

THE CORPORATION OF THE TOWNSHIP OF MCGARRY

SOLAIRE MCGARRY SOLAR INC. - SUMMARY FINANCIAL STATEMENTS

Solaire McGarry Solar Inc. (SMSI) is a municipally owned government business enterprise. The corporation owns, administers and manages solar power generating projects for the purpose of generating, transmitting, distributing and retailing electricity. The Township owns a 50% ownership stake in the common shares of SMSI.

Financial statements are prepared using International Financial Reporting Standards.

STATEMENT OF FINANCIAL POSITION

	2017	2016
ASSETS		
Cash	\$ 338,082	\$ 300,504
Accounts receivable	106,966	83,533
Prepaid expenses	6,723	6,684
Property and Equipment	2,832,018	2,663,660
Future Payment in Lieu of Taxes	22,824	5,545
TOTAL ASSETS	\$ 3,306,613	\$ 3,059,926
LIABILITIES		
Accounts payable and accrued liabilities	\$ 241,937	\$ 1,911
Due to Energie Kapuskasing Energy Inc.	\$ 3,215,905	\$ 3,089,334
CAPITAL DEFICIENCY		
CAPITAL STOCK	100	100
ACCUMULATED DEFICIT	(151,329)	(31,419)
TOTAL LIABILITIES AND DEFICIENCY	\$ 3,306,613	\$ 3,059,926
Municipality's Investment	0	0

SCHEDULE 6 (CONTINUED)

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STATEMENT OF LOSS AND ACCUMULATED DEFICIT

	2017	2016
SALES	\$ 43,526	\$ 46,794
COST OF SALES	2,061	1,706
GROSS MARGIN	41,465	45,088
EXPENSES		
Amortization	31,752	31,752
Insurance	21,933	7,720
Miscellaneous	359	706
Repairs and maintenance	5,253	-
Interest and bank charges	27,677	23,026
Professional fees	60,900	4,704
TOTAL EXPENSES	147,874	67,908
OTHER INCOME	1,702	2,112
WRITE OFF OF PROPERTY AND EQUIPMENT	(32,482)	-
LOSS BEFORE INCOME TAXES	(137,189)	(20,708)
FUTURE PAYMENT IN LIEU OF TAXES RECOVERY	17,279	3,025
NET LOSS	\$ (119,910)	\$ (17,683)
DEFICIENCY, BEGINNING OF YEAR	\$ (31,419)	\$ (13,736)
DEFICIENCY, END OF YEAR	\$ (151,329)	\$ (31,419)