

December 16, 2025

Members of Council  
Township of North Kawartha  
280 Burleigh Street  
PO Box 550  
Apsley, Ontario  
K0L 1A0

**Baker Tilly KDN LLP**  
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**Re: Audit of the Financial Statements of the Township of North Kawartha**

Dear Members of Council:

We have been engaged to express an audit opinion on the financial statements of the Township of North Kawartha ("the Township") for the year ended December 31, 2023. We have substantially completed our audit and are pleased to report on the following items.

The purpose of this report is to summarize certain aspects of the audit that we believe to be of interest to Council. This report should be read in conjunction with the draft financial statements and our report thereon.

**Auditor Independence**

Canadian Auditing Standards ("CAS") require communications with audit committees, or other appropriate parties responsible for governance, at least annually, regarding all relationships between the Township and our Firm that, in our professional judgement, may reasonably be thought to bear on our independence.

Through our planning process, we identify any potential independence threats and communicate any concerns we identify. The Township, management and Council have a proactive role in this process, and are responsible for understanding the independence requirements applicable to the Township and its auditor. You must also bring to our attention any changes in the threshold status of the Township, any concerns you may have, or any knowledge of situations or relationships between the Township, management, personnel (acting in an oversight or financial reporting role) and our Firm, its partners/principals and audit team personnel that may reasonably be thought to bear on our independence.

In determining which relationships to report, these standards require us to consider relevant rules and related interpretations prescribed by the Chartered Professional Accountants of Ontario and applicable legislation, covering such matters as:

- (a) holding a financial interest, either directly or indirectly, in a client;
- (b) holding a position, either directly or indirectly, that gives the right or responsibility to exert significant influence over the financial or accounting policies of a client;
- (c) personal or business relationships of immediate family, close relatives, partners or retired partners, either directly or indirectly, with a client;
- (d) economic dependence on a client; and
- (e) provision of services in addition to the audit engagement.

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*Baker Tilly KDN LLP is a member of Baker Tilly Canada Cooperative, which is a member of the global network of Baker Tilly International Limited. All members of Baker Tilly Canada Cooperative and Baker Tilly International Limited are separate and independent legal entities.*

In accordance with our professional requirements, we advise you that we are not aware of any relationships between the Township and our Firm that, in our professional judgement, may reasonably be thought to bear on our independence.

Accordingly, we hereby confirm that our audit engagement team, our Firm and the other Baker Tilly Canada offices are independent with respect to the Township within the meaning of the Code of Professional Conduct Rule 204 of the Chartered Professional Accountants of Ontario.

### **Our Responsibilities as Auditor**

As stated in the engagement letter, our responsibility as auditor of your Township is to express an opinion on whether the financial statements present fairly, in all material respects, the financial position, results of operations and cash flows of the Township in accordance with Canadian Public Sector Accounting Standards.

An audit is performed to obtain reasonable but not absolute assurance as to whether the financial statements are free of material misstatement. Due to the inherent limitations of an audit, there is an unavoidable risk that some misstatements of the financial statements will not be detected (particularly intentional misstatements concealed through collusion), even though the audit is properly planned and performed.

Our audit includes:

- Assessing the risk that the financial statements may contain material misstatements that, individually or in the aggregate, are material to the financial statements taken as a whole;
- Examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements;
- Assessing the accounting principles used, and their application;
- Assessing the significant estimates made by management;
- Concluding 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; and
- Evaluating 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.

As part of our audit, we will obtain a sufficient understanding of the business and internal control structure of the Township to plan the audit. This will include management's assessment of:

- The risk that the financial statements may be materially misstated as a result of fraud and error; and
- The internal controls put in place by management to address such risks.

The engagement team undertakes a documented planning process prior to commencement of the audit to identify concerns, addresses independence considerations, assesses the engagement team requirements, and plans the audit work and timing.

An audit does not relieve management or those responsible for governance of their responsibilities for the preparation of the Township's financial statements.

The firm maintains a system of quality management that supports the consistent performance of quality audit engagements.

### **Council's Responsibilities**

Council's role is to act in an objective, independent capacity as a liaison between the auditor and management to ensure the auditor has a facility to consider and discuss governance and audit issues with parties not directly responsible for operations.

Council's responsibilities include:

- Being available to assist and provide direction in the audit planning process when and where appropriate;
- Meeting with the auditor as necessary and prior to release and approval of financial statements to review audit, disclosure and compliance issues;
- Where necessary, reviewing matters raised by the auditor with appropriate levels of management, and reporting back to the auditor their findings;
- Making known to the auditor any issues of disclosure, corporate governance, fraud or illegal acts, non-compliance with laws or regulatory requirements that are known to them, where such matters may impact the financial statements or Independent Auditor's Report;
- Providing guidance and direction to the auditor on any additional work the auditor feels should be undertaken in response to issues raised or concerns expressed;
- Making such enquiries as appropriate into the findings of the auditor with respect to corporate governance, management conduct, cooperation, information flow and systems of internal controls; and
- Reviewing the draft financial statements prepared by management, including the presentation, disclosures and supporting notes and schedules, for accuracy, completeness and appropriateness, and then approve the draft financial statements.

At the end of our audit, we are required to evaluate, as part of our audit, whether the two-way communication between us and the audit committee has been adequate for the purpose of the audit.

### **Audit Approach**

Outlined below are certain aspects of our audit approach which are intended to help you in discharging your oversight responsibilities. Our general approach to the audit of the Township of North Kawartha is to assess the risks of material misstatement in the financial statements and then respond by designing audit procedures.

### **Independent Auditor's Report**

We anticipate that our Independent Auditor's Report will be issued without modification.

Our Independent Auditor's Report will be dated no earlier than the date on which we have obtained sufficient appropriate audit evidence on which to base our audit opinion on the financial statements, including evidence that all the statements and disclosures that comprise the financial statements have been prepared and Council has approved the financial statements.

## **Illegal Acts, Fraud, Intentional Misstatements and Errors**

Our auditing procedures, including tests of your accounting records, were limited to those considered necessary in the circumstances and will not necessarily disclose all illegal acts should any exist. Under CAS, we consider the Township's control environment, governance structure, circumstances encountered during the audit and the potential likelihood of fraud and illegal acts occurring.

These procedures are not designed to test for fraudulent or illegal acts, nor will they necessarily detect such acts or recognize them as such, even if the effect on the financial statements is material. However, should we become aware that an illegal or possibly illegal act or act of fraud may have occurred, other than one considered clearly inconsequential, we will communicate directly to Council.

It is our responsibility to maintain professional skepticism throughout the audit. This recognizes the possibility that a material misstatement due to fraud could exist, notwithstanding our past experience of the honesty and integrity of the Township's management and the audit committee.

It is management's responsibility to detect and prevent illegal action. If such acts are discovered or Council members become aware of circumstances under which the Township may have been involved in fraudulent, illegal or regulatory non-compliance situations, such circumstances must be disclosed to us.

Testing during our audit did not reveal any illegal, improper or questionable payments or acts, nor any acts committed with the intent to deceive, involving either misappropriation of assets or misrepresentation of assets or misrepresentation of financial information.

## **Related Party Transactions**

During our audit, we conduct various tests and procedures to identify transactions considered to involve related parties. Related parties exist when one party has the ability to exercise, directly or indirectly, control, joint control or significant influence over the other. Two or more parties are related when they are subject to common control, joint control or common significant influence. Related parties also include management, members of Council and their immediate family members and companies with which these individual have an economic interest.

There were no related party transactions identified during the audit that required disclosure in the notes to the financial statements.

## **Significant Accounting Principles and Policies**

Management is responsible for the appropriate selection and application of accounting policies. Our role is to review the appropriateness and application as part of our audit. The significant accounting principles and policies are disclosed in the notes to the financial statements.

The accounting policies adopted may be acceptable policies under Canadian Public Sector Accounting Standards; however, alternative policies may also be acceptable under Canadian Public Sector Accounting Standards. The Township and the Council have a responsibility to not adopt extreme or inappropriate interpretations of Canadian Public Sector Accounting Standards that may have inappropriate or misleading results. Alternative policies, if adopted, may produce significant changes in the reported results of the operations, financial position and disclosures of the Township.

Council has a responsibility to review the accounting policies adopted by the Township, and where alternative policies are available, make determinations as to the most appropriate policies to be adopted in the circumstances. If members of Council believe that the adoption or change in accounting policy may produce an inappropriate or misleading result in financial reporting or disclosure, this concern must be discussed with management and us.

As described in the notes to the financial statements, the Township has adopted the following:

PSA sections which are now effective under the PSA Handbook: 1201 Financial Statement Presentation, 2601 Foreign Currency Translation, 3041 Portfolio Investments, 3450 Financial Instruments and 3280 Asset Retirement Obligations.

The impact of the adoption of these standards on the Township's consolidated financial statements is disclosed in notes to the financial statements.

### **Accounting Estimates**

Management is responsible for the accounting estimates included in the financial statements. Estimates and the related judgements and assumptions are based on management's knowledge of the business and past experience about current and future events.

Our responsibility as auditor is to obtain sufficient appropriate evidence to provide reasonable assurance that management's accounting estimates are reasonable within the context of the financial statements as a whole. An audit includes performing appropriate procedures to verify the:

- Calculation of accounting estimates;
- Analyzing of key factors such as underlying management assumptions;
- Materiality of estimates individually and in the aggregate in relation to the financial statements as a whole;
- Estimate's sensitivity to variation and deviation from historical patterns;
- Estimate's consistency with the entity's business plans; and
- Other audit evidence.

### **Risk-based**

Our risk-based approach focuses on obtaining sufficient appropriate audit evidence to reduce the risk of material misstatement in the financial statements to an appropriately low level. This means that we focus our audit work on higher risk areas that have a higher risk of being materially misstated.

### **Materiality**

Materiality is used throughout the audit and in particular when:

- a) Identifying and assessing risk of material misstatement;
- b) Determining the nature, timing and extent of further audit procedures; and
- c) Evaluating the effect of uncorrected misstatements, if any, on the financial statements and in forming an opinion on the auditor's report.

Materiality is defined as:

*Materiality is the term used to describe the significance of financial statement information to decision makers. An item of information, or an aggregate of items, is material if it is probable that its omission or misstatement would influence or change a decision. Materiality is a matter of professional judgement in the particular circumstances.*

We used an overall materiality of \$230,000 and a performance materiality of \$172,000. The overall materiality for last year's audit was \$230,000 and the performance materiality was \$172,000.

### **Audit Procedures**

The objective of the tests of controls is to evaluate whether certain controls operated effectively. The objective of the tests of details is to detect material misstatements in the account balances and transaction streams. Substantive analytical procedures are used to identify differences between recorded amounts and predictable expectations in larger volumes of transactions over time.

In response to our risk assessment and based on our understanding of internal controls, we adopted a substantive approach for the audit.

### **Evaluation of Internal Controls**

Audits include a review and evaluation of the system of internal controls to assist in determining the level of reliance that may or should be placed on the system in assessing the nature and extent of audit procedures to be undertaken.

There are no internal control matters that we wish to bring to your attention.

### **Significant Matters Discussed With Management**

There were no significant matters arising from the audit discussed with management.

### **Written Representations Requested From Management**

As part of our audit, we request that management prepare a letter to us to re-affirm various representations that they have provided to us and we have relied upon. A copy of this letter is attached for your convenience.

### **Significant Misstatements**

In the course of our audit, we have not found any material misstatements or unadjusted items that, in aggregate, exceed materiality thresholds established for the audit, nor have we found significant misstatements that would likely cause future financial statements to be materially misstated.

### **Uncorrected Misstatements**

In the course of our audit, we have aggregated uncorrected financial statement misstatements which are summarized in the accompanying schedule. Management has deemed the effects of these misstatements to be immaterial, both individually and in the aggregate, to the financial statements taken as a whole. Under CAS, we are required to request that Council approve the correction of these misstatements or that Council approve the decision of management.

### **Significant Unusual Transactions**

We are not aware of any significant transactions entered into by the Township that you should be informed about.

### **Disagreements with Management**

We are required to communicate any disagreements with management, whether or not resolved, about matters that are individually or in aggregate significant to the Township's financial statements or auditor's report. Disagreements may arise over:

- Selection or application of accounting principles;
- Assumptions and related judgements for accounting estimates;
- Financial statement disclosures;
- Scope of the audit: or
- Wording of the auditor's report.

In the course of our audit, we did not have any significant disagreements with management, nor were we under any significant time pressures or poor working conditions. We are not aware of any cause for concern as to management's attitude, competence or credibility with respect to matters affecting the financial statements.

### **Difficulties Encountered During the Audit**

Difficulties encountered while performing the audit, include:

- Delays in management providing information required for tangible capital assets.

### **Management Letter**

During our audit, we did not note any significant issues on internal controls to report to management.

### **New Accounting Pronouncements Not Yet Effective**

We wish to bring to your attention the following accounting pronouncements that have been issued but are not yet effective that may affect your financial reporting in future periods:

- PS 3400 - Revenue
- PSG-8 - Purchased Intangibles
- PS 3160 - Public Private Partnerships

These sections are all applicable for fiscal periods beginning on or after April 1, 2023. We will be working with management to determine the impacts of these changes to your financial statements.

### **Conclusion**

We wish to express our appreciation for the co-operation we received during the audit from the Township's management.

Should any member of Council wish to discuss or review any matter addressed in this letter or any other matters related to financial reporting, please do not hesitate to contact us at any time.

To ensure there is a clear understanding and record of the matters discussed, we ask that members of Council sign their acknowledgement in the spaces provided below.

Yours truly,

per: Richard Steinginga, CPA, CA  
Partner

**Acknowledgement of Council:**

We have read and reviewed the above disclosures and understand and agree with the comments therein:

**Township of North Kawartha**

\_\_\_\_\_  
Name

\_\_\_\_\_  
Position

\_\_\_\_\_  
Name

\_\_\_\_\_  
Position



### Schedule of Uncorrected Misstatements

Description of Misstatement	Proposed Adjustments Dr (Cr)				
	Statement of Operations		Statement of Financial Position		
	Identified Misstatements	Likely Aggregate Misstatements	Assets	Liabilities	Opening Equity
Payroll accrual understated	18,761	18,761	-	(18,761)	-
Uncollectible tax arrears	53,395	53,395	(53,395)	-	-
Accounts receivable overstated	31,033	31,033	(31,033)	-	-
a) Totals		103,189	(84,428)	(18,761)	-
b) Misstatements corrected by management		-	-	-	-
c) Likely aggregate misstatements net of corrections (a - b)		103,189	(84,428)	(18,761)	-
d) Effect of unadjusted misstatements from previous year's errors		(31,798)	-	-	31,798
e) Aggregate likely misstatements (c + d)		71,391	(84,428)	(18,761)	31,798
f) Final overall materiality		230,000	230,000	230,000	230,000
g) Amount remaining for further possible misstatement (f - e)		158,609	145,572	211,239	198,202

Township of North Kawartha  
280 Burleigh Street  
PO Box 550  
Apsley, Ontario  
K0L 1A0

December 19, 2025

Baker Tilly KDN LLP  
272 Charlotte St.  
Peterborough, Ontario  
K9J 2V4  
Canada

Attention: Richard Steiging, CPA, CA

Dear Sirs:

This representation letter is provided in connection with your audit of the financial statements of the Township of North Kawartha (the "Township") for the year ended December 31, 2023 for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with Canadian Public Sector Accounting Standards.

We confirm that:

**Financial statements**

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated August 2, 2024 for the preparation of the financial statements in accordance with Canadian Public Sector Accounting Standards; in particular, the financial statements are fairly presented in accordance therewith.
2. We acknowledge our responsibility for the design, implementation and maintenance of internal control to prevent and detect fraud.
3. We have assessed that the Township is able to continue as a going concern and the financial statements have been prepared on a going concern basis.
4. The methods, the data, and the significant assumptions used in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement or disclosure that is reasonable in the context of the applicable financial reporting framework.
5. Related-party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of Canadian Public Sector Accounting Standards.
6. There have been no events subsequent to the date of the financial statements up to the date hereof that would require recognition or disclosure in the financial statements. Furthermore, there have been no events subsequent to the date of the comparative financial statements that would require adjustment of those financial statements and the related notes.
7. The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole. A list of the uncorrected misstatements is attached to the representation letter.

8. The accounting policies selected and the application thereof is appropriate, including those for complex areas of accounting and areas involving management's judgement and estimates, for example, revenue recognition, fair value measurements, transfers of receivables, hedging relationships and consolidation of variable interest entities.
9. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.
10. We are aware of the environmental laws and regulations that impact on our Township and we are in compliance. There are no known environmental liabilities, including liabilities under sections PS3260 - Liability for Contaminated Sites and PS3280 - Asset Retirement Obligations that have not been accrued for or disclosed in the financial statements.
11. The nature of all material measurement uncertainties has been appropriately disclosed in the financial statements, including all estimates where it is reasonably possible that the estimate will change in the near term and the effect of the change could be material to the financial statements.
12. We have informed you of all outstanding and possible claims, whether or not they have been discussed with legal counsel.
13. There are no derivative or off-balance sheet financial instruments held at year end.
14. We have made the appropriate determination, accounting and disclosure in the financial statements of the costs, assets and obligations associated with employee future benefits.
15. All liabilities and contingencies, including those associated with guarantees, whether written or oral, have been disclosed to you and are appropriately reflected in the financial statements.
16. The Township has satisfactory title to all assets, and there are no liens or encumbrances on the Township's assets.

#### **Information provided**

17. We have provided you with:
  - Access to all information of which we are aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
  - Additional information that you have requested from us for the purpose of the audit; and
  - Unrestricted access to persons within the Township from whom you determined it necessary to obtain audit evidence.
18. All transactions have been recorded in the accounting records and are reflected in the financial statements.
19. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
20. We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of and that affects the Township and involves:
  - Management;
  - Employees who have significant roles in internal control; or
  - Others where the fraud could have a material effect on the financial statements.

21. We have disclosed to you all information in relation to allegations of fraud, or suspected fraud, affecting the Township's financial statements communicated by employees, former employees, analysts, regulators or others.
22. We have disclosed to you, and the Township has complied with, all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance, including all covenants, conditions or other requirements of all outstanding debts.
23. We have disclosed to you all known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered when preparing financial statements.
24. We have disclosed to you the identity of the Township's related parties and all the related-party relationships and transactions of which we are aware.
25. The minute books of the Township are a complete record of all meetings and resolutions of the Township throughout the year and to the present date.

**Journal entry approval**

26. We approve of and acknowledge responsibility for the journal entries summarized in the accompanying schedule.

Yours very truly,

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Alana Solman  
Chief Administrative Officer

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Judy Everett  
Treasurer

### Schedule of Uncorrected Misstatements

Description of  Misstatement	Proposed Adjustments Dr (Cr)				
	Statement of Operations		Statement of Financial Position		
	Identified Misstatements	Likely Aggregate Misstatements	Assets	Liabilities	Opening Equity
Payroll accrual understated	18,761	18,761	-	(18,761)	-
Uncollectible tax arrears	53,395	53,395	(53,395)	-	-
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b) Misstatements corrected by management		-	-	-	-
c) Likely aggregate misstatements net of corrections (a - b)		103,189	(84,428)	(18,761)	-
d) Effect of unadjusted misstatements from previous year's errors		(31,798)	-	-	31,798
e) Aggregate likely misstatements (c + d)		71,391	(84,428)	(18,761)	31,798
f) Final overall materiality		230,000	230,000	230,000	230,000
g) Amount remaining for further possible misstatement (f - e)		158,609	145,572	211,239	198,202

**Township of North Kawartha****E45.1F****Year End: December 31, 2023****Baker Tilly proposed Journal Entries****for Management approval****Date: 1/01/23 To 12/31/23**

Number	Date	Type	Name	Account No	Debit	Credit
BT01	12/31/23	N	BS-CP-CP-General Surplus	50-00-0000-0999	1,268.50	
BT01	12/31/23	N	BS-CP-CP-General Surplus	50-00-0000-0999	40,522.67	
BT01	12/31/23	N	BS-HS-MC-AccAmort Equip	50-10-1010-0369		28,985.89
BT01	12/31/23	N	BS-RC-WC-AccAmort Land Imp	50-16-1630-0329		2,417.80
BT01	12/31/23	N	BS-RC-WC-AccAmort Equip	50-16-1630-0369	2,417.80	
BT01	12/31/23	N	BS-RC-LB-TCA Bldg	51-16-1640-0330	446.39	
BT01	12/31/23	N	BS-RC-LB-AccAmort Bldg	51-16-1640-0339		446.39
BT01	12/31/23	N	BS-RC-LB-AccAmort Equip	51-16-1640-0369		12,805.28
To reconcile opening numbers per prior year audited statements						
BT02	12/31/23	N	OP-GG-CM-Bank Interest	10-02-0250-8700		132,817.81
BT02	12/31/23	N	BS-CP-CP-Investments	50-00-0000-0070	132,817.81	
To accrue interest earned on GIC						
BT03	12/31/23	N	OP-GG-GV-Insurance	10-02-0240-3400	1,062.02	
BT03	12/31/23	N	OP-GG-CM-Insurance	10-02-0250-3400	26,109.13	
BT03	12/31/23	N	OP-GG-CM-Maint CompSw	10-02-0250-5180	35,995.93	
BT03	12/31/23	N	OP-GG-CM-Maint CompSw	10-02-0250-5180	9,523.62	
BT03	12/31/23	N	OP-PS-FR-Insurance	10-04-0410-3400	17,107.59	
BT03	12/31/23	N	OP-PS-BY-Insurance	10-04-0440-3400	1,248.34	
BT03	12/31/23	N	OP-TS-RD-Insurance	10-06-0600-3400	16,111.73	
BT03	12/31/23	N	OP-ES-WM-Insurance	10-08-0800-3400	592.75	
BT03	12/31/23	N	OP-HS-MC-Insurance	10-10-1010-3400	1,171.53	
BT03	12/31/23	N	OP-RC-PR-Insurance	10-16-1600-3400	19,980.32	
BT03	12/31/23	N	OP-RC-GC-Insurance	10-16-1620-3400	1,428.94	
BT03	12/31/23	N	OP-RC-WC-Insurance	10-16-1630-3400	2,837.59	
BT03	12/31/23	N	OP-RC-LB-Insurance	11-16-1640-3400	1,790.48	
BT03	12/31/23	N	BS-CP-CP-Prepaid	50-00-0000-0100		123,645.87
BT03	12/31/23	N	BS-CP-CP-Prepaid	50-00-0000-0100		9,523.62
BT03	12/31/23	N	BS-RC-LB-Prepaid	51-16-1640-0100		1,790.48
To reverse PY prepaid expenditures.						
BT04	12/31/23	N	OP-TX-MU-Tx Written Off	10-01-0100-7200		8,605.67
BT04	12/31/23	N	BS-TX-CO-Accounts Payable	50-01-0110-0500		3,013.56
BT04	12/31/23	N	BS-TX-CO-Requisition	50-01-0110-0600	3,013.56	
BT04	12/31/23	N	BS-TX-CO-Resi(RT)	50-01-0110-0712	1,907.75	
BT04	12/31/23	N	BS-TX-CS-Resi(RT)	50-01-0111-0712	4,276.91	
BT04	12/31/23	N	BS-TX-EP-Account Receivable	50-01-0130-0030		
BT04	12/31/23	N	BS-TX-EP-Accounts Payable	50-01-0130-0500	11,407.17	
BT04	12/31/23	N	BS-TX-EP-Requisition	50-01-0130-0600		11,407.17
BT04	12/31/23	N	BS-TX-EP-Resi(RT)	50-01-0130-0712	759.75	
BT04	12/31/23	N	BS-TX-EP-Resi(RT)	50-01-0131-0712	1,407.23	
BT04	12/31/23	N	BS-TX-ES-Account Receivable	50-01-0135-0030		1,765.23
BT04	12/31/23	N	BS-TX-ES-Requisition	50-01-0135-0600	1,765.23	
BT04	12/31/23	N	BS-TX-ESS-Resi(RT)	50-01-0136-0712	254.03	
BT04	12/31/23	N	BS-TX-FP-Account Receivable	50-01-0140-0030		205.47

**Township of North Kawartha****E45.1F-1****Year End: December 31, 2023****Baker Tilly proposed Journal Entries****for Management approval****Date: 1/01/23 To 12/31/23**

Number	Date	Type	Name	Account No	Debit	Credit
BT04	12/31/23	N	BS-TX-FP-Requisition	50-01-0140-0600	205.47	
BT04	12/31/23	N	BS-TX-FS-Account Receivable	50-01-0145-0030		154.37
BT04	12/31/23	N	BS-TX-FS-Requisition	50-01-0145-0600	154.37	
To balance due to/from County and school boards						
BT05	12/31/23	N	OP-GG-CM-Office Supplies	10-02-0250-4110		2,634.19
BT05	12/31/23	N	BS-CP-CP-General Reserve	50-00-0000-0901	2,634.19	
To balance trivial difference in reserves						
BT06	12/31/23	N	OP-GG-GV-Insurance	10-02-0240-3400		1,603.50
BT06	12/31/23	N	OP-GG-CM-Insurance	10-02-0250-3400		25,663.23
BT06	12/31/23	N	OP-GG-CM-Maint CompSw	10-02-0250-5180		5,269.22
BT06	12/31/23	N	OP-PS-FR-Insurance	10-04-0410-3400		20,908.29
BT06	12/31/23	N	OP-PS-BY-Insurance	10-04-0440-3400		1,468.75
BT06	12/31/23	N	OP-TS-RD-Insurance	10-06-0600-3400		18,776.72
BT06	12/31/23	N	OP-ES-WM-Insurance	10-08-0800-3400		655.19
BT06	12/31/23	N	OP-HS-MC-Insurance	10-10-1010-3400		1,353.14
BT06	12/31/23	N	OP-RC-PR-Insurance	10-16-1600-3400		23,420.15
BT06	12/31/23	N	OP-RC-GC-Insurance	10-16-1620-3400		1,782.36
BT06	12/31/23	N	OP-RC-WC-Insurance	10-16-1630-3400		3,318.88
BT06	12/31/23	N	OP-RC-LB-Insurance	11-16-1640-3400		2,397.22
BT06	12/31/23	N	BS-CP-CP-Prepaid	50-00-0000-0100	98,950.21	
BT06	12/31/23	N	BS-CP-CP-Prepaid	50-00-0000-0100	5,269.22	
BT06	12/31/23	N	BS-RC-LB-Prepaid	51-16-1640-0100	2,397.22	
To record prepaid expenditures for insurance and software licensing.						
BT07	12/31/23	N	OP-GG-CM-Office Supplies	10-02-0250-4110	570.00	
BT07	12/31/23	N	OP-GG-CM-Grants - Provincial	10-02-0250-8020		8,313.67
BT07	12/31/23	N	OP-GG-CM-Bank Interest	10-02-0250-8700	10,644.81	
BT07	12/31/23	N	OP-PS-BY-Infractions	10-04-0440-8150		2,570.00
BT07	12/31/23	N	OP-TS-RD-County Revenue	10-06-0600-8220		54,317.97
BT07	12/31/23	N	BS-CP-CP-AR Holding Account	50-00-0000-0047	7,514.02	
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556	8,313.67	
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556	54,317.97	
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556	2,570.00	
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		10,644.81
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556	2,812.50	
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		1,880.52
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		8,446.00
BT07	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		570.00
To adjust deferred revenue						
BT08	12/31/23	N	OP-GG-CM-Transfer to Reserves	10-02-0250-5970	286,425.79	
BT08	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		286,425.79

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**E45.1F-2**

Number	Date	Type	Name	Account No	Debit	Credit
To adjust OMPF posted against deferred revenue						
BT09	12/31/23	N	OP-RC-PR-Grants - Provincial	10-16-1600-8020	20,158.32	
BT09	12/31/23	N	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		20,158.32
To adjust for Glen Alda Community Centre renos funded by OMPF in reserves						
BT10	12/31/23	N	OP-HS-MC-Capital Building	10-10-1010-5530		7,944.35
BT10	12/31/23	N	BS-HS-MC-WIP Bldg	50-10-1010-0331	7,944.35	
To capitalize WIP for ICIP funded project						
BT11	12/31/23	N	OP-RC-LB-Amort Bldg	11-16-1640-6330		446.39
BT11	12/31/23	N	OP-RC-LB-Amort Equip	11-16-1640-6360	446.39	
BT11	12/31/23	N	BS-RC-LB-TCA Bldg	51-16-1640-0330		11,159.77
BT11	12/31/23	N	BS-RC-LB-AccAmort Bldg	51-16-1640-0339	3,794.32	
BT11	12/31/23	N	BS-RC-LB-TCA Equip	51-16-1640-0360	11,159.77	
BT11	12/31/23	N	BS-RC-LB-AccAmort Equip	51-16-1640-0369		3,794.32
To adjust Library picnic shelter to Library financial statement accounts						
BT12	12/31/23	N	OP-RC-LB-EHT	11-16-1640-2100		129.97
BT12	12/31/23	N	OP-RC-LB-Bank Interest	11-16-1640-8700		451.93
BT12	12/31/23	N	BS-CP-CP-HST Filed	50-00-0000-0049		2,418.12
BT12	12/31/23	N	BS-CP-CP-EHT Payable	50-00-0000-0533	129.97	
BT12	12/31/23	N	BS-RC-LB- HST GST PORTION	51-16-1640-0041	1,430.23	
BT12	12/31/23	N	BS-RC-LB- HST PST PORTION	51-16-1640-0042	1,439.82	
To reverse JE #153,102 and #154,739						
BT13	12/31/23	N	OP-GG-CM-Amort Bldg	10-02-0250-6330	10,392.97	
BT13	12/31/23	N	BS-PS-FR-AccAmort Equip	50-04-0410-0369	2,214.12	
BT13	12/31/23	N	BS-PS-FR-AccAmort Vehicles	50-04-0410-0399	941.79	
BT13	12/31/23	N	BS-TS-RD-AccAmort Equip	50-06-0600-0369	15,390.18	
BT13	12/31/23	N	BS-TS-RD-AccAmort Vehicles	50-06-0600-0399		2,529.78
BT13	12/31/23	N	BS-TS-RD-AccAmort Roads	50-06-0600-0409		16,604.14
BT13	12/31/23	N	BS-ES-WM-AccAmort Vehicles	50-08-0800-0399		5,851.67
BT13	12/31/23	N	BS-RC-PR-AccAmort Equip	50-16-1600-0369		8,200.01
BT13	12/31/23	N	BS-RC-AC-AccAmort Equip	50-16-1610-0369		1,286.45
BT13	12/31/23	N	BS-RC-WC-AccAmort Land Imp	50-16-1630-0329	4,692.35	
BT13	12/31/23	N	BS-RC-WC-AccAmort Equip	50-16-1630-0369	840.64	
To adjust TCA balances to agree to Citywide						
BT14	12/31/23	N	OP-GG-CM-Transfer to Reserves	10-02-0250-5970		443,536.57
BT14	12/31/23	N	BS-CP-CP-General Reserve	50-00-0000-0901		928.42
BT14	12/31/23	N	BS-CP-CP-Future Capital Reserves	50-00-0000-0902	444,464.99	



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**E45.1F-3**

Number	Date	Type	Name	Account No	Debit	Credit
To record final reserve transfer						
ARO01	12/31/23	R	Amounts to be recovered - Landfill Liabilitie	01-00-CB	686,200.00	
ARO01	12/31/23	R	Landfill closure and post-closure liabliity	01-01-CB		686,200.00
To set up landfill liability at Jan 1/23						
ARO02	12/31/23	R	Amounts to be recovered - Landfill Liabilitie	01-00-CB		686,200.00
ARO02	12/31/23	R	Amounts to be recovered - Landfill Liabilitie	01-00-CB	664,200.00	
ARO02	12/31/23	R	Landfill closure and post-closure liabliity	01-01-CB	686,200.00	
ARO02	12/31/23	R	Landfill closure and post-closure liabliity	01-01-CB		664,200.00
ARO02	12/31/23	R	Change in unfinanced capital	04-00-CB	686,200.00	
ARO02	12/31/23	R	Change in unfinanced capital	04-00-CB		664,200.00
ARO02	12/31/23	R	OP-ES-WM-Bank Charges	10-08-0800-7000		686,200.00
ARO02	12/31/23	R	OP-ES-WM-Bank Charges	10-08-0800-7000	664,200.00	
To reverse landfill liability and set up asset retirement obligation						
ARO03	12/31/23	R	Amounts to be recovered - Landfill Liabilitie	01-00-CB		1,400.00
ARO03	12/31/23	R	Landfill closure and post-closure liabliity	01-01-CB	90,560.98	
ARO03	12/31/23	R	Landfill closure and post-closure liabliity	01-01-CB		89,160.98
ARO03	12/31/23	R	Change in unfinanced capital	04-00-CB	1,400.00	
ARO03	12/31/23	R	OP-ES-WM-Consulting Fees	10-08-0800-3820		90,560.98
ARO03	12/31/23	R	OP-ES-WM-Bank Charges	10-08-0800-7000	89,160.98	
To record remediation costs incurred and accretion expense						
REC01	12/31/23	R	Credit balances in taxes receivable	BT117.1	120,358.05	
REC01	12/31/23	R	Credit balances in taxes receivable	BT214.7		120,358.05
To reclassify credit balances in taxes receivable						
REC02	12/31/23	R	Modernization Funding	BT410.601		1,880.52
REC02	12/31/23	R	General Government - Safe Restart Agreement	BT413.600		4,059.51
REC02	12/31/23	R	General Government - Safe Restart Agreement	BT413.600		8,313.67
REC02	12/31/23	R	Recreation - Safe Restart Agreement	BT413.671		149.94
REC02	12/31/23	R	Provincial - Health	BT415.641		2,579.71
REC02	12/31/23	R	Federal - Health	BT425.641		10,318.82
REC02	12/31/23	R	Parkland Fees Earned	BT457.601		9,713.76
REC02	12/31/23	R	OP-GG-CM-Grants - Provincial	10-02-0250-8020	1,880.52	
REC02	12/31/23	R	OP-GG-CM-Grants - Provincial	10-02-0250-8020	4,059.51	
REC02	12/31/23	R	OP-GG-CM-Grants - Provincial	10-02-0250-8020	6,716.16	
REC02	12/31/23	R	OP-GG-CM-Grants - Provincial	10-02-0250-8020	8,313.67	
REC02	12/31/23	R	OP-HS-MC-Grants - Federal	10-10-1010-8010	10,318.82	
REC02	12/31/23	R	OP-HS-MC-Grants - Provincial	10-10-1010-8020	2,579.71	
REC02	12/31/23	R	OP-RC-PR-Grants - Provincial	10-16-1600-8020		6,716.16
REC02	12/31/23	R	OP-RC-PR-Grants - Provincial	10-16-1600-8020	149.94	

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**E45.1F-4**

Number	Date	Type	Name	Account No	Debit	Credit
REC02	12/31/23	R	OP-RC-PR-Transfer from Reserve Funds	10-16-1600-8971	9,713.76	
			To reclassify revenue for presentation purposes			
REC03	12/31/23	R	BS-CP-CP-Deferred Revenue	50-00-0000-0555		5,000.00
REC03	12/31/23	R	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556	5,000.00	
			To reclassify deferred revenue			
REC04	12/31/23	R	OP-TX-MU-Tx Written Off	10-01-0100-7200	20,497.83	
REC04	12/31/23	R	OP-TX-MU-Municipal Tax Asset Act	10-01-0100-9779	9,395.74	
REC04	12/31/23	R	BS-TX-CO-Federal PIL	50-01-0110-0775		21,361.03
REC04	12/31/23	R	BS-TX-CS-Resi(RT)	50-01-0111-0712		
REC04	12/31/23	R	BS-TX-CS-Resi(RT)	50-01-0111-0712		
REC04	12/31/23	R	BS-TX-EP-Federal PIL	50-01-0130-0775		8,532.54
			To allocate county/school board portions of PILs received.			
REC05	12/31/23	R	BS-CP-CP-AR Provincial	50-00-0000-0032	1,505.16	
REC05	12/31/23	R	BS-CP-CP-AR County	50-00-0000-0033	79,282.69	
REC05	12/31/23	R	BS-CP-CP-AR Clearing Account	50-00-0000-0035		80,787.85
			To reclassify receivables/payables for FIR purposes			
REC06	12/31/23	R	Employee future benefit obligation	CB261.9		102,600.00
REC06	12/31/23	R	EFB amt to be recovered	CB290.2	102,600.00	
REC06	12/31/23	R	Change in unfinanced capital	04-00-CB	20,700.00	
REC06	12/31/23	R	Change in EFB obligation	CB603.20		20,700.00
			To record liability for employee future benefits			
REC07	12/31/23	R	Roads - Other Grants	BT483.711		200,803.04
REC07	12/31/23	R	OP-GG-CM-Transfer to Reserves re AMP	10-02-0250-5972	27,513.25	
REC07	12/31/23	R	OP-GG-CM-Transfer to Reserves re AMP	10-02-0250-5972	200,803.04	
REC07	12/31/23	R	OP-GG-CM-Road Allowance Purchases	10-02-0250-8162		27,513.25
REC07	12/31/23	R	OP-GG-CM-Road Allowance Purchases	10-02-0250-8162		6,017.70
REC07	12/31/23	R	OP-GG-CM-Transfer from Reserves	10-02-0250-8970	6,017.70	
			To record reserve transfers			
REC08	12/31/23	R	Due to Other County	BT214.3		120,960.49
REC08	12/31/23	R	BS-CP-CP-Accounts Payable	50-00-0000-0500	120,960.49	
			To reclassify County of PTBO payable for FIR purposes			
REC09	12/31/23	R	BS-CP-CP-AR Holding Account	50-00-0000-0047	75,612.00	

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**E45.1F-5**

Number	Date	Type	Name	Account No	Debit	Credit
REC09	12/31/23	R	BS-CP-CP-AR Holding Account	50-00-0000-0047	919.32	
REC09	12/31/23	R	BS-CP-CP-AR Holding Account	50-00-0000-0047	919.32	
REC09	12/31/23	R	BS-CP-CP-AR Holding Account	50-00-0000-0047	612.88	
REC09	12/31/23	R	BS-CP-CP-Accounts Payable	50-00-0000-0500		78,063.52
To reclassify policing contract accrual recorded as AR rather than AP						
REC10	12/31/23	R	BS-CP-CP-AR Holding Account	50-00-0000-0047	10,766.00	
REC10	12/31/23	R	BS-CP-CP-AP County Develop Charges	50-00-0000-0505		10,766.00
To reclassify County development charges accrual recorded as AR rather than AP						
REC11	12/31/23	R	BS-CP-CP-AR Federal	50-00-0000-0031		10,645.92
REC11	12/31/23	R	BS-CP-CP-AR Holding Account	50-00-0000-0047	13,927.66	
REC11	12/31/23	R	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		3,281.74
To reclassify AR held in deferred revenue at year end						
REC12	12/31/23	R	BS-CP-CP-AR Federal	50-00-0000-0031	10,318.82	
REC12	12/31/23	R	BS-CP-CP-AR Provincial	50-00-0000-0032	2,579.71	
REC12	12/31/23	R	BS-CP-CP-Deferred Grant Revenue	50-00-0000-0556		12,898.53
To reclassify receivable for ICIP funding						
TCA01	12/31/23	N	Library change in investment in capital asset	CBLIB300		16,024.51
TCA01	12/31/23	N	Library investment in capital assets	CBLIB3999		79,475.87
TCA01	12/31/23	N	BS-CP-CP-General Surplus	50-00-0000-0999	95,500.38	
To record equity in TCA						
TCA02	12/31/23	N	Change in Equity in TCA	06-00-CB	326,070.34	
TCA02	12/31/23	N	BS-CP-CP-General Surplus	50-00-0000-0999		326,070.34
To record change in equity in TCA						
LIB.01	12/31/23	N	Municipal Contribution	00-15-7800-0004		287,082.00
LIB.01	12/31/23	N	Library Contribution	01-16-1000-0806	287,082.00	
LIB.01	12/31/23	N	BS-CP-CP- Due from Library	50-00-0000-0037		8,875.42
LIB.01	12/31/23	N	BS-RC-LB-Due to Township	51-16-1640-0542	8,875.42	
To record municipal contributions						
LIB.02	12/31/23	N	OP-RC-LB-Maint CompHw	11-16-1640-5170		2,934.99
LIB.02	12/31/23	N	BS-RC-LB-Prepaid	51-16-1640-0100	2,934.99	
To move expenses to prepaid						

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**E45.1F-6**

Number	Date	Type	Name	Account No	Debit	Credit
(insurance and subscriptions)						
LIB.03	12/31/23	N	OP-RC-LB-Transfer from Reserves	11-16-1640-8970	14,525.47	
LIB.03	12/31/23	N	BS-RC-LB-Working Reserve	51-16-1640-0900		14,525.47
To record Library surplus/deficit transfer						
LIB.04	12/31/23	N	OP-RC-LB-Amort Equip	11-16-1640-6360		19,942.28
LIB.04	12/31/23	N	OP-RC-LB-Amort CompSw	11-16-1640-6380	7,137.00	
LIB.04	12/31/23	N	BS-RC-LB-AccAmort Equip	51-16-1640-0369	12,805.28	
To adjust Library amortization to actual per audited statements						
LIB.REC01	12/31/23	R	Library Contribution - Committee Renumeration	BT-02-0240-0000	2,145.79	
LIB.REC01	12/31/23	R	Library Contribution - Occupancy Maint.	BT-02-0250-0000	10,979.32	
LIB.REC01	12/31/23	R	Library Contribution - Audit Fees	BT-02-0250-3000	1,669.01	
LIB.REC01	12/31/23	R	Municipal Contribution - Library Occupancy	BT-15-7800-0000		14,794.12
To record occupancy costs						
					<b>6,557,313.13</b>	<b>6,557,313.13</b>
<b>Net Income (Loss)</b>				<b>333.35</b>		