

TOWN OF ELK POINT
Consolidated Financial Statements
For The Year Ended December 31, 2015

INDEPENDENT AUDITORS' REPORT

To the Mayor and Members of Council of the Town of Elk Point

We have audited the accompanying consolidated financial statements of the Town of Elk Point, which comprise the consolidated statement of financial position as at December 31, 2015, and the consolidated statements of operations and accumulated surplus, changes in net financial assets (debt) and cash flows 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 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.

Auditors' 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 auditors' 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.

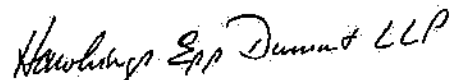
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Elk Point as at December 31, 2015 and the results of its operations, the change in its net financial assets (debt) and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matter

The consolidated financial statements of the Town of Elk Point for the year ended December 31, 2014 were audited by another auditor who expressed an unmodified opinion on April 27, 2015.



Edmonton, Alberta
April 25, 2016

Hawkings Epp Dumont LLP
Chartered Accountants

MANAGEMENT'S RESPONSIBILITY FOR CONSOLIDATED FINANCIAL STATEMENTS

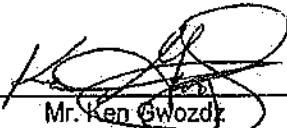
Administration is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibility for the integrity and fairness of the consolidated financial statements, Administration designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded, and financial records are properly maintained to provide reliable information for the preparation of the consolidated financial statements.

The elected Mayor and Council of the Town of Elk Point are composed entirely of individuals who are neither administration nor employees of the Town. The Mayor and Council have the responsibility of meeting with Administration and the external auditors to discuss the internal controls over the financial reporting process, auditing matters, and financial reporting issues. The Mayor and Council are also responsible for the appointment of the Town's external auditors.

Hawkings Epp Dumont LLP, Chartered Professional Accountants, have been appointed by the Town Council to express an opinion on the Town's consolidated financial statements and report directly to them. The external auditors have full and free access to and meet periodically and separately with both the Mayor and Council and Administration to discuss their audit findings.

Elk Point, Alberta
April 25, 2016





Mr. Ken Gwozdz
Chief Administrative Officer

**TOWN OF ELK POINT
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2015**

	2015	2014 <i>(Restated)</i> <i>(Note 23)</i>
FINANCIAL ASSETS		
Cash	\$ 386,466	\$ 207,609
Investments <i>(Note 2)</i>	348,706	273,082
Taxes and grants in place of taxes receivable <i>(Note 3)</i>	182,663	107,047
Receivable from other governments <i>(Note 4)</i>	406,260	556,056
Trade and other receivables	146,160	192,530
Loans receivable <i>(Note 5)</i>	147,656	158,001
Land held for resale	800,373	622,035
	<u>2,418,284</u>	<u>2,116,340</u>
LIABILITIES		
Bank indebtedness <i>(Note 6)</i>	\$ -	\$ 1,997,535
Accounts payable and accrued liabilities <i>(Note 7)</i>	306,019	296,670
Deposit liabilities	59,825	36,325
Deferred revenue <i>(Note 8)</i>	248,911	712,484
Long term debt <i>(Note 9)</i>	3,073,523	473,523
	<u>3,688,278</u>	<u>3,516,537</u>
NET FINANCIAL ASSETS (DEBT)	<u>(1,269,994)</u>	<u>(1,400,197)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets <i>(Note 10)</i>	23,751,877	22,697,357
Prepaid expenses	4,656	3,591
	<u>23,756,533</u>	<u>22,700,948</u>
ACCUMULATED SURPLUS <i>(Note 12)</i>	<u>\$ 22,486,539</u>	<u>\$ 21,300,751</u>
Contingencies <i>(Note 14)</i>		

ON BEHALF OF THE BOARD

 Director
 Director

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2015

	2015 (Budget) (Note 20) (Unaudited)	2015 (Actual)	2014 (Restated) (Note 23)
REVENUE			
Net municipal taxes (Schedule 2)	\$ 1,484,200	\$ 1,885,557	\$ 1,733,693
Sales and user charges	1,610,000	1,630,346	1,417,390
Government transfers for operating (Schedule 3)	546,600	526,121	342,052
Rentals	210,700	163,884	181,596
Franchise and concession contracts (Note 13)	167,000	156,405	157,431
Penalties and costs on taxes	49,000	54,278	44,299
Licenses and permits	53,000	47,588	53,556
Administrative services	32,000	45,935	56,047
Other revenue	400	24,123	11,957
Return on investments	12,000	15,681	25,110
Bylaw and police fines	10,000	9,425	12,489
	<u>4,174,900</u>	<u>4,559,343</u>	<u>4,036,620</u>
EXPENSES			
Transportation Services	1,020,300	1,060,047	1,041,484
Water and waste water services	978,200	943,271	825,478
Administration	747,200	715,648	625,736
Planning and development	1,260,800	731,754	567,887
Parks and recreation	274,400	360,859	319,781
Protective services	254,100	272,244	191,145
Waste management	213,000	217,286	216,258
Legislative	121,400	105,085	122,960
Public Health and welfare	77,800	38,082	101,219
	<u>4,947,200</u>	<u>4,444,276</u>	<u>4,011,948</u>
ANNUAL SURPLUS (DEFICIT) BEFORE OTHER INCOME	<u>(772,300)</u>	<u>115,067</u>	<u>23,672</u>
OTHER INCOME			
Government transfers for capital (Schedule 3)	659,700	889,357	1,635,047
Gain (loss) on disposal of tangible capital assets	-	181,364	(54,793)
	<u>659,700</u>	<u>1,070,721</u>	<u>1,580,254</u>
EXCESS OF REVENUES OVER EXPENSES	<u>(112,600)</u>	<u>1,185,788</u>	<u>1,603,926</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR, AS REPORTED	<u>21,300,751</u>	<u>21,300,751</u>	<u>19,890,896</u>
Prior period adjustment (Note 23)	-	-	(194,071)
ACCUMULATED SURPLUS, END OF YEAR, AS RESTATED	<u>\$ 21,188,151</u>	<u>\$ 22,486,539</u>	<u>\$ 21,300,751</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS (DEBT)
FOR THE YEAR ENDED DECEMBER 31, 2015

	2015 (Budget) (Note 20) (Unaudited)	2015 (Actual)	2014 (Restated) (Note 23)
ANNUAL SURPLUS (DEFICIT)	\$ (112,600)	\$ 1,185,788	\$ 1,603,926
Acquisition of tangible capital assets	(1,880,838)	(2,026,480)	(2,855,429)
Amortization of tangible capital assets	771,800	910,851	755,130
Proceeds on disposal of tangible capital assets	-	242,474	31,397
(Gain) loss on sale of tangible capital assets	-	(181,364)	54,793
	<u>(1,221,638)</u>	<u>131,269</u>	<u>(410,183)</u>
(Acquisition) use of prepaid expenses	-	(1,066)	829
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	<u>(1,221,638)</u>	<u>130,203</u>	<u>(409,354)</u>
NET FINANCIAL ASSETS (DEBT), BEGINNING OF YEAR, AS REPORTED	(1,400,197)	(1,400,197)	(796,772)
Prior period adjustment (Note 23)	-	-	(194,071)
NET FINANCIAL ASSETS (DEBT), END OF YEAR, AS RESTATED	<u>\$ (2,621,835)</u>	<u>\$ (1,269,994)</u>	<u>\$ (1,400,197)</u>

The accompanying notes are an integral part of these financial statements.

**TOWN OF ELK POINT
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	2015	2014 <i>(Restated)</i> <i>(Note 23)</i>
OPERATING ACTIVITIES		
Annual surplus (deficit)	\$ 1,185,788	\$ 1,603,926
Non-cash items not included in annual surplus:		
Amortization of tangible capital assets	910,851	755,130
Loss (gain) on disposal of tangible capital assets	(181,364)	54,793
	<u>1,915,275</u>	<u>2,413,849</u>
Changes in non-cash working capital balances:		
Taxes and grants in place of taxes receivable	(75,616)	(17,035)
Receivable from other governments	149,796	910,372
Trade and other receivables	46,371	(32,509)
Inventory of land held for resale	(178,338)	23,675
Prepaid expenses	(1,066)	829
Accounts payable and accrued liabilities	9,352	(404,760)
Deposit liabilities	23,500	(7,001)
Deferred revenue	(463,575)	(566,055)
	<u>(489,576)</u>	<u>(92,484)</u>
	<u>1,425,699</u>	<u>2,321,365</u>
INVESTING ACTIVITIES		
Repayment of loans and notes receivable	10,345	13,445
Interest income	(15,681)	(333)
Decrease (increase) in investments	(59,965)	(6,574)
	<u>(65,301)</u>	<u>6,538</u>
FINANCING ACTIVITIES		
Long term debt issued	3,000,000	-
Long term debt repayment	(400,000)	(1,526,477)
	<u>2,600,000</u>	<u>(1,526,477)</u>
CAPITAL ACTIVITIES		
Purchase of tangible capital assets	(2,026,480)	(2,855,429)
Proceeds on disposal of tangible capital assets	242,474	31,397
	<u>(1,784,006)</u>	<u>(2,824,032)</u>
INCREASE (DECREASE) IN CASH FLOW	2,176,392	(2,022,606)
CASH, BEGINNING OF YEAR	(1,789,926)	232,680
CASH, END OF YEAR	\$ 386,466	\$ (1,789,926)
CASH (DEFICIENCY) CONSISTS OF:		
Cash	\$ 386,466	\$ 207,609
Bank indebtedness	-	(1,997,535)
	<u>\$ 386,466</u>	<u>\$ (1,789,926)</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
SCHEDULE OF EQUITY IN TANGIBLE CAPITAL ASSETS *(Schedule 1)*
FOR THE YEAR ENDED DECEMBER 31, 2015

	2015	2014
BALANCE, BEGINNING OF YEAR	\$ 22,223,834	\$ 18,683,248
Acquisition of tangible capital assets	2,026,480	2,855,429
Amortization	(910,851)	(755,130)
Net book value of tangible capital assets disposed of	(61,109)	(86,190)
Long-term debt repaid	400,000	1,526,477
Long-term debt proceeds	(3,000,000)	-
BALANCE, END OF YEAR	\$ 20,678,354	\$ 22,223,834
Equity in tangible capital assets is comprised of the following:		
Tangible capital assets (net book value)	\$ 23,751,877	\$ 22,697,357
Long term debt	(3,073,523)	(473,523)
	\$ 20,678,354	\$ 22,223,834

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
SCHEDULE OF PROPERTY TAXES
FOR THE YEAR ENDED DECEMBER 31, 2015

(Schedule 2)

	2015 (Budget) (Note 19)	2015 (Actual)	2014 (Actual)
TAXATION			
Real property taxes	\$ 1,877,500	\$ 2,284,179	\$ 2,065,194
Linear property taxes	64,000	72,249	70,062
Government grants in place of property taxes	8,700	9,740	9,533
Local improvement taxes	8,300	13,608	8,290
	<u>1,958,500</u>	<u>2,359,776</u>	<u>2,153,079</u>
REQUISITIONS			
Alberta School Foundation	447,300	447,250	393,699
M.D. of St. Paul Foundation	27,000	26,969	25,687
	<u>474,300</u>	<u>474,219</u>	<u>419,386</u>
NET MUNICIPAL TAXES	<u>\$ 1,484,200</u>	<u>\$ 1,885,557</u>	<u>\$ 1,733,693</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
SCHEDULE OF GOVERNMENT TRANSFERS
FOR THE YEAR ENDED DECEMBER 31, 2015

(Schedule 3)

	2015 (Budget) (Note 20)	2015 (Actual)	2014 (Actual)
TRANSFERS FOR OPERATING			
Provincial government	\$ 464,200	\$ 396,560	\$ 244,203
Local government	82,400	129,561	97,849
	<u>546,600</u>	<u>526,121</u>	<u>342,052</u>
TRANSFERS FOR CAPITAL			
Provincial government	659,700	889,357	1,595,207
Local government	-	-	39,840
	<u>659,700</u>	<u>889,357</u>	<u>1,635,047</u>
TOTAL GOVERNMENT TRANSFERS	<u>\$ 1,206,300</u>	<u>\$ 1,415,478</u>	<u>\$ 1,977,099</u>

The accompanying notes are an integral part of these financial statements.

**TOWN OF ELK POINT
SCHEDULE OF SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2015**

(Schedule 4)

	General Government	Protective Services	Transportation Services	Environmental Services	Recreation and Culture	Public Health, Planning and Development	Total
REVENUE							
Net municipal taxes	\$ 1,885,557	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,885,557
Sales and user charges	7,330	2,049	2,077	906,157	3,158	709,576	1,630,347
Government transfers	-	84,561	-	911,585	61,650	357,682	1,415,478
All other	71,199	21,779	23,386	10,152	13,855	40,977	181,348
Rentals	-	65,392	13,800	54,000	14,792	15,900	163,884
Franchise and concession contracts	156,405	-	-	-	-	-	156,405
Investment income	7,644	-	-	-	4	8,033	15,681
	<u>2,128,135</u>	<u>173,781</u>	<u>39,263</u>	<u>1,881,894</u>	<u>93,459</u>	<u>1,132,168</u>	<u>5,448,700</u>
EXPENSES							
Salaries, wages and benefits	306,276	98,139	216,845	292,978	144,067	52,839	1,111,144
Materials, goods and supplies	26,597	58,531	184,000	534,158	60,111	213,724	1,077,121
Contracted services	151,869	71,347	83,421	69,789	82,513	373,029	831,968
Other expenses	287,828	-	-	-	-	-	287,828
Transfers to local boards and agencies	-	-	-	60,753	-	98,008	158,761
Interest on long term debt	38,452	-	-	28,151	-	-	66,603
	<u>\$ 811,022</u>	<u>\$ 228,017</u>	<u>\$ 484,266</u>	<u>\$ 985,829</u>	<u>\$ 286,691</u>	<u>\$ 737,600</u>	<u>\$ 3,533,425</u>
NET REVENUE (DEFICIENCY), BEFORE AMORTIZATION	1,317,113	(54,236)	(445,003)	896,065	(193,232)	394,568	1,915,275
Amortization	(9,711)	(44,227)	(575,782)	(185,853)	(74,167)	(21,111)	(910,851)
Gain (loss) on disposal of tangible capital assets	(243)	-	(504)	182,111	-	-	181,364
ANNUAL SURPLUS (DEFICIT)	<u>\$ 1,307,159</u>	<u>\$ (98,463)</u>	<u>\$ (1,021,289)</u>	<u>\$ 892,323</u>	<u>\$ (267,399)</u>	<u>\$ 373,457</u>	<u>\$ 1,185,788</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
SCHEDULE OF SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2014

(Schedule 4)
(Continued)

	General Government	Protective Services	Transportation Services	Environmental Services	Recreation and Culture	Public Health, Planning and Development	Total (Note 23)
REVENUE							
Government transfers	\$ -	\$ 73,035	\$ 889,457	\$ 705,751	\$ 56,350	\$ 252,507	\$ 1,977,100
Net municipal taxes	1,733,693	-	-	-	-	-	1,733,693
Sales and user charges	8,935	1,561	9,402	624,550	2,932	770,010	1,417,390
Rentals	-	64,335	14,075	54,000	33,286	15,900	181,596
All other	75,423	13,589	22,498	8,085	11,426	47,327	178,348
Franchise and concession contracts	157,431	-	-	-	-	-	157,431
Investment income	16,225	-	-	-	218	8,667	25,110
	1,991,707	152,520	935,432	1,392,386	104,212	1,094,411	5,670,668
EXPENSES							
Materials, goods and supplies	37,907	46,494	257,518	470,174	70,606	269,156	1,151,855
Salaries, wages and benefits	279,821	52,436	193,560	256,928	141,143	98,366	1,022,254
Contracted services	134,988	51,097	112,082	78,903	62,684	137,410	577,164
Other expenses	244,627	-	-	-	-	-	244,627
Transfers to local boards and agencies	-	-	-	74,387	2,000	144,049	220,436
Interest on long term debt	40,483	-	-	-	-	-	40,483
	737,826	150,027	563,160	880,392	276,433	648,981	3,256,819
NET REVENUE (DEFICIENCY), BEFORE AMORTIZATION	1,253,881	2,493	372,272	511,994	(172,221)	445,430	2,413,849
Amortization	(10,871)	(41,117)	(478,325)	(161,345)	(43,347)	(20,125)	(755,130)
Gain (loss) on disposal of tangible capital assets	-	-	(54,793)	-	-	-	(54,793)
ANNUAL SURPLUS (DEFICIT)	\$ 1,243,010	\$ (38,624)	\$ (160,846)	\$ 350,649	\$ (215,568)	\$ 425,305	\$ 1,603,926

The accompanying notes are an integral part of these financial statements.

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town of Elk Point (the "Town") are the representations of management, prepared in accordance with Canadian public sector accounting standards. Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues and expenditures, and cash flows of the reporting entity. The entity is comprised of all the organizations that are owned or controlled by the Town and are, therefore, accountable to Town Council for the administration of their financial affairs and resources. These consolidated financial statements do not include the Town's proportionate share of the Evergreen Regional Waste Management Services Commission (14%) and the M.D. of St. Paul Foundation.

The schedule of taxes levied also includes requisitions for education, health, social and other external organizations that are not part of the municipal reporting entity.

The consolidated statements exclude trust assets that are administered for the benefit of external parties. Interdepartmental and organizational transactions and balances are eliminated.

(b) 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 legal obligation to pay.

Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues which are reliably measured and reasonably estimated. 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, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user fees are collected for which the related services have yet to be performed. Revenues are recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

Expenses are recognized in the period the goods or services are acquired and a liability is incurred or transfers are due.

(continues)

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

(c) Use of Estimates

The preparation 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 assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Where measurement uncertainty exists, the consolidated financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

Accounts receivable are stated after evaluation as to their collectibility and an appropriate allowance for doubtful accounts is provided where considered necessary. The amounts recorded for valuation of tangible capital assets, the useful lives and related amortization of tangible capital assets are areas where management makes significant estimates and assumptions in determining the amounts to be recorded in the consolidated financial statements.

(d) Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, deposits held with a Canadian financial institution less any cheques written in excess of the bank balance.

(e) Investments

Investments are recorded at amortized cost. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

(f) Loans Receivable

Loans receivable are recorded at amortized cost. When there has been a likelihood that the loan is uncollectible, an allowance is recorded for the portion.

(g) Inventory of Land Held for Resale

Land held for resale is valued at the lower of cost and net realizable value. Cost includes costs for land acquisition and improvements required to prepare the land for servicing such as clearing, stripping, and leveling charges. Related development costs incurred to provide infrastructure such as water and wastewater services, roads, sidewalks and street lighting are recorded as physical assets under their respective function.

(h) Local Improvements

When a service or improvement is deemed to benefit a specific area more than the Town as a whole, the project may be classified as a local improvement under the *Municipal Government Act*, to be paid in whole or in part by a tax imposed on the benefiting property owners. The property owner's share of the improvements is recognized as revenue, and established as a receivable, in the period that the project expenditures are completed.

(continues)

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) 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 revenues over expenses, provides the consolidated Change in Net Financial Assets (Debt) for the year.

(j) 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, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

Land improvements	10 - 25 years
Engineered structures:	
Roadways	5 - 60 years
Water systems	45 - 75 years
Wastewater and stormwater systems	45 - 75 years
Buildings	25 - 50 years
Machinery and equipment	5 - 40 years
Vehicles	10 - 25 years

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

No amortization is charged in the year of acquisition and 100% of the annual amortization is charged in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

(k) Tax Revenue

Property tax revenue is based on market value of assessments determined in accordance with the *Municipal Government Act*. Tax rates are established annually. Taxation revenues are recorded at the time tax notices are issued. Assessments are subject to appeal.

Construction and borrowing costs associated with local improvement projects are recovered through annual special property tax assessments during the period of the related borrowings. These levies are collectible from property owners for work performed by the Town. Under the accrual basis of accounting, revenues to be received from local improvement assessments are recognized in full in the period the local improvement project costs are incurred and the passing of the related imposition by-law.

(continues)

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

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

(m) Requisition Over-levy and Under-levy

Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

(n) Pension Expenses

Contributions for current and past service pension benefits are recorded as expenses in the year in which they become due.

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

2. INVESTMENTS

	2015	2014
Investment in Servus Credit Union shares	\$ 9,037	\$ 8,711
Guaranteed investment certificate	339,669	264,351
	\$ 348,706	\$ 273,062

The guaranteed investment certificate bears interest at a fixed rate of 0.65% (2014 - 2.55%) per annum and matures December 31, 2016.

3. TAXES AND GRANTS IN PLACE OF TAXES RECEIVABLE

	2015	2014
Current	\$ 115,537	\$ 86,771
Arrears taxes	88,578	36,790
Less: allowance for doubtful accounts	(21,452)	(16,514)
	\$ 182,663	\$ 107,047

4. RECEIVABLE FROM OTHER GOVERNMENTS

	2015	2014
Receivables from the Province of Alberta	\$ 228,983	\$ 440,272
Receivables from local governments	98,284	76,703
Goods and services tax receivable	78,993	38,855
Family and Community Support Services	-	226
	\$ 406,260	\$ 556,056

5. LOANS RECEIVABLE

	2015	2014
M.D. of St. Paul Foundation loan receivable bearing interest at 5.875% per annum, repayable in annual blended payments of \$9,200. The loan matures on March 17, 2023. The loan is unsecured.	\$ 57,412	\$ 62,916
M.D. of St. Paul Foundation loan receivable bearing interest at 5.875% per annum, repayable in annual blended payments of \$9,630. The loan matures on March 15, 2028. The loan is unsecured.	90,244	95,085
	\$ 147,656	\$ 158,001

(continues)

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

5. LOANS RECEIVABLE (continued)

Principal repayment terms are approximately:

2016		\$	10,912
2017			11,498
2018			12,141
2019			12,807
2020			100,298
			147,656
		\$	147,656

The loans are recorded at the initial cost and no portion of the loans are considered doubtful.

6. BANK INDEBTEDNESS

The Town has a credit facility with Servus Credit Union Ltd., which includes an approved revolving operating line, (Overdraft Facility #2), that can be drawn upon to a maximum of \$1,000,000, which bears interest at prime and is secured by a General Security Agreement. At the consolidated statement of financial position date, the amount owing, which is due on demand, was \$NIL (2014: \$997,535).

The Town has a demand loan facility #4 with Servus Credit Union Ltd., that can be drawn upon to a maximum of \$1,000,000, which bears interest at prime and is secured by a promissory note of \$1,000,000. At the consolidated statement of financial position date, the amount owing, was \$NIL (2014: \$1,000,000).

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015		2014
Trade accounts payable	\$ 207,345	\$	246,751
Employee benefits obligation	78,565		49,919
Accrued interest	20,109		-
	\$ 306,019	\$	296,670

Employee benefits obligation is comprised of the vacation and overtime that employees are deferring to future years. Employees have either earned the benefits (and are vested) or are entitled to these benefits within the next budgetary year.

The Town does not provide post-employment benefits to employees.

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

8. DEFERRED REVENUE

Deferred revenue is comprised of the following amounts, which have been received from various third parties and are restricted to the eligible operating and capital projects as approved in the funding agreements for a specified purpose. Additions are comprised of both contributions and interest earned during the year. These amounts are recognized as revenue in the period in which the related costs are incurred.

	2014	Additions	Revenue Recognized	2015
Elk Point Trail Grant	\$ 194,071	\$ -	\$ -	\$ 194,071
Asset Pilot Grant	328,055	-	282,849	45,206
Elk Point Iron Horse Trail Grant	5,214	-	-	5,214
Sewage Lagoon Expansion Grant	139,001	-	135,439	3,562
Prepaid service fees	944	-	103	841
Municipal Sustainability Initiative Operating Grants	4,109	92,969	97,061	17
Prepaid local improvements	5,956	-	5,956	-
Family and Community Support Services Grant	35,134	-	35,134	-
Municipal Sustainability Initiative Capital Grants	-	442,579	442,579	-
Federal Gas Tax Grant	-	82,365	82,365	-
	\$ 712,484	\$ 617,913	\$ 1,081,486	\$ 248,911

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

9. LONG TERM DEBT

	2015	2014
Commercial demand loan #3 held by Servus Credit Union Ltd., repayable in annual instalments of \$400,000 plus interest at prime; due October 1, 2018; issued for financing sewage lagoons.	\$ 73,523	\$ 473,523
Commercial mortgage term loan #5 held by Servus Credit Union Ltd., repayable as lot sales occur plus interest at prime; due April 1, 2016; issued for residential lot development. The Town is authorized to draw upon to a maximum of \$1,750,000.	1,400,000	-
Commercial mortgage #6 held by Servus Credit Union Ltd., bearing interest at prime per annum, repayable in semi-annual blended instalments of \$101,193; due August 1, 2020; issued for financing water reservoir and paying down the Elk Point Chamber of Commerce loan which is guaranteed by Town of Elk Point. The current loan balance is \$150,451 (Note 15(d)). The Town is authorized to draw upon to a maximum of \$1,750,000.	1,600,000	-
	\$ 3,073,523	\$ 473,523

Principal repayment terms are approximately:

	<u>Principal</u>
2016	\$ 1,632,800
2017	166,438
2018	168,925
2019	173,543
2020	931,817
	\$ 3,073,523

The current portion of the long term debt amounts is \$1,632,800 (2014 - \$400,000).

The Town's total cash payments for interest is \$49,553 (2014 - \$40,468).

Long-term debt is issued on the credit and security of the Town at large.

Security

- a) A general security agreement providing a first charge and security interest in and to all the Borrower's present and after-acquired personal property and real estate with specific security interest;
- b) Mortgage for \$3,500,000 representing a first fixed charge over certain buildings, land and improvements at Town of Elk Point; and
- c) General Assignment of leases and rents.

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

10. TANGIBLE CAPITAL ASSETS

	Cost Beginning of Year	Additions	Disposals	2015	2014
Cost					
Engineered structures	\$ 21,444,609	\$ 1,567,225	\$ -	\$ 23,011,834	\$ 21,444,609
Buildings	2,183,335	-	-	2,183,335	2,183,335
Machinery and equipment	1,299,356	76,812	61,696	1,314,472	1,299,356
Land	524,215	-	13,889	510,326	524,215
Land improvements	2,700,181	76,589	-	2,776,770	2,700,181
Vehicles	1,120,896	29,589	19,824	1,130,661	1,120,896
Construction in-progress	2,320,953	276,265	-	2,597,218	2,320,953
	\$ 31,593,545	\$ 2,026,480	\$ 95,409	\$ 33,524,616	\$ 31,593,545
Accumulated Amortization					
Engineered structures	\$ 6,995,829	\$ 546,370	\$ -	\$ 7,542,199	\$ 6,995,829
Buildings	385,107	43,662	-	428,769	385,107
Machinery and equipment	405,854	84,501	14,980	475,375	405,854
Vehicles	438,507	60,169	19,320	479,356	438,507
Land improvements	670,891	176,149	-	847,040	670,891
	\$ 8,896,188	\$ 910,851	\$ 34,300	\$ 9,772,739	\$ 8,896,188
	\$ 22,697,357	\$ 1,115,629	\$ 61,109	\$ 23,751,877	\$ 22,697,357

11. DEBT LIMITS

Section 276(2) of the *Municipal Government Act* requires that debt and debt limits, as defined by *Alberta Regulation 255/00*, for the Town be disclosed as follows:

	2015	2014
Total debt limit:	\$ 6,826,790	\$ 6,044,540
Total debt (including loan guarantees)	(3,331,390)	(2,725,407)
Amount of debt limit unused	\$ 3,495,400	\$ 3,319,133

(continues)

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

11. DEBT LIMITS (continued)

	2015	2014
Service on debt limit	\$ 1,137,798	\$ 1,007,424
Service on debt	(1,632,800)	(2,409,735)
Amount of service on debt limit unused (exceeded)	\$ (495,002)	\$ (1,402,311)

The amount of service on debt limit was exceeded due to the debt service required on the Commercial mortgage term loan #5 held by Servus Credit Union Ltd., for \$1,400,000 which matures on April 1, 2016.

The debt limit is calculated at 1.5 times revenue of the Town (as defined in *Alberta Regulation 255/00*) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limits requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities which could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the Town. Rather, the financial statements must be interpreted as a whole.

12. ACCUMULATED SURPLUS

	2015	2014
Unrestricted surplus, as previously reported	\$ 1,256,125	\$ (1,728,534)
Prior period adjustment (Note 23)	-	(194,071)
As restated	1,256,125	(1,922,605)
Capital reserves		
Rescue van	339,669	296,302
General capital	90,085	567,608
Land sales	89,614	89,614
E.P. Iron Horse trail	2,825	2,825
	522,193	956,349
General operations		
Cemetery	17,055	17,055
Economic Board	12,812	26,118
	29,867	43,173
Equity in tangible capital assets (Schedule 1)	20,678,354	22,223,834
	\$ 22,486,539	\$ 21,300,751

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

13. FRANCHISE AND CONCESSION CONTRACTS

Disclosure of utility franchise agreement annual revenues as required by Alberta Regulation 313/2000 is as follows:

	2015	2014
AltaGas Utilities Inc.	\$ 101,631	\$ 101,769
Atco Electric Ltd.	54,774	55,662
	\$ 156,405	\$ 157,431

14. CONTINGENCIES

- a) The Town is a member of the Alberta Municipal Insurance Exchange ("MUNIX"). Under the terms of membership, the Town could become liable for its proportionate shares of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.
- b) The Town has guaranteed one-half of a \$300,000 prime plus 2% Servus Credit Union line of credit for the Elk Point Regional Allied Arts Society. As at December 31, 2015, the line of credit balance was \$214,883, therefore the Town's guarantee would be limited to \$107,417. The loan is in good standing.
- c) The Town is a member of the Evergreen Regional Waste Management Services Commission. Each of the seven participating municipalities fund a portion of the Commission's deficit based on their proportionate tippage for the year. The expense is accounted for as a current transaction in the year the Town is invoiced.

 Alberta environmental law requires closure and post-closure care of landfill sites, which includes final covering and landscaping, pumping of ground water and leachates for the site, and ongoing environmental monitoring, site inspection and maintenance. In the event the Evergreen Regional Waste Management Services Commission requires closure, the seven participating municipalities will be required to fund the closure and post-closure costs. Due to no event arising to close the Commission, no amount of any such obligation has been determined.
- d) The Town has guaranteed a \$200,000 prime plus 2% Servus Credit Union line of credit for Elk Point Chamber of Commerce. As at December 31, 2015, the line of credit balance was \$150,451. The loan is in good standing.

15. COMMITMENTS

The Town is a member of the Elk Point/St. Paul Regional Water Commission ("Commission"). This Commission was formed to construct a water line from the St. Paul Treatment Plant to the Elk Point Water Treatment Plant. Funding for this project is through the Water For Life Grant and has been approved at 92.15%. The Commission has taken out a debenture for the unfunded portion of the project. The Town is responsible for 80% of the annual debenture payment.

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

16. SALARIES AND BENEFITS DISCLOSURE

Disclosure of salaries and benefits for Village officials, the Village Chief Administrator Officer and designated officers are required by *Alberta Regulation 313/2000*, is as follows:

	Salary (1)	Benefits (2)	2015	2014
Mayor P. Tung	\$ 20,100	\$ 493	\$ 20,593	\$ 29,902
Councillors:				
D. Yaremkevich	19,100	459	19,559	17,023
B. Capjack	17,350	-	17,350	17,429
D. McQuinn	14,250	299	14,549	16,297
L. Young	13,800	284	14,084	14,874
	<u>\$ 84,600</u>	<u>\$ 1,535</u>	<u>\$ 86,135</u>	<u>\$ 95,525</u>
Chief Administrative Officers	\$ 136,976	\$ 21,391	\$ 158,367	\$ 141,689

During the year, there was an overlap of two-and-one-half months for the Chief Administrative Officer position, where salaries were paid to both officers.

(1) Salary includes regular base pay, bonuses, overtime lump sum payments, gross honoraria and any other direct cash remuneration.

(2) Employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans, professional memberships and tuition.

17. LOCAL AUTHORITIES PENSION PLAN

Employees of the Town participate in the Local Authorities Pension Plan (LAPP), which is covered by the *Public Sector Pension Plans Act*. The LAPP serves approximately 237,612 people and 423 employers. The LAPP is financed by employer and employee contributions and by investment earnings of the LAPP Fund.

Contributions for current service are recorded as expenditures in the year in which they become due.

The Town is required to make current service contributions to the LAPP of 11.39% of pensionable earnings up to the year's maximum pensionable earnings under the Canada Pension Plan and 15.84% on pensionable earnings above this amount. Employees of the Town are required to make current service contributions of 10.39% of pensionable earnings up to the year's maximum pensionable earnings and 14.84% on pensionable earnings above this amount.

Total current service contributions by the Town to the LAPP in 2015 were \$64,959 (2014 - \$59,361). Total current service contributions by the employees of the Town to the LAPP in 2015 were \$59,649 (2014 - \$54,389).

At December 31, 2014, the Plan disclosed an actuarial deficit of \$2.45 billion (2013 - \$4.86 billion).

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

18. FINANCIAL INSTRUMENTS

The Town's financial instruments consist of cash, investments, taxes and grants in place of taxes, receivable from other governments, trade and other receivables, loans receivable, inventory of land held for resale, accounts payable and accrued liabilities, deposit liabilities, and long term debt. It is management's opinion that the Town is not exposed to significant currency risk arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

The Town is exposed to credit risk with respect to receivables. Credit risk arises from the possibility that customers may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of customers minimizes the Town's credit risk.

The Town is exposed to interest rate risk with respect to long term debt. Interest rate risk arises 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 variable interest credit facilities.

Unless otherwise noted, the carrying value of the financial instruments approximates fair value.

19. SEGMENTED INFORMATION

The Town provides a range of services to its citizens. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1. For additional information see the Schedule of Segmented Disclosure (Schedule 4).

20. BUDGET FIGURES

The budget presented in these financial statements is based on the 2015 operating and capital budgets approved by Council on May 25, 2015. The Town compiles a budget on a modified accrual basis. The reconciliation below adjusts excess revenue over expenditures to align with the budget process. It should not be used as a replacement for the statement of operations and accumulated surplus. Users should note that this information may not be appropriate for their purposes.

	<u>2015 Budget</u>	<u>2015 Actual</u>	<u>2014 Actual</u>
Annual surplus (deficit)	\$ (112,600)	\$ 1,185,788	\$ 1,603,926
Add back: Amortization expense	771,800	910,851	755,130
(Gain) loss on disposal of tangible capital assets	-	(181,364)	54,793
Long term debt issued	-	3,000,000	-
Repayment of long term debt	-	(400,000)	(1,526,477)
Purchase of tangible capital assets	(1,880,838)	(2,026,480)	(2,855,429)
Net transfers (to) from reserves	917,215	447,462	(192,629)
	<u>\$ (304,423)</u>	<u>\$ 2,936,257</u>	<u>\$ (2,160,686)</u>

21. APPROVAL OF FINANCIAL STATEMENTS

Council and Management have approved these financial statements on April 25, 2016.

TOWN OF ELK POINT
Notes to Consolidated Financial Statements
December 31, 2015

22. COMPARATIVE FIGURES

Certain comparative figures have been restated to conform to the current year's presentation.

23. PRIOR PERIOD ADJUSTMENT

In 2009, the Government of Alberta provided a matching grant of \$500,000 towards the Elk Point trail project. Project costs totaled \$611,859 as of December 31, 2013. Grant funds of \$194,071 have not been spent, causing deferred revenue to be understated for December 31, 2013.

The effect on the consolidated financial statements has been to increase the December 31, 2014 deferred revenue by \$194,071 and decrease accumulated surplus by \$194,071.

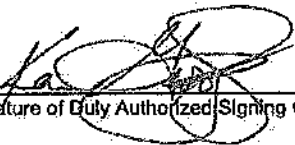
MUNICIPAL FINANCIAL INFORMATION RETURN

For the Year Ending December 31, 2015

Municipality Name: TOWN OF ELK POINT

CERTIFICATION

The information contained in this Financial Information Return is presented fairly to the best of my knowledge.



Signature of Duty Authorized Signing Officer

Ken Gwozdz

Print Name

April 25, 2016

Date

FINANCIAL POSITION

	Total
	1
Assets	0010
Cash and Temporary Investments	0020 396,466
Taxes and Grants in Place of Taxes Receivable.....	0030
. Current	0040 115,537
. Arrears	0050 88,578
. Allowance	0060 -21,452
Receivable From Other Governments	0070 406,260
Loans Receivable	0080 147,656
Trade and Other Receivables	0090 146,160
Debt Charges Recoverable.....	0095
Inventories Held for Resale	0130
. Land	0140 800,373
. Other	0150
Long Term Investments:	0170
. Federal Government	0180
. Provincial Government	0190
. Local Governments	0200
. Other	0210 348,706
Other Current Assets	0230
Other Long Term Assets	0240
Total Financial Assets	0250
	0260 2,418,284
Liabilities	0270
Temporary Loans Payable	0280
Payable To Other Governments	0290
Accounts Payable & Accrued Liabilities	0300 306,019
Deposit Liabilities	0310 59,825
Deferred Revenue	0340 248,911
Long Term Debt	0350 3,073,523
Other Current Liabilities	0360
Other Long Term Liabilities	0370
Total Liabilities	0380
	0390 3,688,278
Net Financial Assets (Net Debt)	0395 -1,269,994
Non Financial Assets	
Tangible Capital Assets.....	0400 23,751,877
Inventory for Consumption.....	0410
Prepaid Expenses	0420 4,656
Other.....	0430
Total Non-Financial Assets	0440 23,756,533
Accumulated Surplus	0450 22,486,539

CHANGE IN ACCUMULATED SURPLUS

Schedule 9B

	Unrestricted	Restricted	Equity In TCA	Total	
	1	2	3	4	
Accumulated Surplus - Beginning of Year	0500	-1,922,604	999,521	22,223,834	21,300,751
Net Revenue (Expense)	0505	1,185,788			1,185,788
Funds Designated For Future Use	0511	-453,920	453,920		
Restricted Funds - Used for Operallons	0512	858,485	-858,485		
Restricted Funds - Used for TCA	0513		-42,896	42,896	
Current Year Funds Used for TCA	0514	-1,983,584		1,983,584	
Donated and Contributed TCA	0516				
Disposals of TCA	0517	61,109		-61,109	
Annual Amortizallon Expense	0518	910,851		-910,851	
Long Term Debt - Issued	0519			-3,000,000	-3,000,000
Long Term Debt - Repaid	0521	-400,000		400,000	
Capital Debt - Used for TCA	0522				
	0523				
Other Adjustments	0524	3,000,000			3,000,000
Accumulated Surplus - End of Year	0525	1,256,125	552,060	20,678,354	22,486,539

FINANCIAL ACTIVITIES BY FUNCTION

Schedule 9C

	Revenue	Expense
	1	2
Total General	0700 2,103,806	
Function	0710	1150
General Government	0720	1160
Council and Other Legislative	0730 1,772	1170 105,085
General Administration	0740 22,657	1180 715,891
Other General Government	0750	1190
Protective Services	0760	1200
Police	0770	1210
Fire	0780 162,057	1220 242,910
Disaster and Emergency Measures	0790	1230
Ambulance and First Aid	0800	1240 29,334
Bylaws Enforcement	0810 11,725	1250
Other Protective Services	0820	1260
Transportation	0830	1270
Common and Equipment Pool	0840	1280 144,335
Roads, Streets, Walks, Lighting	0850 1,691	1290 669,988
Airport	0860 37,121	1300 155,802
Public Transit	0870	1310
Storm Sewers and Drainage	0880 451	1320 90,427
Other Transportation	0890	1330
Environmental Use and Protection	0900	1340
Water Supply and Distribution	0910 1,400,406	1350 731,483
Wastewater Treatment and Disposal	0920 279,784	1360 211,789
Waste Management	0930 201,705	1370 217,286
Other Environmental Use and Protection	0940	1380
Public Health and Welfare	0950	1390
Family and Community Support	0960	1400 16,314
Day Care	0970	1410
Cemeteries and Crematoriums	0980 1,600	1420 16,208
Other Public Health and Welfare	0990	1430 5,561
Planning and Development	1000	1440
Land Use Planning, Zoning and Development	1010 23,627	1450 28,029
Economic/Agricultural Development	1020 387,765	1460 463,524
Subdivision Land and Development	1030 703,275	1470 58,089
Public Housing Operations	1040	1480
Land, Housing and Building Rentals	1050 15,900	1490
Other Planning and Development	1060	1500
Recreation and Culture	1070	1510
Recreation Boards	1080	1520
Parks and Recreation	1090 16,291	1530 214,949
Culture; Libraries, Museums, Halls	1100 77,168	1540 145,908
Convention Centres	1110	1550
Other Recreation and Culture	1120	1560
Other Utilities	1125	1565
Gas	1126	1566
Electric	1127	1567
Other	1130	1570
Total Revenue/Expense	1140 5,448,700	1580 4,262,912
Net Revenue/Expense		1590 1,185,788

FINANCIAL ACTIVITIES BY TYPE / OBJECT

Schedule 9D

		Total
		1
Revenues	1700	
Taxation and Grants in Place	1710	
Property (Net Municipal)	1720	1,871,949
Business	1730	
Business Revitalization Zone	1740	
Special	1750	
Well Drilling	1760	
Local Improvement	1770	13,608
Sales To Other Governments	1790	45,935
Sales and User Charges	1800	1,630,346
Penalties and Costs on Taxes	1810	54,278
Licenses and Permits	1820	47,588
Fines	1830	9,425
Franchise and Concession Contracts	1840	156,405
Returns on Investments	1850	15,681
Rentals	1860	163,884
Insurance Proceeds	1870	
Net Gain on Sale of Tangible Capital Assets	1880	
Contributed and Donated Assets	1885	
Federal Government Unconditional Transfers	1890	
Federal Government Conditional Transfers	1900	
Provincial Government Unconditional Transfers	1910	
Provincial Government Conditional Transfers	1920	1,285,917
Local Government Transfers	1930	129,561
Transfers From Local Boards and Agencies	1940	
Developer Agreements and Levies	1960	
Other Revenues	1970	24,123
Total Revenue	1980	5,448,700
Expenses	1990	
Salaries, Wages, and Benefits	2000	1,111,144
Contracted and General Services	2010	831,968
Purchases from Other Governments	2020	
Materials, Goods, Supplies, and Utilities	2030	1,077,121
Provision For Allowances	2040	
Transfers to Other Governments	2050	
Transfers to Local Boards and Agencies	2060	158,761
Transfers to Individuals and Organizations	2070	
Bank Charges and Short Term Interest	2080	
Interest on Operating Long Term Debt	2090	
Interest on Capital Long Term Debt	2100	66,603
Amortization of Tangible Capital Assets	2110	910,851
Net Loss on Sale of Tangible Capital Assets	2125	-181,364
Write Down of Tangible Capital Assets	2127	
Other Expenditures	2130	287,828
Total Expenses	2140	4,262,912
Net Revenue (Expense)	2150	1,185,788

REVENUE AND EXPENSE SUPPLEMENTARY DETAIL

Schedule 9E

		Revenue		Expenses	
		Sales and User Charges	Provincial Capital Transfers	Annual Amortization Expense	Capital Long Term Debt Interest Expense
		1	2	3	4
General Government	2200				
Council and Other Legislative	2210	1,772			
General Administration	2220	5,557		9,711	38,452
Other General Government	2230				
Protective Services	2240				
Police	2250				
Fire	2260		84,561	44,227	
Disaster and Emergency Measures	2270				
Ambulance and First Aid	2280				
Bylaws Enforcement	2290	2,049			
Other Protective Services	2300				
Transportation	2310				
Common and Equipment Pool	2320			8,121	
Roads, Streets, Walks, Lighting	2330	1,691		398,553	
Airport	2340	386		111,712	
Public Transit	2350				
Storm Sewers and Drainage	2360			57,396	
Other Transportation	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution	2390	614,108	776,146	108,249	17,026
Wastewater Treatment and Disposal	2400	144,344	135,440	59,604	
Waste Management	2410	147,705		20,000	
Other Environmental Use and Protection	2420				
Public Health and Welfare	2430				
Family and Community Support	2440				
Day Care	2450				
Cemeteries and Crematoriums	2460	1,600			
Other Public Health and Welfare	2470				
Planning and Development	2480				
Land Use Planning, Zoning and Development	2490				
Economic/Agricultural Development	2500	63,581	357,681	21,111	
Subdivision Land and Development	2510	644,395			11,125
Public Housing Operations	2520				
Land, Housing and Building Rentals	2530				
Other Planning and Development	2540				
Recreation and Culture	2550				
Recreation Boards	2560				
Parks and Recreation	2570			70,137	
Culture: Libraries, Museums, Halls	2580	3,158	61,650	4,030	
Convention Centres	2590				
Other Recreation and Culture	2600				
Other Utilities	2605				
Gas	2606				
Electric	2607				
Other	2610				
Total	2620	1,630,346	1,415,478	910,851	66,603

TANGIBLE CAPITAL ASSETS SUPPLEMENTARY DETAIL

Schedule 9F

		Tangible Capital Assets		Capital Long Term Debt	
		Purchased	Donated or Contributed	Principal Additions	Principal Reductions
		1	2	3	4
General Government	2700				
Council and Other Legislative	2710				
General Administration	2720	15,366		1,400,000	
Other General Government	2730				
Protective Services	2740				
Police	2750				
Fire	2760				
Disaster and Emergency Measures	2770				
Ambulance and First Aid	2780				
Bylaws Enforcement	2790				
Other Protective Services	2800				
Transportation	2810				
Common and Equipment Pool	2820				
Roads, Streets, Walks, Lighting	2830	576,689			
Airport	2840				
Public Transit	2850				
Storm Sewers and Drainage	2860				
Other Transportation	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution	2890	1,193,605			
Wastewater Treatment and Disposal	2900	216,991		1,600,000	400,000
Waste Management	2910				
Other Environmental Use and Protection	2920				
Public Health and Welfare	2930				
Family and Community Support	2940				
Day Care	2950				
Cemeteries and Crematoriums	2960				
Other Public Health and Welfare	2970				
Planning and Development	2980				
Land Use Planning, Zoning and Development	2990				
Economic/Agricultural Development	3000				
Subdivision Land and Development	3010				
Public Housing Operations	3020				
Land, Housing and Building Rentals	3030				
Other Planning and Development	3040				
Recreation and Culture	3050				
Recreation Boards	3060				
Parks and Recreation	3070	24,829			
Culture: Libraries, Museums, Halls	3080				
Convention Centres	3090				
Other Recreation and Culture	3100				
Other Utilities	3105				
Gas	3106				
Electric	3107				
Other	3110				
Total	3120	2,026,480		3,000,000	400,000

CHANGE IN TANGIBLE CAPITAL ASSETS

Schedule 9G

	Balance at Beginning of Year 1.	Additions 2.	Reductions 3.	Balance at End of Year 4.	
Tangible Capital Assets - Cost					
Engineered Structures	3200				
Roadway Systems.....	3201	9,555,810	13,307	9,569,117	
Light Rail Transit Systems.....	3202				
Water Systems.....	3203	6,252,969	1,553,918	7,806,887	
Wastewater Systems.....	3204	3,438,024		3,438,024	
Storm Systems.....	3205	2,197,808		2,197,808	
Fibre Optics.....	3206				
Electricity Systems.....	3207				
Gas Distribution Systems.....	3208				
Total Engineered Structures.....	3210	21,444,609	1,567,225	23,011,834	
Construction In Progress.....	3219	2,320,953	276,265	2,597,218	
Buildings.....	3220	2,183,335		2,183,335	
Machinery and Equipment.....	3230	1,298,356	76,812	61,696	1,314,472
Land.....	3240	524,215		13,869	510,326
Land Improvements.....	3245	2,700,181	76,589		2,776,770
Vehicles.....	3250	1,120,896	29,569	19,824	1,130,661
Total Capital Property Cost	3260	31,593,545	2,026,480	86,409	33,524,616
Accumulated Amortization					
Engineered Structures	3270				
Roadway Systems	3271	3,513,351	336,089		3,849,440
Light Rail Transit Systems	3272				
Water Systems	3273	1,605,657	96,281		1,701,938
Wastewater Systems	3274	1,164,753	56,604		1,221,357
Storm Systems	3275	712,068	57,398		769,464
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Engineered Structures.....	3280	6,995,829	548,370		7,542,199
Buildings.....	3290	385,107	43,662		428,769
Machinery and Equipment.....	3300	405,854	84,501	14,980	475,375
Land.....	3310				
Land Improvements.....	3315	670,891	176,149		847,040
Vehicles.....	3320	438,507	60,169	19,320	479,356
Total Accumulated Amortization	3330	8,896,188	910,851	34,300	9,772,739
Net Book Value of Capital Property	3340	22,697,357			23,751,877
Capital Long Term Debt (Net)	3350	473,523			3,073,523
Equity in Tangible Capital Assets	3400	22,223,834			20,678,354

LONG TERM DEBT SUPPORT

Schedule 9H

	Operating Purposes 1	Capital Purposes 2	Total 3
Long Term Debt Support 3405			
Supported by General Tax Levies 3410			
Supported by Special Levies 3420			
Supported by Utility Rates 3430			
Other 3440		3,073,523	3,073,523
Total Long Term Debt Principal Balance 3450		3,073,523	3,073,523

LONG TERM DEBT SOURCES

Schedule 9I

	Operating Purposes 1	Capital Purposes 2	Total 3
Alberta Capital Finance Authority..... 3500			
Canada Mortgage and Housing Corporation 3520			
Mortgage Borrowing 3600			
Other 3610		3,073,523	3,073,523
Total Long Term Debt Principal Balance 3620		3,073,523	3,073,523

FUTURE LONG TERM DEBT REPAYMENTS

Schedule 9J

	Operating Purposes 1	Capital Purposes 2	Total 3
Principal Repayments by Year 3700			
Current + 1 3710		1,632,800	1,632,800
Current + 2 3720		166,438	166,438
Current + 3 3730		168,925	168,925
Current + 4 3740		173,543	173,543
Current + 5 3750		931,817	931,817
Thereafter 3760			
Total Principal 3770		3,073,523	3,073,523
Interest by Year 3780			
Current + 1 3790		55,780	55,780
Current + 2 3800		37,961	37,961
Current + 3 3810		33,461	33,461
Current + 4 3820		28,843	28,843
Current + 5 3830		24,155	24,155
Thereafter 3840			
Total Interest 3850		180,200	180,200

PROPERTY TAXES AND GRANTS IN PLACE

Schedule 9K

	Property Taxes 1	Grants - in Place 2	Total 3
Property Taxes	3900		
Residential Land and Improvements	3910	1,249,617	1,251,054
Non-Residential	3920		
Land and Improvements (Excluding M & E)	3935	1,012,676	1,020,979
Machinery and Equipment	3950	1,979	1,979
Linear Property	3960	72,249	72,249
Railway	3970		
Farm Land	3980	872	872
Adjustments to Property Taxes	3990		
Total Property Taxes and Grants In Place	4000	2,337,393	2,347,133
Requisition Transfers		4010	
Education			
Residential/Farm Land		4031	273,318
Non-Residential		4035	173,932
Seniors Lodges		4090	26,969
Other		4100	
Adjustments to Requisition Transfers		4110	965
Total Requisition Transfers		4120	475,184
Net Municipal Property Taxes and Grants In Place		4130	1,871,949

GRANTS IN PLACE OF TAXES

Schedule 9L

	Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government	4200	8,303		8,303
Provincial Government	4210	1,437		1,437
Local Government	4220			
Other	4230			
Total	4240	9,740		9,740

DEBT LIMIT

Schedule 9AA

		1
Debt Limit	5700	6,826,790
Total Debt	5710	3,073,523
Debt Service Limit	5720	1,137,798
Total Debt Service Costs	5730	1,688,580

Enter Prior year's Line 3450 Column 2 balance here:

473,523

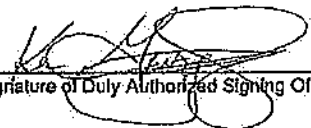
MUNICIPAL FINANCIAL INFORMATION RETURN

For the Year Ending December 31, 2015

Municipality Name: TOWN OF ELK POINT

CERTIFICATION

The information contained in this Financial Information Return is presented fairly to the best of my knowledge.



Signature of Duly Authorized Signing Officer

Ken Gwozdz

Print Name

April 25, 2016

Date



INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of the Town of Elk Point

We have audited the accompanying municipal financial information return of the Town of Elk Point, which comprise the statement of financial position as at December 31, 2015, and the statements of financial activities, and changes in accumulated surplus for the year then ended. The financial statements have been prepared by management based on the financial reporting provisions of Section 277 and Alberta Regulation 158/2000 of the *Municipal Government Act*.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the municipal financial information return in accordance with the financial reporting provisions of Section 277 and Alberta Regulation 158/2000 of the *Municipal Government Act* and for such internal control as management determines is necessary to enable the preparation of the municipal financial information return that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the municipal financial information return 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 municipal financial information return is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the municipal financial information return. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the 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 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 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 municipal financial information return presents fairly, in all material respects, the financial position of the Town of Elk Point as at December 31, 2015, and its financial activities and changes in accumulated surplus for the year then ended in accordance with the financial reporting provisions of Section 277 and Alberta Regulation 158/2000 of the *Municipal Government Act*.

Other Matter

It is understood that this report, as requested by the Minister of Alberta Municipal Affairs, is to be used primarily for statistical purposes. The Town of Elk Point has prepared a separate set of financial statements for the year ended December 31, 2015 in accordance with Canadian public sector accounting standards on which we issued a separate auditors' report dated April 25, 2016.

Hawkings Epp Dumont LLP

Edmonton, Alberta
 April 25, 2016

Hawkings Epp Dumont LLP
 Chartered Accountants

EDMONTON
 Mayfield Square I
 10476 – Mayfield Road
 Edmonton, AB T5P 4P4
 T: 780.489.9606
 F: 780.484.9689

STONY PLAIN
 #101, 5300 – 50 Street
 PO Box 3188, Station Main
 Stony Plain, AB T7Z 1T8
 T: 780.963.2727
 F: 780.963.1294

LLOYDMINSTER
 5102 – 48 Street
 PO Box 10099
 Lloydminster, AB T9V 3A2
 T: 780.875.7433
 F: 780.875.5304

HAWKINGS.COM



FINANCIAL POSITION

Schedule 9A

	Total 1
Assets	0010
Cash and Temporary Investments	0020 388,466
Taxes and Grants in Place of Taxes Receivable	0030
. Current	0040 115,537
. Arrears	0050 88,578
. Allowance	0060 -21,452
Receivable From Other Governments	0070 408,260
Loans Receivable	0080 147,656
Trade and Other Receivables	0090 146,160
Debt Charges Recoverable	0095
Inventories Held for Resale	0130
. Land	0140 800,373
. Other	0150
Long Term Investments	0170
. Federal Government	0180
. Provincial Government	0190
. Local Governments	0200
. Other	0210 348,706
Other Current Assets	0230
Other Long Term Assets	0240
	0250
Total Financial Assets	0260 2,418,284
Liabilities	0270
Temporary Loans Payable	0280
Payable To Other Governments	0290
Accounts Payable & Accrued Liabilities	0300 306,019
Deposit Liabilities	0310 59,825
Deferred Revenue	0340 248,911
Long Term Debt	0350 3,073,523
Other Current Liabilities	0360
Other Long Term Liabilities	0370
	0380
Total Liabilities	0390 3,688,278
Net Financial Assets (Net Debt)	0395 -1,269,994
Non Financial Assets	
Tangible Capital Assets	0400 23,751,877
Inventory for Consumption	0410
Prepaid Expenses	0420 4,658
Other	0430
Total Non-Financial Assets	0440 23,756,533
Accumulated Surplus	0450 22,486,539

CHANGE IN ACCUMULATED SURPLUS

Schedule 9B

	Unrestricted	Restricted	Equity in TCA	Total	
	1	2	3	4	
Accumulated Surplus - Beginning of Year	0500	-1,922,604	999,521	22,223,834	21,300,751
Net Revenue (Expense)	0505	1,185,788			1,185,788
Funds Designated For Future Use	0511	-453,920	453,920		
Restricted Funds - Used for Operations	0512	858,485	-858,485		
Restricted Funds - Used for TCA	0513		-42,896	42,896	
Current Year Funds Used for TCA	0514	-1,983,584		1,983,584	
Donated and Contributed TCA	0516				
Disposals of TCA	0517	61,109		-61,109	
Annual Amortization Expense	0518	910,851		-910,851	
Long Term Debt - Issued	0519			-3,000,000	-3,000,000
Long Term Debt - Repaid	0521	-400,000		400,000	
Capital Debt - Used for TCA	0522				
	0523				
Other Adjustments	0524	3,000,000			3,000,000
Accumulated Surplus - End of Year	0525	1,258,125	552,060	20,678,354	22,488,539

FINANCIAL ACTIVITIES BY FUNCTION

Schedule 9C

	Revenue	Expense
	1	2
Total General	0700 2,103,805	
Function	0710	1150
General Government	0720	1160
Council and Other Legislative	0730 1,772	1170 105,085
General Administration	0740 22,557	1180 715,891
Other General Government.....	0750	1190
Protective Services	0760	1200
Police	0770	1210
Fire	0780 182,057	1220 242,910
Disaster and Emergency Measures	0790	1230
Ambulance and First Aid	0800	1240 29,334
Bylaws Enforcement	0810 11,725	1250
Other Protective Services.....	0820	1260
Transportation	0830	1270
Common and Equipment Pool	0840	1280 144,335
Roads, Streets, Walks, Lighting	0850 1,691	1290 669,988
Airport	0860 37,121	1300 155,802
Public Transit	0870	1310
Storm Sewers and Drainage	0880 451	1320 90,427
Other Transportation	0890	1330
Environmental Use and Protection	0900	1340
Water Supply and Distribution	0910 1,400,408	1350 731,483
Wastewater Treatment and Disposal	0920 279,784	1360 211,789
Waste Management	0930 201,705	1370 217,288
Other Environmental Use and Protection	0940	1380
Public Health and Welfare	0950	1390
Family and Community Support	0960	1400 16,314
Day Care	0970	1410
Cemeteries and Crematoriums	0980 1,600	1420 18,208
Other Public Health and Welfare	0990	1430 5,561
Planning and Development	1000	1440
Land Use Planning, Zoning and Development	1010 23,627	1450 28,029
Economic/Agricultural Development	1020 387,765	1460 463,524
Subdivision Land and Development	1030 703,275	1470 58,089
Public Housing Operations	1040	1480
Land, Housing and Building Rentals	1050 15,900	1490
Other Planning and Development.....	1060	1500
Recreation and Culture	1070	1510
Recreation Boards	1080	1520
Parks and Recreation	1090 16,291	1530 214,949
Culture: Libraries, Museums, Halls	1100 77,168	1540 145,908
Convention Centres	1110	1550
Other Recreation and Culture.....	1120	1560
Other Utilities	1125	1565
Gas	1126	1566
Electric	1127	1567
Other	1130	1570
Total Revenue/Expense	1140 5,448,700	1580 4,262,912
Net Revenue/Expense		1590 1,185,788

FINANCIAL ACTIVITIES BY TYPE / OBJECT

Schedule 9D

	Total	
	1	
Revenues	1700	
Taxation and Grants In Place	1710	
Property (Net Municipal)	1720	1,871,949
Business	1730	
Business Revitalization Zone	1740	
Special	1750	
Well Drilling	1760	
Local Improvement	1770	13,608
Sales To Other Governments	1790	45,935
Sales and User Charges	1800	1,630,346
Penalties and Costs on Taxes	1810	54,278
Licenses and Permits	1820	47,588
Fines	1830	9,425
Franchise and Concession Contracts	1840	156,405
Returns on Investments	1850	15,681
Rentals	1860	163,884
Insurance Proceeds	1870	
Net Gain on Sale of Tangible Capital Assets	1880	
Contributed and Donated Assets	1885	
Federal Government Unconditional Transfers	1890	
Federal Government Conditional Transfers	1900	
Provincial Government Unconditional Transfers	1910	
Provincial Government Conditional Transfers	1920	1,285,917
Local Government Transfers	1930	129,561
Transfers From Local Boards and Agencies	1940	
Developer Agreements and Levies	1960	
Other Revenues	1970	24,123
Total Revenue	1980	5,448,700
Expenses	1990	
Salaries, Wages, and Benefits	2000	1,111,144
Contracted and General Services	2010	831,968
Purchases from Other Governments	2020	
Materials, Goods, Supplies, and Utilities	2030	1,077,121
Provision For Allowances	2040	
Transfers to Other Governments	2050	
Transfers to Local Boards and Agencies	2060	156,781
Transfers to Individuals and Organizations	2070	
Bank Charges and Short Term Interest	2080	
Interest on Operating Long Term Debt	2090	
Interest on Capital Long Term Debt	2100	66,603
Amortization of Tangible Capital Assets	2110	910,851
Net Loss on Sale of Tangible Capital Assets	2125	-181,364
Write Down of Tangible Capital Assets	2127	
Other Expenditures	2130	287,828
Total Expenses	2140	4,262,912
Net Revenue (Expense)	2150	1,185,788

REVENUE AND EXPENSE SUPPLEMENTARY DETAIL

Schedule 9E

		Revenue		Expenses	
		Sales and User Charges	Provincial Capital Transfers	Annual Amortization Expense	Capital Long Term Debt Interest Expense
		1	2	3	4
General Government	2200				
Council and Other Legislative	2210	1,772			
General Administration	2220	5,557		9,711	38,452
Other General Government	2230				
Protective Services	2240				
Police	2250				
Fire	2260		84,561	44,227	
Disaster and Emergency Measures	2270				
Ambulance and First Aid	2280				
Bylaws Enforcement	2290	2,049			
Other Protective Services	2300				
Transportation	2310				
Common and Equipment Pool	2320			8,121	
Roads, Streets, Walks, Lighting	2330	1,691		398,553	
Airport	2340	386		111,712	
Public Transit	2350				
Storm Sewers and Drainage	2360			57,396	
Other Transportation	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution	2390	614,108	776,146	106,249	17,026
Wastewater Treatment and Disposal	2400	144,344	135,440	59,604	
Waste Management	2410	147,705		20,000	
Other Environmental Use and Protection	2420				
Public Health and Welfare	2430				
Family and Community Support	2440				
Day Care	2450				
Cemeteries and Crematoriums	2460	1,600			
Other Public Health and Welfare	2470				
Planning and Development	2480				
Land Use Planning, Zoning and Development	2490				
Economic/Agricultural Development	2500	63,581	357,661	21,111	
Subdivision Land and Development	2510	644,395			11,125
Public Housing Operations	2520				
Land, Housing and Building Rentals	2530				
Other Planning and Development	2540				
Recreation and Culture	2550				
Recreation Boards	2560				
Parks and Recreation	2570			70,137	
Culture: Libraries, Museums, Halls	2580	3,156	61,650	4,030	
Convention Centres	2590				
Other Recreation and Culture	2600				
Other Utilities	2605				
Gas	2606				
Electric	2607				
Other	2610				
Total	2620	1,630,346	1,415,478	910,851	66,603

TANGIBLE CAPITAL ASSETS SUPPLEMENTARY DETAIL

Schedule 9F

		Tangible Capital Assets		Capital Long Term Debt	
		Purchased	Donated or Contributed	Principal Additions	Principal Reductions
		1	2	3	4
General Government	2700				
Council and Other Legislative	2710				
General Administration	2720	15,366		1,400,000	
Other General Government	2730				
Protective Services	2740				
Police	2750				
Fire	2780				
Disaster and Emergency Measures	2770				
Ambulance and First Aid	2780				
Bylaws Enforcement	2790				
Other Protective Services	2800				
Transportation	2810				
Common and Equipment Pool	2820				
Roads, Streets, Walks, Lighting	2830	576,689			
Airport	2840				
Public Transit	2850				
Storm Sewers and Drainage	2860				
Other Transportation	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution	2890	1,193,605			
Wastewater Treatment and Disposal	2900	215,991		1,600,000	400,000
Waste Management	2910				
Other Environmental Use and Protection	2920				
Public Health and Welfare	2930				
Family and Community Support	2940				
Day Care	2950				
Cemeteries and Crematoriums	2960				
Other Public Health and Welfare	2970				
Planning and Development	2980				
Land Use Planning, Zoning and Development	2990				
Economic/Agricultural Development	3000				
Subdivision Land and Development	3010				
Public Housing Operations	3020				
Land, Housing and Building Rentals	3030				
Other Planning and Development	3040				
Recreation and Culture	3050				
Recreation Boards	3060				
Parks and Recreation	3070	24,829			
Culture: Libraries, Museums, Halls	3080				
Convention Centres	3090				
Other Recreation and Culture	3100				
Other Utilities	3105				
Gas	3106				
Electric	3107				
Other	3110				
Total	3120	2,026,480		3,000,000	400,000

CHANGE IN TANGIBLE CAPITAL ASSETS

Schedule 9G

		Balance at Beginning of Year 1	Additions 2	Reductions 3	Balance at End of Year 4
Tangible Capital Assets - Cost					
Engineered Structures	3200				
Roadway Systems	3201	8,555,810	13,307		9,569,117
Light Rail Transit Systems	3202				
Water Systems	3203	6,252,969	1,553,918		7,806,887
Wastewater Systems	3204	3,438,024			3,438,024
Storm Systems	3205	2,197,806			2,197,808
Fibre Optics	3206				
Electricity Systems	3207				
Gas Distribution Systems	3208				
Total Engineered Structures	3210	21,444,609	1,567,225		23,011,834
Construction In Progress	3219	2,320,953	276,265		2,597,218
Buildings	3220	2,183,335			2,183,335
Machinery and Equipment	3230	1,299,356	76,812	61,696	1,314,472
Land	3240	524,215		13,889	510,326
Land Improvements	3245	2,700,181	76,589		2,776,770
Vehicles	3250	1,120,896	29,589	19,824	1,130,661
Total Capital Property Cost	3260	31,593,545	2,026,480	95,409	33,524,616
Accumulated Amortization					
Engineered Structures	3270				
Roadway Systems	3271	3,513,361	336,089		3,849,440
Light Rail Transit Systems	3272				
Water Systems	3273	1,605,657	96,281		1,701,938
Wastewater Systems	3274	1,164,753	58,604		1,221,357
Storm Systems	3275	712,068	57,396		769,464
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Engineered Structures	3280	6,995,929	546,370		7,542,199
Buildings	3290	385,107	43,662		428,769
Machinery and Equipment	3300	405,854	84,501	14,980	475,375
Land	3310				
Land Improvements	3315	670,891	176,149		847,040
Vehicles	3320	438,507	60,169	19,320	479,356
Total Accumulated Amortization	3330	8,896,188	910,851	34,300	9,772,739
Net Book Value of Capital Property	3340	22,697,357			23,751,877
Capital Long Term Debt (Net)	3350	473,523			3,073,523
Equity in Tangible Capital Assets	3400	22,223,834			20,678,354

LONG TERM DEBT SUPPORT

Schedule 9H

		Operating Purposes 1	Capital Purposes 2	Total 3
Long Term Debt Support	3405			
Supported by General Tax Levies	3410			
Supported by Special Levies	3420			
Supported by Utility Rates	3430			
Other	3440		3,073,523	3,073,523
Total Long Term Debt Principal Balance	3450		3,073,523	3,073,523

LONG TERM DEBT SOURCES

Schedule 9I

		Operating Purposes 1	Capital Purposes 2	Total 3
Alberta Capital Finance Authority.....	3500			
Canada Mortgage and Housing Corporation	3520			
Mortgage Borrowing	3600			
Other	3610		3,073,523	3,073,523
Total Long Term Debt Principal Balance	3620		3,073,523	3,073,523

FUTURE LONG TERM DEBT REPAYMENTS

Schedule 9J

		Operating Purposes 1	Capital Purposes 2	Total 3
Principal Repayments by Year	3700			
Current + 1	3710		1,632,800	1,632,800
Current + 2	3720		168,438	168,438
Current + 3	3730		168,925	168,925
Current + 4	3740		173,543	173,543
Current + 5	3750		931,817	931,817
Thereafter	3760			
Total Principal	3770		3,073,523	3,073,523
Interest by Year	3780			
Current + 1	3790		55,780	55,780
Current + 2	3800		37,961	37,961
Current + 3	3810		33,461	33,461
Current + 4	3820		28,843	28,843
Current + 5	3830		24,155	24,155
Thereafter	3840			
Total Interest	3850		180,200	180,200

PROPERTY TAXES AND GRANTS IN PLACE

Schedule 9K

	Property Taxes 1	Grants - In Place 2	Total 3
Property Taxes	3900		
Residential Land and Improvements	3910 1,249,617	1,437	1,251,054
Non-Residential	3920		
Land and Improvements (Excluding M & E).....	3935 1,012,676	8,303	1,020,979
Machinery and Equipment	3950 1,979		1,979
Linear Property	3980 72,249		72,249
Railway	3970		
Farm Land	3980 872		872
Adjustments to Property Taxes	3990		
Total Property Taxes and Grants In Place	4000 2,337,393	9,740	2,347,133
Requisition Transfers		4010	
Education			
Residential/Farm Land		4031 273,318	
Non-Residential		4035 173,932	
Seniors Lodges		4090 26,989	
Other		4100	
Adjustments to Requisition Transfers		4110 966	
Total Requisition Transfers		4120 475,184	
Net Municipal Property Taxes and Grants In Place		4130 1,871,949	

GRANTS IN PLACE OF TAXES

Schedule 9L

	Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government	4200 8,303			8,303
Provincial Government	4210 1,437			1,437
Local Government	4220			
Other	4230			
Total	4240 9,740			9,740

DEBT LIMIT

Schedule 9AA

		1
Debt Limit	5700	6,828,790
Total Debt	5710	3,073,523
Debt Service Limit	5720	1,137,798
Total Debt Service Costs	5730	1,688,580

Enter Prior year's Line 3450 Column 2 balance here:

473,523



Canada Revenue Agency / Agence du revenu du Canada

Information Return for Corporations Filing Electronically

- You have to complete this return for every initial and amended T2 Corporation Income Tax Return electronically filed to the Canada Revenue Agency (CRA) on your behalf.
- By completing Part 2 and signing Part 3, you acknowledge that, under the *Income Tax Act*, you have to keep all records used to prepare your corporation income tax return, and provide this information to us on request.
- Part 4 must be completed by either you or the electronic transmitter of your corporation income tax return.
- Give the signed original of this return to the transmitter and keep a copy in your own records for six years.
- Do not submit this form to the CRA unless we ask for it.
- We are responsible for ensuring the confidentiality of your electronically filed tax information only after we have accepted it.

This return is for your records. Do not send it to us unless we ask for it.

Part 1 – Identification

Corporation's name TOWN OF ELK POINT			Business number 12995 1679 RC0001
Tax year ▶	From Y M D 2015-01-01	To Y M D 2015-12-31	Is this an amended return? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Part 2 – Declaration

Enter the following amounts, if applicable, from your corporation income tax return for the tax year noted above:

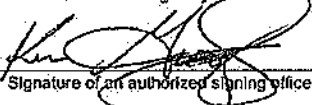
Net income (or loss) for income tax purposes from Schedule 1, financial statements or GIF1 (line 300)	1,004,424
Part I tax payable (line 700)	
Part II surtax payable (line 708)	
Part III.1 tax payable (line 710)	
Part IV tax payable (line 712)	
Part IV.1 tax payable (line 716)	
Part VI tax payable (line 720)	
Part VI.1 tax payable (line 724)	
Part XIV tax payable (line 728)	
Net provincial and territorial tax payable (line 760)	

Part 3 – Certification and authorization

I, GWOZDZ Last name KEN First name CHIEF ADMINISTRATIVE OFFICER Position, office, or rank

am an authorized signing officer of the corporation. I certify that I have examined the corporation T2 income tax return, including accompanying schedules and statements, and that the information given on the T2 return and this T183 Corp information return is, to the best of my knowledge, correct and complete. I also certify that the method of calculating income for this tax year is consistent with that of the previous tax year except as specifically disclosed in a statement attached to this return.

I authorize the transmitter identified in Part 4 to electronically file the corporation income tax return identified in Part 1. The transmitter can also modify the information originally filed in response to any errors Canada Revenue Agency identifies. This authorization expires when the Minister of National Revenue accepts the electronic return as filed.

2016-04-29 Date (yyyy/mm/dd)  Signature of an authorized signing officer of the corporation (780) 724-3810 Telephone number

Part 4 – Transmitter Identification

The following transmitter has electronically filed the tax return of the corporation identified in Part 1.

Name of person or firm HAWKINGS EPP DUMONT LLP Electronic filer number A6100

Privacy statement

Personal information is collected under the *Income Tax Act* to administer tax, benefits, and related programs. It may also be used for any purpose related to the administration or enforcement of the Act such as audit, compliance and the payment of debts owed to the Crown. It may be shared or verified with other federal, provincial/territorial government institutions to the extent authorized by law. Failure to provide this information may result in interest payable, penalties or other actions. Under the *Privacy Act*, individuals have the right to access their personal information and request correction if there are errors or omissions. Refer to Info Source <http://www.cra-arc.gc.ca/gncy/tp/nfsrc/nfsrc-eng.html>, personal information bank CRA PPU 047.