

Town of Kensington

Consolidated Financial Statements
March 31, 2019

Management's Report

The integrity, relevance and comparability of the data in the accompanying consolidated financial statements are the responsibility of management.

The consolidated financial statements are prepared by management in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies is disclosed in note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with a certainty until future periods.

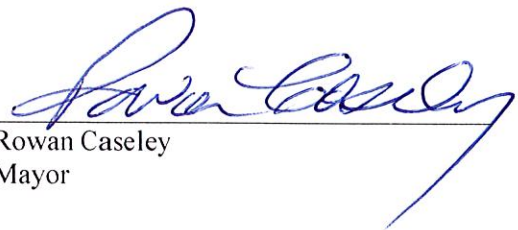
To meet its responsibility, management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The Council is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited financial statements yearly. The Council also discusses any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by ArsenaultBestCameronEllis, independent external auditors appointed by the Municipality. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Municipality's consolidated financial statements.



Geoff Baker
Chief Administrative Officer



Rowan Caseley
Mayor



July 8, 2019

Independent Auditor's Report

To His Worship the Mayor and the Members of the Council of the Town of Kensington

Opinion

We have audited the accompanying financial statements of Town of Kensington, which comprise the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of accumulated surplus, operations, changes in net debt and cash flows for the 15 months then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Town of Kensington as at March 31, 2019, and the results of its operations and its cash flows for the 15 months then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Town of Kensington 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 the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing Town of Kensington's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Town of Kensington'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 Town of Kensington's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Town of Kensington to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Arsenault Best Cameron Ellis


Chartered Professional Accountants

Town of Kensington

Consolidated Statement of Financial Position As at March 31, 2019

	March 31, 2019 \$	December 31, 2017 \$
Assets		
Financial assets		
Cash	246,110	208,919
Accounts receivable	281,139	299,611
Inventory	8,214	6,512
Restricted cash - infrastructure funding (note 3)	190,673	33,834
Total financial assets	<u>726,136</u>	<u>548,876</u>
Liabilities		
Bank indebtedness (note 2)	-	16,869
Accounts payable and accrued liabilities (note 7)	229,256	163,357
Deferred revenue (note 4)	-	27,285
Deferred revenue - infrastructure funding (note 3)	190,673	33,834
Long-term debt (note 5)	2,869,052	3,168,424
Total liabilities	<u>3,288,981</u>	<u>3,409,769</u>
Net debt	<u>(2,562,845)</u>	<u>(2,860,893)</u>
Non-financial assets		
Prepaid expenses	67,032	29,255
Tangible capital assets (Schedule 2)	7,990,178	8,217,492
	<u>8,057,210</u>	<u>8,246,747</u>
Accumulated surplus (note 6)	<u>5,494,365</u>	<u>5,385,854</u>

On behalf of the Council


Mayor


Councilor

Town of Kensington

Consolidated Statement of Accumulated Surplus For the 15-month period ended March 31, 2019

	(15 months) March 31, 2019 \$	(12 months) December 31, 2017 \$
Accumulated surplus - Beginning of period	5,385,854	5,117,695
Annual surplus	108,511	268,159
Accumulated surplus - End of period	5,494,365	5,385,854

Town of Kensington

Consolidated Statement of Operations

For the 15-month period ended March 31, 2019

	(15 months) March 31, 2019	(15 months) March 31, 2019	(12 months) December 31, 2017
	Budget (unaudited) \$	Actual \$	Actual \$
Revenue (Schedule 1)			
Property taxes (note 8)	725,543	743,374	576,455
Government transfer			
Municipal Support Grant Program	239,944	249,462	270,615
Equalization	285,765	283,540	173,347
Other	-	-	20,000
Municipal Capital Expenditures Grant	-	9,098	18,049
Fire dues	256,845	259,205	206,154
Credit Union Centre	510,700	484,426	376,393
Rental	117,630	120,574	93,146
Sale of services (note 10)	548,900	526,532	438,254
Police fines	60,000	29,916	23,945
Other revenue	67,200	90,073	72,721
Water & Sewer utility	716,503	655,698	511,912
Gain on disposal of tangible capital assets	-	27,239	435
	3,529,030	3,479,137	2,781,426
Expenses (Schedule 1)			
General government	772,447	579,197	406,460
Protective - police	553,994	661,272	453,716
- fire	309,195	291,385	212,789
Sale of services	233,563	248,474	200,877
Transportation & Public Works	246,897	247,738	263,703
Credit Union Centre	479,186	491,688	370,411
Parks and recreation	117,525	126,147	99,498
Water & Sewer utility	712,537	730,868	583,669
	3,425,344	3,376,769	2,591,123
	103,686	102,368	190,303
Other revenue			
Infrastructure funding - water and sewer	-	-	33,514
Infrastructure funding - general	-	6,143	44,342
	-	6,143	77,856
Annual surplus	103,686	108,511	268,159

Town of Kensington

Consolidated Statement of Changes in Net Debt For the 15-month period ended March 31, 2019

	(15 months) March 31, Budget (Unaudited) \$	(15 months) March 31, 2019 \$	(12 months) December 31, 2017 \$
Annual surplus	103,686	108,511	268,159
Amortization of tangible capital assets - net	468,885	485,757	371,183
Acquisition of tangible capital assets - net	-	(258,443)	(220,762)
Change in prepaid expenses - general	-	(46,683)	29,304
Change in prepaid expenses - water and sewer	-	8,906	7,634
	468,885	189,537	187,359
Decrease in net debt	572,571	298,048	455,518
Net debt - Beginning of period	(2,860,893)	(2,860,893)	(3,316,411)
Net debt - End of period	(2,288,322)	(2,562,845)	(2,860,893)

Town of Kensington

Consolidated Statement of Cash Flows

For the 15-month period ended March 31, 2019

	(15 months) March 31, 2019 \$	(12 months) December 31, 2017 \$
Cash provided by (used in)		
Operating activities		
Annual surplus	108,511	268,159
Items not affecting cash		
Amortization	485,757	371,183
Gain on sale of tangible capital assets	(27,239)	(435)
	567,029	638,907
Net change in non-cash working capital items		
Decrease (increase) in accounts receivable	18,472	(36,131)
Decrease in accounts receivable - infrastructure funding	-	71,393
Increase in inventory	(1,702)	(1,448)
Increase in accounts payable and accrued liabilities	65,899	116
Increase (decrease) in deferred revenue	(27,285)	14,372
Increase in deferred revenue - infrastructure funding	156,839	33,834
Decrease (increase) in prepaid expenses	(37,777)	36,938
	741,475	757,981
Capital activities		
Acquisition of tangible capital assets	(258,443)	(220,762)
Proceeds on disposal of tangible capital assets	27,239	435
	(231,204)	(220,327)
Financing activities		
Debt repayment	(299,372)	(451,073)
Change in restricted cash - infrastructure funding	(156,839)	(33,834)
	(456,211)	(484,907)
Change in net cash	54,060	52,747
Net cash - Beginning of period	192,050	139,303
Net cash - End of period	246,110	192,050
Net cash consists of		
Cash	246,110	208,919
Bank indebtedness	-	(16,869)
	246,110	192,050

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

1 Summary of significant accounting policies

The consolidated financial statements of Town of Kensington are prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS) of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

a) Basis of consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, expenses, and surplus/deficit of the reporting entity. The reporting entity is comprised of all organizations and committees that are accountable to the Town for administration of their financial affairs and resources, and which are owned or controlled by the Town. Interdepartmental and organizational transactions and balances are eliminated.

b) Consolidated entities

The organizations included in the consolidated financial statements are as follows:

Town of Kensington

The Town of Kensington Water and Pollution Control Corporation

c) Basis of accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the creation of a legal obligation to pay.

d) Cash

Cash includes cash on hand and balances with banks.

e) 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 normal course of operations. The change in non-financial assets during the year, together with the excess of revenue over expenses, provides the consolidated change in net debt for the year.

f) 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 expenses as incurred.

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

g) Management estimates

The presentation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Significant estimates, which include employee benefit liabilities and the estimated useful life of tangible capital assets, are based on management's best information and judgment. Actual results could differ from those reported.

h) Revenue recognition

- (i) Tax revenue consists of property tax billings which are received directly from the Province of Prince Edward Island. Taxes are billed based on the assessment rolls provided by the Province of Prince Edward Island at rates established by the Town. Taxation revenue is recorded as it is received in monthly installments from the Province of Prince Edward Island. Assessments and the related property taxes are subject to appeal to the Province of Prince Edward by residents. The Town's revenue is adjusted for any of these appeals using a yearly statement.
- (ii) Other revenue is recorded when it is earned and collection is reasonably assured.

i) Government transfers

Revenue from governments without eligibility criteria or stipulations is recognized as revenue by the Town when the transfer is authorized. Revenue with eligibility criteria is recognized as revenue by the Town when the transfer is authorized and all eligibility criteria have been met, unless there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as a liability and recognized as revenue as the stipulations are met. Revenue with stipulations is recognized as revenue by the Town when the transfer is authorized and all stipulations have been met.

Transfers to other organizations are recognized as an expense when they are authorized.

j) Financial instruments

Financial instruments consist of cash, accounts receivable, restricted cash, accounts payable and accrued liabilities and long-term debt.

k) Fair value of financial instruments

The Town has evaluated the fair value of its financial instruments based on the current interest rate environment, market values, and the actual prices of financial instruments with similar terms. The carrying value of financial instruments is considered to approximate fair value.

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

l) Tangible capital assets

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 is amortized on a straight-line basis over the estimated useful life as follows:

Sewer system and lagoon	1.2%
Water system	1.2%
Utility vehicle	20.0%
Sewer equipment	20.0%
Water equipment	20.0%
Buildings	2.5%
Fire vehicles	6.67%
Vehicles	20.0%
Electronic equipment	25.0%
Equipment	10.0%
Streets and sidewalks	6.67%
Wind turbine	5.0%

Full amount of the annual amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for productive use.

All costs associated with placing an asset in service, including freight, installation costs, site preparation costs, alterations and professional fees are included in the capitalized value.

2 Bank indebtedness

Bank indebtedness consists of a bank overdraft of nil (December 31, 2017 - \$13,136) plus outstanding transfers and cheques of nil (December 31, 2017 - \$3,733). The Town has authorized operating lines of credit of \$150,000 and \$20,000 bearing interest at prime less 0.50% and prime plus 1.00%, respectively, for the general account.

The Town also has an authorized operating line of credit of \$75,000 bearing interest at prime less 0.50% for the water and sewer corporation.

The Town has provided a borrowing resolution, as required by the bank.

At March 31, 2019, prime rate was 3.95%.

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

3 Deferred revenues (accounts receivable) - infrastructure funding

	March 31, 2019 \$	December 31, 2017 \$
Deferred (receivable) - Beginning of year	33,834	(71,393)
Allocation received	163,082	183,083
Eligible expenditures incurred	(6,243)	(77,856)
	<hr/>	<hr/>
Deferred - End of year	190,673	33,834

Under the Agreement on the Transfer of Federal Gas Tax Revenues through the New Deal for Cities and Communities and the Municipal Strategic Component Project, the Town has received funds which are restricted for expenditure on eligible projects. The Town will prepare, for approval by the governmental regulating body, a Capital Investment Plan which details expenditures.

4 Deferred revenue

	March 31, 2019 \$	December 31, 2017 \$
Balance - Beginning of year	27,285	12,913
Amount received during the year	62,396	139,056
Amount recognized as revenue during the year	(89,681)	(124,684)
	<hr/>	<hr/>
Balance - End of year	-	27,285
	<hr/>	<hr/>
Ice rentals	-	27,285

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

5 Long-term debt

	March 31, 2019 \$	December 31, 2017 \$
The Town of Kensington		
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2019, amortized to 2029, repayable in monthly principal installments of \$2,287 plus interest, obtained to finance a fire hall. As security, the Town has provided a borrowing resolution.	262,995	297,298
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2019, amortized to 2029, repayable in monthly principal installments of \$11,859 plus interest, obtained to fund general capital expenditures under the operating fund of previous years. As security, the Town has provided a borrowing resolution.	927,735	1,143,331
3.89% term loan, Credit Union, maturing in 2022, amortized to 2028, repayable in monthly principal installments of \$1,700 plus interest. As security, the Town has provided a promissory note.	76,937	98,400
3.69% term loan, Credit Union, maturing in 2021, amortized to 2026, repayable in annual installments of \$14,000 including principle and interest. As security, the Town has provided a promissory note.	80,136	-
	<u>1,347,803</u>	<u>1,539,029</u>
The Town of Kensington Water and Pollution Control Corporation		
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2019, amortized to 2036, repayable in monthly principal installments of \$7,210 plus interest, obtained to finance capital expenditures under the Utility Fund of previous years. As security, the Town has provided a borrowing resolution.	1,521,249	1,629,395
	<u>2,869,052</u>	<u>3,168,424</u>

Principal repayments in each of the next three years are due as follows:

	General \$	Fire Department \$	Water & Sewerage \$	Total \$
2020	962,135	262,995	1,521,249	2,746,379
2021	86,536	-	-	86,536
2022	36,137	-	-	36,137
	<u>1,084,808</u>	<u>262,995</u>	<u>1,521,249</u>	<u>2,869,052</u>

Bank of Nova Scotia prime rate at March 31, 2019 was 3.95% (December 31, 2017 - 3.2%).

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

6 Accumulated surplus

	March 31, 2019 \$	December 31, 2017 \$
Municipal position		
Reserve funds	242,681	220,316
Operating funds	5,251,684	5,165,538
	<u>5,494,365</u>	<u>5,385,854</u>
 Reserve fund - Fire department		
Balance - Beginning of year	220,316	177,900
Allocation to reserves (net)	22,365	42,416
	<u>242,681</u>	<u>220,316</u>

7 Other employment benefits

Accumulated sick leave

Full time employees accumulate sick leave at the rate of 1.25 days per month. For service prior to January 1, 2013 employees are entitled to carry forward any unused portion of earned sick leave. At March 31, 2019, the recorded liability for unused sick leave, that is required to be paid out upon severance or retirement, amounted to \$93,250 (December 31, 2017 - \$30,567). No actuarial valuation has been performed pertaining to this liability. Effective January 1, 2013, the policy changed to provide for an annual payout of the sick leave.

Accumulated vacation

Full time employees accumulate vacation at the following rates: 0.83 days per month for 1-3 years of service; 1.25 days per month for 3-5 years of service; 1.67 days per month for greater than 5 years of service; and 2.08 days per month for greater than 10 years of service.. In the event the employee does not use all earned vacation in a given year, the unused portion can be carried forward to a maximum of 10 days. As of March 31, 2019, the liability for unused vacation amounted to \$21,012 (December 31, 2017 - \$9,983).

RRSP matching

The Town matches employees' RRSP contributions to a maximum of 5% of their wages. The total expense for the Town's portion of the RRSP matching is as follows:

	March 31, 2019 \$	December 31, 2017 \$
Plans providing pension benefits	<u>29,272</u>	<u>22,296</u>

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

8 Property taxes

	March 31, 2019 \$	December 31, 2017 \$
Commercial property tax	204,044	156,246
Non-commercial property tax	539,330	420,209
	<u>743,374</u>	<u>576,455</u>

9 Rate regulation

The Town is subject to rate regulation on the sewerage and water utility provided to residents in Prince Edward Island under the Island Regulatory Appeals Commission Act. The purpose of this Act, which is administered by the Island Regulatory and Appeals Commission (IRAC), is to regulate the rate municipalities may charge for sewerage and water utility provided to residents within Prince Edward Island and to ensure at all times a just and reasonable price for sewerage and water services. Changes in sewerage and water utility rates can only be implemented with the approval from IRAC.

10 Contractual agreement

The Town has entered into an agreement to provide employment security-related services for a private company until 2017. During the 15 month period, the Town earned \$526,532 (December 31, 2017 - \$438,254) of revenue from this contract.

11 Segment disclosure

The Town is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the Town's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives In accordance with special regulations, restrictions or limitations.

Town services are provided by departments and their activity is reported in these funds. The services provided by these departments are as follows:

General government services

This department is responsible for the overall financial and local government administration. Its tasks include accounts payable and receivables, budgets and financial statements, administration and maintenance of bylaws.

Police services

This department is responsible for police protection for its residents.

Fire services

This department is responsible for fire protection for its residents and surrounding areas.

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2019

Sale of services

This department is responsible for management of a contract to provide employment security-related services for a private company.

Transportation services and public works

This department is responsible for the maintenance of specialized roads within its jurisdiction.

Parks and recreation services

This department is responsible for promoting and offering recreation opportunities and activities to the Town's residents.

Credit Union Centre

This department is responsible for maintenance and operations of the rink, Fitplex, ball fields, and coordinating special events.

Water and sewer utility

This department is responsible for the maintenance and operations of water and sewer services provided to residents and other customers.

Internally generated revenues and expenses are eliminated on a consolidated basis.

Town of Kensington

Consolidated Schedule of Segment Disclosures For the 15-month period ended March 31, 2019

Schedule 1

	General Government \$	Police \$	Fire \$	Sales of Services \$	Transportation & Public Works \$	Parks & Recreation \$	Credit Union Centre \$	Total General \$	Water and Sewer Utility \$	Elimination \$	(15 months) 2019 Consolidated \$
Revenues											
Property taxes	743,374	-	-	-	-	-	-	743,374	-	-	743,374
Government transfer											
Municipal Support											
Grant Program	249,462	-	-	-	-	-	-	249,462	-	-	249,462
Equalization	283,540	-	-	-	-	-	-	283,540	-	-	283,540
Municipal Capital											
Expenditures Grant	9,098	-	-	-	-	-	-	9,098	-	-	9,098
Fire dues	-	-	311,555	-	-	-	-	311,555	-	(52,350)	259,205
Community Gardens	-	-	-	-	-	-	-	-	-	(22,000)	484,426
Complex	-	-	-	-	-	-	506,426	506,426	-	-	120,574
Rental	120,574	-	-	-	-	-	-	120,574	-	-	526,532
Sales of services	-	-	-	526,532	-	-	-	526,532	-	-	29,916
Police fines	-	29,916	-	-	-	-	-	29,916	-	-	90,073
Other revenue	85,188	-	-	-	-	4,885	-	90,073	-	-	725,628
Water & Sewer utility	-	-	-	-	-	-	-	-	725,628	(69,930)	655,698
Gain on disposal of tangible capital assets	27,239	-	-	-	-	-	-	27,239	-	-	27,239
	1,518,475	29,916	311,555	526,532	-	4,885	506,426	2,897,789	725,628	(144,280)	3,479,137
Expenditures											
Salaries and benefits (note 7)	118,443	526,312	52,500	245,017	7,952	15,309	186,342	1,151,875	375,000	-	1,326,875
Goods and services	509,133	112,781	131,022	3,457	110,965	80,697	256,818	1,204,873	145,709	(144,280)	1,206,302
Amortization	55,944	20,878	95,073	-	124,506	11,133	39,637	347,171	138,587	-	485,758
Interest	39,957	1,301	12,790	-	4,315	946	8,891	68,200	71,572	-	139,772
Other	-	-	-	-	-	18,062	-	18,062	-	-	18,062
	723,477	661,272	291,385	248,474	247,738	126,147	491,688	2,790,181	730,868	(144,280)	3,376,769
	794,998	(631,356)	20,170	278,058	(247,738)	(121,262)	14,738	107,608	(5,240)	-	102,368

Town of Kensington

Consolidated Schedule of Segment Disclosures For the year ended December 31, 2017

Schedule 1

	General Government \$	Police \$	Fire \$	Sales of Services \$	Transportation & Public Works \$	Parks & Recreation \$	Credit Union Centre \$	Total General \$	Water and Sewer Utility \$	Elimination \$	(12 months) 2017 Consolidated \$
Revenues	576,455	-	-	-	-	-	-	576,455	-	-	576,455
Property taxes											
Government transfer											
Municipal Support											
Grant Program	270,615	-	-	-	-	-	-	270,615	-	-	270,615
Equalization	173,347	-	-	-	-	-	-	173,347	-	-	173,347
Other	20,000	-	-	-	-	-	-	20,000	-	-	20,000
Municipal Capital											
Expenditures											
Grant	18,049	-	-	-	-	-	-	18,049	-	-	18,049
Fire dues	-	-	248,034	-	-	-	-	248,034	-	(41,880)	206,154
Community Gardens											
Complex	-	-	-	-	-	-	392,393	392,393	-	(16,000)	376,393
Rental	93,146	-	-	-	-	-	-	93,146	-	-	93,146
Sales of services	-	-	-	438,254	-	-	-	438,254	-	-	438,254
Police fines	-	23,945	-	-	-	-	-	23,945	-	-	23,945
Other revenue	68,934	-	-	-	-	3,787	-	72,721	-	-	72,721
Water & Sewer utility	-	-	-	-	-	-	-	-	567,856	(55,944)	511,912
Gain on disposal of tangible capital assets	435	-	-	-	-	-	-	435	-	-	435
	1,220,981	23,945	248,034	438,254	-	3,787	392,393	2,327,394	567,856	(113,824)	2,781,426
Expenditures											
Salaries and benefits (note 7)	67,492	343,615	42,000	194,952	11,026	13,849	142,708	815,642	300,000	-	1,115,642
Goods and services	369,375	94,050	89,194	5,925	157,023	59,084	197,679	972,330	125,691	(113,824)	984,197
Amortization	48,622	15,104	72,731	-	92,512	8,766	23,584	261,319	109,865	-	371,184
Interest	34,795	947	8,864	-	3,142	689	6,440	54,877	48,113	-	102,990
Other	-	-	-	-	-	17,110	-	17,110	-	-	17,110
	520,284	453,716	212,789	200,877	263,703	99,498	370,411	2,121,278	583,669	(113,824)	2,591,123
	700,697	(429,771)	35,245	237,377	(263,703)	(95,711)	21,982	206,116	(15,813)	-	190,303

(17)

Town of Kensington

Schedule of Tangible Capital Assets

For the 15-month period ended March 31, 2019

Schedule 2

	Cost 2019				Accumulated amortization 2019				Net book value \$	2019
	Beginning \$	Additions \$	Disposals/ Transfers \$	Ending \$	Beginning \$	Amortization \$	Disposals/ Transfers \$	Ending \$		
Land, buildings and wind turbine	3,375,429	25,224	-	3,400,653	1,518,253	74,793	-	1,593,046	1,807,607	
Streets and sidewalks	1,575,489	18,337	-	1,593,826	576,691	75,907	-	652,598	941,228	
Vehicles	176,483	38,273	27,625	187,131	157,136	21,354	27,625	150,865	36,266	
Fire vehicles	829,406	-	-	829,406	605,265	50,857	-	656,122	173,284	
Equipment and signs	1,422,653	162,472	-	1,585,125	977,133	124,259	-	1,101,392	483,733	
Water & sewer systems and equipment	6,535,367	14,137	-	6,549,504	1,862,857	138,587	-	2,001,444	4,548,060	
	13,914,827	258,443	27,625	14,145,645	5,697,335	485,757	27,625	6,155,467	7,990,178	

Town of Kensington

Schedule of Tangible Capital Assets

For the year ended December 31, 2017

Schedule 2

	Cost 2017			Accumulated amortization 2017			Net book Value \$		
	Beginning \$	Additions \$	Disposals/ Transfers \$	Ending \$	Beginning \$	Amortization \$		Disposals/ Transfers \$	Ending \$
Land, buildings and wind turbine	3,317,395	58,034	-	3,375,429	1,462,088	56,165	-	1,518,253	1,857,176
Streets and sidewalks	1,527,895	47,594	-	1,575,489	516,549	60,142	-	576,691	998,798
Vehicles	174,147	2,336	-	176,483	146,933	10,203	-	157,136	19,347
Fire vehicles	810,421	18,985	-	829,406	564,579	40,686	-	605,265	224,141
Equipment and signs	1,356,317	66,336	-	1,422,653	883,010	94,123	-	977,133	445,520
Water & sewer systems and equipment	6,507,890	27,477	-	6,535,367	1,752,993	109,864	-	1,862,857	4,672,510
	13,694,065	220,762	-	13,914,827	5,326,152	371,183	-	5,697,335	8,217,492