CORPORATION OF THE CITY OF WOODSTOCK

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2025

CORPORATION OF THE CITY OF WOODSTOCK
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

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SCRIMGEOUR & COMPANY
CPA PROFESSIONAL CORPORATION

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the City of Woodstock

Opinion

We have audited the accompanying consolidated financial statements of Corporation of the City of Woodstock (the "City"), which comprise the Consolidated Statement of Financial Position as at December 31, 2025, and Consolidated Statements of Operations and Accumulated Surplus, Cash Flows and Changes in Net Financial Assets for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Corporation of the City of Woodstock as at December 31, 2025 and its financial performance and its cash flows and change in net assets for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the City in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of these 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 City's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the City or to cease operations, or has no realistic alternative but to do so.

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

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SCRIMGEOUR & COMPANY
CPA PROFESSIONAL CORPORATION

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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 City'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 City 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.

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.

Scrimgeour & Company

July 9, 2026
London, Canada

LICENSED PUBLIC ACCOUNTANT

CORPORATION OF THE CITY OF WOODSTOCK
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	2025	2024
FINANCIAL ASSETS		
Cash	**$ 86,974,266**	$ 96,246,008
Short-term investments (note 1.g), (note 3)	**26,777,967**	24,940,155
Taxes receivable	**9,774,522**	8,530,623
Accounts receivable	**21,971,821**	7,712,728
Long-term receivable	**1,103,724**	963,076
Land held for resale	**15,482,305**	14,321,870
	162,084,605	152,714,460
LIABILITIES		
Accounts payable and accrued liabilities	**16,296,488**	13,519,860
Deferred revenue (note 1.h), (note 8)	**23,674,768**	21,123,858
Accrued interest on debt	**80,325**	90,411
Post retirement benefits (note 7)	**11,516,000**	11,411,000
Asset retirement obligation (note 14)	**3,015,275**	2,963,446
Net long-term liabilities (note 9)	**22,704,789**	15,037,180
	77,287,645	64,145,755
NET FINANCIAL ASSETS	**84,796,960**	88,568,705
NON-FINANCIAL ASSETS (note 1.e)		
Tangible capital assets - Schedule 1	**260,363,279**	248,513,230
Capital work in progress	**15,094,881**	9,730,193
Inventories	**849,957**	870,403
Prepaid expenditures	**685,739**	222,838
	276,993,856	259,336,664
ACCUMULATED SURPLUS (note 10)	**$361,790,816**	$347,905,369

Stephanie Harper
Treasurer

Mayor

The accompanying notes are an integral part of the financial statements

CORPORATION OF THE CITY OF WOODSTOCK
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Budget 2025	Actual 2025	Actual 2024
REVENUE			
Taxation revenue	$ 83,757,535	$ 84,199,583	$ 77,932,401
User charges	4,093,367	5,577,418	5,446,390
Government grants	2,570,030	2,700,921	2,801,868
Investment income	1,204,400	4,482,192	4,957,687
Penalty and interest on taxes	900,000	1,379,266	1,110,615
Gaming and casino	1,725,000	1,737,222	1,724,242
Other	11,165,570	4,807,074	34,452,621
	105,415,902	104,883,676	128,425,824
EXPENDITURES			
General government	12,230,770	12,351,286	10,991,792
Protection to persons and property	38,611,680	39,510,378	35,785,170
Transportation services	14,306,050	23,097,588	20,766,414
Environmental services	601,390	1,950,389	1,927,638
Social and family services	183,260	357,078	358,315
Recreation and culture	17,344,800	22,472,472	18,710,830
Planning and development	2,608,525	2,335,249	10,927,028
	85,886,475	102,074,440	99,467,187
EXCESS OF REVENUE OVER EXPENDITURES BEFORE OTHER	19,529,427	2,809,236	28,958,637
OTHER			
Government transfers related to capital	4,126,100	6,017,244	4,330,415
Donated capital	-	116,575	5,938,254
Developer and other contributions related to capital	4,478,000	4,942,392	3,559,191
	8,604,100	11,076,211	13,827,860
EXCESS OF REVENUE OVER EXPENDITURES	28,133,527	13,885,447	42,786,497
ACCUMULATED SURPLUS, BEGINNING OF YEAR	347,905,369	347,905,369	305,118,872
ACCUMULATED SURPLUS, END OF YEAR	$ 376,038,896	$ 361,790,816	$ 347,905,369

CORPORATION OF THE CITY OF WOODSTOCK
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024
OPERATING ACTIVITIES		
Excess of revenue over expenditures (page 4)	$ **13,885,447**	$ 42,786,497
Non-cash changes to operations		
Amortization of tangible capital assets	**11,889,583**	11,379,174
Changes in non-cash working capital		
Taxes receivable	**(1,243,899)**	(2,064,686)
Accounts receivable	**(14,259,093)**	4,246,345
Land held for resale	**(1,160,435)**	3,617,691
Accounts payable and accrued liabilities	**2,776,628**	1,532,623
Deferred revenue	**2,550,910**	(2,993,751)
Accrued interest on debt	**(10,086)**	(3,721)
Post retirement benefits	**105,000**	(652,000)
Asset retirement obligation	**51,829**	(21,856)
Inventories	**20,446**	68,640
Prepaid expenditures	**(462,901)**	(23,738)
	14,143,429	57,871,218
CAPITAL ACTIVITIES		
Acquisition of tangible capital assets	**(24,825,467)**	(34,473,032)
Decrease (increase) in work in progress	**(5,364,688)**	3,306,511
Net change on disposal of tangible capital assets	**1,085,835**	1,626,282
	(29,104,320)	(29,540,239)
INVESTING ACTIVITIES		
Decrease (increase) in short-term investments	**(1,837,812)**	(1,692,264)
Decrease (increase) in long-term receivable	**(140,648)**	(60,650)
	(1,978,460)	(1,752,914)
FINANCING ACTIVITIES		
Proceeds from issuance of long-term debt	**9,709,677**	3,691,000
Repayments of long-term debt	**(2,042,068)**	(1,997,118)
	7,667,609	1,693,882
Net change in cash and cash equivalents during the year	**(9,271,742)**	$ 28,271,947
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	**96,246,008**	67,974,061
CASH AND CASH EQUIVALENTS, END OF YEAR	$ **86,974,266**	$ 96,246,008

CORPORATION OF THE CITY OF WOODSTOCK
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Budget 2025	**Actual 2025**	Actual 2024
Excess of revenue over expenditures (page 4)	**$ 28,133,527**	**$ 13,885,447**	$ 42,786,497
Amortization of tangible capital assets	-	**11,889,583**	11,379,174
Acquisition of tangible capital assets	**(44,829,000)**	**(24,825,467)**	(34,473,032)
Loss on disposal of tangible capital assets	-	**(1,202,701)**	(442,916)
Proceeds on sale of tangible capital assets	-	**2,288,536**	2,069,198
Decrease (increase) in work in progress	-	**(5,364,688)**	3,306,511
Disposal (acquisition) of supplies inventory	-	**20,446**	68,640
Disposal (acquisition) of prepaid expenditures	-	**(462,901)**	(23,738)
Change in net financial assets	**(16,695,473)**	**(3,771,745)**	24,670,334
NET FINANCIAL ASSETS, BEGINNING OF YEAR	**88,568,705**	**88,568,705**	63,898,371
NET FINANCIAL ASSETS, END OF YEAR	**$ 71,873,232**	**$ 84,796,960**	$ 88,568,705

The Corporation of the City of Woodstock (the City) is a lower-tier municipality in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

1. Significant accounting policies

The consolidated financial statements of the City are the representation of management prepared in accordance with Canadian public sector accounting standards (PS) for municipalities as recommended by the Public Sector Accounting Board (PSAB) of the CPA Canada.

The focus of PSAB financial statements is on the financial position of the City and changes thereto. The Consolidated Statement of Financial Position reports financial assets and liabilities. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Net financial assets represents the financial position of the City and is the difference between financial assets and liabilities. This information explains the City's overall future revenue requirements and its ability to finance activities and meet its obligations.

a. Reporting entity

These consolidated financial statements reflect the financial assets, liabilities, operating revenue and expenditures and accumulated surpluses and changes in investment in tangible capital assets of the City.

b. Basis of consolidation

These consolidated financial statements reflect the assets, liabilities, revenue, expenditures and accumulated surplus of all committees of Council and the following boards, municipal enterprises and utilities which are under the control of Council:

Woodstock Board of Management
Woodstock Public Library Board
Woodstock Police Services Board

All interfund assets, liabilities, revenue and expenditures have been eliminated.

c. Non-consolidated entities

Trust funds and their related operations administered by the City are not consolidated but are reported separately on the Trust Funds Statements of Operations and Financial Position.

d. Revenue recognition

Revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Government grants and transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

1. Significant accounting policies continued

e. Non-financial assets

i. Tangible capital 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. The change in non-financial assets during the year, together with the excess of revenue over expenditures, provides the Consolidated Changes in Financial Assets for the year.

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

Land Improvements	10 to 80 years
Buildings	30 to 60 years
Building components	10 to 75 years
Leasehold improvements	term of lease, plus one renewal term
Vehicles	4 to 20 years
Computer hardware	3 to 10 years
Computer software	5 to 8 years
Equipment	5 to 50 years
Communications equipment	5 to 15 years
Other	7 to 15 years
Roads	20 to 40 years
Storm sewers	40 to 100 years
Other networks	25 to 60 years
Bridges and other structures	25 to 75 years

Amortization is charged on a monthly basis in the year of acquisition and in the year of disposal. The City has a capitalization threshold of $5,000 so that individual assets of lesser value are expensed unless they are pooled because collectively, they have a significant value.

ii. Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expense as incurred.

iii. Inventories

Inventories held for consumption are recorded at the lower of cost or replacement cost.

1. Significant accounting policies continued

e. Non-financial assets continued

iv. Contributions

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

f. Land held for resale

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

g. Short-term investments

Investments are initially recorded at cost with gains and losses included in investment income as earned. Investments consist of authorized investments pursuant to provisions of the Municipal Act, 2001 and are comprised of Canadian corporate and government bonds and Canadian equities. A decline in market value, which is other than temporary in nature, is reflected as a decrease in investment income.

h. Deferred revenue

Grants, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs, in the completion of specific work or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services performed or the tangible capital assets are acquired.

i. Employee benefit plans

The costs of retirement benefits are actuarially determined using the projected benefit method prorated on services and management's best estimate of retirement ages of employees and salary escalation.

j. Use of estimates

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the period. Actual results could differ from these estimates.

1. Significant accounting policies continued

k. Asset retirement obligations

An asset retirement obligation is recognized when as at the financial reporting date, all of the following criteria are met:

- there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- the past transaction or event giving rise to the liability has occurred;
- it is expected that the future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

Retirement obligations related to buildings containing asbestos, are estimated and recognized as a liability and an increase in the cost of the asset at the time of acquisition. The liability is discounted annually over the same useful life as the asset's annual amortization expense, calculated in accordance with the City's amortization policies. The liability is increased due to the passage of time and is recorded as an accretion expense on Schedule 2 under Rent and Financial Expenses.

l. Financial instruments

Financial instruments of the City consist mainly of cash, accounts receivable and taxes receivable. The carrying values of these financial assets approximate their fair values unless otherwise disclosed.

m. Budgets

The City's Council completes separate budget reviews for its operating and capital budgets each year. The approved operating budget for 2025, including specific capital budget revenues, is reflected on the Consolidated Statement of Operations and Accumulated Surplus. For capital spending, budgets are set for individual projects and funding for these activities is determined annually and made by transfers from the accumulated surplus and by application of applicable grants and other funds available to apply to capital projects. The budget is unaudited.

2. Public Sector Accounting Standards (PSAS)

There are two new PSAS that will be implemented for the year ended December 31, 2027.

PS 1100 will replace PS 1000. This standard provides a new Conceptual Framework providing guidance for the application of accounting policies where no standard exists and will guide future new standards.

PS 1202 will result in a new Financial Statement Presentation Model. The changes will result in the following:

a. Restructured Statement of Financial Position with liabilities classified as financial or non-financial.
b. New statements disclosing the change in net assets and net debt as well as debt indicators.
c. Isolated financing transactions in the Statement of Cash Flows.

Management is currently assessing the impact of these new standards on future financial statements.

3. Short term investments

The City's investment activities are governed by the Municipal Act and the City's investment policy. The short term investments of $26,777,967 (2024 - $24,940,155) are recorded at cost. The investments have a market value of $29,020,844 (2024 - $26,530,767). The market value represents the realizable value of the investments if they were sold on December 31, 2025. Accordingly, only realized gains and losses are recognized in the Consolidated Statement of Operations and Accumulated Surplus.

The following details the short term investments:

	2025	2024
Canadian Government Bond Portfolio	**$ 9,761,150**	$ 9,398,529
Canadian Corporate Bond Portfolio	**9,052,925**	8,801,274
Canadian Equity Portfolio	**7,963,892**	6,740,352
	$ 26,777,967	$ 24,940,155

4. Trust funds

Trust funds administered by the City amounting to $36,802 (2024 - $36,326) have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Operations and Accumulated Surplus.

5. Operations of School Boards and the County of Oxford

The City is required to bill, collect and remit taxation revenue on behalf of the School Boards and County of Oxford pursuant to provincial legislation. The City has no jurisdiction or control over the operations of these entities or the setting of their tax rates. Therefore, the taxation, other revenue, expenditures, assets and liabilities with respect to the operations of the School Boards and the County are not reflected in these consolidated financial statements.

Taxation revenue billed and requisitions paid on behalf of the School Boards and County of Oxford are not reflected in the Statement of Operations and Accumulated Surplus and are comprised of the following:

	School Boards	County
Taxation	**$ 17,080,911**	**$ 33,464,795**
Requisitions	**$ 17,080,911**	**$ 33,464,795**

6. Pension agreements

The City makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The amount contributed to OMERS for 2025 was $4,411,695 (2024 - $4,103,836) for current service and is included as an expenditure on the Consolidated Statement of Operations and Accumulated Surplus. The City has no obligation, as of December 31, 2025, under the past service provisions. The OMERS smoothed funding ratio for 2025 is 99.0% (2024 - 98.0%).

7. Post-retirement benefits

Employee post-retirement benefits represents the City's share of the cost to provide extended benefits on retirement to eligible employees and retirees, including vested sick leave. This liability will require funding in future periods. The accrued benefit obligation and the net periodic benefit cost were determined by an actuarial valuation completed in 2024, for years ended December 31, 2023 to 2025, in accordance with the financial reporting guideline of PS 3250 established by the Public Sector Accounting Board of the CPA Canada.

	2025	2024
Post employment benefits to age 65	**$ 10,391,800**	$ 10,297,050
Post employment benefits post age 65	**1,124,200**	1,113,950
	$ 11,516,000	$ 11,411,000

Significant assumptions are as follows:

General inflation	2.00%
Discount rate	3.17%
Rate of compensation increase	3.00%
Productivity increase	1.00%
Accumulation of future sick leave credits	.92 days per month
Expected long-term rate of return on plan assets	6.00%

8. Deferred revenue

The deferred revenue balance is comprised of the following:

	2025	2024
Development charges	**$ 19,015,420**	$ 16,075,826
Lot levies	**733,997**	661,841
Recreational land	**16,482**	14,760
Dedicated gas tax	**2,323,674**	2,157,663
Canada Community-Building Fund	**358,206**	457,804
Other deferred revenue	**1,226,989**	1,755,964
	$ 23,674,768	$ 21,123,858

9. Long-term liabilities

a. Composition of long-term liabilities

The balance of long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:

	2025	2024
Total long-term liabilities issued by the County of Oxford which the City has assumed responsibility for repayment	**$ 22,704,789**	$ 15,037,180

b. Debt repayments

Of the net long-term liabilities reported in (a) of this note, the minimum principal repayments required are estimated as follows:

2026	$ 2,104,410
2027	$ 2,126,228
2028	$ 1,913,504
2029	$ 1,769,104
2030	$ 1,660,504
2031 to 2046	$ 13,131,039

c. Approval

The long-term liabilities issued in the name of the municipality have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs. Subsequent to December 31, 2025, $9,709,677 of the above debt proceeds was received to fund capital works completed as of December 31, 2025.

d. Interest

The City paid interest on its long-term liabilities of $491,467 (2024 - $403,476). Interest rates on the above long-term liabilities ranges from 1.49% to 5.27% per annum.

CORPORATION OF THE CITY OF WOODSTOCK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

10. Accumulated Surplus

The accumulated surplus is comprised of the following:

	2025	2024
Surplus		
City	**$ 2,023,106**	$ 2,983,456
Invested in Tangible Capital Assets	**280,563,045**	269,017,993
Post-retirement benefits (note 7)	**(11,516,000)**	(11,411,000)
Asset retirement obligations (note 14)	**(3,015,275)**	(2,963,446)
	268,054,876	257,627,003
Reserves	**20,163,885**	20,562,230
Reserve funds set aside for specific purpose by legislation, regulation or agreement	**73,572,055**	69,716,136
ACCUMULATED SURPLUS	**$361,790,816**	$347,905,369

11. Tax revenue

Property tax billings are prepared by the City based on an assessment roll prepared by the Municipal Property Assessment Corporation. All assessed property values in the City were reviewed and new values established based on a common valuation date which was used by the City in computing the 2025 property tax bills. Property tax revenue and tax receivables are subject to appeals which may not have been heard yet. Any supplementary billing adjustments made necessary by the determination of such appeals will be recognized in the fiscal year they are determined and the effect shared with the County of Oxford and the appropriate school boards.

12. Public sector salary disclosure

In 2025, one hundred and eighty-one employees were paid a salary, as defined in the Public Sector Disclosure Act, 1996 of $100,000 or more by the Corporation of the City of Woodstock or the Woodstock Police Services Board.

13. Segmented Information

Segmented information is presented on Schedule 2. The City is a diversified municipality and provides a wide range of services to its citizens including police, fire, transportation including public transit, community services, including recreation and planning. The general government segment includes such functions as finance and information services, council and administrative offices.

14. Asset Retirement Obligations - Asbestos

The City owns and operates buildings that are known to have asbestos, which is subject to health and safety regulatory requirements if disturbed or removed. In accordance with the adoption of PS 3280 - Asset Retirement Obligations, the City recognized an obligation related to the removal of asbestos. It is anticipated the removal of asbestos will occur within the next twenty years.

The related asset retirement costs were discounted to December 31, 2025 using a discount rate of 2.5% per annum. Changes to the asset retirement obligation in the year are as follows:

	2025	2024
Beginning of year	**$ 2,963,446**	$ 2,985,302
Obligation retired	**(19,619)**	(94,202)
Accretion expense	**71,448**	72,346
END OF YEAR	**$ 3,015,275**	$ 2,963,446

15. Comparative balances

Certain comparative balances have been reclassified to conform with the current year's financial statement presentation.

CORPORATION OF THE CITY OF WOODSTOCK
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Land and Land Improvements	Buildings	Vehicles	Equipment	Infrastructure Roads	Storm Sewers	Other Networks	Bridges and Structures	2025 Total	2024 Total
COST										
Balance, beginning of year	$ 52,864,327	$ 82,122,587	$ 30,143,413	$ 20,245,610	$126,664,110	$ 47,410,612	$ 29,554,476	$ 5,361,662	$394,366,797	$366,062,518
Add.										
Additions during the year	1,087,590	4,020,390	3,002,041	2,465,283	8,432,228	1,150,673	4,667,262	-	24,825,467	34,473,032
Less.										
Disposals during the year	(226,610)	(228,550)	(1,476,717)	(1,672,323)	(2,144,524)	(161,170)	(438,111)	-	(6,348,005)	(6,168,753)
Balance, end of year	53,725,307	85,914,427	31,668,737	21,038,570	132,951,814	48,400,115	33,783,627	5,361,662	412,844,259	394,366,797
ACCUMULATED AMORTIZATION										
Balance, beginning of year	5,427,375	40,641,185	15,493,822	9,462,455	55,936,929	9,643,126	7,253,380	1,995,295	145,853,567	139,016,864
Add.										
Amortization during the year	660,844	2,282,240	2,062,907	1,243,535	4,250,144	657,617	657,060	75,236	11,889,583	11,379,174
Less										
Disposals during the year	(78,748)	(203,858)	(1,296,871)	(1,664,517)	(1,672,190)	(86,499)	(259,487)	-	(5,262,170)	(4,542,471)
Balance, end of year	6,009,471	42,719,567	16,259,858	9,041,473	58,514,883	10,214,244	7,650,953	2,070,531	152,480,980	145,853,567
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	$ 47,715,836	$ 43,194,860	$ 15,408,879	$ 11,997,097	$ 74,436,931	$ 38,185,871	$ 26,132,674	$ 3,291,131	$260,363,279	$248,513,230

This schedule is provided for information purposes only

CORPORATION OF THE CITY OF WOODSTOCK
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Government	Protective Services	Transportation	Environmental	Social and Family Services	Recreation and Culture	Planning and Development	Total
REVENUE								
Taxation	$ 10,509,088	$ 35,592,490	$ 19,250,460	$ 715,730	$ 222,550	$ 16,498,190	$ 1,411,075	$ 84,199,583
User fees	436,693	797,410	1,157,922	-	-	3,123,053	62,340	5,577,418
Government grants	2,013,244	1,684,346	3,763,445	-	-	928,864	328,266	8,718,165
Investment income	3,196,548	19,805	16,616	-	-	111,449	1,137,774	4,482,192
Penalty and interest on taxes	1,379,266	-	-	-	-	-	-	1,379,266
Other	2,502,210	2,217,724	613,316	1,117,652	-	5,035,786	116,575	11,603,263
	20,037,049	40,311,775	24,801,759	1,833,382	222,550	25,697,342	3,056,030	115,959,887
EXPENDITURES								
Salaries and benefits	5,654,363	32,532,205	7,964,189	167,585	1,040	11,033,807	1,253,286	58,606,475
Goods and services	6,303,401	5,349,399	8,627,093	744,371	182,983	8,658,376	1,066,585	30,932,208
Rents and financial expenses	27,648	45,420	24,389	2,984	9,043	45,223	-	154,707
Interest	98,921	121,676	171,537	8,046	-	79,418	11,869	491,467
Amortization	266,953	1,461,678	6,310,380	1,027,403	164,012	2,655,648	3,509	11,889,583
	12,351,286	39,510,378	23,097,588	1,950,389	357,078	22,472,472	2,335,249	102,074,440
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE)	$ 7,685,763	$ 801,397	$ 1,704,171	$ (117,007)	$ (134,528)	$ 3,224,870	$ 720,781	$ 13,885,447

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