in Enova Energy Corporation

On August 31, 2022, Kitchener Power Corporation and Waterloo North Hydro Holding Corporation amalgamated and continued operations as Enova Energy Corporation, a corporation amalgamated under the laws of Ontario. On September 1, 2022, immediately following the aforementioned amalgamation, Kitchener-Wilmot Hydro Inc. and Waterloo North Hydro Inc. legally amalgamated and continue as Enova Energy Corporation, a corporation amalgamated under the laws of Ontario.

5. Investment in Enova Energy Corporation (continued)

Following the merger, the Township holds 8.50% of the common shares of Enova Energy Corporation, with a carrying value of $52,440,681. The Township also holds $3,355,689 of unsecured long-term notes receivable from Enova Energy Corporation, which are included in the carrying value of the investment and bear interest at 3.23%. Interest received during the year ended December 31, 2025 was $108,389 (2024 - $108,389).

6. Net long-term liabilities:

(a) The balance of long-term liabilities reported on the Consolidated Statement of Financial Position consists of the following:

	2025	2024
Township, through the Region of Waterloo, issued a $3,181,000 20-year capital program debenture (CDS23-11) February 6, 2025 with an annual interest rate of 2.80% - interest repayable in semi-annual installments and Principal repayable annually	$ 3,181,000	$ –
Township, through the Region of Waterloo, issued a $3,720,000 25-year capital program debenture (ID09-61) December 1, 2009 with an annual interest rate of 4.88% - interest repayable in semi-annual installments and Principal repayable annually	1,863,506	2,025,442
Township, through the Region of Waterloo, issued a $1,190,000 10-year capital program debenture (CDS23-10) October 17, 2023, with the option to renew for another 10-years with an annual interest rate of 5.15% - interest repayable in semi-annual installments and principal repayable annually	1,109,000	1,148,000
Net long-term liabilities, end of year	$ 6,153,506	$ 3,173,442

(b) The long-term liabilities in (a) issued in the name of the Township have been approved by By-Law. The annual principal and interest payments required to service these liabilities are within the annual debt repayment prescribed by the Ministry of Municipal Affairs and Housing.

(c) Interest paid during the year on long-term liabilities amounted to $222,301 (2024 - $167,117). Principal paid during the year on long-term liabilities amounted to $200,936 (2024 - $240,326). The above debentures are unsecured.

6. Net long-term liabilities (continued):

(d) The total Township principal and interest repayments in each of the next five years and thereafter are due as follows:

	Principal	Interest
2026	$ 320,839	$ 276,751
2027	335,127	263,240
2028	348,819	249,025
2029	362,936	234,067
2030	378,497	218,229
Thereafter	4,407,288	1,185,599
	$ 6,153,506	$ 2,426,911

7. Post employment benefits:

The Township provides certain benefits, including post-employment benefits of extended health and dental benefits and sick leave benefits, to its employees. The post-employment benefit at December 31, 2025, includes the following components:

	2025	2024
Extended health and dental benefits	$ 759,595	$ 757,539
Sick leave	272,145	254,526
	1,031,740	1,012,065
Unamortized actuarial gains	165,987	161,298
	$ 1,197,727	$ 1,173,363

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, 2025.

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. The assumptions used reflect management's best estimates. The post-employment benefit liability was determined using a discount rate of 4.10% (2024 – 4.10%). The sick leave liability was determined using a discount rate of 3.90% (2024 – 3.90%). For extended health care costs, a 5.60% annual rate of increase, decreasing by 0.25% annually to an ultimate rate of 3.57% was assumed. For dental costs, a 5.00% annual rate of increase decreasing by 0.40% annually to an ultimate rate of 3.57% was assumed.

The liability for sick leave benefits includes a provision for non-vested benefits. Under the sick leave benefit plan, unused sick leave can accumulate but employees leaving the Township's employment are not entitled to a cash payment.

8. Tangible capital assets:

	2025							
	Land	Landfill and Land Improvements	Building and Building Improvements	Vehicles, Machinery and Equipment	Water and Wastewater Infrastructure	Roads Infrastructure	Assets Under Construction	Total
	$	$	$	$	$	$	$	$
Cost								
Balance, beginning of year	17,962,331	9,707,646	43,513,068	21,265,050	112,945,780	138,507,288	17,756,824	361,657,987
Additions	3,019,201	1,652,298	2,075,853	435,230	2,668,420	15,016,349	(11,140,021)	13,727,330
Disposals	–	(32,381)	(390,991)	(76,927)	–	(2,361,904)	–	(2,862,203)
Balance, end of year	20,981,532	11,327,563	45,197,930	21,623,353	115,614,200	151,161,733	6,616,803	372,523,114
Accumulated amortization								
Balance, beginning of year	–	4,558,751	17,164,636	9,838,117	24,755,759	60,483,734	–	116,800,997
Disposals	–	(32,381)	(345,481)	(70,949)	–	(1,740,416)	–	(2,189,227)
Amortization expense	–	417,029	1,137,289	1,339,833	1,976,702	3,774,969	–	8,645,822
Balance, end of year	–	4,943,399	17,956,444	11,107,001	26,732,461	62,518,287	–	123,257,592
Net book value, end of year	20,981,532	6,384,164	27,241,486	10,516,352	88,881,739	88,643,446	6,616,803	249,265,522

8. Tangible capital assets (continued):

2024 (Restated – Note 16)								
	Land	Landfill and Land Improvements	Building and Building Improvements	Vehicles, Machinery and Equipment	Water and Wastewater Infrastructure	Roads Infrastructure	Assets Under Construction	Total
	$	$	$	$	$	$	$	$
Cost								
Balance, beginning of year	17,962,331	8,688,368	43,780,322	18,541,071	106,922,437	126,527,477	22,013,095	344,435,101
Additions	–	1,056,414	731,125	3,232,454	6,023,343	12,121,903	(4,256,271)	18,908,968
Disposals	–	(37,136)	(998,379)	(508,475)	–	(142,092)	–	(1,686,082)
Balance, end of year	17,962,331	9,707,646	43,513,068	21,265,050	112,945,780	138,507,288	17,756,824	361,657,987
Accumulated amortization								
Balance, beginning of year	–	4,211,654	16,395,864	9,075,514	22,840,081	56,977,812	–	109,500,925
Disposals	–	(18,086)	(381,482)	(488,486)	–	(122,995)	–	(1,011,049)
Amortization expense	–	365,183	1,150,254	1,251,089	1,915,678	3,628,917	–	8,311,121
Balance, end of year	–	4,558,751	17,164,636	9,838,117	24,755,759	60,483,734	–	116,800,997
Reclassification	1	(78,720)	78,920	2	–	(203)	–	–
Net book value, end of year	17,962,330	5,227,615	26,269,512	11,426,931	88,190,021	78,023,757	17,756,824	244,856,990

8. Tangible capital assets (continued):

a) Assets under construction:

Assets under construction having a value of $6,616,803 (2024 (Restated – Note 16) - $17,756,824) have not been amortized. Amortization of these assets will commence when the asset is put into service.

b) Contributed tangible capital assets:

Contributed capital assets during the year were $1,991,791 (2024 (Restated – Note 16) - $5,264,178).

c) Works of art and historical treasures:

The Township of Woolwich manages and controls various works of art and non-operational historical cultural assets including buildings, artifacts, paintings and sculptures located at Township sites and public display areas. These assets are not recorded as tangible capital assets and are not amortized.

9. Accumulated surplus:

	2025	2024 (Restated – Note 16)
Surplus:		
Invested in tangible capital assets	$ 249,265,522	$ 244,856,990
General (surplus)/deficit	3,705,931	(1,803,879)
Unfunded:		
Employee post-employment benefits	(1,197,727)	(1,173,363)
Debenture - long-term	(6,153,506)	(3,173,442)
Equity in Government Business Enterprise	55,796,370	55,796,370
Total surplus	301,416,590	294,502,676
Reserves set aside by Council:		
HR contingency	220,672	–
Employee future benefits	200,000	–
Operating budget contingency	937,660	1,044,160
Working capital	(437,454)	(416,283)
Insurance	223,766	156,773
Capital budget contingency	98,062	169,314
Ontario Municipal Board legal	200,948	200,948
Special circumstance funding	175,709	287,233
Winter stabilization	20,428	20,428
Total reserves	1,639,791	1,462,573
Reserve funds set aside for specific purposes by Council:		
Equipment replacement	1,480,658	2,014,815
Infrastructure investment	2,283,750	1,413,507
Recreation fitness center	11,083	10,861
Recreation facilities	101,563	99,533
Water	2,576,491	1,014,208
Sewer	1,040,243	1,045,609
Property building	237,751	181,171
Parking lot	16,021	15,701
Development administration	1,639,467	1,256,084
Transient Accommodation Tax	1,094,794	1,118,835
Walter Bean Trail Fund	268,553	320,884
Greening/Climate Action	547,715	474,120
Housing Affordability	349,871	1,277,217
Site alterations	1,717	–
Total reserve funds	11,649,677	10,242,545
Accumulated surplus	$ 314,706,058	$ 306,207,794

10. Public liability insurance:

The Township is self insured for public liability claims up to $10,000 (2024 - $10,000) for any individual claim and $10,000 (2024 - $10,000) for any number of claims arising out of a single occurrence. Outside coverage is in place for claims in excess of these limits.

The Township has made provision for a reserve for self insurance which, as at December 31, 2025, amounted to $223,766 (2024 - $156,773) and is reported on the consolidated statement of financial position. The provision for the year amounted to $438,212 (2024 - $412,955). During the year, claims amounting to $57,840 (2024 - $53,756) were settled and insurance premiums of $342,490 (2024 - $355,417) were paid. Both amounts are reported as an expense on the consolidated statement of operations and have been funded from the reserve.

11. Pension agreements:

The Township makes contributions to OMERS which is a multi-employer plan, on behalf of 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. Contributions to OMERS in 2025 were $866,628 (2024 - $942,127).

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 Township does not recognize any share of the OMERS pension surplus or deficit. The last available report for the OMERS plan was on December 31, 2025. At that time the plan reported a $1.3 billion (2024 - $2.9 billion) actuarial deficit, based on actuarial liabilities of $151.4 billion (2024 - $142.5 billion) and actuarial assets $150.1 billion (2024 - $139.6 billion). If actuarial surpluses are not available to offset the existing deficit and subsidize future contributions, increases in contributions will be required in the future.

12. Cemetery trust funds:

Cemetery trust funds administered by the Township amounting to $531,549 (2024 - $471,496) have not been included in the consolidated statement of financial position nor have their operations been included in the consolidated statement of operations.

13. Government transfers

During the year, the Township recognized the following government transfers:

	2025	2024
Ontario Municipal Partnership Fund	236,200	236,200
Ontario Community Infrastructure Fund	1,370,343	1,188,579
Ontario Investing in Canada Plan Grant	433,084	19,772
Ontario – Other Grants	141,809	128,225
Canada Summer Jobs	32,914	29,332
Canada Community- Building Fund	276,671	832,510
CMHC Housing Accelerator Fund	1,681,186	1,681,186
	$4,172,207	$4,115,804

14. Budget data:

The budget data presented in these consolidated financial statements is based upon the 2025 operating and capital budgets approved by Council. Amortization was not contemplated on development of the budget and, as such, has not been included.

15. Financial Instruments:

The Township as part of its operations carries a number of financial instruments. It is management's opinion that the Township is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Credit Risk

Credit risk is the risk of financial loss because a counter party to a financial instrument fails to discharge its contractual obligations.

The carrying amount of the Township’s financial assets best represents the maximum exposure to credit risk.

Risk management

The Township manages its credit risk by performing regular credit assessments of its customers, provides allowances for potentially uncollectible accounts receivables and holding its cash in reputable financial institutions.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk. The Township manages interest rate risk exposure by entering into fixed rate debenture contracts. The Township is exposed to interest rate risk with respect to its net long-term liabilities.

Liquidity risk

Liquidity risk is the risk that the Township will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. Liquidity risk is measured by reviewing the Township’s future net cash flows for the possibility of negative net cash flows.

Contractual maturities of long-term debt are disclosed in Note 6.

The Township manages the liquidity risk resulting from its accounts payable and long-term debt by monitoring future cash obligations and ensuring sufficient liquid assets exist to repay those obligations. All financial liabilities are due within 12 months of year end, with the exception of long-term debt which is due as disclosed in Note 6.

16. Correction of prior period balances

In the course of the preparation of the Township's consolidated financial statements for the year ended December 31, 2025, management identified the following historical errors in the accounting for tangible capital assets:

i) Certain assets under construction were determined to be available for use and therefore amortization was understated. The cumulative amount of assets reclassified out of assets under construction was $16,992,848 up to December 31, 2023, and during the year ended December 31, 2024 was $13,189,378. The accumulated amortization was $527,916 as at December 31, 2023, and during the year ended December 31, 2024, additional amortization recorded was $482,602.

ii) Certain contributed assets were not recorded at their fair values at the date control was transferred during the years ended December 31, 2023 to December 31, 2024. The cumulative amount up to December 31, 2023 was $21,826,941 and during the year ended December 31, 2024 was $5,264,178. The accumulated amortization was $413,535 as at December 31, 2023, and during the year ended December 31, 2024, additional amortization recorded was $576,008.

As such, management has restated its consolidated financial statements for the year ended December 31, 2024.

The following table summarizes the impact of the restatement adjustments on the Township's previously reported consolidated financial statements. There was no impact to operating, investing or financing activities in the consolidated statement of cash flows.

Consolidated statement of financial position	As Previously Reported	Correction	As Restated
Tangible capital assets	219,765,933	25,091,057	244,856,990
Total non-financial assets	220,163,171	25,091,057	245,254,228
Accumulated surplus, beginning of year	274,225,969	20,885,489	295,111,458
Accumulated surplus, end of year	281,116,737	25,091,057	306,207,794

Consolidated statement of operations	As Previously Reported	Correction	As Restated
Contributed assets	-	5,264,178	5,264,178
Total revenue	40,979,012	5,264,178	46,243,190
Protection to persons and property	5,058,652	17,637	5,076,289
Transportation services	8,894,738	214,778	9,109,516
Environmental services	6,230,692	273,671	6,504,363
Recreation and cultural	9,197,540	46,790	9,244,330
Planning and development	2,393,612	505,734	2,899,346
Total expenses	34,088,244	1,058,610	35,146,854
Annual surplus	6,890,768	4,205,568	11,096,336

16. Correction of prior period balances (continued):

Consolidated statement of change in net financial assets	As Previously Reported	Correction	As Restated
Annual surplus	6,890,768	4,205,568	11,096,336
Amortization of tangible capital assets	7,252,510	1,058,610	8,311,120
Contributed tangible capital assets	-	(5,264,178)	(5,264,178)

17. Segmented information:

Segmented information has been identified based on lines of service provided by the Township. Township services are provided by departments and their activities are reported by functional area in the body of the financial statements. Certain lines of service that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

(i) Protection:

Protection is comprised of the Fire and By-law Enforcement departments. The Fire department is responsible to provide fire suppression services, fire prevention programs; training and development related to prevention; and detection or extinguishment of fires. The mandate of the By-law Enforcement department is to enforce the By-laws passed by the Council of the Township of Woolwich.

(ii) Public Works - Transportation:

The Public Works department is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, bridges and culverts, sidewalks, the maintenance of parks and open space, and street lighting.

(iii) Public Works - Environment:

The Township is responsible for environmental programs and the operation of Water and Wastewater Systems, specifically the distribution and collection systems; and storm collection systems.

(iv) Recreation and Cultural Services:

The Recreation and Community Services department is responsible for the planning, development, delivery and maintenance of all Township recreation programs, services and facilities.

(v) Other and Unallocated:

Anything that doesn't fall under one of the other segments

Certain allocation methodologies are employed in the preparation of segmented financial information. Taxation and payments-in-lieu of taxes are allocated to the segments based on the segment's budgeted net expenditure. User charges and other revenue have been allocated to the segments based upon the segment that generated the revenue. Government grants have been allocated to the segment based upon the purpose for which the grant was made.

17. Segmented information (continued):

	2025					
	Protection	Public Works – Transportation	Public Works – Environmental	Recreation and Cultural Services	Other and Unallocated	Total
	$	$	$	$	$	$
Revenues:						
Taxation	4,037,311	6,292,118	–	4,205,381	4,209,928	18,744,738
User fees and charges	328,956	55,320	6,656,579	3,305,113	3,065,305	13,411,273
Government grants	39,743	1,416,275	433,083	363,312	1,919,794	4,172,207
Municipal revenue	61,898	–	–	–	–	61,898
Permits, late payment, other	1,772,658	–	–	4,508	537,761	2,314,927
Interest, donations, sundry	–	392,368	328,053	154,987	1,983,404	2,858,812
Obligatory reserve fund recognized	1,724,489	629,122	835,485	54,616	49,737	3,293,449
Contributed assets	–	981,024	1,010,767	–	–	1,991,791
Total revenues	7,965,055	9,766,227	9,263,967	8,087,917	11,765,929	46,849,095
Expenses:						
Salaries, wages and employee benefits	3,020,221	1,923,493	1,466,546	3,542,201	4,553,640	14,506,101
Materials	964,626	2,640,384	1,198,252	2,415,374	2,343,549	9,562,185
Contracted services	342,021	2,477,328	1,012,368	838,881	641,020	5,311,618
Rents and financial expenses	–	14,977	–	5,116	13,724	33,817
External transfers	–	–	–	–	68,987	68,987
Debt services	–	41,839	81,620	98,842	–	222,301
Amortization	762,923	4,014,434	2,229,192	1,392,912	246,361	8,645,822
Inter-functional adjustments/Program allocation	347,025	(504,041)	1,579,716	471,882	(1,894,582)	–
Total expenses	5,436,816	10,984,794	7,191,314	8,765,208	5,972,699	38,350,831
Annual surplus (deficit)	2,528,239	(1,218,567)	2,072,653	(677,291)	5,793,230	8,498,264

17. Segmented information (continued):

2024 (Restated – Note 16)

	Protection	Public Works – Transportation	Public Works – Environmental	Recreation and Cultural Services	Other and Unallocated	Total
	$	**$**	**$**	**$**	**$**	**$**
Revenues:						
Taxation	3,464,243	5,903,205	–	3,963,168	3,480,460	16,811,076
User fees and charges	269,942	51,385	5,031,074	2,814,787	3,021,399	11,188,587
Government grants	2,318	1,792,929	22,090	376,445	1,922,022	4,115,804
Municipal revenue	60,215	42,809	–	–	–	103,024
Permits, late payment, other	853,526	11,465	–	4,422	522,331	1,391,744
Interest, donations, sundry	23,433	108,087	1,033,772	246,262	2,298,352	3,709,906
Obligatory reserve fund recognized	561,692	446,353	2,228,959	304,752	59,293	3,601,049
Gain on disposal of assets	7,574	45,029	–	5,219	–	57,822
Contributed assets	–	5,264,178	–	–	–	5,264,178
Total revenues	5,242,943	13,665,440	8,315,895	7,715,055	11,303,857	46,243,190
Expenses:						
Salaries, wages and employee benefits	2,901,317	2,081,745	1,231,058	3,449,507	4,077,957	13,741,584
Materials	770,756	1,465,619	1,088,476	3,247,982	1,998,163	8,570,996
Contracted services	299,932	2,053,498	696,370	608,078	594,995	4,252,873
Rents and financial expenses	–	14,637	–	2,383	86,143	103,163
External transfers	–	–	–	–	–	–
Debt services	–	–	60,741	106,376	–	167,117
Amortization	747,450	4,093,012	1,925,691	1,298,685	246,283	8,311,121
Inter-functional adjustments/Program allocation	356,834	(598,995)	1,502,027	531,319	(1,791,185)	–
Total expenses	5,076,289	9,109,516	6,504,363	9,244,330	5,212,356	35,146,854
Annual surplus (deficit)	166,654	4,555,924	1,811,532	(1,529,275)	6,091,501	11,096,336

Financial Statements of

CEMETERY TRUST FUNDS OF THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Year ended December 31, 2025

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of
Cemetery Trust Funds of The Corporation of
The Township of Woolwich

Opinion

We have audited the accompanying financial statements of **Cemetery Trust Funds of The Corporation of The Township of Woolwich** (the "Trust Fund"), which comprise the statement of financial position as at December 31, 2025, and the statement of operations and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust Fund as at December 31, 2025, and its financial performance 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 Trust Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements for the year ended December 31, 2024 were audited by another auditor who expressed an unmodified opinion on those financial statements on October 10, 2025.

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or 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 Trust Fund'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 Trust Fund'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 Trust Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

MNP LLP

Waterloo, ON

November 3, 2026

Chartered Professional Accountants

Licensed Public Accountants

MNP

CEMETERY TRUST FUNDS OF THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Statement of Financial Position

December 31, 2025, with comparative information for 2024

	2025	2024
Assets		
Cash	$ 780,133	$ 695,171
Accrued interest receivable	1,789	2,283
	781,922	697,454
Liabilities		
Due to the Township of Woolwich	250,373	225,958
Net assets	$ 531,549	$ 471,496

See accompanying notes to financial statements.

CEMETERY TRUST FUNDS OF THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Statement of Operations

Year ended December 31, 2025, with comparative information for 2024

	2025	2024
Revenues:		
Sale of plots	$ 60,053	$ 17,061
Interest earned	24,415	33,212
	84,468	50,273
Expenses:		
Cemetery care	24,415	33,212
Net revenue	60,053	17,061
Net assets, beginning of year	471,496	454,435
Net assets, end of year	$ 531,549	$ 471,496

See accompanying notes to financial statements.

CEMETERY TRUST FUNDS OF THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Statement of Cash Flows

Year ended December 31, 2025, with comparative information for 2024

	2025	2024
Cash provided by (used in):		
Operations:		
Net revenue	$ 60,053	$ 17,061
Sources (uses) of cash:		
Accrued interest receivable	494	583
Accounts receivable	–	26,281
Due to the Township of Woolwich	24,415	33,212
Increase in cash	84,962	77,137
Cash, beginning of year	695,171	618,034
Cash, end of year	$ 780,133	$ 695,171

See accompanying notes to financial statements.

CEMETERY TRUST FUNDS OF THE CORPORATION OF THE TOWNSHIP OF WOOLWICH

Notes to Financial Statements

Year ended December 31, 2025

---

1. Accounting policy:

Basis of accounting:

Revenue and expenses are reported on the accrual basis of accounting which recognizes expenses as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. The financial statements are prepared by management in accordance with Public Sector Accounting Standards. All financial instruments are recorded at amortized cost which approximates their fair values.