

MUNICIPAL FINANCIAL INFORMATION RETURN

For the Year Ending December 31, 2018

Municipality Name: Town of Black Diamond

CERTIFICATION

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



Signature of Duly Authorized Signing Officer

Sharlene Brown

Print Name

April 17, 2019

Date



CHARTERED PROFESSIONAL ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT
ON MUNICIPAL FINANCIAL INFORMATION RETURN**

To the Minister of Alberta Municipal Affairs

Opinion

We have audited the accompanying consolidated municipal financial information return of the Town of Black Diamond for the year ended December 31, 2018.

In our opinion, this consolidated financial information return presents fairly, in all material respects, the financial position of Town of Black Diamond as at December 31, 2018, and the results of its operations and the changes in its net financial debt for the year then ended in accordance with the accounting principles presented by the Minister of Alberta Municipal Affairs as provided for in Section 277 of the Municipal Government Act.

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 Information Return section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the consolidated financial information 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.

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. We have issued an audit report dated April 17, 2019 on the consolidated financial statements of the Town of Black Diamond for the year ended December 31, 2018 and reference should be made to those audited financial statements for complete information.

Responsibilities of Management and Those Charged with Governance for the Financial Information Return

Management is responsible for the preparation and fair presentation of the consolidated financial information return in accordance with the accounting principles presented by the Minister of Alberta Municipal Affairs as provided for in Section 277 of the Municipal Government Act, and for such internal control as management determines is necessary to enable the preparation of financial information that is free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial information, management is responsible for assessing the Town'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 the Town or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Information Return

Our objectives are to obtain reasonable assurance about whether the consolidated financial information return as a whole is 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 this financial information. 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:

INDEPENDENT AUDITORS' REPORT, continued

- Identify and assess the risks of material misstatement of the financial information return, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention to it in our auditor's report or modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial information return and whether the financial information represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Lethbridge, Alberta

April 17, 2019

A handwritten signature in black ink that reads "Avail LLP". The signature is written in a cursive, flowing style.

Chartered Professional Accountants

FINANCIAL POSITION

Schedule 9A

	Total 1
Assets	0010
Cash and Temporary Investments	0020 10,627,226
Taxes and Grants in Place of Taxes Receivable.....	0030
. Current	0040 282,483
. Arrears	0050 68,891
. Allowance	0060
Receivable From Other Governments	0070
Loans Receivable	0080
Trade and Other Receivables	0090 1,409,061
Debt Charges Recoverable.....	0095
Inventories Held for Resale	0130
. Land	0140
. Other	0150
Long Term Investments	0170
. Federal Government	0180
. Provincial Government	0190
. Local Governments	0200
. Other	0210
Other Current Assets	0230
Other Long Term Assets	0240
	0250
Total Financial Assets	0260 12,387,661
Liabilities	0270
Temporary Loans Payable	0280
Payable To Other Governments	0290
Accounts Payable & Accrued Liabilities	0300 594,409
Deposit Liabilities	0310 676,398
Deferred Revenue	0340 2,972,873
Long Term Debt	0350 900,302
Other Current Liabilities	0360 19,157
Other Long Term Liabilities	0370
	0380
Total Liabilities	0390 5,163,139
Net Financial Assets (Net Debt)	0395 7,224,522
Non Financial Assets	
Tangible Capital Assets.....	0400 37,344,239
Inventory for Consumption.....	0410 69,175
Prepaid Expenses	0420 97,315
Other.....	0430
Total Non-Financial Assets	0440 37,510,729
Accumulated Surplus	0450 44,735,251

CHANGE IN ACCUMULATED SURPLUS

Schedule 9B

		Unrestricted	Restricted	Equity in TCA	Total
		1	2	3	4
Accumulated Surplus - Beginning of Year	0500	1,155,082	7,216,227	34,464,728	42,836,037
Net Revenue (Expense)	0505	1,899,214			1,899,214
Funds Designated For Future Use	0511	-4,000,949	4,000,949		
Restricted Funds - Used for Operations	0512	530,958	-530,958		
Restricted Funds - Used for TCA	0513		-1,036,059	1,036,059	
Current Year Funds Used for TCA	0514	-1,980,721		1,980,721	
Donated and Contributed TCA	0516				
Disposals of TCA	0517	46,250		-46,250	
Annual Amortization Expense	0518	1,142,626		-1,142,626	
Long Term Debt - Issued	0519				
Long Term Debt - Repaid	0521	-151,305		151,305	
Capital Debt - Used for TCA	0522				
	0523				
Other Adjustments	0524				
Accumulated Surplus - End of Year	0525	-1,358,845	9,650,159	36,443,937	44,735,251

FINANCIAL ACTIVITIES BY FUNCTION

Schedule 9C

	Revenue	Expense
	1	2
Total General	0700 2,923,570	
Function	0710	1150
General Government	0720	1160
Council and Other Legislative	0730	1170 151,903
General Administration	0740 427,880	1180 594,398
Other General Government.....	0750	1190
Protective Services	0760	1200
Police	0770	1210
Fire	0780 166,311	1220 329,431
Disaster and Emergency Measures	0790 109,671	1230 231,927
Ambulance and First Aid	0800	1240
Bylaws Enforcement	0810 174,455	1250 231,431
Other Protective Services.....	0820	1260 30,431
Transportation	0830	1270
Common and Equipment Pool	0840	1280 251,631
Roads, Streets, Walks, Lighting	0850 734,115	1290 945,408
Airport	0860	1300
Public Transit	0870 4,180	1310 25,080
Storm Sewers and Drainage	0880	1320
Other Transportation	0890	1330
Environmental Use and Protection	0900	1340
Water Supply and Distribution	0910 1,045,131	1350 971,310
Wastewater Treatment and Disposal	0920 1,189,393	1360 649,044
Waste Management	0930 188,530	1370 191,931
Other Environmental Use and Protection	0940	1380 39,523
Public Health and Welfare	0950	1390
Family and Community Support	0960 74,599	1400 94,968
Day Care	0970	1410
Cemeteries and Crematoriums	0980 987	1420 56,987
Other Public Health and Welfare	0990	1430
Planning and Development	1000	1440
Land Use Planning, Zoning and Development	1010 714,202	1450 331,949
Economic/Agricultural Development	1020 29,125	1460 169,445
Subdivision Land and Development	1030	1470
Public Housing Operations	1040	1480
Land, Housing and Building Rentals	1050	1490
Other Planning and Development.....	1060	1500
Recreation and Culture	1070	1510
Recreation Boards	1080	1520
Parks and Recreation	1090 544,578	1530 1,006,246
Culture: Libraries, Museums, Halls	1100	1540 168,225
Convention Centres	1110	1550
Other Recreation and Culture.....	1120 43,755	1560
Other Utilities	1125	1565
Gas	1126	1566
Electric	1127	1567
Other	1130	1570
Total Revenue/Expense	1140 8,370,482	1580 6,471,268
Net Revenue/Expense		1590 1,899,214

FINANCIAL ACTIVITIES BY TYPE / OBJECT

Schedule 9D

		Total
		1
Revenues	1700	
Taxation and Grants in Place	1710	
Property (Net Municipal)	1720	2,923,570
Business	1730	
Business Revitalization Zone	1740	
Special	1750	
Well Drilling	1760	
Local Improvement	1770	
Sales To Other Governments	1790	
Sales and User Charges	1800	1,933,088
Penalties and Costs on Taxes	1810	66,556
Licenses and Permits	1820	182,643
Fines	1830	
Franchise and Concession Contracts	1840	229,425
Returns on Investments	1850	183,814
Rentals	1860	283,501
Insurance Proceeds	1870	
Net Gain on Sale of Tangible Capital Assets	1880	16,605
Contributed and Donated Assets	1885	
Federal Government Unconditional Transfers	1890	
Federal Government Conditional Transfers	1900	
Provincial Government Unconditional Transfers	1910	159,774
Provincial Government Conditional Transfers	1920	1,922,950
Local Government Transfers	1930	264,422
Transfers From Local Boards and Agencies	1940	
Developer Agreements and Levies	1960	82,561
Other Revenues	1970	121,573
Total Revenue	1980	8,370,482
Expenses	1990	
Salaries, Wages, and Benefits	2000	2,217,057
Contracted and General Services	2010	1,587,298
Purchases from Other Governments	2020	
Materials, Goods, Supplies, and Utilities	2030	634,804
Provision For Allowances	2040	
Transfers to Other Governments	2050	
Transfers to Local Boards and Agencies	2060	762,297
Transfers to Individuals and Organizations	2070	47,662
Bank Charges and Short Term Interest	2080	439
Interest on Operating Long Term Debt	2090	
Interest on Capital Long Term Debt	2100	46,528
Amortization of Tangible Capital Assets	2110	1,142,626
Net Loss on Sale of Tangible Capital Assets	2125	6,426
Write Down of Tangible Capital Assets	2127	
Other Expenditures	2130	26,131
Total Expenses	2140	6,471,268
Net Revenue (Expense)	2150	1,899,214

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				
General Administration	2220	7,521	6,475	30,327	
Other General Government.....	2230				
Protective Services	2240				
Police	2250				
Fire	2260	56,884		65,294	
Disaster and Emergency Measures	2270		90,053	182,817	
Ambulance and First Aid	2280				
Bylaws Enforcement	2290	12,730		17,010	
Other Protective Services.....	2300				
Transportation	2310				
Common and Equipment Pool	2320			14,133	3,712
Roads, Streets, Walks, Lighting	2330		663,172	314,992	14,688
Airport	2340				
Public Transit	2350				
Storm Sewers and Drainage	2360				
Other Transportation	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution	2390	897,147	100,000	182,607	8,983
Wastewater Treatment and Disposal	2400	711,351	450,250	55,630	17,723
Waste Management	2410	188,530		15,505	
Other Environmental Use and Protection	2420			33,362	515
Public Health and Welfare	2430				
Family and Community Support	2440	12,767			
Day Care	2450				
Cemeteries and Crematoriums	2460				
Other Public Health and Welfare	2470				
Planning and Development	2480				
Land Use Planning, Zoning and Development	2490	39,753	613,000	3,341	
Economic/Agricultural Development	2500	1,145		798	
Subdivision Land and Development	2510				
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	5,260		226,810	907
Culture: Libraries, Museums, Halls	2580				
Convention Centres	2590				
Other Recreation and Culture.....	2600				
Other Utilities	2605				
Gas	2606				
Electric	2607				
Other	2610				
Total	2620	1,933,088	1,922,950	1,142,626	46,528

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	2,426			
Other General Government.....	2730				
Protective Services	2740				
Police	2750				
Fire	2760	352,234			
Disaster and Emergency Measures	2770				
Ambulance and First Aid	2780				
Bylaws Enforcement	2790				
Other Protective Services.....	2800				
Transportation	2810				
Common and Equipment Pool	2820				4,065
Roads, Streets, Walks, Lighting	2830	605,117			52,057
Airport	2840				
Public Transit	2850				
Storm Sewers and Drainage	2860	108,547			12,930
Other Transportation	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution	2890	400,090			13,721
Wastewater Treatment and Disposal	2900	698,789			37,500
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	849,585			31,032
Culture: Libraries, Museums, Halls	3080				
Convention Centres	3090				
Other Recreation and Culture.....	3100				
Other Utilities	3105				
Gas	3106				
Electric	3107				
Other	3110				
Total	3120	3,016,788			151,305

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	7,936,808			7,936,808
Light Rail Transit Systems.....	3202				
Water Systems.....	3203	7,425,942			7,425,942
Wastewater Systems.....	3204	2,967,254			2,967,254
Storm Systems.....	3205	11,022,368			11,022,368
Fibre Optics.....	3206				
Electricity Systems.....	3207				
Gas Distribution Systems.....	3208				
Total Engineered Structures	3210	29,352,372			29,352,372
Construction In Progress.....	3219	147,361	1,898,523		2,045,884
Buildings	3220	5,924,360	142,745		6,067,105
Machinery and Equipment	3230	4,197,989	207,697	292,214	4,113,472
Land	3240	1,054,439	703,228		1,757,667
Land Improvements.....	3245	1,916,805	15,101		1,931,906
Vehicles	3250	2,246,608	49,494	51,624	2,244,478
Total Capital Property Cost	3260	44,839,934	3,016,788	343,838	47,512,884
Accumulated Amortization					
Engineered Structures	3270				
Roadway Systems	3271	1,734,399	202,949		1,937,348
Light Rail Transit Systems	3272				
Water Systems	3273	1,282,383	134,564		1,416,947
Wastewater Systems	3274	443,432	39,563		482,995
Storm Systems	3275	478,535	212,272		690,807
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Engineered Structures	3280	3,938,749	589,348		4,528,097
Buildings	3290	1,835,825	137,900		1,973,725
Machinery and Equipment	3300	1,998,883	258,097	245,956	2,011,024
Land	3310				
Land Improvements.....	3315	161,318	68,176		229,494
Vehicles	3320	1,388,824	89,105	51,624	1,426,305
Total Accumulated Amortization	3330	9,323,599	1,142,626	297,580	10,168,645
Net Book Value of Capital Property	3340	35,516,335			37,344,239
Capital Long Term Debt (Net)	3350	1,051,607			900,302
Equity in Tangible Capital Assets	3400	34,464,728			36,443,937

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		487,639	487,639
Supported by Special Levies	3420			
Supported by Utility Rates	3430		412,663	412,663
Other	3440			
Total Long Term Debt Principal Balance	3450		900,302	900,302

LONG TERM DEBT SOURCES

Schedule 9I

		Operating Purposes 1	Capital Purposes 2	Total 3
Alberta Capital Finance Authority.....	3500		900,302	900,302
Canada Mortgage and Housing Corporation	3520			
Mortgage Borrowing	3600			
Other	3610			
Total Long Term Debt Principal Balance	3620		900,302	900,302

FUTURE LONG TERM DEBT REPAYMENTS

Schedule 9J

		Operating Purposes 1	Capital Purposes 2	Total 3
Principal Repayments by Year	3700			
Current + 1	3710		150,242	150,242
Current + 2	3720		138,723	138,723
Current + 3	3730		91,751	91,751
Current + 4	3740		97,113	97,113
Current + 5	3750		90,464	90,464
Thereafter	3760		332,009	332,009
Total Principal	3770		900,302	900,302
Interest by Year	3780			
Current + 1	3790		43,038	43,038
Current + 2	3800		37,416	37,416
Current + 3	3810		31,947	31,947
Current + 4	3820		26,585	26,585
Current + 5	3830		20,902	20,902
Thereafter	3840		54,430	54,430
Total Interest	3850		214,318	214,318

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	3,520,775	3,520,775
Non-Residential	3920		
Land and Improvements (Excluding M & E).....	3935	426,788	6,266
Machinery and Equipment	3950		
Linear Property	3960	32,618	32,618
Railway	3970		
Farm Land	3980	71	71
Adjustments to Property Taxes	3990		
Total Property Taxes and Grants In Place	4000	3,980,252	6,266
Requisition Transfers		4010	
Education			
Residential/Farm Land		4031	872,651
Non-Residential		4035	145,129
Seniors Lodges		4090	45,070
Other		4100	98
Adjustments to Requisition Transfers		4110	
Total Requisition Transfers		4120	1,062,948
Net Municipal Property Taxes and Grants In Place		4130	2,923,570

GRANTS IN PLACE OF TAXES

Schedule 9L

	Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government	4200			
Provincial Government	4210	6,266		6,266
Local Government	4220			
Other	4230			
Total	4240	6,266		6,266

DEBT LIMIT

Schedule 9AA

		1
Debt Limit	5700	9,671,298
Total Debt	5710	900,302
Debt Service Limit	5720	1,611,883
Total Debt Service Costs	5730	193,280

Enter prior year Line 3450 Column 2 balance here:

1,051,607
