

**Town of Prescott**  
**Five Year Financial Review**  
(not subject to audit)

December 31	2015	2014	2013	2012	2011
<b>Population</b> (Statistics Canada)	4,284	4,284	4,284	4,284	4,284
<b>Number of Households</b> (MPAC)	2,182	2,168	2,155	2,155	2,137
<b>Taxable Assessment</b> (000's)	\$	\$	\$	\$	\$
Residential and farm	264,445	252,364	238,737	228,998	218,583
Commercial and industrial	54,658	53,759	52,944	52,618	50,716
<b>Total</b>	<b>319,103</b>	<b>306,123</b>	<b>291,681</b>	<b>281,616</b>	<b>269,299</b>
Commercial, industrial as % of assessment	17.12%	17.6%	18.20%	18.70%	18.80%
<b>Rates of Taxation</b>					
Residential					
▸ for general municipal purposes	1.267472	1.276520	1.293990	1.293695	1.308717
▸ for school board purposes	0.195000	0.203000	0.212000	0.221000	0.231000
<b>Total</b>	<b>1.462472</b>	<b>1.479520</b>	<b>1.505990</b>	<b>1.514695</b>	<b>1.539717</b>
Multi-Residential (total)	2.548509	2.573310	2.614750	2.623202	2.661096
Commercial (total)	3.939595	3.987510	4.052101	4.051517	4.547287
Industrial (total)	4.863451	4.917247	4.993195	4.992419	5.468688
<b>Tax Arrears</b> ▸ percentage of current levy (<10%)**	15.02%	14.79%	16.70%	15.51%	12.89%
<b>Taxes Transferred</b> (000's)					
▸ School Boards	1,286	1,307	1,296	1,297	1,372
<b>Revenues</b> (000's)	\$	\$	\$	\$	\$
▸ Taxation and payments in lieu	5,230	5,113	4,965	4,827	4,846
▸ Government transfers	1,767	1,853	1,829	2,112	1,662
▸ Fees and service charges	3,141	3,358	3,264	3,251	3,238
▸ Other	701	628	616	594	479
▸ Revenues related to capital assets	905	1,676	1,286	988	1,148
<b>Total</b>	<b>11,744</b>	<b>12,628</b>	<b>11,960</b>	<b>11,772</b>	<b>11,373</b>
<b>Expenditures</b> (000's)					
▸ Operations	10,549	10,828	10,270	10,600	9,895
▸ Amortization	1,414	1,342	1,257	1,342	1,249
<b>Net Financial Assets (Net Debt)</b>					
▸ % of Operating Revenue (> (20%)) **	(33.09%)	(23.38%)	(33.50%)	(33.83%)	(45.12%)
▸ % of Taxation and User Charges (> (50%)) **	(42.50%)	(30.23%)	(43.46%)	(45.17%)	(57.07%)

\*\* Represents the Provincial Low Risk Indicator.  
(Note: All dollar amounts are in thousands of dollars.)

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(not subject to audit)

<b>December 31</b>	<b>2015</b>	2014	2013	2012	2011
	\$	\$	\$	\$	\$
<b>Long Term Debt</b>					
▸ Net long term debt (000's)	<b>9,380</b>	10,097	10,797	11,349	11,941
▸ Long term debt charges (000's)	<b>1,131</b>	1,136	1,248	1,150	1,073
▸ Annual repayment limit (000's) (total)	<b>2,248</b>	2,249	2,154	2,152	2,126
▸ Long term debt per household	<b>4,299</b>	4,657	5,010	5,266	5,588
▸ Debt charges (000's)					
▸ rate supported ▸ water & sewer	<b>616</b>	618	785	707	628
▸ tax supported	<b>515</b>	518	463	443	445
	<b>1,131</b>	1,136	1,248	1,150	1,073
<b>Municipal Equity (000's)</b>					
▸ Surplus and Reserves	<b>7,832</b>	9,499	9,120	9,502	9,104
▸ Invested in capital assets	<b>42,983</b>	40,120	38,639	36,470	35,675
▸ Asset consumption ratio	<b>27.84%</b>	27.23%	26.08%	25.29%	23.87%
▸ Reserves as % of operating expenses (>20%)**	<b>84.92%</b>	81.26%	80.02%	77.36%	76.78%
<b>Financial Indicators</b>					
▸ Sustainability					
▸ financial assets to liabilities	<b>0.69</b>	0.79	0.71	0.72	0.65
▸ financial assets to liabilities excluding long term debt	<b>3.95</b>	4.98	5.26	5.43	6.43
▸ long term debt to tangible capital assets	<b>17.91%</b>	20.11%	21.84%	23.73%	25.08%
▸ capital reserve to accumulated amortization	<b>39.85%</b>	42.01%	41.78%	45.82%	46.85%
▸ Flexibility					
▸ Debt charges to total operating revenue (<5%)**	<b>10.51%</b>	10.38%	11.69%	10.66%	10.46%
▸ Total operating revenue to taxable assessment	<b>3.37%</b>	3.58%	3.66%	3.83%	3.81%
▸ Working capital to operating expense (>10%)**	<b>55.19%</b>	69.60%	70.30%	72.64%	74.06%
▸ Vulnerability					
▸ Operating government transfers ▸ to operating revenue	<b>16.43%</b>	15.93%	16.12%	18.59%	14.80%
▸ Total government transfers ▸ to total revenues	<b>17.64%</b>	17.17%	24.30%	21.05%	22.93%

**Town of Prescott**  
**Consolidated Statement of Financial Position**

December 31	2015	2014
	\$	\$
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash and short term deposits	5,424,008	7,503,292
Taxes receivable (net of allowance of \$76,524)	886,650	778,433
User charges receivable (net of allowance \$10,000)	910,509	754,735
Accounts receivable	555,277	379,101
Inventory	20,111	14,234
Investment in Rideau St. Lawrence Holdings Inc. (note 5)	1,863,224	1,830,889
	<b>9,659,779</b>	<b>11,260,684</b>
<b>LIABILITIES</b>		
<b>Financial Liabilities</b>		
Accounts payable and accrued liabilities	1,807,324	1,499,797
Other current liabilities	43,068	100,267
Employee future benefit obligations (note 6)	58,173	58,173
Deferred revenues (note 7)	65,532	235,738
Long term liabilities (note 8)	9,380,386	10,096,552
	<b>11,354,483</b>	<b>11,990,527</b>
<b>NET DEBT</b>	<b>(1,694,704)</b>	<b>(729,843)</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (note 16)	52,363,536	50,216,114
Inventories	12,000	12,000
Prepaid expenses	133,829	121,043
	<b>52,509,365</b>	<b>50,349,157</b>
Commitments (note 14) Contingent Liabilities (note 13)		
<b>MUNICIPAL EQUITY (note 9)</b>	<b>50,814,661</b>	<b>49,619,314</b>

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

**Town of Prescott  
Consolidated Statement of Operations**

For the year ended December 31	(Note 18) Budget	2015	2014
	\$	\$	\$
<b>REVENUES</b>			
Taxation ▶ residential	3,533,519	<b>3,486,650</b>	3,426,335
▶ commercial and industrial	1,674,490	<b>1,640,122</b>	1,363,263
▶ other governments	112,296	<b>103,535</b>	323,817
User charges ▶ environmental	2,735,643	<b>2,676,597</b>	2,836,130
▶ marina	202,200	<b>169,969</b>	189,739
▶ recreation and culture	312,310	<b>269,870</b>	298,040
▶ other	31,560	<b>24,083</b>	34,141
Government transfers	1,765,438	<b>1,766,909</b>	1,852,861
Licenses and permits	53,950	<b>59,324</b>	61,833
Investment income	35,920	<b>43,017</b>	77,705
Penalties and interest on taxes	165,000	<b>166,809</b>	140,196
Provincial offenses	27,600	<b>33,641</b>	30,862
Other	355,445	<b>310,757</b>	317,552
Net income ▶ Rideau St. Lawrence Holdings Inc.	---	<b>87,582</b>	59,923
<b>TOTAL REVENUES</b>	11,005,371	<b>10,838,865</b>	11,012,397
<b>EXPENDITURES</b>			
General government	1,140,555	<b>1,591,242</b>	1,161,781
Protection to persons and property	2,128,577	<b>2,200,394</b>	2,341,213
Transportation services	1,505,710	<b>1,084,210</b>	1,438,918
Environmental services	3,123,302	<b>2,919,592</b>	2,842,132
Health services	285,544	<b>290,903</b>	272,386
Social and family services	860,628	<b>853,803</b>	897,780
Recreation and cultural services	1,273,919	<b>1,214,590</b>	1,274,223
Planning and development	482,263	<b>394,332</b>	599,239
<b>TOTAL EXPENDITURES</b>	10,800,498	<b>10,549,066</b>	10,827,672
<b>NET REVENUES FROM OPERATIONS</b>	204,873	<b>289,799</b>	184,725
<b>OTHER</b>			
Grants and transfers related to capital			
Deferred revenues earned (note 7)	---	<b>389,112</b>	123,057
Government transfers	276,410	<b>337,154</b>	1,374,418
Other	572,000	<b>179,282</b>	178,517
	848,410	<b>905,548</b>	1,675,992
<b>ANNUAL SURPLUS</b>	1,053,283	<b>1,195,347</b>	1,860,717
<b>MUNICIPAL EQUITY, BEGINNING OF YEAR</b>	49,619,314	<b>49,619,314</b>	47,758,597
<b>MUNICIPAL EQUITY, END OF YEAR</b>	50,672,597	<b>50,814,661</b>	49,619,314

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