



PRINCE EDWARD ISLAND
Regulatory & Appeals Commission
Commission de réglementation et d'appels
ÎLE-DU-PRINCE-ÉDOUARD

REPORT ON A PROPOSAL TO RESTRUCTURE THE TOWN OF KENSINGTON

J. Scott MacKenzie, Q.C., Chair

M. Douglas Clow, Vice-Chair

Erin T. Mitchell, Commissioner

Contents

I.	BACKGROUND	3
A.	General Overview	3
B.	Commission Recommendation	3
II.	LEGISLATIVE AUTHORITY	3
A.	Role of the Commission	3
B.	Factors considered by the Commission	3
III.	PROCEDURAL HISTORY	4
IV.	THE PROPOSAL.....	4
A.	Overview	4
B.	Analysis	5
V.	CONCLUSION.....	6

I. BACKGROUND

A. General Overview

1. On June 4, 2021, the Prince Edward Island Regulatory and Appeals Commission (the "Commission") received a proposal to restructure a municipality (the "Proposal") from the Town of Kensington (the "Municipality"), pursuant to section 15 of the *Municipal Government Act*, RSPEI 1988, c M-12.1 (the "Act").
2. The Municipality proposes to annex a single parcel of land totaling approximately 2.3 acres, bearing PID No. 76174 (the "Parcel"). The Proposal was made at the request of the Parcel owner, Thunder Cove Investments Inc., formerly known as Frosty Treat Dairy Bar Ltd. Warren Ellis is the sole shareholder and director of Thunder Cove Investments Inc. A copy of the Proposal is found at **Tab 1**.
3. Public notice of the Proposal was issued by the Commission on July 7, 2021.
4. The Commission did not receive any objections or comments on the Proposal.

B. Commission Recommendation

5. The Commission recommends that the Lieutenant Governor in Council approve the annexation of the Parcel.

II. LEGISLATIVE AUTHORITY

A. Role of the Commission

6. The Commission's role with respect to a proposal to restructure a municipality is advisory in nature. The Commission does not exercise decision-making authority with respect to the final determination of a proposal. This authority rests with the Lieutenant Governor in Council. Ultimately, the Commission is tasked with delivering recommendations to the Minister of Fisheries and Communities (the "Minister") with respect to the proposal.¹ The Minister may accept, accept with modifications, or reject the recommendations of the Commission.²

B. Factors considered by the Commission

7. In making its recommendations to the Minister, the Commission has considered the Proposal in accordance with the Act³ and Regulations⁴.
8. The Proposal is a proposal to restructure the Municipality by annexation of a single parcel of land which is located within an unincorporated area bordering the Municipality. The Act

¹ Act, s.19

² Act, s.20

³ Act, s.19(2)

⁴ *Principles, Standards and Criteria Regulations* ("Regulations"), s.14

and Regulations direct the Commission to consider a number of principles and criteria, including:

- a) the Municipality's capability and ability to meet the needs of the residents;
- b) financial viability and economic activity;
- c) the impact, if any, on another municipality's ability to expand its boundaries or provide services⁵; and
- d) whether the Proposal supports ongoing municipal functions⁶.

III. PROCEDURAL HISTORY

- 9. The Commission received the Proposal on June 4, 2021⁷.
- 10. On July 7, 2021, Notice of the Proposal (the "Notice") was posted in accordance with the procedural requirements of the Act. Notice was published in the Guardian⁸ and on the Commission's website. Notice was posted in four conspicuous areas of the Municipality⁹. Copies of the Proposal were emailed to the Minister and the Federation of Prince Edward Island Municipalities.
- 11. The Notice explained that an individual or municipality could file, using the Ministerial approved form, an objection to the Proposal or written comments with the Commission on or before Friday, August 6, 2021.
- 12. The Commission did not receive any objections or written comments.
- 13. As the Commission did not receive any objections to the Proposal or an order from the Minister pursuant to section 17(4) of the Act, a public hearing was not held.¹⁰

IV. THE PROPOSAL

- 14. The Commission has considered the Proposal in light of the relevant criteria discussed above and as required by the Act and Regulations. The Commission's determination is set out below.

A. Overview

- 15. The Municipality filed the Proposal with the Commission following a request from the Parcel owner, Thunder Cove Investments Inc.
- 16. The Proposal seeks to restructure the Municipality by annexing the Parcel, which totals 2.30 acres of land, located at 25005 Route 2.

⁵ Regulations, s. 2

⁶ Regulations, s. 14

⁷ Proposal – **Tab 1**

⁸ Notice of Proposal (The Guardian) – **Tab 2**

⁹ Your Independent Grocer, Murphy's Pharmacy, Mary's Bake Shoppe, and Kensington Canada Post

¹⁰ Act, s.17(4)(a)-(b)

17. The Municipality estimates its current population at 1919 individuals. The Municipality's estimated property assessments total approximately \$110,749,090¹¹.

B. Analysis

18. The Proposal provides sufficient detail to permit the Commission to satisfy its obligations under the Act and Regulations. The Commission finds as follows.

i. Ability and capacity to meet the needs of residents

19. The Municipality indicates that all services which are normally provided by the Municipality will be provided to the Parcel immediately upon annexation. Regarding water and sewer, the Municipality states:

"It is anticipated that water and sewer services will be extended toward the property in 2021 however, given that we are still in the design stage, it is not known if water and sewer services will be extended adjacent to the property. There are no current plans to extend sidewalks into this area."

20. The Commission finds that the Proposal evidences a plan by the Municipality to provide services to the Parcel and that the Proposal will not hinder the Municipality's ability to meet the immediate and long term needs of the residents.

ii. Financial viability

21. The Commission has reviewed the financial projections and is satisfied that the Municipality is presently financially viable. The Commission finds that the Proposal will not impact the Municipality's financial viability. The annexation of the Parcel will result in a new rate payer being added to the Municipality's tax base. In the circumstances, the Commission expects that the addition of the Parcel to the Municipality will, if anything, assist to ensure the Municipality's financial viability.

iii. Ability to expand boundaries and provide services

22. The Commission has reviewed the location of the Parcel in light of the existing boundaries of the Municipality. The Commission finds that the proposed annexation does not hinder the ability of the Municipality, or any other existing Municipality, to expand its boundaries.

iv. Ongoing municipal functions

23. The Municipality has initiated the Proposal upon request of the Parcel owner¹². The Proposal, as a whole, suggests that the annexation of the Parcel will, at a minimum, not negatively impact ongoing municipal functions.

¹¹ Proposal, p. 2 – Tab 1

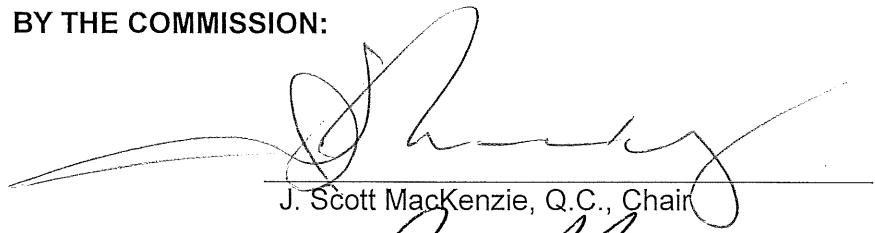
¹² Regulations, s. 14(c)

V. CONCLUSION

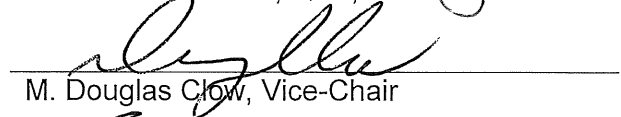
24. The Commission has considered the Proposal in accordance with its obligations under the Act and Regulations.
25. The Commission recommends approval of the Proposal and that the Lieutenant Governor in Council approve the annexation of the Parcel by the Municipality.

DATED at Charlottetown, Prince Edward Island, Thursday, September 9, 2021

BY THE COMMISSION:

A large, stylized handwritten signature in black ink, likely belonging to J. Scott MacKenzie, is written over a horizontal line.

J. Scott MacKenzie, Q.C., Chair

A smaller, more compact handwritten signature in black ink, likely belonging to M. Douglas Clow, is written over a horizontal line.

M. Douglas Clow, Vice-Chair

A handwritten signature in black ink, likely belonging to Erin T. Mitchell, is written over a horizontal line.

Erin T. Mitchell, Commissioner

TAB 1



Mayor: Rowan Caseley
Chief Administrator Officer: Geoff Baker
Deputy Administrator: Wendy MacKinnon
Incorporated 1914



May 31, 2021

J. Scott MacKenzie, Q.C., Chair and Chief Executive Officer
Prince Edward Island Regulatory and Appeals Commission
P.O. Box 577
Charlottetown, PE
C1A 7L1

Re: Application to Annex PID #76174 inside the Town of Kensington Municipal Boundary.

Dear Mr. MacKenzie:

I am enclosing two copies of an application from the Town of Kensington to bring a land parcel inside the town's municipal boundary. The property (PID No. 76174) is owned by Thunder Cove Investments Inc. A request was received from Thunder Cove Investments Inc. to annex the property on or about November 16, 2020. No specific reason was given for the annexation request.

The application to annex this property is being made with the full endorsement of Town Council (resolution included with application). A copy of the Town of Kensington's Financial Plan for 2021/22 and a copy of the town's Tangible Capital Asset Schedule (2019/20) are included in the application. We submit that the current annexation proposal will have virtually no impact on either the town's financial plan or capital asset schedule.

I will be pleased to provide any additional information that may be required. Thank you for your consideration of this application.

Best Regards,

Geoff Baker
Chief Administrative Officer

Encl.

JUN 04 2021

0800 hrs
The Island Regulatory
and Appeals Commission

FORM MGA-MR-1

PROPOSAL TO ESTABLISH, RESTRUCTURE, DISSOLVE A MUNICIPALITY

PURSUANT TO THE *MUNICIPAL GOVERNMENT ACT* R.S.P.E.I. 1988, CAP. M-12.1., SEC. 15, AND PRINCIPLES, STANDARDS AND CRITERIA REGULATIONS

Completing your Application: Important Information

- ✓ The Principles, Standards and Criteria regulations will be used to evaluate all proposals. Proposals must demonstrate the ways in which they meet the requirements in the regulations.
- ✓ If your proposal is below thresholds set out in the MGA, a record of ministerial approval must be attached to this submission in order for the application to proceed.
- ✓ It is the responsibility of the municipality or the person or persons petitioning to establish, restructure or dissolve a municipality to ensure that all applicable provisions in the *Municipal Government Act* and Regulations have been addressed in this proposal.

PART 1: GENERAL INFORMATION: DESCRIPTION OF PROPOSAL

1. This proposal is to: Restructure a municipality
2. Reason for the proposal: Property owner (PID No. 76174) requested annexation inside the Municipal Boundary
3. Names of all adjoining municipalities or unincorporated areas and any other municipality or unincorporated area that may be affected: There are no adjoining municipalities. The town is bordered by unincorporated areas to the North, South, East and West. The subject property requesting annexation lies within an unincorporated area west of the town.

PART 2: INSTRUCTIONS FOR COMPLETION OF THIS FORM

- Complete **Box A** if proposing to **establish** or **restructure** a municipality
- Or
- Complete **Box B** if proposing to **dissolve** a municipality.

Box A: Proposal to Establish or Restructure a Municipality

Required Information: If you are proposing to establish or restructure a municipality, you must submit the following information:

- ✓ Financial plan
- ✓ Capital assets, both existing and proposed

- ✓ A map depicting, in detail, the new boundaries being proposed
- ✓ A copy of the resolution by council to approve making application to establish or restructure a municipality
- ✓ If proposal is being submitted by a group of petitioning electors, a copy of the petition and the name of the representative for the petitioning electors in a format that complies with subsection 15.(6) of the MGA

1. What is the proposed name: Town of Kensington
2. What is the proposed class: Town
3. What is the office location: 55 Victoria Street East, Town of Kensington
4. A financial plan is included: Yes
5. What is the estimated total property assessment: \$110,749,090
6. What is the estimated population: 1919
7. List proposed services to be provided: Services to be provided to the subject property by the municipality are: Police Services, Fire Services, maintenance and public works services, land use planning, emergency measures, recreation, general government and administration. Services normally provided by the Town of Kensington will be provided to the subject property immediately upon annexation inside the town. It is anticipated that water and sewer services will be extended towards the property in 2021 however, given that we are still in the design stage, it is not known if water and sewer services will be extended adjacent to the property. There are no current plans to extend sidewalks into this area.
8. List of all capital assets, existing and proposed: Tangible Capital Asset Schedule from 2019/20 Town of Kensington Audited Financial Statements is attached. The current annexation is not expected to impact the capital assets of the town.

Submission Checklist – please ensure that the following information is included:

- ☒ A map depicting the new boundaries being proposed;
- ☒ The financial plan for the new municipality;
- ☒ A copy of the resolution(s) approving submission of the application; and
- ☒ All additional information and documentation demonstrating compliance with the *Municipal Government Act* Principles, Standards and Criteria Regulations.

Box B: Proposal to Dissolve a Municipality

1. What is the name of the municipality proposed for dissolution: Click here to enter text.
2. Is a copy of the resolution approving application attached: Choose an item.

3. A plan for sale/transfer of assets must be submitted with this application. Is the plan attached? Choose an item.
If no, provide details and a submission date for the plan: Click here to enter text.
4. A plan for settlement of debts/obligations must be submitted with this application. Is the plan attached? Choose an item.
If no, provide details and a submission date for the plan: Click here to enter text.
5. Have any other plans been established to address dissolution issues? If so, please provide any additional information that is applicable: Click here to enter text.

PART 3: ADDITIONAL INFORMATION

Please provide any additional information that you think will assist in the assessment of this proposal: Click here to enter text.

Signature:GEOFF BAKER

Name (Print)

GBK

Name (Sign)

CAO

Title

MAY 31, 2021

Date of Submission

Contact Information:

Municipality (If Applicable):

TOWN OF KENSINGTON

Address:

55 VICTORIA STREET EAST

E-Mail:

CAO@KENSINGTON.CA

Phone Number(s):

(902) 836-3781

Personal information of applicant(s) on this application is collected under the *Freedom of Information and Protection of Privacy Act* of PEI, Section 31(c), as it is necessary for processing this application to establish, restructure or dissolve a municipality.



Mayor Rowan Caseley
Town of Kensington
Box 418
Kensington, PE
C0B 1M0

November 16, 2020

Dear Rowan,

As discussed at our recent Chamber of Commerce breakfast meeting I would like Frosty 2 Dairy Bar (the Old Johnny's) to be included in the town of Kensington zone.

Sincerely,

Warren Ellis

Owner

Frosty Treat Dairy Bars
(902)853-7160

Current Municipal Boundary



Proposed Municipal Boundary





Mayor: Rowan Caseley
Chief Administrator Officer: Geoff Baker
Deputy Administrator: Wendy MacKinnon
Incorporated 1914

Town of Kensington Resolution

Date Passed: January 13, 2021

Annexation of PID No. 76174

Moved by: Councillor Toombs Seconded by: Deputy Mayor Pickering

WHEREAS the Town of Kensington has received a request from Warren Ellis for the annexation of lands identified as PID # 76174 consisting of approximately 2.3 acres;


AND WHEREAS this land parcel is in close proximity to the Town of Kensington municipal boundary;

BE IT RESOLVED that the Town of Kensington, in accordance with Part 2 – Division 1 – Establishing and Restructuring of Municipalities, of the Municipal Government Act, formally apply to the Minister of Communities, Land and Environment for the annexation of lands as identified herein and as shown in the attached GIS documentation from the Province's Geoline database.

Unanimously carried.



Geoff Baker, CAO



Rowan Caseley, Mayor

PEI GEOMATICS INFORMATION CENTRE
Owner Name: FROSTY TREAT DAIRY BAR LTD
Location: 25005 RTE 2 KENSINGTON



PROVINCE OF PEI DEPARTMENT OF
PROVINCIAL TREASURY
GEOMATICS INFORMATION CENTRE
11 KENT ST. CHARLOTTETOWN
PEI C1A 7N8

PHONE: 902-368-5178
FAX: 902-368-4399

WHILE THIS MAP MAY NOT BE FREE
FROM ERROR OR OMISSION, CARE HAS
BEEN TAKEN TO ENSURE THE BEST
POSSIBLE QUALITY. THIS MAP IS A
GRAPHICAL REPRESENTATION. IT IS NOT
INTENDED TO BE USED TO CALCULATE
EXACT DIMENSIONS OR AREAS.

SCALE: 1:1250
DATE: Jan 15, 2021
TIME: 09:28:28 AM
ACREAGE: 2.3
WORK UNIT: 7201



Neighbouring Properties Information Listing
For Property Number: 76174

DEPARTMENT OF FINANCE
TAXATION AND PROPERTY RECORDS
GEOMATICS INFORMATION CENTRE

<u>Parcel and Lease</u>	<u>Stat</u>	<u>Owner Name & Mailing Address</u>
76406 - 000	A	TOWN OF KENSINGTON PO BOX 418 KENSINGTON PE C0B 1M0
76166 - 000	A	VERNA & JOHN CLARK 25029 RTE 2
1022078 - 000	A	ACHIEVE MARKETING INC 122 WAUGH SUMMERSIDE C1N 4J9

Total number of neighbors of this parcel is: 3

Owner Name & Mailing Address
FROSTY TREAT DAIRY BAR LTD

Property Location
25005 RTE 2
KENSINGTON

SUMMERSIDE
PE C1N 2V5

Map #
11L056E2

Active
06-DEC-16

Acres:
2.3

School District:
1094

Lot/Township:
19

County:

DOCUMENTS FILED ON PARCEL:

Year	Description	Type	Doc No	Liber/Book	Folio/Page
2020	MORTGAGE	51	3359	3391	-
2016	DEED	11	4528	3301	-
1996	DEED	11	1696	653	3
1992	DEED	11	19923961	549	73
1992	DISCHARGE, RELEASE OR SATISFACTION (i.e. MORTGAGE, MECHANICS' LIEN)	61	19924383	-	-
1990	DEED	11	19901532	482	67
1990	MORTGAGE	51	19901533	431	36
1983	DEED	11	19830833	306	46
1981	DEED	11	19810217	265	67
1970	DEED	11	19700046	141	191

PLANS FILED ON PARCEL:

Plan No
39519
N7 24569A

The information contained in this screen attempts to match Registry Documents with specific Parcel identifiers. While care has been taken in the Interpretation of matching documents to parcel identifiers, errors and omissions may occur.

Plan No

N8 39519

The information contained in this screen attempts to match Registry Documents with specific Parcel Identifiers. While care has been taken in the interpretation of matching documents to parcel identifiers, errors and omissions may occur.

Owner Name & Mailing Address
FROSTY TREAT DAIRY BAR LTD

Property Location
25005 RTE 2
KENSINGTON

Map #
11L056E2

Parcel
76174

SUMMERSIDE

Acres:
2.3

Assessment Values

Commercial Assessment: \$139000.00
Non Commercial Assessment: \$0.00
Residential Assessment: \$0.00
Farm Assessment: \$0.00
Market Assessment Value: \$139000.00
Municipal Assessment Value: \$139000.00
Taxable Commercial: \$139000.00
Taxable Non-Commercial: \$0.00
Taxable Residential: \$0.00
Taxable Farm: \$0.00

Tax Rates

Provincial Commercial Rate: \$1.50
Provincial Non-Commercial Rate: \$1.50
Municipal Commercial Rate: \$0.00
Municipal Non-Commercial Rate: \$0.00
Provincial Tax Credit: \$-5

Summary of Annual Charges:

Province of PEI Charges \$2085.00
Less Provincial Credits * \$0.00
Less Municipal Credits * \$0.00

Fire District of Kensington

Island Waste Management Corp. Charges

Annual Charges

\$2160.00

Owner-Occupied Residential Credit:

Environmental Building Credit:

Environmental Land Credit:

* Provincial and Municipal Credits

	Municipal	Provincial
Provincial Tax Credit:	N/A	\$0.00
Farm Assessment Credit:	\$0.00	\$0.00
Farm Use Credit:	\$0.00	\$0.00
Owner-Occupied Residential Credit:	\$0.00	\$0.00
Environmental Building Credit:	\$0.00	\$0.00
Environmental Land Credit:	\$0.00	\$0.00
	\$0.00	\$0.00

PE C1N 2V5

Town of Kensington

**Consolidated Financial Statements
March 31, 2020**



ArsenaultBestCameronEllis
CHARTERED PROFESSIONAL ACCOUNTANTS

Member of The AC Group of Independent Accounting Firms

Chartered Professional Accountants &
Business Advisors
Prince Edward Place
18 Queen Street, Suite 100
PO Box 455
Charlottetown, Prince Edward Island
Canada C1A 7L1
Telephone (902) 368-3100
Fax (902) 566-5074
www.acgca.ca

July 13, 2020

Independent Auditor's Report

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

Opinion

We have audited the accompanying financial statements of Town of Kensington, which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of accumulated surplus, operations, changes in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Town of Kensington as at March 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Town of Kensington in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing Town of Kensington's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Town of Kensington or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

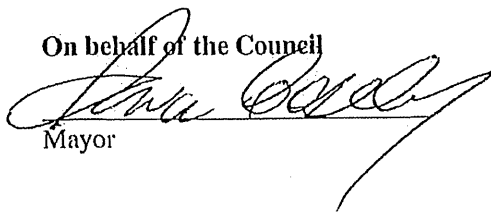
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee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

Town of Kensington

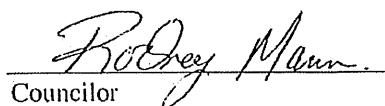
Consolidated Statement of Financial Position As at March 31, 2020

	2020 \$	2019 \$
Assets		
Financial assets		
Cash	233,575	246,110
Accounts receivable	379,595	281,139
Government contributions receivable (note 3)	19,652	-
Inventory	8,498	8,214
Restricted cash - infrastructure funding (note 3a)	387,347	190,673
Total financial assets	1,028,667	726,136
Liabilities		
Accounts payable and accrued liabilities (note 6)	266,154	229,256
Deferred revenue (note 3)	418,675	190,673
Long-term debt (note 4)	3,071,858	2,869,052
Total liabilities	3,756,687	3,288,981
Net debt	(2,728,020)	(2,562,845)
Non-financial assets		
Prepaid expenses	66,206	67,032
Tangible capital assets (Schedule 2)	8,536,822	7,990,178
	8,603,028	8,057,210
Accumulated surplus (note 5)	5,875,008	5,494,365

On behalf of the Council



Mayor



Councilor

Town of Kensington

Consolidated Statement of Operations For the year ended March 31, 2020

	(12 months) 2020 Budget (unaudited) \$	(12 months) 2020 Actual \$	(15 months) 2019 Actual \$
Revenue (Schedule 1)			
Property taxes (note 7)	610,502	608,300	743,374
Government transfer			
Municipal Support Grant Program	202,762	204,383	249,462
Equalization	253,380	253,388	283,540
Fire dues	207,384	208,145	259,205
Credit Union Centre	397,700	368,929	484,426
Rental	96,656	95,638	120,574
Sale of services (note 9)	444,000	461,918	526,532
Police fines	36,000	22,033	29,916
Other revenue	62,940	116,385	90,073
Water & Sewer utility	537,135	538,327	655,698
Gain on disposal of tangible capital assets	-	750	27,239
	<u>2,848,459</u>	<u>2,878,196</u>	<u>3,470,039</u>
Expenses (Schedule 1)			
General government	645,065	513,969	579,197
Protective - police	458,961	499,037	661,272
- fire	249,264	234,544	291,385
Sale of services	190,071	194,870	248,474
Transportation & Public Works	205,465	218,769	247,738
Credit Union Centre	397,408	404,474	491,688
Parks and recreation	107,725	108,903	126,147
Water & Sewer utility	590,480	638,150	730,868
	<u>2,844,439</u>	<u>2,812,716</u>	<u>3,376,769</u>
	<u>4,020</u>	<u>65,480</u>	<u>93,270</u>
Other revenue			
Infrastructure funding - water and sewer	-	19,652	-
Infrastructure funding - general	452,000	147,217	6,143
Municipal Capital Expenditures Grant - reimbursement	-	70,294	9,098
Other funding - fire equipment	-	78,000	-
	<u>452,000</u>	<u>315,163</u>	<u>15,241</u>
Annual surplus	<u>456,020</u>	<u>380,643</u>	<u>108,511</u>

Town of Kensington

Consolidated Statement of Cash Flows

For the year ended March 31, 2020

	(12 months) 2020 \$	(15 months) 2019 \$
Cash provided by (used in)		
Operating activities		
Annual surplus	380,643	108,511
Items not affecting cash		
Amortization	411,657	485,757
Gain on sale of tangible capital assets	(750)	(27,239)
	791,550	567,029
Net change in non-cash working capital items		
Decrease (increase) in accounts receivable	(98,456)	18,472
Increase in government contributions receivable	(19,652)	-
Increase in inventory	(284)	(1,702)
Increase in accounts payable and accrued liabilities	36,898	65,899
Increase in deferred revenue	228,002	129,554
Decrease (increase) in prepaid expenses	826	(37,777)
	938,884	741,475
Capital activities		
Acquisition of tangible capital assets	(963,551)	(258,443)
Proceeds on disposal of tangible capital assets	6,000	27,239
	(957,551)	(231,204)
Financing activities		
Issuance of long-term debt	500,946	-
Debt repayment	(298,140)	(299,372)
Change in restricted cash - infrastructure funding	(196,674)	(156,839)
	6,132	(456,211)
Increase (decrease) in cash	(12,535)	54,060
Cash - Beginning of year	246,110	192,050
Cash - End of year	233,575	246,110

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2020

g) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

h) Management estimates

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

h) Revenue recognition

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

(ii) All other revenue is recorded when it is earned and collection is reasonably assured.

i) Government transfers

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

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

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2020

k) Tangible capital assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost is amortized on a straight-line basis over the estimated useful life as follows:

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

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

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

2 Bank indebtedness

The Town has authorized operating lines of credit of \$150,000 and \$20,000 bearing interest at prime less 0.50% and prime plus 1.00%, respectively, for the general account.

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

The balances of these accounts at March 31, 2020 were nil (2019 - nil).

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

At March 31, 2020, prime rate was 2.45%.

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2020

4 Long-term debt

	2020 \$	2019 \$
The Town of Kensington		
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2021, amortized to 2029, repayable in monthly principal installments of \$2,287 plus interest, obtained to finance a fire hall. As security, the Town has provided a borrowing resolution.	235,552	262,995
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2021, amortized to 2029, repayable in monthly principal installments of \$11,859 plus interest, obtained to fund general capital expenditures under the operating fund of previous years. As security, the Town has provided a borrowing resolution.	785,422	927,735
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2025, amortized to 2040, repayable in monthly principal installments of \$1,011 plus interest, obtained to fund the purchase of a firetruck for the fire department. As security, the Town has provided a borrowing resolution.	49,500	-
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2025, amortized to 2040, repayable in monthly principal installments of \$187 plus interest, obtained to fund the purchase of a firetruck for the fire department. As security, the Town has provided a borrowing resolution.	32,000	-
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2025, amortized to 2045, repayable in monthly principal installments of \$1,867 plus interest, obtained to fund general construction of a new business park. As security, the Town has provided a borrowing resolution.	406,479	-
3.89% term loan, Credit Union, maturing in 2022, amortized to 2028, repayable in monthly principal installments of \$1,700 plus interest. As security, the Town has provided a promissory note.	59,209	76,937
3.69% term loan, Credit Union, maturing in 2021, amortized to 2026, repayable in annual installments of \$14,000 including principle and interest. As security, the Town has provided a promissory note.	68,963	80,136
	<u>1,637,125</u>	<u>1,347,803</u>
The Town of Kensington Water and Pollution Control Corporation		
Prime less 0.30% term loan, Bank of Nova Scotia, maturing in 2021, amortized to 2036, repayable in monthly principal installments of \$7,210 plus interest, obtained to finance capital expenditures under the Utility Fund of previous years. As security, the Town has provided a borrowing resolution.	1,434,733	1,521,249
	<u>3,071,858</u>	<u>2,869,052</u>

Town of Kensington

Notes to Consolidated Financial Statements

March 31, 2020

6 Other employment benefits

Accumulated sick leave

Full time employees accumulate sick leave at the rate of 1.25 days per month. For service prior to January 1, 2013 employees are entitled to carry forward any unused portion of earned sick leave. At March 31, 2020, the recorded liability for unused sick leave, that is required to be paid out upon severance or retirement, amounted to \$86,556 (March 31, 2019 - \$93,250) and is included in accounts payable and accrued liabilities. No actuarial valuation has been performed pertaining to this liability. Effective January 1, 2013, the policy changed to provide for an annual payout of the sick leave.

Accumulated vacation

Full time employees accumulate vacation at the following rates: 0.83 days per month for 1-3 years of service; 1.25 days per month for 3-5 years of service; 1.67 days per month for greater than 5 years of service; and 2.08 days per month for greater than 10 years of service. In the event the employee does not use all earned vacation in a given year, the unused portion can be carried forward to a maximum of 10 days. As of March 31, 2020, the liability for unused vacation amounted to \$23,250 (March 31, 2019 - \$21,012) and is included in accounts payable and accrued liabilities.

RRSP matching

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

	(12 months) 2020 \$	(15 months) 2019 \$
RRSP payments expensed	23,557	29,272

7 Property taxes

	(12 months) 2020 \$	(15 months) 2019 \$
Commercial property tax	164,962	204,044
Non-commercial property tax	443,338	539,330
	608,300	743,374

8 Rate regulation

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

Town of Kensington

Consolidated Schedule of Segment Disclosures For the year ended March 31, 2020

Schedule 1

	General Government	Police	Fire	Sales of Services	Transportation & Public Works	Parks & Recreation	Credit Union Centre	Total General	Water and Sewer Utility	Elimination	(12 months) 2020 Consolidated
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues											
Property taxes	608,300	-	-	-	-	-	-	608,300	-	-	608,300
Government transfer											
Municipal Support											
Grant Program	204,383	-	-	-	-	-	-	204,383	-	-	204,383
Equalization	253,388	-	-	-	-	-	-	253,388	-	-	253,388
Fire dues	-	-	250,025	-	-	-	-	250,025	-	(41,880)	208,145
Community Gardens	-	-	-	-	-	-	-	-	-	-	-
Complex	-	-	-	-	-	-	378,929	378,929	-	(10,000)	368,929
Rental	95,638	-	-	-	-	-	-	95,638	-	-	95,638
Sales of services	-	-	-	461,918	-	-	-	461,918	-	-	461,918
Police fines	-	22,033	-	-	-	-	-	22,033	-	-	22,033
Other revenue	109,990	-	-	-	-	6,395	-	116,385	-	-	116,385
Water & Sewer utility	-	-	-	-	-	-	-	-	594,271	(55,944)	538,327
Gain on disposal of tangible capital assets	750	-	-	-	-	-	-	750	-	-	750
	1,272,449	22,033	250,025	461,918	-	6,395	378,929	2,391,749	594,271	(107,824)	2,878,196
Expenditures											
Salaries and benefits (note 6)	79,150	376,662	42,000	192,331	26,925	16,850	155,620	889,538	300,000	-	1,189,538
Goods and services	463,894	101,202	100,580	2,539	90,482	56,659	202,538	1,017,894	174,171	(107,824)	1,084,241
Amortization	46,418	20,315	83,018	-	98,515	13,607	38,499	300,372	111,285	-	411,657
Interest	32,331	858	8,946	-	2,847	624	7,817	53,423	52,694	-	106,117
Other	-	-	-	-	-	21,163	-	21,163	-	-	21,163
	621,793	499,037	234,544	194,870	218,769	108,903	404,474	2,282,390	638,150	(107,824)	2,812,716
	650,656	(477,004)	15,481	267,048	(218,769)	(102,508)	(25,545)	109,359	(43,879)	-	65,480

Town of Kensington
Schedule of Tangible Capital Assets
For the year ended March 31, 2020

Schedule 2

	Cost 2020				Accumulated amortization 2020				Net book value \$	2020
	Beginning \$	Additions \$	Disposals/Transfers \$	Ending \$	Beginning \$	Amortization \$	Disposals/Transfers \$	Ending \$		
Land, buildings and wind turbine	3,400,653	635,512	-	4,036,165	1,593,046	56,480	-	1,649,526	2,386,639	
Streets and sidewalks	1,593,826	-	-	1,593,826	652,598	60,780	-	713,378	880,448	
Vehicles	187,131	22,438	7,000	202,569	150,865	17,486	1,750	166,601	35,968	
Fire vehicles	829,406	171,181	-	1,000,587	656,122	47,612	-	703,734	296,853	
Equipment and signs	1,585,125	99,867	-	1,684,992	1,101,392	118,014	-	1,219,406	465,586	
Water & sewer systems and equipment	6,549,504	34,553	-	6,584,057	2,001,444	111,285	-	2,112,729	4,471,328	
	14,145,645	963,551	7,000	15,102,196	6,155,467	411,657	1,750	6,565,374	8,536,822	

(19)

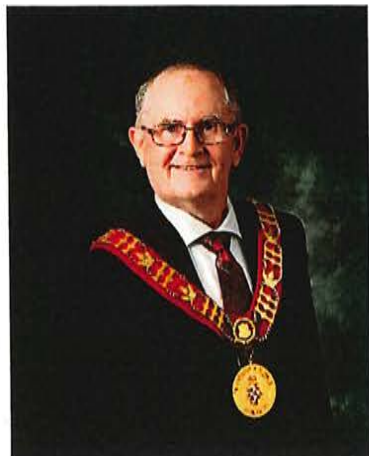


2021/22 Financial Plan

Town of Kensington
P.O. Box 418
Kensington, PE
C0B 1M0

Incorporated 1914

Kensington Town Council



Mayor Rowan Caseley



Deputy Mayor Coreen
Pickering



Councillor Ivan Gallant



Councillor Rodney Mann



Councillor Jeff Spencer



Councillor Wade Toombs

Background Financial Information

2021/22 Property Tax Rates (per \$100.00 of Assessed Value):

Municipal Non-Commercial \$0.55 Provincial Non-Commercial \$1.50

Municipal Commercial \$1.30 Provincial Commercial \$1.50

****Provincial Property Tax rate may be subject to \$0.50 Credit****

2021 Water and Sewer Rates **(Effective Jan 1, 2021)**

Sewer

Unmetred \$363.00 per year

Metred \$278.04 plus \$2.94 per thousand gallons

Water

Unmetred \$252.00

Metred \$212.04 plus \$1.39 per thousand gallons

2021/22 Assessment Information

2021/22 Non-Commercial Assessment Value \$83,475,770.00

2021/22 Commercial Assessment Value \$12,859,640.00

2021/22 Fund Summaries

2021/22 Provincial Equalization (Estimated) \$285,756.00

2021/22 Property Tax & Tax Credit (Estimated) \$842,676.00

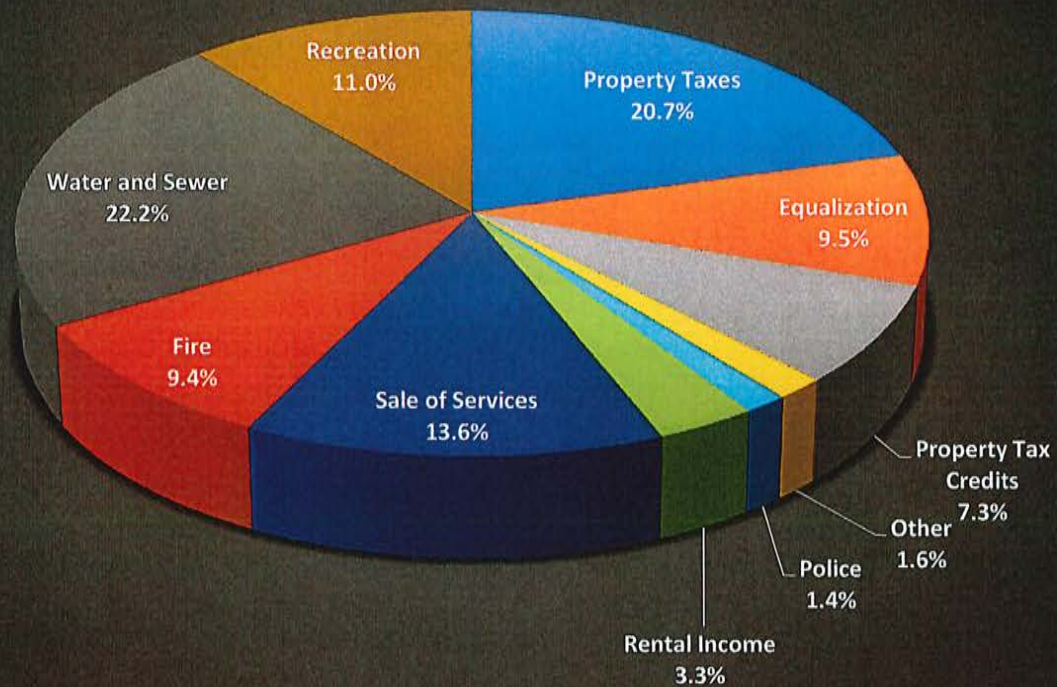
2021/22 Estimated Operational Revenue \$2,351,832.00

2021/22 Estimated Operational Expenditures \$2,314,648.00

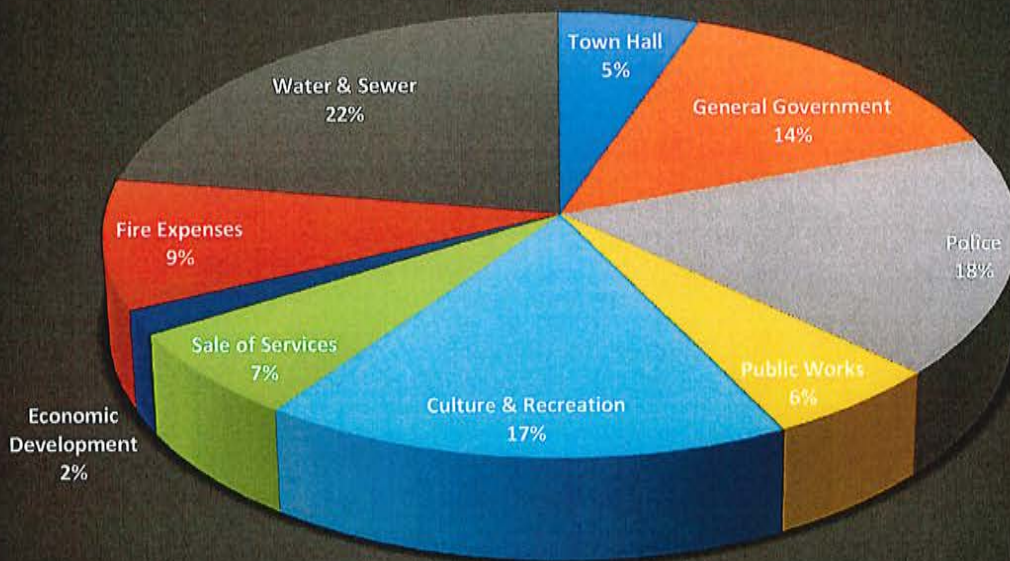
2021/22 Estimated Water and Sewer Revenue \$669,510.00

2021/22 Estimated Water and Sewer Expenditures \$669,120.00

Town of Kensington Revenue Estimates by Category



Town of Kensington Expenditure Estimates by Category



Revenue and Expenditure Summary

		2021/22
Revenue		
General Government	\$	1,006,644
Police	\$	217,996
Rental Revenue	\$	99,508
Recreation Revenue	\$	4,500
Sale of Services	\$	411,200
Fire Revenue	\$	282,684
Credit Union Centre	\$	329,300
Water and Sewer	\$	669,510
Total Revenue all Sources	\$	3,021,342
Expenditures		
Town Hall	\$	162,041
General Government	\$	422,085
Police	\$	522,689
Public Works	\$	171,817
Train Station	\$	51,795
Recreation	\$	95,785
Sale of Services	\$	196,340
Fire Department	\$	280,844
Credit Union Centre	\$	367,536
Business Park	\$	55,416
Water and Sewer	\$	669,120
Total Expenditures	\$	2,995,468
Net Revenue/Expenditure	\$	25,874

Town Hall: 2021/22 Budget Estimates

	2021/21
Expenditures	
Depreciation	\$ 49,020
Property Taxes	\$ 10,800
Electricity	\$ 17,600
Heating Oil	\$ 19,150
Wages – Custodian	\$ 36,815
Repair and Main. - Building	\$ 20,400
Janitor Supplies - Town Hall	\$ 4,800
Interest – Long Term Debt	\$ 3,456

Total Expenditures	\$ 162,041
---------------------------	-------------------

Sale of Services: 2021/22 Budget Estimates

	2021/22
Expenditures	
Office Expenses	\$ 1,500
IT Services	\$ 1,860
Wages - Police Tech's	\$ 166,000
Professional Development	\$ 480
PROS	\$ 2,500
Administration to Police Department	\$ (12,000)
Allocation from General Government	\$ 36,000
Total Expenditures	\$ 196,340

Public Works: 2021/22 Budget Estimates

	2021/22
Expenditures	
Depreciation	\$ 126,384
Property Taxes	\$ 480
Electricity	\$ 2,275
Heating Oil	\$ 2,450
Street Lights	\$ 33,600
Cellular	\$ 2,400
Wages	\$ 161,992
Repair and Main. - Equip	\$ 9,600
Repair and Main. - Vehicle	\$ 600
Repair and Main. - Building	\$ 2,400
Vehicle - Gas & Oil	\$ 4,800
Snow and Ice Control	\$ 14,500
Uniforms - Clothing & Supplies	\$ 800
Gas & Oil - Equipment Public Works	\$ 7,200
Small Tools & Shop Supplies	\$ 1,800
Miscellaneous	\$ 6,000
Garbage Disposal	\$ 4,500
Asphalt Patching/Sidewalk	\$ 27,000
Water and Sewer Share	\$ (207,600)
Public Works Interest on Loans	\$ 1,380

Total Expenditures	<hr/> \$ 202,561
---------------------------	------------------

Parks and Recreation: 2021/22 Budget Estimates

	2021/22
Expenditures	
Depreciation	\$ 5,700
Property Taxes	\$ 3,390
Electricity	\$ 2,845
Wages - EVK Pool	\$ 19,000
Repair and Maint - Equip	\$ 1,000
Repair and Maint. - Building	\$ 5,450
Uniforms - Clothing & Supplies	\$ 500
Special Events Expense	\$ 15,200
Chemicals	\$ 3,500
Canada Day Expenses	\$ 3,000
Credit Union Centre Grant	\$ 25,200
Park Improvements	\$ 11,000
Total Expenditures	<hr/> \$ 95,785

Train Station: 2021/22 Budget Estimates

	2021/22
Expenditures	
Depreciation	\$ 24,000
Water & Sewer	\$ 720
Property Taxes	\$ 2,100
Electricity	\$ 10,550
Heating Oil	\$ 6,900
Freight Shed Electricity	\$ 3,325
Repair and Main. - Equip	\$ 300
Repair and Main. - Building	\$ 3,600
Interest – Long Term Debt	\$ 300
Total Expenditures	<hr/> \$ 51,795

General Government: 2021/22 Budget Estimates

	2021/22
Expenditures	
Depreciation	\$ 10,980
Property Taxes	\$ 321
Telephone	\$ 3,480
Cellular	\$ 3,900
Office Expenses	\$ 12,000
IT Services	\$ 3,600
Advertising	\$ 8,400
Wages – Administration	\$ 236,493
Workers Compensation	\$ 7,200
Honorariums	\$ 26,200
Conventions and Meetings	\$ 3,600
Dues and Memberships	\$ 6,850
Travel and Mileage	\$ 5,400
Professional Development	\$ 2,400
Donations and Grants	\$ 14,400
KISH Scholarship	\$ 1,000
Miscellaneous	\$ 4,500
Crosswalk Duties	\$ 3,600
Emergency Shelter Expense	\$ 1,200
Insurance – Other	\$ 66,694
Professional Fees – Accountant	\$ 13,000
Professional Fees – Other	\$ 96,000
Bylaw Enforcement	\$ 2,400
Fire Share of General Government	\$ (60,060)
Animal Control	\$ 120
Photocopier	\$ 3,275
Web Page Expense	\$ 1,450
ADP Payroll Expenses	\$ 4,806
Bank Charges	\$ 2,220
Promotional Materials & Flags	\$ 7,200
Operating Loan Interest	\$ 3,960
Fire Protection Charge	\$ 68,820
W&S Share of General Government	\$ (198,000)
Kensington Fire Dues	\$ 47,520
Interest – Long Term Debt	\$ 14,136
Cogsdale Maintenance Fee – Finance software	\$ 8,520
COVID-19 Expense	\$ 1,200
Library Expense	\$ 13,800
VueWorks Maintenance Fee – GIS	\$ 5,500
Allocation to Sales of Services	(36,000)
Total Expenditures	\$ 422,085

Fire Protection: 2021/22 Budget Estimates

	2021/22
Revenue	
Fire Dues District 1910	\$ 147,804
Fire Dues Malpeque	\$ 87,360
Fire Dues Kensington	\$ 47,520
Total Revenue	\$ 282,684

Expenditures	
Depreciation	\$ 120,000
Water & Sewer	\$ 1,644
Property Taxes	\$ 2,100
Electricity	\$ 4,920
Heating Oil	\$ 9,000
Telephone	\$ 3,960
Cellular	\$ 2,400
Advertising	\$ 1,450
Honorariums	\$ 30,700
Fire Equipment, Uniforms & Supplies	\$ 12,000
Repair and Main. - Equip	\$ 1,200
Repair and Main. - Vehicle	\$ 6,000
Repair and Main. - Building	\$ 4,800
Vehicle - Gas & Oil	\$ 4,800
Snow and Ice Control	\$ 3,250
Conventions and Meetings/Prof Dev	\$ 1,200
Insurance	\$ 2,000
Answering Service - Fire	\$ 2,880
Interest – Long Term Debt	\$ 6,480
Administration and Operating Costs	\$ 60,060
Total Expenditures	\$ 280,844

Variance	\$ 1,840
-----------------	-----------------

Police Protection: 2021/22 Budget Estimates

	2021/22
Expenditures	
Depreciation	\$ 25,692
Telephone	\$ 6,500
Cellular	\$ 1,500
Office Expenses	\$ 5,160
IT Services & Cameras	\$ 3,000
Wages - Police Full Time	\$ 260,726
Wages - Part Time/Casual	\$ 118,248
Wages – Training	\$ 12,000
Workers Compensation	\$ 7,020
Repair and Main. - Equip	\$ 6,400
Repair and Main. - Vehicle	\$ 11,100
Vehicle - Gas & Oil	\$ 12,600
Professional Development	\$ 4,800
Uniforms - Clothing & Supplies	\$ 5,620
Insurance – Life	\$ 1,428
Answering Service - Police	\$ 24,000
Travel & Mileage	\$ 1,800
Vehicle – Rental	\$ 300
Court Costs & Witness Fees	\$ 600
Crime Prevention Initiatives	\$ 300
PROS	\$ 1,475
Interest – Long Term Debt	\$ 420
Administration - Sales of Services	\$ 12,000
Total Expenditures	\$ 522,689

Credit Union Centre: 2021/22 Budget Estimates

	2021/22
Expenditures	
Depreciation	\$ 26,196
Water and Sewer	\$ 6,000
Property Taxes	\$ 540
Electricity Arena	\$ 73,155
Heating Oil	\$ 14,000
Electricity Sign	\$ 1,700
Electricity Ball Field / Canteen	\$ 360
Telephone	\$ 2,700
Cellular	\$ 780
Office Supplies	\$ 600
Advertising	\$ 1,200
Wages and Salaries	\$ 159,755
Workers Compensation	\$ 1,480
Repair and Main Equip	\$ 480
Repair and Main Vehicle (Zamboni)	\$ 1,600
Repair and Main Building	\$ 6,000
Repair and Main Ice Plant	\$ 4,050
Repair and Main Property	\$ 1,200
Repair and Main Ice Surface	\$ 3,850
Zamboni Propane	\$ 2,400
Ball Field Expenses	\$ 600
Canteen Expenses	\$ 17,500
Harvest Festival Expenses	\$
Fitplex Expenses	\$ 4,800
Snow Removal	\$ 3,300
Interest – Long Term Debt	\$ 4,390
Fund Raising Expenses	\$ 2,000
Senior Center Oil	\$ 900
Senior Center Electricity	\$ 2,400
Senior Center Repair and Main	\$ 600
Travel and Mileage	\$ 1,800
Insurance	\$ 8,000
Janitorial Supplies	\$ 8,400
Bank Charges	\$ 2,400
Garbage Removal	\$ 2,400
Total Expenditures	\$ 367,536

Kensington Water & Sewer Utility: 2021/22 Budget Estimates

	2021/22
Revenue	
Water Revenue	\$ 237,450
Interest Water A/R	\$ 2,160
Water Rating Charge	\$ 68,820
Sewer Revenue	\$ 361,080
Total Revenue	<hr/> \$ 669,510
Expenditures	
Depreciation	\$ 108,000
Property Tax	\$ 2,700
Electricity	\$ 26,400
Telephone	\$ 3,720
Advertising	\$ 120
Professional Development	\$ 1,200
Repairs & Maintenance Water	\$ 21,600
Bank Charges water	\$ 3,540
Interest on LT Debt Water	\$ 24,000
Water Analysis	\$ 5,160
Water Chlorination	\$ 1,800
Bank Charges - Sewer	\$ 3,600
Interest on LT Debt - Sewer	\$ 19,680
Repairs and Maintenance Sewer	\$ 42,000
Share of Gen Gov't	\$ 198,000
Share of Public Works	\$ 207,600
Total Expenditures	<hr/> \$ 669,120
Variance	\$ 390

Business Park: 2021/22 Budget Estimates

	2021/22	
Expenditures		
Depreciation	\$	
Property Tax	\$	2,400
Business Park Expense	\$	2,400
Interest – Long Term Debt	\$	19,872
Total Expenditures	\$	24,672

**Town of Kensington
2021/22 Proposed Capital Plan**

Project Category	Budget 2021/22	Municipal Funding	MBCU 50/50/Other	Federal/Gas Tax	Provincial/Federal Funding (RGI, MSC, ICIP, etc)	Long Term Borrowing
Credit Union Centre						
Hockey Nets	\$2,859	\$1,429			\$1,429	
Lawn Equipment Replacement	\$16,700	\$8,350			\$8,350	
Ice Plant Condensor	\$60,000	\$30,000			\$30,000	
Total Credit Union Centre	\$79,559	\$39,779	\$0	\$0	\$39,779	\$0
Police Department						
Equipment Replacement	\$1,500	\$1,500				
Speed Radar	\$2,500	\$2,500				
Taser Replacement	\$2,000	\$2,000				
Total Police Department	\$6,000	\$6,000	\$0	\$0	\$0	\$0
Fire Department						
Bunker Gear Replacement	\$15,000	\$15,000				
Tanker Truck Replacement	\$250,000					\$250,000
Water Rescue Craft	\$60,000					\$60,000
Total Fire Department	\$325,000	\$15,000	\$0	\$0	\$0	\$310,000
Town Hall/General Government						
Website Development	\$10,000	\$10,000				
Miscellaneous Capital	\$50,000	\$50,000				
Business Park Development	\$5,276,000				\$2,550,000	\$2,726,000
Official Plan/Development Control Bylaw Review	\$18,860	\$18,860				
Total Town Hall/General Government	\$5,354,860	\$78,860	\$0	\$0	\$2,550,000	\$2,726,000
Public Works						
Maintenance Building(s) Upgrades	\$7,500	\$7,500				
Barrett Street/Broadway Street Sidewalk	\$510,000			\$510,000		
Total Public Works	\$517,500	\$7,500	\$0	\$510,000	\$0	\$0
Parks/Recreation/Railyards						
Park Improvements - Various	\$86,559			\$86,559		
Active Transportation Project	\$476,075				\$238,038	\$238,038
EVK Pool Filtration System	\$40,000	\$40,000				
EVK Pool Cover	\$10,000	\$10,000				
Kent Fence	\$11,000	\$11,000				
Total Parks/Recreation/Railyards	\$623,634	\$61,000	\$0	\$86,559	\$238,038	\$238,038
Water						
Broadway Street South W/M Extension	\$782,000				\$521,333	\$260,667
Water Meter Upgrades	\$70,000			\$70,000		
Wellfield Signage	\$2,500	\$2,500				
Wastewater						
Mechanical System Upgrades	\$100,000			\$100,000		
Building - Roof and Eavestrough Replacement	\$10,000			\$10,000		
Total Water and Wastewater	\$964,500	\$2,500	\$0	\$180,000	\$521,333	\$260,667
Total	\$7,871,053	\$210,639	\$0	\$776,559	\$3,349,150	\$3,534,704

Town of Kensington
2021 - 2026 Proposed 5 year Capital Plan

Project/Category	Estimated Cost	2021/22	2022/23	2023/24	2024/25	2025/26
Credit Union Centre						
Hockey Nets	\$2,859.00	\$2,859.00				
Lawn Equipment Replacement	\$16,700.00	\$16,700.00				
Ice Plant	\$60,000.00	\$60,000.00				
Fitplex Upgrades	\$11,405.00		\$11,405.00			
Solar Panel Installation	\$285,000.00		\$285,000.00			
Parking Area Improvements	\$740,000.00			\$740,000.00		
LED Lighting Replacement	\$16,000.00		\$16,000.00			
Total Credit Union Centre	\$1,131,964.00	\$79,559.00	\$312,405.00	\$740,000.00	\$0.00	\$0.00
Police Department						
Vehicle Replacement	\$50,000.00				\$50,000.00	
Equipment Replacement	\$4,500.00	\$1,500.00	\$1,500.00		\$1,500.00	
Taser Replacement	\$2,000.00	\$2,000.00				
Speed Radar	\$7,500.00	\$2,500.00	\$2,500.00	\$2,500.00		
Computer Replacement	\$10,000.00				\$10,000.00	
Total Police Department	\$74,000.00	\$6,000.00	\$4,000.00	\$2,500.00	\$61,500.00	\$0.00
Fire Department						
Bunker Gear Replacement	\$75,000.00	\$15,000.00	\$15,000.00	\$15,000.00	\$15,000.00	\$15,000.00
Tanker Truck Replacement	\$250,000.00	\$250,000.00				
Jaws of Life Replacement	\$50,000.00		\$50,000.00			
Water Rescue Craft	\$60,000.00	\$60,000.00				
Pumper Truck	\$400,000.00				\$400,000.00	
Total Fire Department	\$835,000.00	\$325,000.00	\$65,000.00	\$15,000.00	\$415,000.00	\$15,000.00
Town Hall/General Government						
Website (including app)	\$10,000.00	\$10,000.00				
Heating/Ventilation Upgrades	\$100,000.00		\$100,000.00			
Parking Area Improvements	\$40,000.00		\$40,000.00			
Sign Replacement	\$7,500.00			\$7,500.00		
Business Park Development (Phased)	\$5,276,000.00	\$5,276,000.00				
Core Area Re-Development/Street Scape (Phased)	\$1,500,000.00			\$500,000.00	\$500,000.00	\$500,000.00
Official Plan and Zoning Bylaw Update	\$18,860.00	\$18,860.00				
Miscellaneous Capital	\$50,000.00	\$50,000.00				
Total Town Hall/General Government	\$7,002,360.00	\$5,354,860.00	\$140,000.00	\$507,500.00	\$500,000.00	\$500,000.00
Public Works						
Asphalt Saw/Jackhammer	\$2,500.00		\$2,500.00			
Maintenance Building Upgrades	\$7,500.00	\$7,500.00				
Trackless V-Blade	\$8,000.00		\$8,000.00			
Lawn Mower Deck Replacement	\$5,000.00		\$5,000.00			
Broadway Street/Barrett Street Sidewalk Replacement	\$510,000.00	\$510,000.00				
Trackless Replacement	\$125,000.00				\$125,000.00	
Lawn Equipment Replacement	\$18,000.00			\$18,000.00		
Total Public Works	\$676,000.00	\$517,500.00	\$15,500.00	\$18,000.00	\$125,000.00	\$0.00
Parks/Recreation/Railyards						
Park Improvements - Various	\$86,559.00	\$86,559.00				
Active Transportation	\$476,075.00	\$476,075.00				
EVK Pool Filtration System	\$40,000.00	\$40,000.00				
EVK Pool Cover	\$10,000.00	\$10,000.00				
EVK Pool Replacement	\$125,000.00					\$125,000.00
Kent Fence	\$11,000.00	\$11,000.00				
Total Parks/Recreation/Railyards	\$748,634.00	\$623,634.00	\$0.00	\$0.00	\$0.00	\$125,000.00
Water & Sewer Utility						
Sewer Main Replacement	\$2,150,000.00			\$1,150,000.00	\$500,000.00	\$500,000.00
Water Tower Replacement	\$2,124,000.00				\$2,124,000.00	
Broadway Street South Water Main Extension	\$782,000.00	\$782,000.00				
Chlorination Building Window Replacement	\$1,500.00		\$1,500.00			
Water Meter Upgrades	\$70,000.00	\$70,000.00				
Wellfield Signage	\$2,500.00	\$2,500.00				
Mechanical Systems Upgrade	\$100,000.00	\$100,000.00				
Building - Roof and Eavestroughing Replacement	\$10,000.00	\$10,000.00				
	\$5,240,000.00	\$964,500.00	\$1,500.00	\$1,150,000.00	\$2,624,000.00	\$500,000.00
Total	\$15,707,958.00	\$7,871,053.00	\$538,405.00	\$2,433,000.00	\$3,725,500.00	\$1,140,000.00

TAB 2



31. CONTRIBUTED

Love 2021 returning

hi roll.

This year, the event will have prizes for those voted on the lobster rolls, with 100 lobster pots and \$1,000 Canada's Food Island gift

cards, as well as other prize packs.

Islanders can review their favourite participating lobster roll online at www.peilobsterlove.ca.

NOTICE OF MORTGAGE SALE

BE SOLD at Public Auction in front of the Law Courts Building at 42 Water Street, in Charlottetown, Queens County, Province of Prince Edward Island, on the 21st day of July 2021, commencing at the hour of 12:15pm, and singular the following, that is to say:

THAT TRACT, PIECE OR PARCEL OF LAND situate, lying and being identified as 28 Evergreen Drive, in the Town of Winsloe and being part of Township/Common Lot Number Thirty-three (33), in Queens County, in the Province of Prince Edward Island and being Provincial Parcel Number 709816

The above sale is made Under and by the Virtue of a Power of Sale contained in a Mortgage dated September 30, 2013 and registered in the Office of the Registrar of Deeds for Queens County on October 2, 2013 in Book 5483 as Document 6703.

SAID PROPERTY will be sold subject to a reserve or upset bid and conditions of sale.

FURTHER PARTICULARS apply to the offices of BOYNECLARKE LLP.

DATED this 16th day of June 2021.

James W. Schipillow, BOYNECLARKE

Phone: (902) 460-3474
Solicitor for the Mortgagee

NOTICE OF MORTGAGE SALE

TO BE SOLD at Public Auction in front of the Law Courts Building at 42 Water Street, in Charlottetown, Queens County, Province of Prince Edward Island, on the 21st day of July 2021, commencing at the hour of 12:00pm, all and singular the following, that is to say:

ALL THAT TRACT, PIECE OR PARCEL OF LAND situate, lying and being identified as 167 Corrigan Road, in the Town of Mount Stewart and being part of Township/Common Lot Number Thirty-Five (35), in Queens County, in the Province of Prince Edward Island and being Provincial Parcel Number 908046.

The above sale is made Under and by the Virtue of a Power of Sale contained in a Mortgage dated April 13, 2016 and registered in the Office of the Registrar of Deeds for Queens County on April 15, 2016 in Book 5595 as Document 2167.

THE SAID PROPERTY will be sold subject to a reserve or upset bid and conditions of sale.

FOR FURTHER PARTICULARS apply to the offices of BOYNECLARKE LLP.

DATED this 15th day of June 2021.

Joshua J. Santimaw, BOYNECLARKE LLP
Phone: (902) 460-3451
Solicitor for the Mortgagee



PRINCE EDWARD ISLAND
Regulatory & Appeals Commission
Commission de réglementation et d'appels
ÎLE-DE-PRINCE-ÉDOUARD

NOTICE OF PROPOSAL Town of Kensington Annexation (PID 76174)

TAKE NOTICE that the Prince Edward Island Regulatory and Appeals Commission (the "Commission") has received a proposal to restructure (the "Proposal") from the Town of Kensington (the "Town") pursuant to section 15 of the *Municipal Government Act*, RSPEI 1988, c M-12.1 (the "Act").

BACKGROUND

The Town proposes to annex a single parcel of land totaling approximately 2.30 acres located on Route 2. The parcel is owned by Thunder Cove Investments Inc., formerly known as Frosty Treat Dairy Bar Ltd. The shareholder of Thunder Cove Investments Inc., Warren Ellis, has requested that the parcel be included in the Town boundary.

HOW TO SEE THE PROPOSAL

A copy of the proposal can be obtained online at the Commission's website at www.irac.pe.ca.

HOW TO OBJECT OR COMMENT

Any individual or municipality wishing to object to the Proposal can do so by submitting Form MGA-MR-2 (*Objection to a Proposal to Establish, Restructure, Dissolve a Municipality*) (the "Objection Form") to the Commission prior to **Friday, August 6, 2021 at 4:00 p.m.**

The Objection Form can be obtained online at the Commission's website at www.irac.pe.ca or at the Commission's office located on the 5th Floor of the National Bank Tower, 134 Kent Street, Charlottetown, Prince Edward Island.

Any individual or municipality wishing to comment on the Proposal, other than to object, may submit written comments to the Commission prior to **Friday, August 6, 2021 at 4:00 p.m.**

The Objection Form or any written comments may be submitted to the Commission by email at proposal@irac.pe.ca or forwarded to:

Prince Edward Island Regulatory & Appeals Commission
P.O. Box 577
Charlottetown, PE C1A 7L1
Attn: Charity Hogan

If the Commission determines that a public hearing is necessary, then a Notice of Hearing will be published by the Commission in accordance with section 17 of the Act.

DATED at Charlottetown, Wednesday, July 7, 2021.

