

Town of Kensington

Consolidated Financial Statements
December 31, 2017

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.

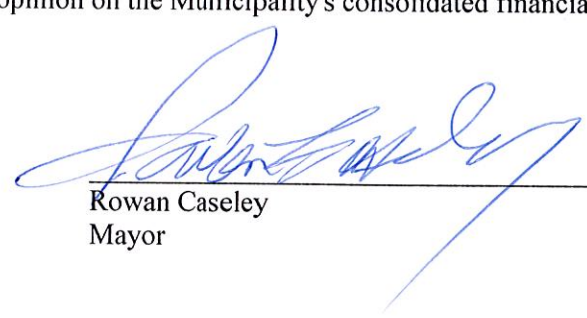
The Council is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited financial statements yearly. 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



_____, 2018

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, 2017, 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, 2017, 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.

ArsenaultBestCameronEllis

Chartered Professional Accountants

Town of Kensington

Consolidated Statement of Financial Position As at December 31, 2017

	2017 \$	2016 \$
Assets		
Financial assets		
Cash	208,919	163,792
Accounts receivable	299,611	263,480
Accounts receivable - infrastructure funding (note 3)	-	71,393
Inventory	6,512	5,064
Restricted cash - infrastructure funding (note 3)	33,834	-
Total financial assets	548,876	503,729
Liabilities		
Bank indebtedness (note 2)	16,869	24,489
Accounts payable and accrued liabilities (note 7)	163,357	163,241
Deferred revenue (note 4)	27,285	12,913
Deferred revenue - infrastructure funding (note 3)	33,834	-
Long-term debt (note 5)	3,168,424	3,619,497
Total liabilities	3,409,769	3,820,140
Net debt	(2,860,893)	(3,316,411)
Non-financial assets		
Prepaid expenses	29,255	66,193
Tangible capital assets (Schedule 2)	8,217,492	8,367,913
	8,246,747	8,434,106
Accumulated surplus (note 6)	5,385,854	5,117,695

On behalf of the Council

Mayor

Councilor

Town of Kensington

Consolidated Statement of Accumulated Surplus For the year ended December 31, 2017

	2017 \$	2016 \$
Accumulated surplus - Beginning of year	5,117,695	4,778,536
Annual surplus	268,159	339,159
Accumulated surplus - End of year	5,385,854	5,117,695

Town of Kensington

Consolidated Statement of Operations For the year ended December 31, 2017

	2017	2017	2016
	Budget (unaudited) \$	Actual \$	Actual \$
Revenue (Schedule 1)			
Property taxes (note 8)	562,503	576,455	555,854
Government transfer			
Municipal Support Grant Program	355,215	270,615	222,633
Equalization	120,000	173,347	122,847
Other	-	20,000	-
Municipal Capital Expenditures Grant	-	18,049	-
Fire dues	200,688	206,154	198,624
Community Gardens Complex	402,900	376,393	367,518
Rental	93,960	93,146	103,179
Sales or services (note 10)	359,950	438,254	358,512
Police fines	48,000	23,945	43,092
Other revenue	48,640	72,721	54,337
Water & Sewer utility	499,620	511,912	488,473
Gain (loss) on disposal of tangible capital assets	-	435	(78,353)
	2,691,476	2,781,426	2,436,716
Expenses (Schedule 1)			
General government	576,723	406,460	397,642
Protective - police	431,072	453,716	450,897
- fire	242,568	212,789	224,279
Sales of services	184,382	200,877	175,976
Transportation & Public Works	237,433	263,703	288,995
Community Gardens Complex	363,616	370,411	371,783
Parks and recreation	100,045	99,498	89,290
Water & Sewer utility	555,637	583,669	608,887
	2,691,476	2,591,123	2,607,749
	-	190,303	(171,033)
Other revenue			
Infrastructure funding - water and sewer	-	33,514	401,524
Infrastructure funding - general	-	44,342	108,668
	-	77,856	510,192
Annual surplus	-	268,159	339,159

Town of Kensington

Consolidated Statement of Changes in Net Debt For the year ended December 31, 2017

	Budget (Unaudited) \$	2017 \$	2016 \$
Annual surplus	-	268,159	339,159
Amortization of tangible capital assets - net	368,388	371,183	383,919
Acquisition of tangible capital assets - net	-	(220,762)	(255,222)
Change in prepaid expenses - general	-	29,304	(325)
Change in prepaid expenses - water and sewer	-	7,634	(30,536)
	368,388	187,359	97,836
Decrease in net debt	368,388	455,518	436,995
Net debt - Beginning of year	(3,316,411)	(3,316,411)	(3,753,406)
Net debt - End of year	(2,948,023)	(2,860,893)	(3,316,411)

Town of Kensington

Consolidated Statement of Cash Flows

For the year ended December 31, 2017

	2017 \$	2016 \$
Cash provided by (used in)		
Operating activities		
Annual surplus	268,159	339,159
Items not affecting cash		
Amortization	371,183	383,919
Loss (gain) on sale of tangible capital assets	(435)	78,353
	638,907	801,431
Net change in non-cash working capital items		
Decrease (increase) in accounts receivable	(36,131)	1,908
Decrease (increase) in accounts receivable - infrastructure funding	71,393	(71,393)
Decrease (increase) in inventory	(1,448)	667
Increase (decrease) in accounts payable and accrued liabilities	116	(10,172)
Increase (decrease) in deferred revenue	14,372	(10,393)
Increase (decrease) in deferred revenue - infrastructure funding	33,834	(252,271)
Decrease (increase) in prepaid expenses	36,938	(30,861)
	757,981	428,916
Capital activities		
Acquisition of tangible capital assets	(220,762)	(815,253)
Proceeds on disposal of tangible capital assets	435	481,678
	(220,327)	(333,575)
Financing activities		
Issuance of long-term debt	-	3,762,822
Debt repayment	(451,073)	(4,015,324)
Change in restricted cash - infrastructure funding	(33,834)	252,271
	(484,907)	(231)
Change in net cash	52,747	95,110
Net cash - Beginning of year	139,303	44,193
Net cash - End of year	192,050	139,303
Net cash consists of		
Cash	208,919	163,792
Bank indebtedness	(16,869)	(24,489)
	192,050	139,303

Town of Kensington

Notes to Consolidated Financial Statements December 31, 2017

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, 2017

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, 2017

1) 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 \$13,136 (2016 - \$2,494) plus outstanding transfers and cheques of \$3,733 (2016 - \$21,995). The Town has authorized operating lines of credit of \$150,000 and \$20,000 bearing interest at prime less 0.25% 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 0.25% for the water and sewer corporation.

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

At December 31, 2017, prime rate was 3.2%.

3 Deferred revenues (accounts receivable) - infrastructure funding

	2017 \$	2016 \$
Deferred (receivable) - Beginning of year	(71,393)	252,271
Allocation received	183,083	186,528
Eligible expenditures incurred	(77,856)	(510,192)
Deferred (receivable) - End of year	33,834	(71,393)

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2017

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

	2017	2016
	\$	\$
Balance - Beginning of year	12,913	23,306
Amount received during the year	139,056	88,584
Amount recognized as revenue during the year	(124,684)	(98,977)
Balance - End of year	27,285	12,913
Special projects	-	2,400
Ice rentals	27,285	10,513
	27,285	12,913

5 Long-term debt

	2017	2016
	\$	\$
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.	297,298	324,741
Prime term loan, Bank of Nova Scotia, maturing in 2019, amortized to 2027, 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.	1,143,331	1,463,644
3.54% term loan, Credit Union, maturing in 2018, amortized to 2023, repayable in monthly principal installments of \$1,400 plus interest. As security, the Town has provided a promissory note.	98,400	115,200
	1,539,029	1,903,585

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2017

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.

1,629,395	1,715,912
<u>3,168,424</u>	<u>3,619,497</u>

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

	General \$	Fire Department \$	Water & Sewerage \$	Total \$
2018	240,713	27,443	86,517	354,673
2019	1,001,018	269,855	1,542,878	2,813,751
	<u>1,241,731</u>	<u>297,298</u>	<u>1,629,395</u>	<u>3,168,424</u>

Bank of Nova Scotia prime rate at December 31, 2017 was 3.2% (2016 - 2.7%).

6 Accumulated surplus

	2017 \$	2016 \$
Municipal position		
Reserve funds	220,316	177,900
Operating funds	<u>5,165,538</u>	<u>4,939,795</u>
	<u>5,385,854</u>	<u>5,117,695</u>
 Reserve fund - Fire department		
Balance - Beginning of year	177,900	178,621
Allocation to (from) reserves (net)	<u>42,416</u>	<u>(721)</u>
 Balance - End of year	<u>220,316</u>	<u>177,900</u>

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2017

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, 2017, the recorded liability for unused sick leave, that is required to be paid out upon severance or retirement, amounted to \$30,567 (2016 - \$30,949) and the contingent amount for unused sick leave that is not required to be paid out upon severance or retirement amounted to \$62,411 (2016 - \$62,411). 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, 2017, the liability for unused vacation amounted to \$9,983 (2016 - \$17,719).

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:

	2017	2016
	\$	\$
Plans providing pension benefits	22,296	22,002

8 Property taxes

	2017	2016
	\$	\$
Commercial property tax	156,246	149,741
Non-commercial property tax	420,209	406,113
	576,455	555,854

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.

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2017

10 Contractual agreement

The Town has entered into an agreement to provide employment security-related services for a private company until 2017. During the year the Town earned \$438,254 (2016 - \$358,512) of revenue from this contract.

11 Comparative figures

Certain comparative figures presented for the 2016 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.

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.

Town of Kensington

Notes to Consolidated Financial Statements

December 31, 2017

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, 2017

Schedule 1

	General Government \$	Police \$	Fire \$	Sales of Services \$	Transportation & Public Works \$	Parks & Recreation \$	Community Gardens Complex \$	Total General \$	Water and Sewer Utility \$	Elimination \$	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
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
	1,202,932	23,945	248,034	438,254	-	3,787	392,393	2,309,345	567,856	(113,824)	2,763,377
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
	682,648	(429,771)	35,245	237,377	(263,703)	(95,711)	21,982	188,067	(15,813)	-	172,254

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											
Property taxes	555,854	-	-	-	-	-	-	555,854	-	-	555,854
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)
	974,880	43,092	240,504	358,512	-	5,617	383,518	2,006,123	544,417	(113,824)	2,436,716
Expenditures											
Salaries and benefits											
(note 7)	61,076	347,453	42,000	174,641	28,232	17,920	156,573	827,895	300,000	-	1,127,895
Goods and services	352,056	77,278	96,590	1,335	159,043	45,048	185,468	916,818	150,182	(113,824)	953,176
Amortization	48,577	25,059	72,784	-	98,627	7,983	22,120	275,150	108,769	-	383,919
Interest	49,757	1,107	12,905	-	3,093	1,238	7,622	75,722	49,936	-	125,658
Other	-	-	-	-	-	17,101	-	17,101	-	-	17,101
	511,466	450,897	224,279	175,976	288,995	89,290	371,783	2,112,686	608,887	(113,824)	2,607,749
	463,414	(407,805)	16,225	182,536	(288,995)	(83,673)	11,735	(106,563)	(64,470)	-	(171,033)

Town of Kensington

Schedule of Tangible Capital Assets For the year ended December 31, 2017

Schedule 2

	Cost 2017			Accumulated amortization 2017				2017	
	Beginning \$	Additions \$	Disposals/ Transfers \$	Ending \$	Beginning \$	Amortization \$	Disposals/ Transfers \$	Ending \$	Net book value \$
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

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
Equipment and signs	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

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