

Schedule "A"

The Town of Mattawa

Mattawa Waterworks Financial Plan

*Prepared in accordance with
The Safe Drinking Water Act
and its associated regulations.*

Provincial reporting requirements

Pursuant to Section 31(1) of the Safe Drinking Water Act, 2002 (the "SDWA"), Provincial licenses are required for the operation of municipal drinking water systems in Ontario. In obtaining these licenses, the Town of Mattawa is required to meet five conditions under Section 44(1) of the SDWA, including the preparation of a financial plan for the water system.

The form and content of financial plans for municipal water systems are prescribed under Ontario Regulation 453/07 (the "Regulation"). Under the terms of the Regulation, the Town is required to prepare a financial plan that:

- I. Is approved through a Council resolution that indicates that the drinking water system is financially viable
- II. Extends over a minimum of six years and includes a statement that the financial impacts of the drinking water system have been considered
- III. For each year of the financial plan, includes details of the proposed or projected financial operations of the system itemized by:
 - Total revenues, further broken down into water rates, user charges and other revenues
 - Total expenses, further broken down into amortization expenses, interest expenses and other expenses
 - Annual surplus or deficit
 - Accumulated surplus or deficit
- IV. Includes details of the proposed or projected financial position of the system, itemized by:
 - Total financial assets
 - Total liabilities
 - Net debt
 - Non-financial assets
 - Changes in tangible capital assets

V. Details the proposed or projected gross cash receipts and cash payments itemized by:

- Operating transactions
- Capital transactions
- Investing transactions
- Financing transactions
- Changes in cash and cash equivalents in the period
- Cash and cash equivalents at the beginning and end of year

The disclosure requirements prescribed in the Regulation are consistent with the financial statement requirements as outlined in the Public Sector Accounting Handbook of the Canadian Institute of Chartered Accountants, which comprise:

- A statement of operations
- A statement of financial position
- A statement of cash flows
- A statement of changes in net financial assets

The Regulation requires a six year financial plan for water. However to be consistent with the principle of adopting an integrated approach to financial planning, the financial plan for Water has been prepared to match the overall Capital Asset Plan for the Town which incorporates a ten year period.

Public Notice

In connection with its financial plan, the Town is also required to ensure an appropriate level of public communication by:

- Making the financial plans available, on request, to members of the public at no charge
- Making the financial plans available to members of the public at no charge through the internet (if the municipality maintains a website)
- Providing notice as deemed appropriate to advise the public of the availability of the financial plans.

THE CORPORATION OF THE TOWN OF MATTAWA
Water System

Statement of Projected Financial Position

	2014	2015	2016	2017
Financial Assets				
Accounts Receivable Water (net)	71,250	73,744	76,325	78,996
Total Financial Assets	71,250	73,744	76,325	78,996
Financial Liabilities				
Long-term debt	900,000	840,000	994,000	1,127,733
Total financial liabilities	900,000	840,000	994,000	1,127,733
Net financial Liability	-	766,256	-	1,048,737
Non-Financial Assets				
Tangible capital assets (net)	3,877,278	4,137,901	4,281,706	4,296,731
Total non-financial assets	3,877,278	4,137,901	4,281,706	4,296,731
Accumulated Surplus	\$ 3,048,528	\$ 3,371,645	\$ 3,364,031	\$ 3,247,994

	2018	2019	2020	2021	2022	2023	2024
	81,761	84,623	87,584	90,650	93,823	97,106	100,505
	81,761	84,623	87,584	90,650	93,823	97,106	100,505
	1,052,551	982,381	916,889	855,763	798,712	745,465	695,767
	1,052,551	982,381	916,889	855,763	798,712	745,465	695,767
	-	897,758	829,305	765,113	704,890	648,358	595,262
	4,448,329	4,353,211	4,272,726	4,177,124	4,081,405	3,985,570	3,889,619
	4,448,329	4,353,211	4,272,726	4,177,124	4,081,405	3,985,570	3,889,619
	\$ 3,477,539	\$ 3,455,452	\$ 3,443,421	\$ 3,412,011	\$ 3,376,516	\$ 3,337,212	\$ 3,294,357

THE CORPORATION OF THE TOWN OF MATTAWA
Water System

Statement of Projected Changes in Net Water Assets

	2014	2015	2016	2017
Opening Balance	4,658,622	4,658,622	5,514,028	5,753,728
Work In Progress	81,877	511,406		
Capital Requirements	429,529	344,000	239,700	112,800
Amortization				
Accumulated Amortization	1,215,107	1,292,750	1,376,127	1,472,022
Amortization	77,643	83,377	95,895	97,775
Total Amortization	1,292,750	1,376,127	1,472,022	1,569,797
Net Water Assets	\$ 3,877,278	\$ 4,137,901	\$ 4,281,706	\$ 4,296,731

	2018	2019	2020	2021	2022	2023	2024
	5,866,528	6,120,128	6,127,128	6,149,128	6,156,128	6,163,128	6,170,128
	253,600	7,000	22,000	7,000	7,000	7,000	7,000
	1,569,797	1,671,799	1,773,917	1,876,402	1,979,004	2,081,723	2,184,558
	102,002	102,118	102,485	102,602	102,718	102,835	102,952
	1,671,799	1,773,917	1,876,402	1,979,004	2,081,723	2,184,558	2,287,509
\$	4,448,329	4,353,211	4,272,726	4,177,124	4,081,405	3,985,570	3,889,619

THE CORPORATION OF THE TOWN OF MATTAWA
Water System
Statement of Projected Operations

	Opening			2016
	2014	2015	2016	2016
Revenue				
Water charges(Flat rate and metered)	475,000	491,625	508,832	508,832
Capital Grants	352,107	-	-	-
Total revenues	827,107	491,625	508,832	508,832
Expenses				
Water Operations	353,800	362,910	372,255	372,255
Interest	27,200	23,716	27,000	27,000
Amortization	77,643	83,377	95,895	95,895
Total Expenses	458,643	470,003	495,150	495,150
Annual surplus / Deficit	368,464	21,622	13,682	13,682

Amortization	77,643	83,377	95,895
* Capital Requirements (Per Municipal Capital Plan) Subject to Change	-	344,000	239,700
Capital Grants (Assumption-Subject to Change)	-	-	200,000
Debt Financing	-	-	210,000
Debt Repayment	60,000	56,000	66,267
Reserve Transfers	93,422	350,936	51,570
** Adjusted Annual Surplus / (Deficit)	50,000	55,935	55,180

* Per Municipal Asset Management Plan to be amended annually

** Adjusted surplus represents proforma accounting surplus adding back amortization and adjusting for actual capital expenditures / financing / and

	2017	2018	2019	2020	2021	2022	2023	2024
	526,641	545,073	564,151	583,896	604,333	625,484	647,376	670,034
	526,641	545,073	564,151	583,896	604,333	625,484	647,376	670,034
	381,841	391,673	401,759	412,104	422,716	433,601	444,766	456,219
	29,000	26,000	24,000	22,000	20,000	18,000	16,000	14,000
	97,775	102,002	102,118	102,485	102,602	102,718	102,835	102,952
	508,616	519,675	527,877	536,589	545,318	554,319	563,601	573,170
	18,025	25,398	36,274	47,307	59,015	71,165	83,775	96,864
	97,775	102,002	102,118	102,485	102,602	102,718	102,835	102,952
-	112,800	253,600	7,000	22,000	7,000	7,000	7,000	7,000
	100,000	225,000						
	200,000							
-	75,182	70,170	65,492	61,126	57,051	53,247	49,698	30,000
	27,974	32,858						
	55,792	61,488	65,900	66,666	97,566	113,636	129,913	162,816

debt repayment