

Town of Kensington

**Consolidated Financial Statements
December 31, 2016**

Management's Report

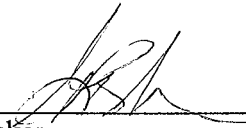
The integrity, relevance and comparability of the data in the accompanying consolidated financial statements are the responsibility of management.

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.

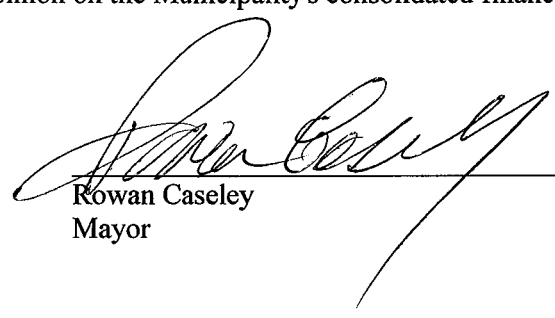
To meet its responsibility, management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available 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



Member of The AC Group of Independent Accounting Firms

March 13, 2017

Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of **Town of Kensington**, which comprise the consolidated statement of financial position as at December 31, 2016, and the consolidated statements of accumulated surplus, operations, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of **Town of Kensington** as at December 31, 2016, and the results of its operations, change in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Arsenault Best Cameron Ellis

Chartered Professional Accountants

Town of Kensington

Consolidated Statement of Financial Position

As at December 31, 2016

	2016 \$	2015 \$
Assets		
Financial assets		
Cash	163,792	315,587
Accounts receivable	263,480	265,388
Accounts receivable - infrastructure funding (note 3)	71,393	-
Inventory	5,064	5,731
Restricted cash - infrastructure funding (note 3)	-	252,271
Total financial assets	<u>503,729</u>	<u>838,977</u>
Liabilities		
Bank indebtedness (note 2)	24,489	271,394
Accounts payable and accrued liabilities (note 7)	163,241	173,413
Deferred revenue (note 4)	12,913	23,306
Deferred revenue - infrastructure funding (note 3)	-	252,271
Long-term debt (note 5)	3,619,497	3,871,999
Total liabilities	<u>3,820,140</u>	<u>4,592,383</u>
Net debt	<u>(3,316,411)</u>	<u>(3,753,406)</u>
Non-financial assets		
Prepaid expenses	66,193	35,332
Tangible capital assets (Schedule 2)	8,367,913	8,496,610
	<u>8,434,106</u>	<u>8,531,942</u>
Accumulated surplus (note 6)	<u>5,117,695</u>	<u>4,778,536</u>

On behalf of the Council



Mayor



Councilor

(2)

Town of Kensington

Consolidated Statement of Accumulated Surplus For the year ended December 31, 2016

	2016	2015
	\$	\$
Accumulated surplus - Beginning of year	4,778,536	4,580,222
Annual surplus	339,159	198,314
Accumulated surplus - End of year	<u>5,117,695</u>	<u>4,778,536</u>

Town of Kensington
Consolidated Statement of Operations
For the year ended December 31, 2016

	2016	2016	2015
	Budget (unaudited)	Actual	Actual
	\$	\$	\$
Revenue (Schedule 1)			
Property taxes (note 8)	550,020	555,854	543,234
Government transfer			
Municipal Support Grant Program	225,000	222,633	220,970
Equalization	120,000	122,847	121,930
Fire dues	200,376	198,624	202,471
Community Gardens Complex	411,200	367,518	359,224
Rental	101,516	103,179	114,063
Sales or services (note 10)	387,600	358,512	370,576
Police fines	20,400	43,092	20,819
Other revenue	67,940	54,337	63,557
Water & Sewer utility	488,952	488,473	509,191
Gain (loss) on disposal of tangible capital assets	-	(78,353)	41,926
	2,573,004	2,436,716	2,567,961
Expenses (Schedule 1)			
General government	423,062	413,642	508,419
Protective - police	421,992	450,897	410,068
- fire	242,256	224,279	180,557
Sales of services	184,330	175,976	177,306
Transportation & Public Works	239,895	288,995	277,442
Community Gardens Complex	364,256	355,783	421,158
Parks and recreation	99,073	89,290	81,107
Water & Sewer utility	544,896	608,887	599,071
	2,519,760	2,607,749	2,655,128
	53,244	(171,033)	(87,167)
Other revenue			
Infrastructure funding - water and sewer	-	401,524	37,498
Infrastructure funding - general	-	108,668	247,983
	-	510,192	285,481
Annual surplus	53,244	339,159	198,314

Town of Kensington

Consolidated Statement of Changes in Net Debt For the year ended December 31, 2016

	Budget (Unaudited) \$	2016 \$	2015 \$
Annual surplus	53,244	339,159	198,314
Amortization of tangible capital assets - net	365,448	383,919	337,329
Acquisition of tangible capital assets - net	-	(255,222)	(192,960)
Change in prepaid expenses - general	-	(325)	-
Change in prepaid expenses - water and sewer	-	(30,536)	-
	365,448	97,836	144,369
Decrease in net debt	418,692	436,995	342,683
Net debt - Beginning of year	(3,753,406)	(3,753,406)	(4,096,089)
Net debt - End of year	(3,334,714)	(3,316,411)	(3,753,406)

Town of Kensington
Consolidated Statement of Cash Flows
For the year ended December 31, 2016

	2016 \$	2015 \$
Cash provided by (used in)		
Operating activities		
Annual surplus	339,159	198,314
Items not affecting cash		
Amortization	383,919	362,761
Loss (gain) on sale of tangible capital assets	78,353	(41,926)
	<u>801,431</u>	<u>519,149</u>
Net change in non-cash working capital items		
Decrease (increase) in accounts receivable	1,908	(71,231)
Increase in accounts receivable - infrastructure funding	(71,393)	-
Decrease in inventory	667	685
Decrease in accounts payable and accrued liabilities	(10,172)	(81,347)
Decrease in deferred revenue	(10,393)	(11,849)
Increase (decrease) in deferred revenue - infrastructure funding	(252,271)	118,443
Increase in prepaid expenses	(30,861)	-
	<u>428,916</u>	<u>473,850</u>
Capital activities		
Acquisition of tangible capital assets	(815,253)	(461,466)
Proceeds on disposal of tangible capital assets	481,678	285,000
	<u>(333,575)</u>	<u>(176,466)</u>
Financing activities		
Issuance of long-term debt	3,762,822	697,270
Debt repayment	(4,015,324)	(658,368)
Change in restricted cash - infrastructure funding	252,271	(118,443)
	<u>(231)</u>	<u>(79,541)</u>
Change in net cash	95,110	217,843
Net cash (bank indebtedness) - Beginning of year	<u>44,193</u>	<u>(173,650)</u>
Net cash - End of year	<u>139,303</u>	<u>44,193</u>
Net cash consists of		
Cash	163,792	315,587
Bank indebtedness	(24,489)	(271,394)
	<u>139,303</u>	<u>44,193</u>

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2016

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
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

December 31, 2016

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, bank indebtedness, 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

December 31, 2016

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	4.0%
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 \$2,494 plus outstanding transfers and cheques of \$21,995. The Town has an authorized operating line of credit of \$150,000 bearing interest at prime less 0.25% for the general account.

The Town also has an authorized operating line of credit of \$75,000 bearing interest at prime less 0.25% for the water and sewer corporation. At December 31, 2016, the balance was nil.

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

At December 31, 2016, prime rate was 2.7%.

3 Deferred revenues (receivable) - infrastructure funding

	2016	2015
	\$	\$
Deferred - Beginning of year	252,271	133,828
Allocation received	186,528	377,674
Eligible expenditures incurred	(510,192)	(259,231)
Deferred (receivable) - End of year	<u>(71,393)</u>	<u>252,271</u>

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2016

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

	2016	2015
	\$	\$
Balance - Beginning of year	23,306	35,155
Amount received during the year	88,584	20,679
Amount recognized as revenue during the year	(98,977)	(32,528)
	<u>12,913</u>	<u>23,306</u>
Balance - End of year	12,913	23,306
Special projects	2,400	2,627
Ice rentals	10,513	20,679
	<u>12,913</u>	<u>23,306</u>

5 Long-term debt

	2016	2015
	\$	\$
The Town of Kensington		
Prime term loan, Bank of Nova Scotia, maturing in 2019, amortized to 2028, 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.	324,741	-
Prime term loan, Bank of Nova Scotia, maturing in 2019, amortized to 2028, 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.	1,463,644	-
4.25% term loan, Credit Union, maturing in 2017, amortized to 2023, repayable in monthly principal installments of \$1,400 plus interest. As security, the Town has provided a promissory note.	115,200	132,000
Prime plus 0.25% term loan, Bank of Nova Scotia, repaid during the year.	-	178,311
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	146,972
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	174,114
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	11,015
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	323,535
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	190,388
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	436,084
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	19,816

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2016

5.05% term loan, Bank of Nova Scotia, refinanced during the year.	-	27,150
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	41,250
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	37,500
5.05% term loan, Bank of Nova Scotia, refinanced during the year.	-	191,448
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	104,602
5.44% term loan, Province of Prince Edward Island, refinanced during the year.	-	193,364
	<u>1,903,585</u>	<u>2,207,549</u>

The Town of Kensington Water and Pollution Control Corporation

Prime 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.

	1,715,912	-
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	34,315
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	194,031
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	124,570
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	37,211
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	81,614
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	506,063
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	258,328
Prime term loan, Bank of Nova Scotia, refinanced during the year.	-	278,616
5.05% term loan, Bank of Nova Scotia, refinanced during the year.	-	149,702
	<u>1,715,912</u>	<u>1,664,450</u>
	<u>3,619,497</u>	<u>3,871,999</u>

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

	General \$	Fire Department \$	Water & Sewerage \$	Total \$
2017	257,513	27,443	86,517	371,473
2018	142,313	27,443	86,517	256,273
2019	1,179,018	269,855	1,542,878	2,991,751
	<u>1,578,844</u>	<u>324,741</u>	<u>1,715,912</u>	<u>3,619,497</u>

Bank of Nova Scotia prime rate at December 31, 2016 was 2.7% (2015 - 2.7%).

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2016

6 Accumulated surplus

	2016	2015
	\$	\$
Municipal position		
Reserve funds	177,900	178,621
Operating funds	4,939,795	4,599,915
	<u>5,117,695</u>	<u>4,778,536</u>
Reserve fund - Fire department		
Balance - Beginning of year	178,621	146,974
Allocation to (from) reserves (net)	(721)	31,647
	<u>177,900</u>	<u>178,621</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 December 31, 2016, the recorded liability for unused sick leave, that is required to be paid out upon severance or retirement, amounted to \$30,949 (2015 - \$34,740) and the contingent amount for unused sick leave that is not required to be paid out upon severance or retirement amounted to \$62,411 (2015 - \$82,592). 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 earned less any sick days taken in January of the following year.

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; and 1.67 days per month for greater than 5 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 December 31, 2016, the liability for unused vacation amounted to \$17,719 (2015 - \$13,470).

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:

	2016	2015
	\$	\$
Plans providing pension benefits	22,002	23,819

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2016

8 Property taxes

	2016	2015
	\$	\$
Commercial property tax	149,741	150,362
Non-commercial property tax	406,113	392,872
	<hr/>	<hr/>
	555,854	543,234

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 Appeal 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 2016. During the year the Town earned \$358,512 (2015 - \$370,576) of revenue from this contract.

11 Comparative figures

Certain comparative figures presented for the 2015 fiscal year have been restated to conform with the financial statement presentation adopted in the current year.

12 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.

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2016

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.

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.

Community Gardens Complex

This department is responsible for maintenance and operations of the rink, Fitplex, ball fields, summer camps 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 year ended December 31, 2016

Schedule 1

	General Government	Police	Fire	Sales of Services	Transportation & Public Works	Parks & Recreation	Community Gardens Complex	Total General	Water and Sewer Utility	Elimination	2016 Consolidated
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues	555,854	-	-	-	-	-	-	555,854	-	-	555,854
Property taxes											
Government transfer											
Municipal Support											
Grant Program	222,633	-	-	-	-	-	-	222,633	-	-	222,633
Equalization	122,847	-	-	-	-	-	-	122,847	-	-	122,847
Fire dues	-	240,504	-	-	-	-	-	240,504	-	(41,880)	198,624
Community Gardens Complex	-	-	-	-	-	-	383,518	383,518	-	(16,000)	367,518
Rental	103,179	-	-	-	-	-	-	103,179	-	-	103,179
Sales of services	-	-	-	358,512	-	-	-	358,512	-	-	358,512
Police fines	-	43,092	-	-	-	-	-	43,092	-	-	43,092
Other revenue	48,720	-	-	-	-	5,617	-	54,337	-	-	54,337
Water & Sewer utility	-	-	-	-	-	-	-	-	544,417	(55,944)	488,473
Loss on disposal of tangible capital assets	(78,353)	-	-	-	-	-	-	(78,353)	-	-	(78,353)
	752,247	265,725	240,504	358,512	-	5,617	383,518	2,006,123	544,417	(113,824)	2,436,716
Expenditures											
Salaries and benefits (note 7)	169,288	371,453	18,476	174,641	133,489	17,920	156,573	1,041,840	-	-	1,041,840
Goods and services	259,844	53,278	120,114	1,335	51,051	45,048	169,468	700,138	460,643	(113,824)	1,046,957
Amortization	48,577	25,059	72,784	-	101,362	7,983	22,120	277,885	108,769	-	386,654
Interest	49,757	1,107	12,905	-	3,093	1,238	7,622	75,722	39,475	-	115,197
Other	-	-	-	-	-	17,101	-	17,101	-	-	17,101
	527,466	450,897	224,279	175,976	288,995	89,290	355,783	2,112,686	608,887	(113,824)	2,607,749
	224,781	(185,172)	16,225	182,536	(288,995)	(83,673)	27,735	(106,563)	(64,470)	-	(171,033)

Town of Kensington
Consolidated Schedule of Segment Disclosures
For the year ended December 31, 2015

Schedule 1

	General Government	Police	Fire	Sales of Services	Transportation & Public Works	Parks & Recreation	Community Gardens Complex	Total General	Water and Sewer Utility	Elimination	2015 Consolidated
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues											
Property taxes	543,234	-	-	-	-	-	-	543,234	-	-	543,234
Government transfer											
Municipal Support											
Grant Program	-	90,000	-	-	130,970	-	-	220,970	-	-	220,970
Equalization	121,930	-	-	-	-	-	-	121,930	-	-	121,930
Fire dues	-	-	202,471	-	-	-	-	202,471	-	-	202,471
Community Gardens Complex	-	-	-	-	-	-	374,224	374,224	-	(15,000)	359,224
Rental	114,063	-	-	-	-	-	-	114,063	-	-	114,063
Sales of services	-	-	-	370,576	-	-	-	370,576	-	-	370,576
Police fines	-	20,819	-	-	-	-	-	20,819	-	-	20,819
Other revenue	58,080	-	-	-	-	5,477	-	63,557	-	-	63,557
Water & Sewer utility	-	-	-	-	-	-	-	-	565,135	(55,944)	509,191
Gain on disposal of tangible capital assets	41,926	-	-	-	-	-	-	41,926	-	-	41,926
	879,233	110,819	202,471	370,576	130,970	5,477	374,224	2,073,770	565,135	(70,944)	2,567,961
Expenditures											
Salaries and benefits	195,542	340,787	-	173,213	99,966	16,546	203,634	1,029,688	105,139	-	1,134,827
Goods and services	291,913	43,020	93,111	4,093	94,489	39,956	186,846	753,428	334,896	(70,944)	1,017,380
Amortization	49,081	25,824	72,029	-	82,713	8,585	20,529	258,761	103,164	-	361,925
Interest	42,827	437	15,417	-	274	1,530	10,149	70,634	55,872	-	126,506
Other	-	-	-	-	-	14,490	-	14,490	-	-	14,490
	579,363	410,068	180,557	177,306	277,442	81,107	421,158	2,127,001	599,071	(70,944)	2,655,128
	299,870	(299,249)	21,914	193,270	(146,472)	(75,630)	(46,934)	(53,231)	(33,936)	-	(87,167)

Town of Kensington
 Schedule of Tangible Capital Assets
 For the year ended December 31, 2016

Schedule 2

	Cost 2016					Accumulated amortization 2016			2016
	Beginning \$	Additions \$	Disposals/ Transfers \$	Ending \$	Beginning \$	Amortization \$	Disposals/ Transfers \$	Ending \$	Net book value \$
Land, buildings and wind turbine	3,803,641	73,785	560,031	3,317,395	1,407,342	54,746	-	1,462,088	1,855,307
Streets and sidewalks	1,398,824	129,071	-	1,527,895	458,312	58,237	-	516,549	1,011,346
Vehicles	174,147	-	-	174,147	123,778	23,155	-	146,933	27,214
Fire vehicles	810,421	-	-	810,421	525,159	39,420	-	564,579	245,842
Signs and equipment	1,171,773	184,544	-	1,356,317	783,418	99,592	-	883,010	473,307
Water & sewer systems and equipment	6,080,037	427,853	-	6,507,890	1,644,224	108,769	-	1,752,993	4,754,897
	13,438,843	815,253	560,031	13,694,065	4,942,233	383,919	-	5,326,152	8,367,913

Town of Kensington
 Schedule of Tangible Capital Assets
 For the year ended December 31, 2015

Schedule 2

	Cost 2015				Accumulated amortization 2015				2015
	Beginning \$	Additions \$	Disposals/ Transfers \$	Ending \$	Beginning \$	Amortization \$	Disposals/ Transfers \$	Ending \$	Net book Value \$
Land, buildings and wind turbine	4,004,914	67,233	268,506	3,803,641	1,376,795	55,979	25,432	1,407,342	2,396,299
Streets and sidewalks	1,128,634	270,190	-	1,398,824	335,447	122,865	-	458,312	940,512
Vehicles	132,303	41,844	-	174,147	100,623	23,155	-	123,778	50,369
Fire vehicles	810,421	-	-	810,421	485,739	39,420	-	525,159	285,262
Signs and equipment	1,127,627	44,146	-	1,171,773	765,726	17,692	-	783,418	388,355
Water & sewer systems and equipment	6,041,984	38,053	-	6,080,037	1,540,574	103,650	-	1,644,224	4,435,813
	13,245,883	461,466	268,506	13,438,843	4,604,904	362,761	25,432	4,942,233	8,496,610