

**North Bay Parry Sound District
Health Unit
Financial Statements
For the year ended December 31, 2020**

North Bay Parry Sound District Health Unit
Financial Statements
For the year ended December 31, 2020

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Independent Auditor's Report

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

Opinion

We have audited the financial statements of the North Bay Parry Sound District Health Unit (the Entity), which comprise of the statement of financial position as at December 31, 2020, and the statement of operations, statement of changes in net assets 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 Entity as at December 31, 2020, and the results of its operations 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 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 Information

Management is responsible for the other information. The other information comprises of the unaudited schedules. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Entity's financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge of obtained in the audit, or otherwise appears to be materially misstated.

We obtained the unaudited schedules prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

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.



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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 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 judgment and maintain professional skepticism through 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.
- 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 represent the underlying transactions and events in a manner that achieves fair presentation.

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

Chartered Professional Accountants, Licensed Public Accountants


North Bay, Ontario
April 28, 2021

North Bay Parry Sound District Health Unit Statement of Financial Position

December 31	2020	2019
Financial Assets		
Cash and cash equivalents	\$ 4,301,625	\$ 4,068,431
Accounts receivable (Note 2)	534,942	368,148
	4,836,567	4,436,579
Liabilities		
Accounts payable and accrued liabilities (Note 5)	2,227,686	2,186,472
Due to Province of Ontario	695,545	506,071
Deferred revenue (Note 6)	289,325	118,878
Other employment liabilities (Note 8)	350,906	245,479
	3,563,462	3,056,900
Net financial assets	1,273,105	1,379,679
Non-Financial Assets		
Tangible capital assets (Note 3)	18,032,252	18,448,839
Supplies inventory	212,286	188,444
Prepaid expenses	82,716	67,698
	18,327,254	18,704,981
Accumulated surplus (Note 4)	\$ 19,600,359	\$ 20,084,660

Commitments (Note 13)
Contingencies (Note 12)
Uncertainty Due to COVID-19 (Note 18)

On behalf of the Board:


 _____ Chairperson

 _____ Vice Chairperson

North Bay Parry Sound District Health Unit Statement of Operations

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario - Core (Note 9)	\$ 15,212,647	\$ 15,399,437	\$ 16,635,331
Province of Ontario - Mitigation Funding (Note 9)	1,792,400	1,792,400	-
Member municipalities	3,547,747	3,547,743	3,674,691
Cost recoveries - other programs (Note 10)	216,661	208,954	151,924
Program revenue	367,500	441,418	199,064
Other grant revenues	103,000	313,988	351,552
Interest and other	12,000	31,105	110,707
Transfer from (to) deferred revenue	-	(170,447)	132,527
	<u>21,251,955</u>	<u>21,564,598</u>	<u>21,255,796</u>
Expenses (Note 16)			
Public Health Mandatory Programs	18,247,028	18,875,747	18,564,131
Healthy Babies, Healthy Children Program	1,094,400	1,094,400	1,094,400
Ontario Seniors Dental Care	842,400	562,032	214,557
COVID-19: School-Focused Nurses Initiative	293,125	239,197	-
Unorganized Territories/Northern Fruit and Vegetable	150,000	150,000	165,856
Unorganized Territories/Indigenous Communities	125,000	125,000	93,750
Miscellaneous Grants	-	105,987	83,379
Falls Prevention	100,000	87,464	100,909
MOH/AMOH Compensation Initiative	62,622	65,184	49,675
Adult Dental	159,780	47,013	167,120
One-time Programs	177,600	41,330	-
Genetics Program	-	-	149,006
	<u>21,251,955</u>	<u>21,393,354</u>	<u>20,682,783</u>
Excess of revenues over expenses before items below	-	171,244	573,013
Province of Ontario settlement (Note 11)		(567,590)	(704,853)
Member Municipality settlement payable		(87,447)	-
Loss on disposal of tangible capital assets		(508)	(1,120)
Annual (deficit) surplus		<u>(484,301)</u>	<u>(132,960)</u>
Accumulated surplus, beginning of year		<u>20,084,660</u>	<u>20,217,620</u>
Accumulated surplus, end of year (Note 4)		<u>\$ 19,600,359</u>	<u>\$ 20,084,660</u>

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

North Bay Parry Sound District Health Unit Statement of Changes in Net Assets

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Annual (deficit) surplus	\$ -	\$ (484,301)	\$ (132,960)
Acquisition of tangible capital assets	-	(421,172)	(350,057)
Amortization of tangible capital assets	-	837,250	820,933
Loss on disposal of tangible capital assets	-	508	1,120
	-	(67,715)	339,036
Acquisition of prepaid expenses	-	(82,715)	(67,698)
Use of prepaid expenses	-	67,698	80,531
Acquisition of supplies inventory	-	(212,286)	(188,444)
Consumption of supplies inventory	-	188,444	168,285
	-	(38,859)	(7,326)
Changes in net financial assets	-	(106,574)	331,710
Net financial assets (debt), beginning of year	1,379,679	1,379,679	1,047,969
Net financial assets, end of year	\$ 1,379,679	\$ 1,273,105	\$ 1,379,679

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

North Bay Parry Sound District Health Unit Statement of Cash Flow

For the year ended December 31	2020	2019
Cash provided by (used in)		
Operating transactions		
Annual deficit	\$ (484,301)	\$ (132,960)
Items not involving cash		
Amortization of tangible capital assets	837,250	820,933
Loss on disposal of tangible capital assets	508	1,120
Changes in non-cash working capital balances		
Accounts receivable	(166,794)	(104,224)
Accounts payable and accrued liabilities	41,214	1,006,877
Due to Province of Ontario	189,474	(150,024)
Due to member municipalities	-	4,484
Deferred revenue	170,447	(481,085)
Other employment liabilities	105,427	(25,440)
Supplies inventory	(23,842)	(20,159)
Prepaid expenses	(15,018)	12,833
	654,365	932,355
Investing transactions		
Acquisition of tangible capital assets	(421,171)	(350,057)
Increase in cash and cash equivalents during the year	233,194	582,298
Cash and cash equivalents, beginning of year	4,068,431	3,486,133
Cash and cash equivalents, end of year	\$ 4,301,625	\$ 4,068,431

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

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

1. Significant Accounting Policies

Nature of Organization The North Bay Parry Sound District 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.

Basis of Accounting The financial statements of the Health Unit are prepared by management in accordance with Canadian public sector accounting standards. Significant aspects of the accounting policies adopted by the Health Unit are as follows:

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%
Genetics	100%	0%
MOH/AMOS Compensation Initiative	100%	0%
Unorganized Territories/Mandatory Program	100%	0%
Unorganized Territories/Northern Fruit & Vegetable Program	100%	0%
Ontario Seniors Dental Care	100%	0%
Unorganized Territories/Indigenous Community Partnerships	100%	0%

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

1. Significant Accounting Policies (continued)

**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.

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:

Furniture	5 to 10 years
Equipment	5 to 8 years
Computer equipment and software	4 to 5 years
Portables	20 years
Building	40 years
Leaseholds	Straight line over term of the lease

Retirement Benefits

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

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

December 31, 2020

1. Significant Accounting Policies (continued)

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.

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.

2. Accounts Receivable

	2020	2019
Government of Canada	\$ 209,383	\$ 253,160
Province of Ontario	278,687	76,128
Member municipalities	10,013	-
Other	36,859	38,860
	\$ 534,942	\$ 368,148

**North Bay Parry Sound District Health Unit
Notes to Financial Statements**

December 31, 2020

3. Tangible Capital Assets

	2020							
	Furniture	Equipment	Computer Equipment & Software	Leaseholds	Portables	Buildings	Land	Total
Cost, beginning of year	\$ 821,842	\$ 1,034,182	\$ 2,433,595	\$ 233,439	\$ 2,916	\$ 17,258,121	\$ 987,335	\$ 22,771,430
Additions	-	83,484	110,025	19,691	-	207,972	-	421,172
Disposals	(311)	(1,296)	(34,799)	-	-	-	-	(36,406)
Cost, end of year	\$ 821,531	\$ 1,116,370	\$ 2,508,821	\$ 253,130	\$ 2,916	\$ 17,466,093	\$ 987,335	\$ 23,156,196
Accumulated amortization, beginning of year	\$ 278,596	\$ 705,225	\$ 1,981,877	\$ 233,439	\$ 1,676	\$ 1,121,778	-	\$ 4,322,591
Amortization	68,864	97,699	231,498	1,969	146	437,074	-	837,250
Disposals	(311)	(1,296)	(34,290)	-	-	-	-	(35,897)
Accumulated amortization, end of year	\$ 347,149	\$ 801,628	\$ 2,179,085	\$ 235,408	\$ 1,822	\$ 1,558,852	-	\$ 5,123,944
Net carrying amount, end of year	\$ 474,382	\$ 314,742	\$ 329,736	\$ 17,722	\$ 1,094	\$ 15,907,241	\$ 987,335	\$ 18,032,252

**North Bay Parry Sound District Health Unit
Notes to Financial Statements**

December 31, 2020

3. Tangible Capital Assets (continued)

													2019
	Furniture	Equipment	Computer Equipment	Leaseholds	Portables	Buildings	Land	Total					
Cost, beginning of year	\$ 822,447	\$ 903,572	\$ 2,246,280	\$ 233,439	\$ 2,916	\$ 17,258,121	\$ 987,335	\$ 22,454,110					
Additions		133,221	216,836	-	-	-	-	350,057					
Disposals	(605)	(2,611)	(29,521)	-	-	-	-	(32,737)					
Cost, end of year	\$ 821,842	\$ 1,034,182	\$ 2,433,595	\$ 233,439	\$ 2,916	\$ 17,258,121	\$ 987,335	\$ 22,771,430					
Accumulated amortization, beginning of year	\$ 209,011	\$ 622,170	\$ 1,776,800	\$ 233,439	\$ 1,530	\$ 690,325	-	\$ 3,533,275					
Amortization	70,190	84,410	234,734	-	146	431,453	-	820,933					
Disposals	(605)	(1,355)	(29,657)	-	-	-	-	(31,617)					
Accumulated amortization, end of year	\$ 278,596	\$ 705,225	\$ 1,981,877	\$ 233,439	\$ 1,676	\$ 1,121,778	-	\$ 4,322,591					
Net carrying amount, end of year	\$ 543,246	\$ 328,957	\$ 451,718	\$ -	\$ 1,240	\$ 16,136,343	\$ 987,335	\$ 18,448,839					

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

4. Accumulated Surplus

	2020	2019
Invested in tangible capital assets	\$ 18,032,252	\$ 18,448,839
Municipal reserve ⁽ⁱ⁾	1,786,304	1,684,982
Amounts to be recovered (Note 8)	(350,906)	(245,479)
Operating fund	132,709	196,318
Accumulated surplus, end of year	\$ 19,600,359	\$ 20,084,660

(i) Change in Municipal reserve

Balance, beginning of year	\$ 1,684,982	\$ 1,391,545
Additions:		
Surplus	87,450	266,234
Interest	13,872	27,203
Balance, end of year	\$ 1,786,304	\$ 1,684,982

5. Accounts Payable and Accrued Liabilities

	2020	2019
Trade payables and other accruals	\$ 1,450,363	\$ 1,874,046
Accrued salaries and benefits	692,230	257,594
Due to member municipalities	44,905	14,644
Capital project payables	40,188	40,188
	\$ 2,227,686	\$ 2,186,472

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

6. Deferred Revenue

	2020	2019
Deferred revenue, beginning of year	\$ 118,878	\$ 599,963
Add: amount received during the year	623,238	246,042
Less: amount recognized as revenue during the year	(452,791)	(378,569)
Less: payable to Province of Ontario	-	(86,902)
Less: payable to Health Sciences North	-	(261,656)
	\$ 289,325	\$ 118,878

Included in cash and cash equivalents is restricted amounts of \$289,325 (2019 - \$118,878) with respect to the above.

The ending balance is comprised of:

	2020	2019
- COVID-19: Public Health and Contact Case Management Solutions	\$ 15,120	\$ -
- COVID-19: School-Focused Nurses Initiative	53,933	-
- Needle Exchange	-	14,994
- Other Grants	180,250	55,923
- Falls Prevention	17,641	5,105
- Adult Dental Preventative	7,297	-
- Ontario Active Transportation	7,578	42,856
- Mandatory Program: Public Health Inspector Practicum Program	7,506	-
	\$ 289,325	\$ 118,878

7. Credit Facility

The Health Unit has an 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 (2019 - \$Nil).

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

8. Other Employment Liabilities

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

	2020	2019
Vacation and compensating time	\$ 350,906	\$ 245,479

9. Province of Ontario Funding

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

	2020 Budget	2020 Actual	2019 Actual
Core:			
Public Health - Mandatory Program	\$ 11,409,200	\$ 11,406,557	\$ 13,201,600
Unorganized territories/Mandatory Program	1,058,300	1,058,300	1,058,300
Healthy Babies, Healthy Children	1,094,400	1,094,400	1,094,400
Ontario Seniors Dental Care	842,400	842,400	631,800
COVID-19: School-Focused Nurses Initiative	293,125	239,197	-
Unorganized Territories/Northern Fruit and Vegetable Program	150,000	150,000	168,142
Unorganized Territories/Indigenous Communities	125,000	125,000	93,750
MOH/AMOH Compensation Initiative	62,622	75,100	49,682
Genetics Program	-	-	138,635
One-time funding:			
Other	177,600	408,483	199,022
Other:			
Mitigation Funding	1,792,400	1,792,400	-
	\$ 17,005,047	\$ 17,191,837	\$ 16,635,331

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

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.

11. Province of Ontario Settlements

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

	<u>2020</u>	<u>2019</u>
Public Health Mandatory Programs	\$ -	\$ (178,574)
Mitigation Funding	(125,713)	-
Ontario Seniors Dental Care	(270,833)	(437,085)
MOH/AMOH Compensation Initiative	(3,249)	(7)
Unorganized Territories/Northern Fruit & Vegetable	-	(2,286)
Vaccine Fridge - One-Time Funding	-	(640)
One-Time Funding	(167,795)	(86,261)
	<u>\$ (567,590)</u>	<u>\$ (704,853)</u>

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

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 unappropriate 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 which 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.

13. 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, Mattawa based on scheduled clinics, total was \$924 for the year, Parry Sound under lease expiring in August 31, 2021 at \$120,564 per year and Burks Falls under lease expiring in September 30, 2022 at \$27,849 per year.
- b. The Health Unit rents equipment under various long-term leases, the longest of which expires in 2024. The annual lease payments amount to \$34,666 (2019 - \$34,666).

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

2021	\$	144,135
2022		54,936
2023		28,455
2024		17,799
2024		8,862

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

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, 2020. The results of this valuation disclosed total actuarial liabilities of \$113,055 million in respect of benefits accrued for service with actuarial assets at that date of \$109,844 million indicating a going concern actuarial deficit of \$3,211 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 2020 was \$1,215,221 (2019 - \$1,173,568) for current service.

15. Segmented Reporting

The Canadian Institute of Chartered 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.

North Bay Parry Sound District Health Unit Notes to Financial Statements

December 31, 2020

16. Expenditures by Object

	<u>2020</u>	<u>2019</u>
Salaries	\$ 13,958,313	\$ 12,511,511
Employee benefits	3,393,650	3,215,736
Materials and supplies	997,876	1,942,783
Professional and purchased services	866,972	670,056
Occupancy	497,165	454,296
Information technology	238,036	213,182
Communication costs	212,339	172,125
Travel	148,006	260,281
Professional development	126,270	418,121
Equipment	117,477	3,759
Amortization of tangible capital assets	837,250	820,933
	<u>\$ 21,393,354</u>	<u>\$ 20,682,783</u>

17. Comparative Figures

Certain of the comparative figures have been conformed to meet current year's presentation.

18. Uncertainty due to COVID-19

During the year, WHO declared a pandemic of COVID-19 and has had an impact in Canada and on the global economy increased significantly. As the impacts of COVID-19 continue, there could be further impact on the Health Unit, employees, suppliers and other third party business associates that could impact the timing and amounts realized on the Health Unit's assets and future ability to deliver services and projects. At this time, the full potential impact of COVID-19 on the Health Unit is not known. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of disruption and the related financial impact cannot be reasonably estimated at this time. The Health Unit's ability to continue delivering services and employ related staff, will depend on the legislative mandates from the various levels of government. The Health Unit will continue to focus on managing expenditures and leveraging existing funds and available credit facilities to ensure it is able to continue providing essential services to the area.

North Bay Parry Sound District Health Unit
Schedule 1 - Public Health Mandatory Programs
Statement of Operations
(Unaudited)

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ 12,467,500	\$ 12,467,500	\$ 14,232,989
Province of Ontario - Mitigation Funding	1,792,400	1,792,400	-
Member municipalities	3,466,967	3,466,963	3,674,691
Program	291,500	221,265	331,591
Cost recoveries - other programs	216,661	208,954	151,924
Other grants	-	117,945	144
Interest and miscellaneous	12,000	31,105	110,707
	<u>18,247,028</u>	<u>18,306,132</u>	<u>18,502,046</u>
Expenses			
Salaries	11,837,662	12,122,546	10,966,927
Employee benefits	3,157,983	2,972,918	2,852,911
Professional and purchased services	603,341	742,239	717,145
Program material and supplies	668,141	735,846	1,564,794
Occupancy	485,565	497,165	454,296
Information technology	246,355	235,835	211,576
Communication costs	216,540	208,707	168,790
Travel	284,359	133,485	224,894
Professional development	357,371	118,787	379,913
Equipment	154,946	95,957	-
Office supplies	113,600	88,130	85,075
Amortization of tangible capital assets	-	814,119	785,066
Allocated costs	121,165	110,013	152,744
	<u>18,247,028</u>	<u>18,875,747</u>	<u>18,564,131</u>
Excess of revenues over expenses before items below	-	(569,615)	(62,085)
Capital expenditures	-	(186,504)	-
Province of Ontario settlement for the year	-	(125,713)	(178,574)
Loss on disposal of tangible assets	-	(508)	(1,120)
Annual Deficit	<u>\$ -</u>	<u>\$ (882,340)</u>	<u>\$ (241,779)</u>

**North Bay Parry Sound District Health Unit
Schedule 2 - Healthy Babies, Healthy Children Program
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ 1,094,400	\$ 1,094,400	\$ 1,094,400
Expenses			
Salaries	821,686	846,308	825,778
Employee benefits	236,190	227,530	228,978
Travel	32,454	10,452	26,385
Communication costs	-	3,632	3,333
Professional and purchased services	4,070	2,162	3,222
Office supplies	-	-	964
Professional development	-	462	629
Information technology	-	-	334
Program material and supplies	-	448	189
Allocated costs	-	3,406	4,588
	<u>1,094,400</u>	<u>1,094,400</u>	<u>1,094,400</u>
Annual surplus	\$ -	\$ -	\$ -

**North Bay Parry Sound District Health Unit
Schedule 3 - Ontario Seniors Dental Care
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ 842,400	\$ 842,400	\$ 631,800
Program	-	2,643	-
	<u>842,400</u>	<u>845,043</u>	<u>631,800</u>
Expenses			
Salaries	439,847	247,405	47,766
Professional and purchased services	97,167	96,261	-
Employee benefits	95,886	80,544	9,885
Allocated costs	80,000	80,000	-
Equipment	-	11,464	-
Program material and supplies	123,000	16,767	133,771
Professional development	2,000	3,865	1,837
Office supplies	200	953	26
Travel	4,300	879	158
Information technology	-	763	1,272
Amortization of tangible capital assets	-	23,131	19,842
	<u>842,400</u>	<u>562,032</u>	<u>214,557</u>
Excess of revenues over expenses before items below	-	283,011	417,243
Capital expenditures	-	(35,308)	-
Province of Ontario settlement for the year	-	(270,833)	(437,085)
Annual deficit	<u>\$ -</u>	<u>\$ (23,130)</u>	<u>\$ (19,842)</u>

**North Bay Parry Sound District Health Unit
 Schedule 4 - COVID-19: School-Focused Nurses Initiative
 Statement of Operations
 (Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
One-time funding	\$ 293,125	\$ 239,197	\$ -
Expenses			
Salaries	230,045	194,093	-
Employee benefits	63,080	45,104	-
	293,125	239,197	-
Annual surplus	-	-	-

**North Bay Parry Sound District Health Unit
Schedule 5 - Unorganized Territories/Northern Fruit & Vegetable
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ 150,000	\$ 150,000	\$ 112,500
Province of Ontario - one-time	-	-	55,642
	<u>150,000</u>	<u>150,000</u>	<u>168,142</u>
Expenses			
Salaries	58,749	59,697	59,133
Program material and supplies	57,014	58,895	77,527
Employee benefits	16,737	16,015	15,865
Professional and purchased services	9,000	7,853	2,149
Office supplies	1,000	-	548
Travel	-	-	17
Allocated costs	7,500	7,540	10,617
	<u>150,000</u>	<u>150,000</u>	<u>165,856</u>
Excess of revenues over expenses before items below	-	-	2,286
Province of Ontario settlement for the year	-	-	(2,286)
Annual surplus	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**North Bay Parry Sound District Health Unit
Schedule 6 - Unorganized Territories/Indigenous Communities
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ 125,000	\$ 125,000	\$ 93,750
Expenses			
Salaries	66,420	57,278	41,114
Program material and supplies	27,945	39,882	10,838
Employee benefits	19,135	15,744	10,943
Professional development	3,500	3,081	30,296
Travel	-	870	559
Professional and purchased services	-	150	-
Allocated costs	8,000	7,995	-
	125,000	125,000	93,750
Annual surplus	\$ -	\$ -	\$ -

**North Bay Parry Sound District Health Unit
Schedule 7 - MOH/AMOH Compensation Initiative
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ 47,422	\$ 59,900	\$ 49,682
One-time funding	15,200	15,200	-
	<u>62,622</u>	<u>75,100</u>	<u>49,682</u>
Expenses			
Salaries	51,977	55,254	41,709
Employee benefits	10,645	9,930	7,966
	<u>62,622</u>	<u>65,184</u>	<u>49,675</u>
Excess of revenues over expenses before items below	-	9,916	7
Province of Ontario settlement for the year	-	(3,249)	(7)
Member Municipality settlement payable	-	(6,667)	-
Annual surplus	-	-	-

North Bay Parry Sound District Health Unit Schedule 8 - One-Time Programs Statement of Operations (Unaudited)

For the year ended December 31, 2020

	Vaccine Fridge		Needle Exchange		Senior Dental Capital North Bay 2019-20		PHI Practicum 2020-2021		Senior Dental Capital North Bay Phase #2 2020-21		Senior Dental Capital Parry Sound 2020-21		Nurse Pandemic Pay		COVID-19 Case and Contact Management Project		Total	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenues																		
Province of Ontario																		
- Operating	\$	2,858	\$	20,000	\$	20,000	\$	20,000	\$	7,506	\$	168,000	\$	62,700	\$	122,100	\$	122,100
Deferred Revenue																		
		2,858		20,000		30,500		10,000		(7,506)		168,000		62,700		122,100		122,100
Expenses																		
Building and equipment		2,858		20,000		14,901		9,091				168,000		22,828				208,587
Program materials and supplies																		19,244
Salaries				19,244														10,532
Information Technology																		1,438
Professional and purchased services																		756
Employee benefits																		132
Travel		1,438																4,225
		2,858		20,000		14,901		10,000				168,000		22,828		9,776		25,500
Excess of revenues over expenses before item below																		17,446
Capital expenditures						15,599												(15,120)
Province of Ontario settlement						(11,668)												2,326
						(15,599)												177,600
Surplus (deficit)	\$	-	\$	-	\$	(11,668)	\$	-	\$	-	\$	(168,000)	\$	(19,691)	\$	-	\$	(199,359)
																		431,110
																		(22,626)
																		408,484
																		20,000
																		151,937
																		1,438
																		4,225
																		1,438
																		177,600
																		167,795
																		(199,359)
																		(167,795)
																		(199,359)

**North Bay Parry Sound District Health Unit
Schedule 9 - Adult Dental
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Member municipalities	\$ 80,780	\$ 80,780	\$ -
Program	76,000	44,420	-
Other grants	3,000	2,593	167,120
	<u>159,780</u>	<u>127,793</u>	<u>167,120</u>
Expenses			
Salaries	97,182	22,837	114,306
Professional and purchased services	-	16,363	7,195
Employee benefits	20,579	4,500	27,109
Office supplies	500	-	-
Program material and supplies	34,650	2,410	13,726
Equipment	-	828	3,759
Professional development	1,869	75	965
Travel	5,000	-	60
	<u>159,780</u>	<u>47,013</u>	<u>167,120</u>
Excess of revenues over expenses before items below	-	80,780	-
Member Municipality settlement payable	-	(80,780)	-
Municipal surplus	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**North Bay Parry Sound District Health Unit
Schedule 10 - Falls Prevention
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Other grants	\$ 100,000	\$ 100,000	\$ 100,000
Transfer from deferred revenue	-	5,105	6,014
Transfer to deferred revenue	-	(17,641)	(5,105)
	100,000	87,464	100,909
Expenses			
Salaries	63,592	56,104	60,586
Program material and supplies	14,594	21,362	17,729
Employee benefits	18,564	8,065	17,747
Travel	3,250	1,375	3,747
Professional development	-	-	550
Office supplies	-	558	550
	100,000	87,464	100,909
Annual surplus	\$ -	\$ -	\$ -

**North Bay Parry Sound District Health Unit
Schedule 11 - Miscellaneous Grants
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Other grants	\$ -	\$ 105,987	\$ 83,379
Expenses			
Salaries	-	77,305	40,018
Program material and supplies	-	13,381	24,705
Employee benefits	-	13,168	9,315
Professional and purchased services	-	1,188	6,378
Travel	-	945	2,963
	-	105,987	83,379
Annual surplus	\$ -	\$ -	\$ -

**North Bay Parry Sound District Health Unit
Schedule 12 - Genetics Program
Statement of Operations
(Unaudited)**

For the year ended December 31	2020 Budget	2020 Actual	2019 Actual
Revenues			
Province of Ontario	\$ -	\$ -	\$ 138,635
One-time funding	-	-	4,200
Interest and miscellaneous	-	-	6,171
	-	-	149,006
Expenses			
Salaries	-	-	90,372
Professional and purchased services	-	-	37,000
Employee benefits	-	-	19,185
Office supplies	-	-	2,323
Program material and supplies	-	-	126
	-	-	149,006
Annual surplus	\$ -	\$ -	\$ -

The Genetics program was transferred to Health Sciences North in the Fall of 2019.