

Independent Auditor's Report

To the Members of
Council of the Regional Municipality of Peel

Opinion

We have audited the consolidated financial statements of the Regional Municipality of Peel, which comprise the statement of financial position as at December 31, 2022, and the 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 (collectively referred to as the "consolidated financial statements").

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Regional Municipality of Peel as at December 31, 2022, and the results of its operations, change in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 Regional Municipality of Peel 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

We draw attention to Note 19 of the financial statements, which describes the Hazel McCallion Act, which was introduced by the Government of Ontario on May 18, 2023, and received Royal Assent on June 8, 2023. Our opinion is not modified in respect of this matter.

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 Regional Municipality of Peel'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 Regional Municipality of Peel or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Regional Municipality of Peel'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 GAAS 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 GAAS, 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 Regional Municipality of Peel'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 Regional Municipality of Peel'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 Regional Municipality of Peel to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Regional Municipality of Peel to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 15, 2023

The Regional Municipality of Peel

Consolidated Statement of Financial Position

As at December 31, 2022

(All dollars in \$000)

	2022	2021
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 205,195	\$ 400,441
Accounts receivable (Note 3)	210,567	205,517
Loans receivable (Note 4)	22,825	19,056
Portfolio investments (Note 2)	3,134,654	2,656,974
Recoverable gross long-term debt from area municipalities (Note 9)	307,943	298,328
	3,881,184	3,580,316
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	821,733	728,492
Deferred revenue (Note 6)	163,527	144,115
Landfill closure and post-closure liability (Note 7)	68,045	67,724
Employee future benefits and post-employment liabilities (Note 8)	215,922	188,703
Other liabilities	4,469	4,500
Long-term debt (Note 9)	1,500,458	1,522,276
Mortgages payable on income-producing properties (Note 9)	77,337	95,725
	2,851,491	2,751,535
NET FINANCIAL ASSETS	1,029,693	828,781
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 12)	12,661,038	12,285,724
Prepaid expenses	28,586	21,278
Inventory	10,026	9,912
	\$ 12,699,650	\$ 12,316,914
ACCUMULATED SURPLUS (Note 10)	\$ 13,729,343	\$ 13,145,695

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

The Regional Municipality of Peel

Consolidated Statement of Operations

For the year ended December 31, 2022

(All dollars in \$000)

	2022 Budget (Note 13)	2022	2021
REVENUES			
Levies on area municipalities	\$ 1,228,215	\$ 1,224,654	\$ 1,164,833
Direct charges on ratepayers	503,554	512,185	474,438
Contributions – other governments	802,161	816,532	890,807
Contributions – developers	457,571	411,803	294,408
Contributed tangible capital assets	-	94,364	148,425
Investment income	50,367	79,086	73,300
Fees, service charges and other	124,344	208,034	266,220
Total revenues	3,166,212	3,346,658	3,312,431
EXPENSES (Note 14)			
General government	74,239	86,987	63,862
Protection to property and persons	599,907	610,470	592,490
Transportation services	138,400	131,797	129,107
GO Transit	4,628	4,628	3,661
Gas tax transferred to area municipalities	36,372	36,372	71,338
Environmental services	692,247	665,731	647,726
Health services	235,960	288,549	335,585
Social and family services	693,991	649,779	566,618
Social housing	284,775	261,073	246,315
Planning and development	8,325	8,004	8,516
Assessment/other	19,682	19,620	19,628
Total expenses	2,788,526	2,763,010	2,684,846
Annual surplus	377,686	583,648	627,585
Accumulated surplus, beginning of year	13,145,695	13,145,695	12,518,110
ACCUMULATED SURPLUS, END OF YEAR (Note 10)	\$ 13,523,381	\$ 13,729,343	\$ 13,145,695

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

The Regional Municipality of Peel

Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2022

(All dollars in \$000)

	2022 Budget (Note 13)	2022	2021
ANNUAL SURPLUS	\$ 377,686	\$ 583,648	\$ 627,585
	\$ -		
Acquisition of tangible capital assets	(596,799)	(584,627)	(452,990)
Writedown of TCA	-	(6,600)	-
Amortization of tangible capital assets	290,177	308,379	305,732
Contributed tangible capital assets	-	(94,364)	(148,425)
Gain on sale of tangible capital assets	-	(1,992)	(550)
Proceeds on sale of tangible capital assets	-	3,890	3,803
	71,064	208,334	335,155
Acquisition of inventory	-	(12,499)	(11,559)
Acquisition of prepaid expenses	-	(11,472)	(15,239)
Consumption of inventory	-	12,383	9,938
Use of prepaid expenses	-	4,164	16,168
Change in net financial assets	\$ 71,064	\$ 200,910	\$ 334,463
Net financial assets, beginning of year	828,783	828,783	494,320
NET FINANCIAL ASSETS, END OF YEAR	\$ 899,847	\$ 1,029,693	\$ 828,783

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

The Regional Municipality of Peel

Consolidated Statement of Cash Flows

For the year ended December 31, 2022

(All dollars in \$000)

	2022	2021
OPERATING ACTIVITIES		
Annual surplus	\$ 583,648	\$ 627,585
Items not involving cash		
Amortization of tangible capital assets	308,379	305,732
Gain on sale of tangible capital assets	(1,992)	(550)
Contributed tangible capital assets	(94,364)	(148,425)
Write-down of tangible capital assets	-	-
Change in non-cash assets and liabilities		
Accounts receivable	(5,050)	(20,902)
Recoverable gross long-term debt from area municipalities	-	-
Accounts payable and accrued liabilities	93,241	(33,545)
Deferred revenue	19,412	18,710
Change in landfill closure and post-closure liability	321	950
Change in employee future benefits and post-employment liabilities	27,219	26,637
Other liabilities	(31)	145
Prepaid expenses	(7,308)	927
Inventory	(114)	(1,621)
Net change in cash and cash equivalents from operating activities	923,361	775,643
CAPITAL ACTIVITIES		
Proceeds on sale of tangible capital assets	3,890	3,802
Cash used to acquire tangible capital assets	(591,227)	(452,989)
Net change in cash and cash equivalents from capital activities	(587,337)	(449,187)
INVESTING ACTIVITIES		
Proceeds from disposals and redemptions of investments	615,112	912,369
Acquisition of investments	(1,092,792)	(1,168,443)
(Increase) in loans receivable	(3,769)	(2,226)
Net change in cash and cash equivalents from investing activities	(481,449)	(258,300)
FINANCING ACTIVITIES		
Proceeds on debt issuance	22,840	130,000
Repayment of long-term debt	(3,547)	(202,775)
Accrual for interest payments	936	(10,208)
Contributions to sinking fund	(47,817)	24,675
Investment income earned on sinking fund	(3,845)	(1,179)
Repayment of mortgages payable	(18,388)	(18,485)
Net change in cash and cash equivalents from financing activities	(49,821)	(77,972)
Net change in cash and cash equivalents	(195,246)	(9,816)
Cash and cash equivalents, beginning of year	400,441	410,257
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 205,195	\$ 400,441
Cash and cash equivalents are comprised of the following:		
Cash	\$ 205,195	\$ 399,144
Cash equivalents	\$ -	\$ 1,297
	\$ 205,195	\$ 400,441
Cash paid for interest	\$ 79,461	\$ 112,366
Cash received from interest	75,882	70,857

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

THE REGIONAL MUNICIPALITY OF PEEL

Notes to the Consolidated Financial Statements

For the year ended December 31, 2022

(All dollars in \$000)

The Regional Municipality of Peel (“Region”) is an upper-tier municipality in the Province of Ontario (“Province”), Canada. The provisions of provincial statutes such as the *Municipal Act*, *Municipal Affairs Act* and related legislation guide its operations.

1. Significant Accounting Policies

The consolidated financial statements (“financial statements”) of the Region are the representation of management and are prepared in accordance with Canadian public sector accounting standards (“PSAS”), as recommended by the Public Sector Accounting Board (“PSAB”) of the Chartered Professional Accountants of Canada (“CPA Canada”).

The focus of these financial statements is on the financial position of the Region and the changes thereto. The consolidated statement of financial position includes all the financial assets and liabilities of the Region as well as non-financial assets. Financial assets are those assets that could provide resources to discharge existing liabilities or finance future operations. Net financial assets form a part of the financial position and are the difference between financial assets and liabilities. This provides information about the Region’s overall future revenue requirements and its ability to finance activities and meet its obligations. Non-financial assets are normally used to deliver services. Their value lies with their service potential rather than their ability to generate future cash inflows. They form part of the financial position, as they provide resources that the Region can employ in the future to meet its objectives. The accumulated surplus is made up of the combination of net financial assets and non-financial assets.

Significant aspects of the accounting policies adopted by the Region are as follows:

a) Basis of Presentation

The financial statements reflect the financial activities of all entities that are accountable to and controlled by the Region, which include:

- Peel Police Services Board (“Peel Police”)
- Peel Housing Corporation (“PHC”)

All inter-departmental and inter-organizational transactions are eliminated on consolidation. Also included are the Regional contributions to the local conservation authorities, and the funding thereof. The Region is required, by legislation, to reimburse the Municipal Property Assessment Corporation for the cost of Assessment Services that are not administered or controlled by the Region.

Funds held in trust by the Region for residents of Peel Manor and Sheridan Villa Senior Citizens’ Residences, the Tall Pines and Malton Village Long-Term Care Centres, and the Vera M. Davis Community Care Centre in the amount of \$258 (2021 – \$259), are not

included in the financial statements. The financial activity and position of the trust funds are reported separately in the trust funds financial statements.

The Region maintains separate funds for the purpose of providing for periodic repayments on debt to be retired by means of sinking funds. The financial activity and position of this fund are disclosed separately in the debt retirement funds and the sinking funds financial statements.

b) **Basis of Accounting**

i) Accrual Method of Accounting

The Region follows the accrual method of accounting. The accrual basis of accounting recognizes revenue in the period in which the transactions or events occurred that gave rise to the revenues. Expenses are the cost of goods or services acquired in the period, whether or not payment has been made or invoices received.

ii) Cash and Cash Equivalents

Cash and cash equivalents include short-term, highly liquid investments with a term to maturity of 90 days or less as at December 31.

iii) Investment Income

Investment income earned on surplus current fund, capital fund, reserves and reserve funds (other than obligatory reserve funds) are reported as revenue in the period earned. Investment income on unspent obligatory reserve funds is added to obligatory reserve fund balances.

Temporary investments are carried at the lower of cost and market value. Portfolio investments are carried at cost, unless there are impairments in value, at which time they are written down to recognize the loss in value. Discounts or premiums are amortized using the effective interest method.

iv) Loans Receivable

Loans receivable are valued at cost. Recoverability is reviewed annually and a valuation allowance is recorded when recoverability is impaired. A loan receivable is written off when it is no longer recoverable. Recoveries of loans receivable previously written off are recognized in the year received. Interest revenue is recognized as it is earned.

v) 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.

a. 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 Region does not have any tangible capital assets recognized at nominal value. The cost, less residual value, of tangible capital assets, excluding land and landfill sites, are amortized on a straight-line basis over their estimated useful lives as follows:

Assets	Useful life – years
Land improvements	5 – 99
Buildings	20 – 100
Building improvements	8 – 100
Leasehold improvements	2 – 40
Equipment and furnishings	3 – 80
Linear	15 – 90
Linear improvements	50
Structures	20 – 60
Vehicles	3

Annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is in service.

b. Contributions of Tangible Capital Assets

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

c. Interest Capitalization

The Region capitalizes interest costs associated with the acquisition or construction of a tangible capital asset relating to certain projects.

d. Natural Resources

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

vi) Deferred Revenue – Development Charges

Development charges, collected under the authority of Sections 33 to 35 of the [Development Charges Act, 1997](#), are reported as deferred revenue in the consolidated statement of financial position in accordance with PSAS. Amounts applied to qualifying capital projects are recorded as revenue in the fiscal period in which the funds are expended on qualifying capital projects. Development charges will also be applied to cover costs for servicing debt including interest on borrowings and contributions to sinking funds to retire debt.

vii) Tax Revenue

Property tax revenue is recognized on an accrual basis when the tax is authorized by the passing of the tax levy by-law. Taxes are levied on properties listed on the assessment roll at the time the by-law is passed based on the approved budget and tax rates. Supplementary taxation is recognized as additional billings issued to properties that are added to the assessment roll during the year.

At year-end, the Region evaluates the likelihood of having to repay taxes as a result of tax appeals or other changes and recognizes a liability if the amount can be reasonably estimated.

viii) Government Transfers

Government transfers are recognized in the financial statements in the period in which the 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, and there are no stipulations that give rise to a liability.

ix) Employee Future Benefits and Post-Employment Liabilities

The Region accounts for its participation in the Ontario Municipal Employee Retirement System ("OMERS"), a multi-employer public sector pension fund, as a defined contribution plan.

Vacation entitlements are accrued for as entitlements are earned.

Other post-employment benefits and compensated absences are accrued in accordance with the projected benefit method, pro-rated on service and management's best estimate of salary escalation and retirement ages of employees. Actuarial valuations, where necessary for accounting purposes, are generally performed triennially. The discount rate used to determine the accrued benefit obligation was determined by reference to the Region's short and long-term rate of borrowing. Unamortized actuarial gains/losses are amortized on a straight-line basis over the expected average remaining service life of the related employee groups. Unamortized actuarial gains/losses for event-triggered liabilities, such as those determined as claims related to Workplace Safety and Insurance Board ("WSIB"), are recorded when determined.

Costs related to prior-period employee services arising out of plan amendments are recognized in the period in which the plan is amended.

Where applicable, the Region has set aside Reserves intended to fund these obligations, either in full or in part. These Reserves were created under municipal by-law and do not meet the definition of a plan asset under *PSAS 3250 Retirement Benefits*. Therefore, for the purposes of these financial statements, the plans are considered unfunded.

x) Landfill Liability

The costs to close an existing landfill site and to maintain closed landfill sites are based on the future estimated expenditures required over a twenty-five year period, discounted using the Region's long-term borrowing rate. These costs are reported as a liability on the consolidated statement of financial position. Landfill sites are amortized using the units of production method based upon capacity used during the year.

xi) Liability for Contaminated Sites

A liability for the remediation of a contaminated site is recognized as the best estimate of the amount required to remediate the contaminated site when the following specified criteria are present:

- Contamination exceeding an environmental standard exists,
- The Region is either directly responsible or accepts responsibility,
- It is expected that the future economic benefit will be given up, and
- A reasonable estimate of the amount is determinable.

If the likelihood of the Region's obligation to incur these costs is either not determinable, or if an amount cannot be reasonably estimated, the costs are disclosed as contingent liabilities in the Notes to the financial statements.

xii) Foreign Currency Translation

Monetary assets and liabilities denominated in foreign currencies are translated at the prevailing rates of exchange at the year-end date. Revenue and expenses are translated at the exchange rate prevailing on the transaction date. Realized and unrealized exchange gains and losses are included in the consolidated statement of operations.

xiii) Use of Estimates

The preparation of these financial statements in conformity with PSAS 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 consolidated financial statements and the reported amount of revenues and expenses during the period. Significant estimates relate to accounts receivable, accrued liabilities, landfill closure and post-closure liability, liabilities for contaminated sites, employee future benefits and post-employment liabilities and expenses. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.

2. Cash and Cash Equivalents and Portfolio Investments

Cash and cash equivalents and portfolio investments reported on the consolidated statement of financial position have cost and market values as follows:

2022	Cost	Market Value
Cash	\$ 205,195	\$ 205,195
Cash equivalents	-	-
Cash and cash equivalents	\$ 205,195	\$ 205,195
Portfolio investments	\$3,134,654	\$2,849,609

2021	Cost	Market Value
Cash	\$ 399,144	\$ 399,144
Cash equivalents	1,297	1,300
Cash and cash equivalents	\$ 400,441	\$ 400,444
Portfolio investments	\$2,656,974	\$2,702,020

Included in the Region's investment portfolio is a Region of Peel debenture at a coupon rate of 2.15 per cent (2021 – 2.15 per cent) with a carrying value \$2,850 (2021 – \$2,702).

3. Accounts Receivable

The balance for accounts receivable is comprised of the following:

	2022	2021
Federal and provincial governments	\$ 40,398	\$ 39,332
Other municipalities	25,806	28,860
Wastewater and water billings	89,302	81,348
Accrued interest	17,920	11,258
Sundry	14,301	44,719
Total	\$ 187,727	\$ 205,517

4. Loans Receivable

The balance for loans receivable includes the following:

- a) A 30-year memorandum of understanding at 5.196 per cent with Credit Valley Conservation (“CVC”) to be used to finance the renovation of their head office facility.
- b) A 20-year loan agreement at 5.12 per cent with Abbeyfield Houses of Caledon to be used to finance the construction of affordable housing for senior citizens.
- c) A loan to Shalimar International Housing Corporation; interest to be charged based on the prevailing capital market rate beginning September 1st, 2031; all principal and interest owing to be repaid by September 2nd, 2046.
- d) A loan to Ahneen Co-operative Homes; interest to be charged based on the prevailing capital market rate beginning February 1st, 2027; all principal and interest owing to be repaid by February 2nd, 2042.
- e) A loan to Forum Italia Non-Profit Housing Corporation; interest to be charged based on the prevailing capital market rate beginning July 2nd, 2025; all principal and interest owing to be repaid by July 2nd, 2040.
- f) A loan to Grace Retirement and Community Enterprises Inc.; interest to be charged based on the prevailing capital market rate beginning August 2nd, 2018; all principal and interest owing to be repaid by August 2nd, 2033.
- g) A loan to Chegoggin Co-operative Homes; interest to be charged based on the prevailing capital market rate beginning December 2nd, 2027; all principal and interest owing to be repaid by December 2nd, 2042.
- h) A loan to Indo-Canadian Non-Profit Housing; interest to be charged based on the prevailing capital market rate beginning September 2nd, 2026; all principal and interest owing to be repaid by September 2nd, 2041.
- i) An interest-free subsidy agreement with Erin Court Co-operative Homes; repayable through future operational surpluses.
- j) A loan to Las Americas Co-operative Homes; interest to be charged based on the prevailing capital market rate beginning July 2nd, 2028; all principal and interest owing to be repaid by July 2nd, 2043.
- k) A loan to Bristol Road Labourers’ Local 183 Non-Profit Homes; interest to be charged based on the prevailing capital market rate beginning July 1st, 2028; all principal and interest owing to be repaid by July 2nd, 2043.
- l) A loan to Wawel Villa; interest to be charged based on the prevailing capital market rate beginning April 1st, 2031; all principal and interest owing to be repaid by April 2nd, 2046.

- m) A loan to Yarl Co-operative Homes; interest to be charged based on the prevailing capital market rate beginning April 1st, 2030; all principal and interest owing to be repaid by April 2nd, 2045.
- n) A 40-year loan agreement at 2.03 per cent with Peel Housing Corporation to be used to finance the construction of affordable housing.

	2022	2021
CVC – memorandum of understanding	\$ 5,270	\$ 5,405
Abbeyfield Houses of Caledon – loan agreement	163	167
Shalimar International Housing – loan agreement	767	767
Ahneen Co-operative Homes – loan agreement	789	670
Forum Italia Non-Profit Housing – loan agreement	1,517	1,517
Grace Retirement and Community Enterprises Inc. – loan agreement	2,026	2,180
Chegoggin Co-operative Homes – loan agreement	1,653	1,628
Indo-Canadian Non-Profit Housing – loan agreement	1,585	1,669
Erin Court Co-operative Homes – subsidy agreement	437	451
Las Americas Co-operative Homes – loan agreement	3,853	3,581
Bristol Rd Labourer’s Local 183 Non-Profit Homes – loan agreement	1038	351
Indwell Community Homes	-	(6)
Wavel Villa Inc – Turtle Creek Manor	1479	274
Yarl Co-operative Homes – loan agreement	2,248	402
CMHC – 360 City Centre Loan	22,840	-
Total	\$ 45,665	\$ 19,056

- o) Future Repayments
Estimated future receipts of loans receivable are as follows:

	Total
2023	804
2024	819
2025	835
2026	851
2027	868
Subsequent to 2027	41,488
Total	\$ 45,665

5. Accounts Payable and Accrued Liabilities

The balance for accounts payable and accrued liabilities is comprised of the following:

	2022	2021
Trade accounts payable	\$ 527,864	\$ 444,189
Provincial government	271,223	258,598
Other municipalities	22,646	25,705
Total	\$ 821,733	\$ 728,492

6. Deferred Revenue

Deferred revenues set aside for specific purposes by legislation, regulation or agreement as at December 31, are composed of the following:

	Balance at December 31, 2021	Inflows	Revenue Earned	Balance at December 31, 2022
Development Charges	\$ -	\$ 411,803	\$ 411,803	\$ -
Federal Gas Tax	40,808	45,056	36,994	48,870
Provincial Gas Tax	89	485	483	91
General – Region	98,350	123,193	111,983	109,560
General – PHC	4,868	138	-	5,006
Total	144,115	580,675	561,263	163,527

7. Landfill Closure and Post-Closure Liability

The Environmental Protection Act sets out regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites.

Landfill closure and post-closure care are activities for landfill sites that are expected to occur in perpetuity and requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping of groundwater and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance.

The Region has twenty landfill sites, nineteen of which are closed. The Caledon site has capacity but is not currently accepting waste. To fill the remaining unused 5 per cent capacity would result in an estimated remaining life of one year. For the Caledon site and the closed sites, the estimated liability for these expenditures is calculated for a twenty-five year period.

The estimated liability of \$68,045 (2021 – \$67,724) included in the financial statements represents the sum of the discounted future cash flows for closure and post-closure care activities discounted at the Region's long-term borrowing rate of 3.20 per cent (2021 – 3.20 per cent).

As at December 31, the Region maintained a reserve of \$13,669 (2021 – \$14,716), which will be used to fund expected future costs.

8. Employee Future Benefits and Post-Employment Liabilities

Employee future benefits and post-employment liabilities reported on the consolidated statement of financial position consist of the following:

	2022	2021
Retirement benefits:		
- Peel Police	\$ 97,317	\$ 90,639
- Peel Police (LTD recipients)	7,403	7,258
- Peel Region	12,548	11,726
- Peel Region (LTD recipients)	4,845	4,292
	122,113	113,915
Workplace Safety and Insurance Board	93,809	74,788
Total	\$215,922	\$188,703

a) Retirement Benefits

The liability for retirement benefits is for the Region's and the Peel Police's share of costs associated with extending the coverage for health, dental, and life insurance benefits to qualifying employees. Benefit coverage, except for life insurance coverage, and health care spending account for Peel Police, ceases at the age of 65. The valuation treats enrolled members in receipt of long-term disability for two years or less, or WSIB benefits, as continuing to receive active service benefits.

The Peel Region liability is based on the actuarial valuations as at December 31, 2020, with estimates to December 31, 2022.

The Peel Police liability is based on the actuarial valuations as at December 31, 2020, with estimates to December 31, 2022.

The following significant actuarial assumptions adopted in the valuations were based on management's best estimates.

- Future discount rates:
 - Peel Police
 - 3.15 per cent per year for Retiree Benefit
 - 2.90 per cent per year for LTD
 - Peel Region
 - 3.20 per cent per year for Retiree Benefit
 - 2.60 per cent per year for LTD
- Future inflation rate
 - 1.75 per cent per year
- Future salaries
 - Escalate at 2.75 per cent per year
- Future dental premium rates:
 - Peel Police
 - Initial rate of 4.50 per cent, grading up over 5 years and then down over 15 years to an ultimate rate of 4.05 per cent
 - Peel Region
 - Escalate at 4.00 per cent per annum

- Future health care premium rates:
 - Peel Police Blended initial rate of 4.05 per cent, grading up over 7 years and then down over 13 years to an ultimate blended rate of 4.05 per cent
 - Peel Region
 - Drugs - 7.15 per cent in 2020 reducing by 0.15 per cent each year to ultimate rate of 4.0 per cent in 2041
 - Vision - 2.20 per cent in 2020 reducing by 0.20 per cent each year to ultimate rate of 0.0 per cent in 2031

The following are the actuarial results for the accrued benefit liability reported on the consolidated statement of financial position:

Retirement Benefits Liability

	2022	2021
Accrued benefit obligation at January 1	\$ 135,644	\$ 129,344
Add: benefit service cost	8,016	7,797
Add: interest accrued	4,390	4,192
Deduct: benefit payments	(5,993)	(5,688)
Accrued benefit obligation at December 31	142,057	135,645
Deduct: unamortized actuarial loss	(19,944)	(21,730)
Liability at December 31	\$ 122,113	\$ 113,915

Retirement Benefits Expense

	2022	2021
Current period benefit cost	\$ 8,016	\$ 7,132
Interest on accrued benefit obligation	4,390	4,192
Amortization of actuarial losses	1,784	1,783
Total	\$14,190	\$13,107

The actuarial loss is the result of assumptions used in the above noted valuations that varied from assumptions used in prior valuations. These assumptions pertained to the distribution of covered employees, discount rate, escalation of health care rates, projected mortality rates, and benefit coverage. The actuarial loss will be amortized over the expected average remaining service life of employees.

b) Workplace Safety and Insurance Board

The Region is a Schedule II employer under the [Workplace Safety and Insurance Act](#), and, therefore, self-insures the entire risk of their own WSIB claims and is responsible for reimbursing the WSIB for all costs relating to its workers' claims.

The liability reported in the consolidated statement of financial position is based on the actuarial valuation as at December 31, 2022, that estimated potential liabilities of the Region under the provisions of the *Workplace Safety and Insurance Act*.

The result of the actuarial valuation is as follows:

WSIB Liability

	2022	2021
Accrued benefit obligation at January 1	\$ 124,234	\$ 111,770
Add: estimated cost of claims (service cost)	23,856	23,184
Add: interest accrued	4,077	3,704
Deduct: expected benefits paid	(15,000)	(14,424)
Accrued benefit obligation at December 31	137,167	124,234
Deduct: unamortized actuarial loss	(43,358)	(49,446)
Liability at December 31	\$ 93,809	\$ 74,788

WSIB Benefits Expense

	2022	2021
Current period benefit cost	\$ 23,856	\$ 23,184
Interest on accrued benefit obligation	4,077	3,704
Amortization of actuarial losses	6,088	6,088
Total	\$ 34,021	\$ 32,976

9. Long-Term Debt

Under the terms of the *Municipal Act, 2001*, Regional Council has approved the issuing of debentures to finance its own capital expenses and tangible capital assets, and those of the area municipalities within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs. Debentures issued for such purposes are direct, joint and several obligations of the Region and local municipalities.

a) Net Long-Term Debt

The total for long-term liabilities reported in the consolidated statement of financial position consists of the following:

	2022	2021
Total long-term liabilities incurred by the Region including amounts incurred on behalf of area municipalities	\$1,912,994	\$1,883,142
Less: Total value of Region's sinking fund deposits	(411,099)	(359,534)
Less: Value of Town of Caledon sinking fund assumed by the Region	(1,437)	(1,332)
Total long-term liabilities	1,500,458	1,522,276
Mortgages payable by Peel Housing Corporation	77,337	95,725
Total mortgages payable on income-producing properties	77,337	95,725
Recoverable from lower-tiers		
City of Mississauga	249,095	237,322
City of Brampton	43,000	43,000
Town of Caledon	20,796	22,954
Less: Town of Caledon debt assumed by Region	(4,948)	(4,948)
Total recoverable gross long-term debt from area municipalities	307,943	298,328
Net Long-Term Debt at December 31	\$1,269,852	\$1,319,673

Serial debt and sinking fund debentures issued by the Region mature between November 2026 and June 2053 and have interest rates ranging between 2.3 per cent and 5.1 per cent.

Mortgages of \$77,337 (2021 – \$95,725) on PHC properties are secured by a first charge on specific assets of PHC with amortization periods ranging from five to fifty years and interest rates ranging from 0.45 per cent to 6.75 per cent.

Sinking funds were established to provide for the orderly retirement of sinking fund debentures issued by the Region totaling \$1,563,000 (2021 – \$1,563,000). These debentures mature between November 2026 and June 2053.

b) Future Principal Repayments

Estimated future principal repayments for the Region, including sinking fund contributions and PHC, are as follows:

	Peel Housing Corporation	Region of Peel	Total
2023	\$ 17,617	\$ 52,082	\$ 69,699
2024	16,354	52,228	68,582
2025	14,295	52,381	66,676
2026	13,696	52,539	66,235
2027	7,835	39,005	46,840
Subsequent to 2027	7,540	534,343	541,883
Net sinking fund debt repayable	-	409,937	409,937
Total	\$ 77,337	\$1,192,515	\$ 1,269,852

Total interest charges in the amount of \$65,866 (2021 – \$70,259) are reported in the consolidated statement of operations. The charges consist of \$2,770 (2021 – \$3,305) for interest on PHC mortgages and \$63,096 (2021 – \$66,954) for debenture debt.

10. Accumulated Surplus

The accumulated surplus consists of the following balances:

	2022	2021
Investment in tangible capital assets and social housing	\$ 12,597,516	\$ 12,174,384
Reserves and reserve funds	2,630,290	2,554,482
Capital fund	(1,411,887)	(1,497,632)
Current fund	67,783	63,976
Less: unfunded liabilities		
Retiree benefits:		
– Peel Police	(54,348)	(49,859)
– Peel Region	(5,843)	(5,843)
Workplace Safety and Insurance Board	(21,589)	(21,589)
Landfill closure and post-closure costs	(68,045)	(67,724)
Other	(4,534)	(4,500)
Total Accumulated Surplus	\$ 13,729,343	\$ 13,145,695

a) Surplus Management Strategy

The Region has a surplus management strategy that permits year-end transfers to and from reserves to manage the level of surplus carried forward into the next fiscal year. Such transfers are made to ensure that future commitments of the Region can be met, and are based on management's planning of infrastructure replacement, property tax rate and user rate stabilization, potential exposure to program funding shortfalls and contingent liabilities. The allocation of these transfers and their purpose is disclosed annually to Regional Council following completion of the year-end audit. The financial statements include the transfers made to reserves under the surplus management strategy.

b) Reserves and Reserve Funds

Reserves and reserve funds are established by Regional Council as appropriate, and are included in the accumulated surplus position of the Region.

11. Pension Agreements

The Region makes contributions to OMERS on behalf of approximately 8,884 eligible employees. OMERS is a defined benefit pension plan, fully funded by equal contributions from participating employers and employees, and by the investment earnings of the OMERS Fund. OMERS pensions are calculated using a defined benefit formula, taking into account length of service and average annual wage (based upon the highest 60 consecutive months of earnings), that is designed to integrate with the pension payable from the Canada Pension Plan.

During the year, the Region's contribution to OMERS for current service was \$81,439 (2021 – \$77,945). The Region's contributions are reported in the consolidated statement of operations. Employee contributions also amount to \$81,439 (2021 – \$77,945).

For the December 31, 2022, year end, the funded portion of the OMERS pension plan decreased to 95 per cent (2021 – 97 per cent). Pension plan assets increased to \$124,000,000 (2021 – \$121,000,000) primarily due to increased investment returns.

12. Tangible Capital Assets

2022

(All dollars in \$000)

Cost	Balance at December 31, 2021	Additions	Disposals & Write-downs	Balance at December 31, 2022
Land	\$ 1,298,876	\$ 52,043	\$ (49)	\$ 1,350,870
Land improvements	41,883	-	-	41,883
Buildings and building improvements	2,618,364	51,609	-	2,669,973
Leasehold improvements	30,571	463	-	31,034
Linear and linear improvements	9,135,785	238,898	(969)	9,373,714
Structures	248,841	23,311	-	272,152
Vehicles	117,306	10,359	(5,291)	122,374
Equipment and furnishings	2,318,499	104,519	(25,716)	2,397,302
Construction work in progress	1,431,751	204,389	-	1,636,140
Total cost	\$ 17,241,876	\$ 685,591	\$ (32,025)	\$ 17,895,442

Accumulated Amortization	Balance at December 31, 2021	Disposals	Amortization	Balance at December 31, 2022
Land improvements	\$ 21,522	-	\$ 974	\$ 22,496
Buildings and building improvements	864,506	-	48,459	912,965
Leasehold improvements	16,113	-	904	17,017
Linear and linear improvements	2,800,977	(734)	152,194	2,952,437
Structures	123,998	-	5,586	129,584
Vehicles	62,411	(4,249)	11,506	69,668
Equipment and furnishings	1,066,625	(25,144)	88,756	1,130,237
Total accumulated amortization	\$ 4,956,152	\$ (30,127)	\$ 308,379	\$ 5,234,404

Net Book Value	Net Book Value December 31, 2022
Land	\$ 1,350,870
Land improvements	19,387
Buildings and building improvements	1,757,008
Leasehold improvements	14,017
Linear and linear improvements	6,421,277
Structures	142,568
Vehicles	52,706
Equipment and furnishings	1,267,065
Construction work in progress	1,636,140
Total net book value	\$ 12,661,038

12. Tangible Capital Assets (Continued)

2021

(All dollars in \$000)

Cost	Balance at December 31, 2020	Additions	Disposals & Write-downs	Balance at December 31, 2021
Land	\$ 1,232,234	\$ 67,016	\$ (374)	\$ 1,298,876
Land improvements	41,387	496	-	41,883
Buildings and building improvements	2,520,390	97,974	-	2,618,364
Leasehold improvements	29,822	749	-	30,571
Linear and linear improvements	8,820,239	318,531	(2,985)	9,135,785
Structures	247,028	1,813	-	248,841
Vehicles	111,280	11,615	(5,589)	117,306
Equipment and furnishings	2,256,308	69,393	(7,202)	2,318,499
Construction work in progress	1,397,924	33,827	-	1,431,751
Total cost	\$ 16,656,612	\$ 601,414	\$ (16,150)	\$ 17,241,876

Accumulated Amortization	Balance at December 31, 2020	Disposals	Amortization	Balance at December 31, 2021
Land improvements	\$ 20,376	-	\$ 1,146	\$ 21,522
Buildings and building improvements	815,537	-	48,969	864,506
Leasehold improvements	15,273	-	840	16,113
Linear and linear improvements	2,651,836	(1,351)	150,492	2,800,977
Structures	118,321	-	5,677	123,998
Vehicles	54,896	(4,345)	11,860	62,411
Equipment and furnishings	987,079	(7,202)	86,748	1,066,625
Total accumulated amortization	\$ 4,663,318	\$ (12,898)	\$ 305,732	\$ 4,956,152

Net Book Value	Net Book Value December 31, 2021
Land	\$ 1,298,876
Land improvements	20,361
Buildings and building improvements	1,753,858
Leasehold improvements	14,458
Linear and linear improvements	6,334,808
Structures	124,843
Vehicles	54,895
Equipment and furnishings	1,251,874
Construction work in progress	1,431,751
Total net book value	\$ 12,285,724

- a) **Construction in Progress**
Assets under construction having a value of \$1,636,140 (2021 – \$1,431,751) have not been amortized. Amortization of these assets will commence when the asset is put into service.
- b) **Contributed Tangible Capital Assets**
Contributed tangible capital assets transferred to the Region in 2022 amounted to \$94,364 (2021 – \$148,425). The majority of tangible capital assets transferred were from developers and included water and wastewater local mains as well as land.
- c) **Works of Art and Cultural Assets**
The Region manages and controls various works of art and non-operational historical cultural assets including buildings, artifacts, paintings and sculptures located at Region sites and public display areas. These assets are not recorded as tangible capital assets and are not amortized.
- d) **Interest Capitalization**
In 2022, the Region capitalized \$160 (2021 – \$160) of interest cost.

13. Budget Data

The budget amounts presented in the consolidated financial statements are based on the 2022 operating and capital budgets approved by Regional Council on November 25 2021. The following reconciles the approved budget to the budget amounts presented in the consolidated financial statements using the accrual basis of accounting, in accordance with PSAS. Budgets established for tangible capital asset acquisitions are on a project-oriented basis, the costs of which may be carried over one or more fiscal years. Where amounts were budgeted for on a project-oriented basis, the budget amounts used are based on actual projects that took place during the year to reflect the same basis of accounting that was used to report the actual results.

	Revenues	Expenses
Operating Budget		
Council Approved Budget	\$ 2,743,129	\$ 2,743,129
In-year budget adjustments	102,834	102,834
Board Approved Peel Housing Corporation	106,678	106,678
Adjustment for intercompany transactions	(105,936)	(105,936)
PSAB Adjustments		
Contributions to reserves/reserve funds	-	(539,938)
Contributions from reserves/reserve funds	(79,271)	-
Payment to sinking fund for debt retirement	-	(47,817)
Other liabilities	-	(321)
Other adjustments	-	-
Adjusted Operating Budget	2,767,434	2,258,629
Capital Budget		
Council Approved Budget	1,117,344	1,117,344
Timing difference between budget and spending	(333,588)	(333,588)
Board Approved Peel Housing Corporation	52,763	52,763
PSAB Adjustments		
Contributions from reserves/reserve funds	(483,677)	-
Acquisition of tangible capital assets	-	(596,799)
Amortization	-	290,177
Adjusted Capital Budget	352,842	529,897
Other		
Reserve fund interest and other revenue	45,936	-
Budget as presented in Financial Statements	\$ 3,166,212	\$ 2,788,526

14. Expenses by Object

The consolidated statement of operations reports expenses for the Region by functions or by business programs. The following is a summary of expenses by object.

	2022	2021
Salary and wages	\$ 1,065,955	\$ 1,052,307
Services and rents	445,455	456,994
Materials and supplies	101,309	97,985
Grants and transfer payments	622,393	578,288
Debt charges	66,056	70,651
Intra-government transfers	(58,930)	(50,510)
Amortization	308,379	305,692
Other operational expenses	212,393	173,439
Total	\$ 2,763,010	\$ 2,684,846

15. Contractual Obligations and Contingent Liabilities

- a) As at December 31, 2022 outstanding contractual obligations for capital works amounted to approximately \$830,144 (2021 – \$422,594). Regional Council has authorized the financing of these obligations.
- b) As at December 31, 2022 the Region has been named as defendant or co-defendant in a number of outstanding legal actions. No provision has been made for any claims that are expected to be covered by insurance or where the consequences are undeterminable. A provision of \$12,746 (2021 – \$12,058) has been made for those claims not expected to be covered by insurance.
- c) Under the terms of various operating lease agreements, future minimum payments are as follows:

2023	\$ 2,783
2024	2,272
2025	1,653
2026	1,564
2027	1,157
Subsequent to 2027	12,002
Total	\$ 21,431

- d) Under a renewed 10-year service agreement, effective January 1, 2020, the Region has contracted the operations of the South Peel wastewater and water treatment systems to the Ontario Clean Water Agency (“OCWA”).

Included in the consolidated statement of operations are the 2021 charges from OCWA totaling \$45,929 (2021 – \$43,475). The consolidated statement of financial position

reflects only the capital assets of the wastewater and water treatment facilities and the service charges due to or from OCWA.

- e) The Peel Regional Police provide policing services to the Greater Toronto Airports Authority (“GTAA”). Under a service agreement, the GTAA provides funding to fully offset any costs incurred by the Peel Regional Police. In 2022, the Peel Regional Police received \$19,171 (2021 – \$18,482) from the GTAA.
- f) Under contracts approved by the Region in 2005 with amendments in 2012 and 2016, Waste Management of Canada Corporation (“WMCC”) will provide waste disposal capacity at current market rates (additional 22 years until December 31, 2042) in addition WMCC and other private third-party corporations will provide waste transfer services to the Region. The 2022 annual cost is \$17,879.
- g) Under separate contracts approved by the Region in 2014, two private waste management companies provide services including, but not limited to: bi-weekly, alternating garbage cart and recycling cart collection, bi-weekly bulky item collection, weekly organics cart collection, seasonal yard waste collection, garbage exemption collection periods, and manual (bag based) garbage, recycling and organics bin collection at specified locations. Each contract term is for an eight-year-plus-nine-month period which began on January 2016, with two additional, separate twelve-month period extension options, based on satisfactory service, performance and pricing. The 2022 annual cost for the two contracts is \$44,000.
- h) The Region has issued letters of credit for \$13,905 (2021 – \$13,604) in order to meet the credit requirements and conditions of certain agreements related to capital projects.
- i) The Region has identified a contaminated site on a piece of land downloaded from the federal government. The Region is currently working with the federal government to determine who accepts responsibility for the remediation of this site and has, therefore, not recognized a liability for this site in the consolidated statement of financial position.

16. Liability for Contaminated Sites

As at December 31, 2022, management has not identified any contaminated sites that meet the specified criteria and no liability (2021 – \$Nil) for contaminated sites has been recorded in these consolidated financial statements.

17. Municipal Act, 2001

Since the introduction of Current Value Assessment (“CVA”) taxation in 1998, provincial legislation mandates a limit to assessment-related tax increases for the commercial, industrial and multi-residential classes. The purpose of this limit is to ensure that the impact of CVA reform is manageable for taxpayers in these three property classes. These assessment-related tax adjustments are capped using a number of Council-adopted parameters which include the optional capping tools and capping program enhancements. Adoption of the capping parameters is designed to maximize the number of properties moving to full CVA-based taxation. The Region’s 2022 Tax Capping Policy – Selection of Options staff report presented to Regional Council on May 12, 2022 details the capping options selected for

implementation in the 2022 taxation year. The legislation permits the costs of capping to be funded by limiting the property tax decreases within the subject property class.

While the local municipalities have the jurisdictional responsibility for managing the tax collection system, the Region is responsible for acting as the “banker” in order to balance out the overall impact of the capping initiative on a broader Regional basis. Implementation may cause some year-to-year variances. Such post-billing capping variances are written-off at the local municipal level and funded between the Region, the local municipality and the school board based on the tax rate prorated shares of the write-offs.

The multi-residential and industrial capping programs have been phased-out in the 2020 taxation year, therefore all properties in these capped classes are now taxed at full CVA tax level. The Region has implemented the four-year phase-out of the capping program for the commercial property class in 2020. This program is in its third year of the four-year phase-out.

18. Segmented Information

The Region of Peel is a diversified municipal government institution providing a wide range of services to its residents that include: general government, protection to property and persons, transportation, environmental, health and social and family services. The Region also controls and administers Peel Housing Corporation, a non-profit housing organization.

For management reporting purposes, the Region’s operations and activities are reported by Program Services. Program Services were created for the purpose of recording specific activities to attain certain objectives in accordance with regulations, restrictions or limitations. Regional services are provided by divisions and their activities are reported in Program Services.

Divisions disclosed in the Segmented Information, along with the services they provide, are as follows:

General Government

General government comprises divisions under Finance, Corporate Services and the Executive Office, Council and Digital & Information Services. The divisions provide direct support to the various citizen-facing Regional services, as well as Council and Committee. These divisions also supply financial and administrative leadership for the Regional Corporation.

Also included are corporate expenses and revenues that are not directly attributable to any individual service, but do impact the overall tax requirement.

Protection to Property and Persons

Protection to property and persons consists of Police Services and the conservation authorities. Police Services partners with the community to maintain social order and contribute to a safe environment in which to live, work and visit. Funding is provided to support the operating costs, special projects and land purchases for three conservation authorities in the Region.

Transportation Services

Transportation services is responsible for Roads and TransHelp services. The mandate of the Roads division is to provide safe, reliable and secure roads while respecting the environment. TransHelp provides transit services to Peel residents unable to utilize conventional modes of public transportation.

GO Transit

GO Transit includes the Region's apportionment of capital costs billed by GO Transit.

Gas Tax Transferred to Local Municipalities

This segment includes the Federal Gas Tax revenue that is transferred to local municipalities.

Environmental Services

Environmental services is responsible for Water, Wastewater and Waste Management Services. The Water Program sustainably delivers high quality drinking water, and the related support services, in an efficient and reliable manner. The mandate of Wastewater is to manage, collect and treat municipal wastewater. Waste Management provides environmentally sustainable waste management services to residents and small businesses while maximizing recovery of valuable resources.

Health Services

Health services includes Public Health and Paramedic Services. Public Health is mandated by the [Ontario Health Protection and Promotion Act](#) and other legislation. Public Health provides programs and services in six key areas: communicable disease control and prevention; clinical services; enforcement; youth and adult illness prevention; early childhood development; and health surveillance. The mandate of Paramedic Services is to decrease suffering and improve and promote community safety.

Social and Family Services

Children's services plans, manages and coordinates a Region-wide early learning and child care system. Long-Term Care operates five long-term care facilities for seniors. Ontario Works delivers a range of programs providing employment and financial assistance to residents in need.

Social Housing

Social housing is responsible for administering social housing providers, the rent supplement programs, and managing a social housing waiting list.

Peel Housing Corporation is a non-profit housing company providing over 16,000 residents with affordable rental units.

Planning and Development

Regional planning provides planning policy and research and development planning services that respond to the growth and change experienced in Peel.

Assessment Services

Assessment Services is the funding to the Municipal Property Assessment Corporation, which administers province-wide property assessment services for municipalities.

Segmented Information

For the year ended December 31, 2022

(All dollars in \$000)

	General Government		Protection to Property & Persons		Transportation Services		Go Transit		Gas Tax Transferred To Area Municipalities		Environmental Services	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Operations Revenue												
Levies on area municipalities	1,224,654	1,164,833	-	-	-	-	-	-	-	-	-	-
Direct charges on ratepayers	-	-	-	-	-	-	-	-	-	-	512,185	474,438
Contributions - other governments	12,328	42,865	17,444	16,683	2,762	15,668	-	-	51,272	78,548	23,480	18,782
Contributions - developers	786	1,468	2,268	872	52,886	11,180	3,000	3,000	-	-	346,484	281,419
Contributed capital assets	-	-	-	-	14,241	5,988	-	-	-	-	74,333	128,637
Investment income	16,275	33,586	5,242	4,368	6,338	3,488	-	-	-	-	36,600	23,478
Fees and service charges	23,843	60,895	39,207	41,874	6,117	4,868	-	-	-	-	36,712	24,498
	1,277,886	1,303,647	64,161	63,797	82,344	41,192	3,000	3,000	51,272	78,548	1,029,794	951,252
Expenses												
Salaries and wages	84,580	79,439	465,899	451,111	48,797	48,067	-	-	-	-	74,426	71,309
Services and rents	33,738	30,453	43,505	39,974	33,362	26,919	-	-	-	-	183,930	182,833
Materials and supplies	2,065	1,871	14,504	12,893	9,697	8,139	-	-	-	-	54,198	48,685
Grants and transfer payments	53,451	49,735	55,065	53,828	18	26	-	-	36,372	71,338	-	-
Debt charges	2,264	2,264	-	-	501	524	-	-	-	-	58,997	62,832
Intra-government transfers	(131,218)	(126,567)	(18,018)	(15,506)	(28,648)	(29,375)	-	-	-	-	57,764	57,553
Amortization	13,057	13,530	16,587	15,126	53,088	54,549	-	-	-	-	197,975	194,124
Other operating expenses	29,050	13,137	32,928	35,064	14,982	20,258	4,628	3,661	-	-	38,441	30,391
	86,987	63,862	610,470	592,490	131,797	129,107	4,628	3,661	36,372	71,338	665,731	647,727
	-	-	-	-	-	-	-	-	-	-	-	-
Annual Surplus (Deficit)	1,190,899	1,239,785	(546,309)	(528,693)	(49,453)	(87,915)	(1,628)	(661)	14,900	7,210	364,063	303,526

Segmented Information

For the year ended December 31, 2022

(All dollars in \$000)

	Health Services		Social & Family Services		Social Housing		Planning & Development		Assessment Services		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Operations Revenue												
Levies on area municipalities	-	-	-	-	-	-	-	-	-	-	1,224,654	1,164,833
Direct charges on ratepayers	-	-	-	-	-	-	-	-	-	-	512,185	474,438
Contributions - other governments	176,212	258,088	499,883	420,118	32,894	40,055	257	-	-	-	816,532	890,807
Contributions - developers	761	202	246	602	5,372	(4,335)	-	-	-	-	411,803	294,408
Contributed capital assets	-	-	5,790	13,800	-	-	-	-	-	-	94,364	148,425
Investment income	1,585	1,131	1,783	1,815	10,941	5,221	-	-	322	213	79,086	73,300
Fees and service charges	663	618	10,865	43,490	87,166	86,635	3,461	3,342	-	-	208,034	266,220
	179,221	260,039	518,567	479,825	136,373	127,576	3,718	3,342	322	213	3,346,658	3,312,431
Expenses												
Salaries and wages	208,138	223,375	156,015	149,245	21,108	23,037	6,993	6,725	-	-	1,065,955	1,052,307
Services and rents	21,807	37,443	39,434	44,393	69,779	75,201	280	150	19,620	19,628	445,455	456,994
Materials and supplies	9,037	15,529	10,637	9,864	1,164	977	7	27	-	-	101,309	97,985
Grants and transfer payments	6,383	15,222	411,810	333,191	59,264	54,918	30	30	-	-	622,393	578,288
Debt charges	-	-	-	100	4,293	4,930	-	-	-	-	66,056	70,651
Intra-government transfers	28,420	33,166	20,628	17,865	12,744	12,858	(602)	(503)	-	-	(58,930)	(50,510)
Amortization	7,925	8,240	2,931	3,343	16,815	16,820	-	-	-	-	308,378	305,732
Other operating expenses	6,839	2,610	8,324	8,617	75,906	57,574	1,296	2,087	-	-	212,394	173,399
	288,549	335,585	649,779	566,618	261,073	246,315	8,004	8,516	19,620	19,628	2,763,010	2,684,846
	-	-	-	-	-	-	-	-	-	-	-	-
Annual Surplus (Deficit)	(109,328)	(75,546)	(131,212)	(86,793)	(124,700)	(118,739)	(4,286)	(5,174)	(19,298)	(19,415)	583,648	627,585

19. Subsequent Event

On May 18, 2023, the Government of Ontario introduced the Hazel McCallion Act, which received Royal Assent on June 8, 2023. The Hazel McCallion Act begins the process to dissolve the Regional Municipality of Peel. The Government of Ontario will establish a transition board of up to five people to facilitate this change and, if needed, oversee the financial affairs of the Region, along with the City of Mississauga, the City of Brampton and the Town of Caledon, to help ensure prudent financial stewardship until dissolution. The board will provide recommendations to the Government of Ontario to help the City of Mississauga, the City of Brampton, and the Town of Caledon prepare to become single-tier municipalities on January 1, 2025.

The estimated dissolution date of the Region is December 31, 2024. These consolidated financial statements do not reflect the adjustments that may be necessary regarding the dissolution of the Region, as these adjustments cannot be estimated at this time.