

TOWN OF BORDEN-CARLETON
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF COUNCIL:

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Town of Borden-Carleton, which comprise the consolidated statement of financial position as at December 31, 2016, and the consolidated statements of operations, changes in net debt and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board, 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 consolidated 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 the Town of Borden-Carleton as at December 31, 2016, and its results of operations and cash flow for the year then ended in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board.

MRSB Chartered Professional Accountants

CHARLOTTETOWN, P.E.I.

MARCH 23, 2017

MRSB
Accounting Tax Consulting Valuation Bookkeeping

**TOWN OF BORDEN-CARLETON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2016**

	2016	2015
Financial Assets		
Cash and cash equivalents		
Unrestricted	\$ 155,567	\$ 139,649
Restricted	166,225	140,628
Accounts receivable	<u>139,903</u>	<u>142,759</u>
	<u>461,695</u>	<u>423,036</u>
Liabilities		
Credit Union indebtedness - Note 3	5,753	19,053
Accounts payable and accrued liabilities	204,020	222,482
Deferred revenue - Note 4	175,447	140,628
Long term debt - Note 5	<u>1,565,110</u>	<u>1,689,855</u>
	<u>1,950,330</u>	<u>2,072,018</u>
Net Debt - Statement 3	<u>(1,488,635)</u>	<u>(1,648,982)</u>
Non-Financial Assets		
Tangible capital assets - General and Arena - Schedule 1	1,148,193	1,081,610
Tangible capital assets - Water and Sewer - Schedule 1	7,012,843	7,097,787
Prepaid expenses	<u>6,965</u>	<u>4,422</u>
	<u>8,168,001</u>	<u>8,183,819</u>
Accumulated Surplus	<u>\$ 6,679,366</u>	<u>\$ 6,534,837</u>
Commitments - Note 6		
Municipal Position		
Accumulated surplus - Statement 2	<u>\$ 6,679,366</u>	<u>\$ 6,534,837</u>

(Notes 1 to 13 are an integral part of these consolidated financial statements)

ON BEHALF OF THE COUNCIL:

_____ Mayor

_____ Councilor

**TOWN OF BORDEN-CARLETON
CONSOLIDATED STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2016**

	Budget 2016	Actual 2016	Actual 2015
Revenue			
General account - Schedule 2	\$ 671,900	\$ 756,050	\$ 692,662
Sewerage account - Schedule 6	163,000	158,043	161,828
Water account - Schedule 7	138,600	134,078	134,840
Gateway Arena - Schedule 8	130,200	154,386	140,448
	<u>1,103,700</u>	<u>1,202,557</u>	<u>1,129,778</u>
Expenditures			
General account - Schedule 2	657,334	678,864	640,666
Sewerage account - Schedule 6	174,250	161,629	172,264
Water account - Schedule 7	175,800	167,358	168,714
Gateway Arena - Schedule 8	132,910	159,595	153,575
	<u>1,140,294</u>	<u>1,167,446</u>	<u>1,135,219</u>
Net Revenue (Expenditures) From Operations	(36,594)	35,111	(5,441)
Other and Transfers			
Government transfers for capital - Note 7	-	109,418	120,877
Change in Fund Balances	\$ (36,594)	144,529	115,436
Accumulated Surplus - Beginning of Year		<u>6,534,837</u>	<u>6,419,401</u>
Accumulated Surplus - End of Year - Note 8		<u>\$ 6,679,366</u>	<u>\$ 6,534,837</u>
Change in Fund Balances			
General account - Schedule 2		\$ 151,801	\$ 153,546
Sewerage account - Schedule 6		(3,586)	(10,436)
Water account - Schedule 7		(8,280)	(33,874)
Gateway Arena - Schedule 8		4,594	6,200
		<u>\$ 144,529</u>	<u>\$ 115,436</u>

**TOWN OF BORDEN-CARLETON
CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
YEAR ENDED DECEMBER 31, 2016**

	2016	2015
<i>Change in fund balances</i>	\$ 144,529	\$ 115,436
<i>Amortization of tangible capital assets</i>	199,088	189,866
<i>Purchase of tangible capital assets</i>	(180,727)	(151,841)
<i>Increase in prepaid expenses</i>	(2,543)	(714)
	<u>160,347</u>	<u>152,747</u>
<i>Decrease in Net Debt</i>	160,347	152,747
<i>Net Debt - Beginning of Year</i>	<u>(1,648,982)</u>	<u>(1,801,729)</u>
<i>Net Debt - End of Year</i>	<u>\$ (1,488,635)</u>	<u>\$ (1,648,982)</u>

**TOWN OF BORDEN-CARLETON
CONSOLIDATED STATEMENT OF CASH FLOW
YEAR ENDED DECEMBER 31, 2016**

	2016	2015
Cash Flows From Operating Activities		
Change in fund balances	\$ 144,529	\$ 115,436
Amortization of tangible capital assets	199,088	189,866
Decrease in accounts receivable	2,856	6,983
Increase in prepaid expenses	(2,543)	(714)
Increase (decrease) in accounts payable and accrued liabilities	(18,462)	77,521
Increase (decrease) in deferred revenue	34,819	(36,012)
	<u>360,287</u>	<u>353,080</u>
Cash Flows From Capital Activity		
Purchase of tangible capital assets	<u>(180,727)</u>	<u>(151,841)</u>
Cash Flows From Financing Activity		
Repayment of long term debt	<u>(124,745)</u>	<u>(115,996)</u>
Increase in Cash and Cash Equivalents	54,815	85,243
Cash and Cash Equivalents - Beginning of Year	<u>261,224</u>	<u>175,981</u>
Cash and Cash Equivalents - End of Year	<u>\$ 316,039</u>	<u>\$ 261,224</u>
Cash and Cash Equivalents Consists of:		
Unrestricted cash	\$ 155,567	\$ 139,649
Restricted cash	166,225	140,628
Credit Union indebtedness	<u>(5,753)</u>	<u>(19,053)</u>
	<u>\$ 316,039</u>	<u>\$ 261,224</u>

**TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016**

1. Description of Business

The Town of Borden-Carleton (the "Town") is incorporated under the PEI Municipalities Act. The Town is a non-profit organization under the Income Tax Act.

2. Accounting Policies

Basis of Preparation

These consolidated financial statements of the Town of Borden-Carleton have been prepared by management in accordance with Generally Accepted Accounting Principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants.

These consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay. Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

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

Funds within the consolidated financial statements consist of the operating funds for the general operations and the water and sewerage utilities. Transfers between funds are recorded as adjustments to the appropriate fund balance.

Basis of Consolidation

These consolidated financial statements for the Town of Borden-Carleton reflect the assets, liabilities, revenue, expenditures, and changes in fund balances and in municipal position 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. The organizations included in the consolidated financial statements are as follows:

Borden-Carleton Water and Sewerage Corporation; and

The Gateway Arena.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, unrestricted and restricted balances on deposit with banks, and Credit Union indebtedness.

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

2. Accounting Policies (cont'd)

Accounts Receivable

Accounts receivable arise from sewer dues, property tax, trade receivables and Harmonized Sales Tax receivable. An allowance for bad debts has been calculated through discussions with management, assessment of the other circumstances influencing the collectibility of amounts, and using historical loss experience. Amounts deemed non-collectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

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 of the tangible capital assets is amortized on a straight-line basis over the estimated useful lives as follows:

Buildings	2.5%
Fire vehicles	6.67%
Equipment	10.0%
Electronic equipment	25.0%
Streets and sidewalks	4.0%
Vehicles	20%
Sewerage system	1.2%
Sewerage equipment	1.2%
Water system	1.2%
Water equipment	5.0%
Water reservoir	1.2%

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.

Interest expense on capital debt incurred during the construction or renovation of an asset is included in the capitalized value.

Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates on the amounts can be determined.

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

2. Accounting Policies (cont'd)

Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for the 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 annual surplus, provides the consolidated change in net debt for the year.

Revenue Recognition

Property tax billings are assessed based on the market value of real property in the Town and are payable in each calendar year. Municipal tax rates are reviewed, established, and approved annually by the Town Council. These revenues are recognized monthly as billings become due.

Utility dues are charged based on rates approved by the Island Regulatory and Appeals Commission (IRAC). These charges are assessed annually and are recognized when billings become due.

The Town follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issuance of financial instruments that are subsequently measured at amortized cost are shown as an adjustment to the carrying value of the related financial instrument.

Use of Estimates

The presentation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenditures during the reported period. Actual results could differ from management's best estimates as additional information becomes available in the future.

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

3. Credit Union Indebtedness

	2016	2015
<i>Gateway Arena account</i>		
<i>Consolidated Credit Union - prime plus 2%; approved limit of \$20,000; secured by general security agreement; any amounts over the maximum limit bear interest at 30%; renewable June 30, 2018</i>	<u>\$ 5,753</u>	<u>\$ 19,053</u>

The Water and Sewerage account with the Consolidated Credit Union has an approved overdraft limit of \$110,000 with a rate of prime plus 1%. The overdraft on this account was not utilized at year end and the terms of this account are renewable June 30, 2018.

The Town's general account with the Consolidated Credit Union has an approved overdraft limit of \$160,000 with a rate of prime plus 1%.

4. Deferred Revenue

<i>New Deals Gas Tax - annual allocation</i>	\$ 166,225	\$ 140,628
<i>Provincial Infrastructure Funding</i>	7,222	-
<i>Donations</i>	<u>2,000</u>	<u>-</u>
	<u>\$ 175,447</u>	<u>\$ 140,628</u>

Under the New Deals Gas Tax Funding for Incorporated Communities and the New Deals for Cities & Communities, the Town is allocated \$100,000 per year for fiscal years ending March 31, 2015 to 2020. These funds, along with interest earned, must be used for eligible infrastructure and capacity building projects. Any funds received under this program, including interest earned, but not yet spent are recognized as deferred revenue at the end of the year.

During the year, the Town received Gas Tax funding of \$100,000, earned interest of \$212, and incurred eligible expenditures of \$74,615.

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

5. Long Term Debt

	2016	2015
<i>General account</i>		
<i>Consolidated Credit Union mortgage - prime plus 0.5%; repayable in monthly principal installments of \$1,667 plus interest; secured by general security agreement giving first charge on Metalfab pumper fire truck with a carrying value of \$226,086; renewal on February 16, 2019 and maturing on February 16, 2029</i>	\$ 228,874	\$ 258,408
<i>Consolidated Credit Union - prime plus 0.5%; repayable in monthly principal installments of \$278 plus interest; secured by general security agreement giving first charge on fixed and floating assets; maturing on March 19, 2043</i>	87,490	90,826
<i>Consolidated Credit Union mortgage - 5.25%; repayable in blended monthly installments of \$1,282; secured by general security agreement and first charge on Arena with a carrying value of \$42,525; maturing on October 31, 2019</i>	40,420	53,312
<i>Consolidated Credit Union mortgage - 4.14%; repayable in blended monthly installments of \$580; secured by parcels of land with a carrying value of \$52,574; maturing on September 2, 2021</i>	29,420	35,037
	<u>386,204</u>	<u>437,583</u>

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

5. Long Term Debt (cont'd)

	2016	2015
Water and Sewerage accounts		
<i>Consolidated Credit Union - prime plus 0.5%; repayable in monthly principal installments of \$2,627 plus interest; secured by general security agreement; maturing on January 14, 2037</i>	633,077	664,601
<i>Consolidated Credit Union - prime plus 0.5%; repayable in monthly principal installments of \$1,493 plus interest; secured by general security agreement; maturing on November 30, 2038</i>	412,044	429,958
<i>Consolidated Credit Union - prime plus 0.5%; repayable in monthly principal installments of \$278 plus interest; secured by general security agreement giving first charge on fixed and floating assets; maturing on March 19, 2043</i>	87,490	90,826
<i>Consolidated Credit Union - prime plus 0.5%; repayable in monthly principal installments of \$1,716 plus interest; secured by general security agreement; maturing on March 14, 2019</i>	46,295	66,887
	1,178,906	1,252,272
	\$ 1,565,110	\$ 1,689,855

Principal portion of long term debt is expected to be repaid over the next five years as follows:

2017	\$ 116,147
2018	117,125
2019	100,077
2020	82,733
2021	151,437

6. Commitments

The Town has entered into lease agreements with Xerox and Borden-Carleton Holdings Ltd. for the lease of office equipment and office space. The minimum lease payments due over the next five years are as follows:

2017	\$ 4,979
2018	1,412
2019	1,412
2020	1,412
2021	1,412

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

7. Government Transfers for Capital

	2016	2015
<i>New Deals Gas Tax</i>	\$ 74,615	\$ 120,877
<i>Provincial Infrastructure Fund</i>	34,803	-
	\$ 109,418	\$ 120,877

8. Accumulated Surplus

<i>Unrestricted surplus</i>	\$ 83,440	\$ 45,295
<i>Investment in tangible capital assets - Note 9</i>	6,595,926	6,489,542
	\$ 6,679,366	\$ 6,534,837

9. Investment in Tangible Capital Assets

<i>Tangible capital assets - Schedule 1</i>	\$10,964,340	\$10,783,613
<i>Accumulated amortization - Schedule 1</i>	(2,803,304)	(2,604,216)
<i>Long term debt - Note 5</i>	(1,565,110)	(1,689,855)
	\$ 6,595,926	\$ 6,489,542

10. Government Transfers for Operations

<i>New Deals Gas Tax - Canada Build Fund Official Plan</i>	\$ -	\$ 14,194
<i>New Deals Gas Tax - Energy audit</i>	-	1,430
<i>Province of PEI - Energy audit</i>	-	750
	\$ -	\$ 16,374

11. Rate Regulation

The Town is subject to rate regulation on the water and sewerage utilities 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 water and sewerage utilities provided to residents within Prince Edward Island and to ensure at all times a just and reasonable price for water and sewerage services. Changes in water and sewerage rates can only be implemented with approval from IRAC.

TOWN OF BORDEN-CARLETON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2016

12. Financial Instruments

The Town's financial instruments consist of cash and cash equivalents, accounts receivable, Credit Union indebtedness, accounts payable and accrued liabilities and long term debt.

The Town is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Town's risk exposure and concentration as of December 31, 2016.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Town is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Town has a significant number of customers which minimizes concentration of credit risk.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Town manages exposure through its normal operating and financing activities. The Town is exposed to interest rate risk primarily through its floating interest rate bank indebtedness and credit facilities.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Town is exposed to this risk mainly in respect of receipt of government funding, long term debt and accounts payable.

13. Prior Year's Figures

Certain of the prior year's figures have been reclassified to conform to current year consolidated financial statement presentation.

**TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
TANGIBLE CAPITAL ASSETS
DECEMBER 31, 2016**

	Cost Beginning of Year	Cost End of Year	Disposals and Write- Downs	Additions	Amort in Year	Accum Amort	NBV 2016	NBV 2015
Schedule 1								
General and Arena								
Land	\$ 160,014	\$ 168,357	-	8,343	-	-	\$ 168,357	\$ 160,014
Buildings	944,275	980,206	-	35,931	9,641	648,791	331,415	305,125
Fire vehicles	546,688	546,688	-	-	36,446	269,698	276,990	313,436
Equipment	271,584	318,812	-	47,228	19,736	216,649	102,163	74,671
Electronic equipment	32,054	32,054	-	-	1,700	30,882	1,172	2,872
Streets and sidewalks	341,892	391,306	-	49,414	15,653	133,551	257,755	223,994
Vehicles	3,745	15,735	-	11,990	3,147	5,394	10,341	1,498
	\$ 2,300,252	\$ 2,453,158	-	\$ 152,906	\$ 86,323	\$ 1,304,965	\$ 1,148,193	\$ 1,081,610
Water and Sewer								
Land	\$ 35,435	\$ 35,435	-	-	-	-	\$ 35,435	\$ 35,435
Sewerage system	4,962,598	4,962,598	-	-	59,551	608,307	4,354,291	4,413,842
Sewerage equipment	64,187	64,187	-	-	-	64,187	-	-
Water system	2,379,975	2,379,975	-	-	28,560	510,979	1,868,996	1,897,556
Water equipment	283,402	311,223	-	27,821	15,561	194,973	116,250	103,990
Water reservoir	757,764	757,764	-	-	9,093	119,893	637,871	646,964
	\$ 8,483,361	\$ 8,511,182	-	\$ 27,821	\$ 112,765	\$ 1,498,339	\$ 7,012,843	\$ 7,097,787
Total Tangible Capital Assets	\$ 10,783,613	\$ 10,964,340	-	\$ 180,727	\$ 199,088	\$ 2,803,304	\$ 8,161,036	\$ 8,179,397

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF OPERATIONS - GENERAL ACCOUNT
YEAR ENDED DECEMBER 31, 2016

			<i>Schedule 2</i>
	<i>Budget</i>	<i>Actual</i>	<i>Actual</i>
	<i>2016</i>	<i>2016</i>	<i>2015</i>
Revenue			
Property taxes	\$ 428,510	\$ 430,360	\$ 427,097
Grants - municipal support	126,490	124,930	123,998
Donations	4,500	66,500	5,403
Fire dues	53,500	53,500	53,500
Grants - job creation	25,500	49,154	24,556
Miscellaneous	13,000	17,158	19,378
Grants - recreation	6,500	5,000	5,300
Fines and fees	10,000	3,917	11,616
Licenses and permits	2,300	2,978	2,657
Newsletter	1,600	2,180	1,460
Grants - other	-	373	1,323
Government transfers for operations - Note 10	-	-	16,374
	671,900	756,050	692,662
Expenditures			
Fire Protection - Schedule 3	132,844	133,642	123,792
General Government - Schedule 3	205,157	232,306	229,127
Police Protection - Schedule 4	128,528	126,861	120,496
Properties and Planning - Schedule 4	29,326	23,060	21,678
Recreation - Schedule 5	90,579	98,370	90,423
Public Works - Schedule 5	70,900	64,625	55,150
	657,334	678,864	640,666
Net Revenue From Operations	14,566	77,186	51,996
Other and Transfers			
Government transfers for capital - Note 7	-	74,615	101,550
Change in Fund Balance	\$ 14,566	\$ 151,801	\$ 153,546

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF EXPENDITURES - GENERAL ACCOUNT
YEAR ENDED DECEMBER 31, 2016

	Budget 2016	Actual 2016	Schedule 3 Actual 2015
Fire Protection			
Advertising	\$ 200	\$ 559	\$ -
Amortization of tangible capital assets	41,500	45,955	41,462
Convention and training	2,500	1,458	2,214
Gas, oil and repairs	5,500	3,923	2,275
Honorariums	7,150	8,700	6,000
Insurance	7,365	7,307	7,738
Interest on long term debt	6,900	7,723	8,545
Licenses and dues	450	-	-
Miscellaneous	2,500	1,774	-
Supplies	2,500	5,016	1,698
Telephone	4,000	3,435	4,005
Water charge	38,000	38,000	38,000
	<u>118,565</u>	<u>123,850</u>	<u>111,937</u>
Portion of civic building costs	14,279	9,792	11,855
	<u>\$ 132,844</u>	<u>\$ 133,642</u>	<u>\$ 123,792</u>
General Government			
ACOA STEP Program	\$ 1,500	\$ 1,677	\$ -
Advertising and donations	4,500	6,844	5,534
Amortization of tangible capital assets	10,650	11,805	10,009
Conference and travel	2,000	2,636	1,939
Equipment rental and repairs	1,900	1,936	1,640
Honorariums	17,200	16,304	16,460
Interest and bank charges	3,500	2,992	3,128
Interest on long term debt	5,500	4,180	5,343
Legion tax rebate	820	821	820
Liability insurance	9,000	8,642	8,857
Memberships and dues	2,100	1,618	1,825
Miscellaneous	4,000	4,485	1,125
Office supplies and postage	7,500	7,755	7,843
Official plan	-	-	20,383
Professional fees	22,500	14,232	19,147
Rent	10,500	10,109	9,973
Repairs and maintenance	3,500	4,279	4,412
Reserve	4,200	-	-
Salary and benefits	181,687	209,052	193,749
Supplies	1,000	1,005	324
Telephone	3,000	2,546	2,614
Tractor lease and repairs	5,600	5,572	10,780
Truck allowance maintenance	3,000	2,295	2,287
	<u>305,157</u>	<u>320,785</u>	<u>328,192</u>
Portion allocated to sewerage and water	(100,000)	(88,479)	(99,065)
	<u>\$ 205,157</u>	<u>\$ 232,306</u>	<u>\$ 229,127</u>

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF EXPENDITURES - GENERAL ACCOUNT
YEAR ENDED DECEMBER 31, 2016

	<i>Budget</i> 2016	<i>Actual</i> 2016	<i>Actual</i> 2015
Schedule 4			
Police Protection			
<i>Police protection</i>	<u>\$ 128,528</u>	<u>\$ 126,861</u>	<u>\$ 120,496</u>
 Properties and Planning			
<i>Beautification</i>	\$ 1,000	\$ 938	\$ 1,058
<i>Civic building</i>	25,050	17,179	21,759
<i>Development officer</i>	2,300	3,365	815
<i>Garbage cleanup</i>	2,275	1,246	1,275
<i>Library and capsite</i>	1,500	781	940
<i>Maintenance building</i>	3,385	2,909	3,410
<i>Marine rail park</i>	3,995	6,069	4,148
<i>Miscellaneous</i>	4,000	-	-
<i>Property tax - other properties</i>	100	365	128
	<u>43,605</u>	<u>32,852</u>	<u>33,533</u>
 <i>Department allocation - civic building</i>	<u>(14,279)</u>	<u>(9,792)</u>	<u>(11,855)</u>
	<u>\$ 29,326</u>	<u>\$ 23,060</u>	<u>\$ 21,678</u>

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF EXPENDITURES - GENERAL ACCOUNT
YEAR ENDED DECEMBER 31, 2016

	Budget	Actual	Actual
	2016	2016	2015
			Schedule 5
Recreation			
Advertising and donations	\$ 500	\$ -	\$ -
Amortization of tangible capital assets	7,500	7,745	7,500
Arena operations from town	4,850	4,639	4,845
Arena transfer	15,000	15,000	13,500
Conference and training	250	-	-
Entertainment	6,000	7,939	6,419
Interest on long term debt	3,200	2,498	3,158
Membership fees	125	-	-
Property tax - ball field	100	508	496
Repairs and maintenance	2,500	1,605	191
Salaries and benefits	36,804	36,319	35,962
Special events	12,150	20,798	17,745
Supplies and day camp	1,350	1,319	607
Travel	250	-	-
	\$ 90,579	\$ 98,370	\$ 90,423
Public Works			
Amortization of tangible capital assets	\$ 13,500	\$ 15,652	\$ 13,676
Boardwalk	500	-	-
Electricity	26,400	27,750	24,523
Signs	1,000	873	350
Snow removal	25,000	19,442	16,010
Street repairs	4,500	908	591
	\$ 70,900	\$ 64,625	\$ 55,150

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF OPERATIONS - SEWERAGE ACCOUNT
YEAR ENDED DECEMBER 31, 2016

		Schedule 6	
	Budget 2016	Actual 2016	Actual 2015
Revenue			
Residential	\$ 106,000	\$ 97,288	\$ 104,888
Commercial	52,500	54,808	52,628
Interest	3,750	4,916	3,775
Dumping fees	750	889	-
Other	-	142	537
	163,000	158,043	161,828
Expenditures			
Operating			
Electricity	7,680	7,275	7,220
Repairs and maintenance	9,350	7,677	9,717
Salaries and wages	18,500	18,354	18,312
	35,530	33,306	35,249
General			
Bad debts	-	27	546
Insurance	400	381	391
Interest and bank charges	250	252	103
Memberships and dues	2,000	1,801	1,837
Professional fees	2,950	1,794	2,948
Property taxes	720	719	711
Supplies	1,500	25	87
	7,820	4,999	6,623
Other			
Amortization of tangible capital assets	59,500	59,551	59,551
Interest on long term debt	21,400	19,534	21,308
	80,900	79,085	80,859
Subtotal Expenditures	124,250	117,390	122,731
Allocation from general government	50,000	44,239	49,533
Total Expenditures	174,250	161,629	172,264
Change in Fund Balance	\$ (11,250)	\$ (3,586)	\$ (10,436)

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF OPERATIONS - WATER ACCOUNT
YEAR ENDED DECEMBER 31, 2016

Schedule 7

	Budget 2016	Actual 2016	Actual 2015
Revenue			
Residential	\$ 62,500	\$ 56,827	\$ 58,612
Public fire protection service	38,000	38,000	38,000
Commercial	33,500	34,155	33,286
Interest	4,500	4,916	4,823
Inspection/connection fees	100	180	119
	<u>138,600</u>	<u>134,078</u>	<u>134,840</u>
Expenditures			
<i>Operating</i>			
Electricity	12,000	11,460	11,580
Repairs and maintenance	15,000	14,856	9,728
Salaries and wages	18,500	18,354	18,312
	<u>45,500</u>	<u>44,670</u>	<u>39,620</u>
<i>General</i>			
Bad debts	-	27	546
Insurance	400	381	391
Interest and bank charges	150	-	103
Memberships and dues	2,000	1,801	1,837
Professional fees	2,950	1,794	2,948
Property taxes	250	233	232
Supplies	1,400	1,465	373
	<u>7,150</u>	<u>5,701</u>	<u>6,430</u>
<i>Other</i>			
Amortization of tangible capital assets	51,850	53,214	51,823
Interest on long term debt	21,300	19,534	21,308
	<u>73,150</u>	<u>72,748</u>	<u>73,131</u>
Subtotal Expenditures	125,800	123,119	119,181
Allocation from general government	50,000	44,239	49,533
Total Expenditures	175,800	167,358	168,714
Net Expenditures From Operations	(37,200)	(33,280)	(33,874)
Other and Transfers			
Government transfers for capital - Note 7	-	25,000	-
Change in Fund Balance	\$ (37,200)	\$ (8,280)	\$ (33,874)

TOWN OF BORDEN-CARLETON
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
STATEMENT OF OPERATIONS - GATEWAY ARENA
YEAR ENDED DECEMBER 31, 2016

Schedule 8

	Budget 2016	Actual 2016	Actual 2015
Revenue			
Ice rentals	\$ 49,950	\$ 58,354	\$ 49,555
Canteen sales	37,000	50,287	35,986
Grants - Borden-Carleton	15,000	19,639	19,034
Grants - recreation	9,000	8,500	9,000
Grants - salaries	7,000	6,052	13,769
Grant - Province of PEI	4,604	4,604	4,602
Signage	3,000	4,132	2,589
Gym membership fees	1,500	1,328	1,611
Donations	500	770	1,169
Miscellaneous	2,546	441	1,776
Recreation programs	-	211	1,260
Vending machines	100	68	97
	<u>130,200</u>	<u>154,386</u>	<u>140,448</u>
Expenditures			
Advertising and donations	100	-	-
Amortization of tangible capital assets	5,500	5,166	5,848
Canteen purchases	16,500	23,613	18,990
Conferences and travel	1,300	2,085	1,221
Electricity	34,700	37,124	35,487
Fuel	9,400	6,108	8,937
Insurance	-	4,639	5,534
Interest and bank charges	1,400	1,134	1,418
Memberships and dues	350	319	319
Office supplies	2,050	742	439
Professional fees	-	3,300	3,488
Property taxes	1,150	5,717	5,729
Repairs and maintenance	26,550	29,643	35,367
Telephone	500	476	526
Tournaments	850	227	539
Wages - canteen	12,120	17,661	11,472
- rink workers	20,440	21,641	18,261
	<u>132,910</u>	<u>159,595</u>	<u>153,575</u>
Net Expenditures from Operations	(2,710)	(5,209)	(13,127)
Other and Transfers			
Government transfers for capital - Note 7	-	9,803	19,327
Change in Fund Balance	\$ (2,710)	\$ 4,594	\$ 6,200