

MUNICIPAL FINANCIAL INFORMATION RETURN

For the Year Ending December 31, 2020

Municipality Name: Town of Black Diamond

CERTIFICATION

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

Sharlene Brown

Print Name

April 21, 2021

Date

The number of potential errors on Page 12 of this form: 1



CHARTERED PROFESSIONAL ACCOUNTANTS

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

To the Mayor and Council of the Town of Black Diamond

Opinion

We have audited the accompanying municipal financial information return of the Town of Black Diamond which comprise the statement of financial position for the year ended December 31, 2020, and the consolidated statements of income, and changes in accumulated surplus for the year then ended.

In our opinion, the accompanying financial information return presents fairly, in all material respects, the financial position of Town of Black Diamond as at December 31, 2020, and the results of its operations and the changes in its net financial debt for the year then ended in accordance with Canadian Public Sector Accounting Standards.

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 21, 2021 on the financial statements of the Town of Black Diamond for the year ended December 31, 2020 and reference should be made to those audited financial statements for complete information.

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 return 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.

Emphasis of Matter

The financial information return is prepared to assist the Town to meet the requirements of the Municipal Government Act (Section 277(1)). As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

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

Management is responsible for the preparation and fair presentation of the financial information return in accordance with Canadian Public Sector Accounting Standards, 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 financial information return, 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.

INDEPENDENT AUDITORS' REPORT, continued

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 return. 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:

- 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 21, 2021

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 10,774,147
Taxes and Grants in Place of Taxes Receivable.....	0030
. Current	0040 226,363
. Arrears	0050 47,206
. Allowance	0060
Receivable From Other Governments	0070
Loans Receivable	0080
Trade and Other Receivables	0090 640,197
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 11,687,913
	0270
Liabilities	0270
Temporary Loans Payable	0280
Payable To Other Governments	0290
Accounts Payable & Accrued Liabilities	0300 468,710
Deposit Liabilities	0310 743,893
Deferred Revenue	0340 2,001,382
Long Term Debt	0350 611,337
Other Current Liabilities	0360 21,429
Other Long Term Liabilities	0370
	0380
Total Liabilities	0390 3,846,751
	0395
Net Financial Assets (Net Debt)	0395 7,841,162
	0400
Non Financial Assets	0400
Tangible Capital Assets.....	0400 38,385,772
Inventory for Consumption.....	0410 50,669
Prepaid Expenses	0420 124,548
Other.....	0430
	0440
Total Non-Financial Assets	0440 38,560,989
	0450
Accumulated Surplus	0450 46,402,151

CHANGE IN ACCUMULATED SURPLUS

Schedule 9B

	Unrestricted	Restricted	Equity in TCA	Total	
	1	2	3	4	
Accumulated Surplus - Beginning of Year	0500	-1,257,945	9,273,523	36,744,381	44,759,959
Net Revenue (Expense)	0505	1,642,192			1,642,192
Funds Designated For Future Use.....	0511	-1,332,810	1,332,810		
Restricted Funds - Used for Operations.....	0512	438,160	-438,160		
Restricted Funds - Used for TCA.....	0513		-272,638	272,638	
Current Year Funds Used for TCA	0514	-1,844,260		1,844,260	
Donated and Contributed TCA.....	0516				
Disposals of TCA.....	0517				
Annual Amortization Expense.....	0518	1,225,567		-1,225,567	
Long Term Debt - Issued.....	0519				
Long Term Debt - Repaid.....	0521	-138,723		138,723	
Capital Debt - Used for TCA.....	0522				
	0523				
Other Adjustments.....	0524				
Accumulated Surplus - End of Year.....	0525	-1,267,819	9,895,535	37,774,435	46,402,151

FINANCIAL ACTIVITIES BY FUNCTION

Schedule 9C

	Revenue		Expense	
	1		2	
Total General	0700	2,906,558		
Function	0710		1150	
General Government	0720		1160	
Council and Other Legislative	0730		1170	150,707
General Administration	0740	412,592	1180	654,460
Other General Government.....	0750		1190	
Protective Services	0760		1200	
Police	0770		1210	
Fire	0780	168,781	1220	369,838
Disaster and Emergency Measures	0790	2,263	1230	201,845
Ambulance and First Aid	0800		1240	
Bylaws Enforcement	0810	160,784	1250	202,359
Other Protective Services.....	0820		1260	38,203
Transportation	0830		1270	
Common and Equipment Pool	0840	1,039	1280	262,319
Roads, Streets, Walks, Lighting	0850	921,559	1290	905,067
Airport	0860		1300	
Public Transit	0870	29	1310	20,045
Storm Sewers and Drainage	0880		1320	
Other Transportation	0890		1330	
Environmental Use and Protection	0900		1340	
Water Supply and Distribution	0910	1,938,048	1350	1,107,596
Wastewater Treatment and Disposal	0920	1,128,375	1360	918,575
Waste Management	0930	223,832	1370	214,774
Other Environmental Use and Protection	0940		1380	139,783
Public Health and Welfare	0950		1390	
Family and Community Support	0960	64,556	1400	79,025
Day Care	0970		1410	
Cemeteries and Crematoriums	0980		1420	56,000
Other Public Health and Welfare	0990		1430	
Planning and Development	1000		1440	
Land Use Planning, Zoning and Development	1010	62,619	1450	274,418
Economic/Agricultural Development	1020	2,000	1460	107,505
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	573,989	1530	1,088,443
Culture: Libraries, Museums, Halls	1100		1540	181,930
Convention Centres	1110		1550	
Other Recreation and Culture.....	1120	48,060	1560	
Other Utilities	1125		1565	
Gas	1126		1566	
Electric	1127		1567	
Other	1130		1570	
Total Revenue/Expense	1140	8,615,084	1580	6,972,892
Net Revenue/Expense			1590	1,642,192

FINANCIAL ACTIVITIES BY TYPE / OBJECT

Schedule 9D

		Total
		1
Revenues	1700	
Taxation and Grants in Place	1710	
. Property (Net Municipal)	1720	2,906,558
. Business	1730	
. Business Revitalization Zone	1740	
. Special	1750	
. Well Drilling	1760	
. Local Improvement	1770	
Sales To Other Governments	1790	
Sales and User Charges	1800	2,099,839
Penalties and Costs on Taxes	1810	60,795
Licenses and Permits	1820	138,565
Fines	1830	
Franchise and Concession Contracts	1840	236,870
Returns on Investments	1850	126,616
Rentals	1860	188,454
Insurance Proceeds	1870	
Net Gain on Sale of Tangible Capital Assets	1880	8,000
Contributed and Donated Assets	1885	
Federal Government Unconditional Transfers	1890	
Federal Government Conditional Transfers	1900	11,954
Provincial Government Unconditional Transfers	1910	315,125
Provincial Government Conditional Transfers	1920	2,097,606
Local Government Transfers	1930	258,635
Transfers From Local Boards and Agencies	1940	
Developer Agreements and Levies	1960	39,337
Other Revenues	1970	126,730
Total Revenue	1980	8,615,084
Expenses	1990	
Salaries, Wages, and Benefits	2000	2,335,714
Contracted and General Services	2010	1,912,975
Purchases from Other Governments	2020	
Materials, Goods, Supplies, and Utilities	2030	525,250
Provision For Allowances	2040	
Transfers to Other Governments	2050	861,278
Transfers to Local Boards and Agencies	2060	67,993
Transfers to Individuals and Organizations	2070	717
Bank Charges and Short Term Interest	2080	
Interest on Operating Long Term Debt	2090	
Interest on Capital Long Term Debt	2100	35,557
Amortization of Tangible Capital Assets	2110	1,225,567
Net Loss on Sale of Tangible Capital Assets	2125	
Write Down of Tangible Capital Assets	2127	
Other Expenditures	2130	7,841
Total Expenses	2140	6,972,892
Net Revenue (Expense)	2150	1,642,192

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	28,399	18,950	25,608	
Other General Government.....	2230				
Protective Services	2240				
Police	2250				
Fire	2260	46,008		115,099	
Disaster and Emergency Measures	2270			181,502	
Ambulance and First Aid	2280				
Bylaws Enforcement	2290	11,715		15,414	
Other Protective Services.....	2300				
Transportation	2310				
Common and Equipment Pool	2320			14,133	3,604
Roads, Streets, Walks, Lighting	2330		874,951	318,340	10,612
Airport	2340				
Public Transit	2350	29		7,425	
Storm Sewers and Drainage	2360				
Other Transportation	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution	2390	937,261	951,780	192,613	7,948
Wastewater Treatment and Disposal	2400	830,854	263,879	70,509	13,275
Waste Management	2410	223,832		10,483	
Other Environmental Use and Protection	2420			34,336	
Public Health and Welfare	2430				
Family and Community Support	2440	4,019			
Day Care	2450				
Cemeteries and Crematoriums	2460				
Other Public Health and Welfare	2470				
Planning and Development	2480				
Land Use Planning, Zoning and Development	2490	12,807		3,341	
Economic/Agricultural Development	2500			402	
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	4,915		236,362	118
Culture: Libraries, Museums, Halls	2580				
Convention Centres	2590				
Other Recreation and Culture.....	2600				
Other Utilities	2605				
Gas	2606				
Electric	2607				
Other	2610				
Total	2620	2,099,839	2,109,560	1,225,567	35,557

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	18,950			
Other General Government.....	2730				
Protective Services	2740				
Police	2750				
Fire	2760	10,427			
Disaster and Emergency Measures	2770				
Ambulance and First Aid	2780				
Bylaws Enforcement	2790				
Other Protective Services.....	2800				
Transportation	2810				
Common and Equipment Pool	2820				4,312
Roads, Streets, Walks, Lighting	2830	539,817			55,011
Airport	2840				
Public Transit	2850	314,168			
Storm Sewers and Drainage	2860				
Other Transportation	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution	2890	980,319			15,526
Wastewater Treatment and Disposal	2900	143,301			42,430
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	109,916			21,444
Culture: Libraries, Museums, Halls	3080				
Convention Centres	3090				
Other Recreation and Culture.....	3100				
Other Utilities	3105				
Gas	3106				
Electric	3107				
Other	3110				
Total	3120	2,116,898			138,723

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	8,599,582	40,431		8,640,013
Light Rail Transit Systems.....	3202				
Water Systems.....	3203	7,860,578			7,860,578
Wastewater Systems.....	3204	3,156,555			3,156,555
Storm Systems.....	3205	11,139,184			11,139,184
Fibre Optics.....	3206				
Electricity Systems.....	3207				
Gas Distribution Systems.....	3208				
Total Engineered Structures	3210	30,755,899	40,431		30,796,330
Construction In Progress.....	3219		1,744,058		1,744,058
Buildings	3220	6,073,739	6,499		6,080,238
Machinery and Equipment	3230	4,876,090	159,965	71,359	4,964,696
Land	3240	1,757,667			1,757,667
Land Improvements.....	3245	1,991,381			1,991,381
Vehicles	3250	3,140,459	165,945		3,306,404
Total Capital Property Cost	3260	48,595,235	2,116,898	71,359	50,640,774
Accumulated Amortization					
Engineered Structures	3270				
Roadway Systems	3271	2,155,651	234,670		2,390,321
Light Rail Transit Systems	3272				
Water Systems	3273	1,554,697	140,359		1,695,056
Wastewater Systems	3274	523,821	42,087		565,908
Storm Systems	3275	903,857	213,829		1,117,686
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Engineered Structures	3280	5,138,026	630,945		5,768,971
Buildings	3290	2,115,991	142,550		2,258,541
Machinery and Equipment	3300	2,210,370	219,773	71,359	2,358,784
Land	3310				
Land Improvements.....	3315	298,772	70,416		369,188
Vehicles	3320	1,337,635	161,883		1,499,518
Total Accumulated Amortization	3330	11,100,794	1,225,567	71,359	12,255,002
Net Book Value of Capital Property	3340	37,494,441			38,385,772
Capital Long Term Debt (Net)	3350	750,060			611,337
Equity in Tangible Capital Assets	3400	36,744,381			37,774,435

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		311,115	311,115
Supported by Special Levies	3420			
Supported by Utility Rates	3430		300,222	300,222
Other	3440			
Total Long Term Debt Principal Balance	3450		611,337	611,337

LONG TERM DEBT SOURCES

Schedule 9I

		Operating Purposes 1	Capital Purposes 2	Total 3
Alberta Capital Finance Authority.....	3500		611,337	611,337
Canada Mortgage and Housing Corporation	3520			
Mortgage Borrowing	3600			
Other	3610			
Total Long Term Debt Principal Balance	3620		611,337	611,337

FUTURE LONG TERM DEBT REPAYMENTS

Schedule 9J

		Operating Purposes 1	Capital Purposes 2	Total 3
Principal Repayments by Year	3700			
Current + 1	3710		91,751	91,751
Current + 2	3720		97,113	97,113
Current + 3	3730		90,464	90,464
Current + 4	3740		79,691	79,691
Current + 5	3750		84,248	84,248
Thereafter	3760		168,070	168,070
Total Principal	3770		611,337	611,337
Interest by Year	3780			
Current + 1	3790		31,947	31,947
Current + 2	3800		26,585	26,585
Current + 3	3810		20,902	20,902
Current + 4	3820		15,712	15,712
Current + 5	3830		11,155	11,155
Thereafter	3840		27,563	27,563
Total Interest	3850		133,864	133,864

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	3,496,902	3,496,902
Non-Residential	3920		
Land and Improvements (Excluding M & E).....	3935	461,056	465,821
Machinery and Equipment	3950		
Linear Property	3960	39,761	39,761
Railway	3970		
Farm Land	3980	1,279	1,279
Adjustments to Property Taxes	3990		
 Total Property Taxes and Grants In Place	4000	3,998,998	4,003,763
 Requisition Transfers		4010	
Education			
Residential/Farm Land		4031	830,408
Non-Residential		4035	153,105
Seniors Lodges		4090	48,431
Other		4100	65,261
Adjustments to Requisition Transfers		4110	
 Total Requisition Transfers		4120	1,097,205
 Net Municipal Property Taxes and Grants In Place		4130	2,906,558

GRANTS IN PLACE OF TAXES

Schedule 9L

	Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government	4200			
Provincial Government	4210	4,765		4,765
Local Government	4220			
Other	4230			
 Total	4240	4,765		4,765

DEBT LIMIT

Schedule 9AA

1

Debt Limit	5700	9,758,286
Total Debt	5710	611,337
Debt Service Limit	5720	1,626,381
Total Debt Service Costs	5730	123,698

Enter prior year Line 3450 Column 2 balance here: 750,060

GRANT AND DEFERRED GRANT REVENUE SCHEDULE

Schedule 9P

Cash and Temporary Investments

8820 10,774,147

Restricted Cash by Grant

Municipal Sustainability Initiative Capital	8825	1402227
Municipal Sustainability Initiative Operating	8826	
Federal Gas Tax Fund	8827	24294
Alberta Community Partnership- Intermunicipal Collaboration	8828	13319
Alberta Community Partnership- Municipal Restructuring	8829	
Alberta Community Partnership- Mediation and Cooperative Processes	8830	
Alberta Community Partnership- Municipal Internship	8831	
Alberta Community Partnership- Local Land Use Planning	8832	
Alberta Community Partnership- Strategic Initiative	8833	
Alberta Community Partnership- Regional Collaboration Program	8834	3987
Other Grants	8835	557555

Total Restricted Cash

8865 2001382

Unrestricted Cash

8870 8,772,765

Accounts Receivable - Grants

8872

Deferred Revenue

8875 2,001,382

Deferred Revenue by Grant

Municipal Sustainability Initiative Capital	8880	1402227
Municipal Sustainability Initiative Operating	8881	
Federal Gas Tax Fund	8882	24294
Alberta Community Partnership- Intermunicipal Collaboration	8883	13319
Alberta Community Partnership- Municipal Restructuring	8884	
Alberta Community Partnership- Mediation and Cooperative Processes	8885	
Alberta Community Partnership- Municipal Internship	8886	
Alberta Community Partnership- Local Land Use Planning	8887	
Alberta Community Partnership- Strategic Initiative	8888	
Alberta Community Partnership- Regional Collaboration Program	8889	3987
Other Grants	8890	557555

Other Deferred Revenue

8899

EDIT LIST - PLEASE REVIEW AND CORRECT ANY ERRORS NOTED BELOW

Please ensure the Machinery and Equipment taxes has been recorded under Line 3950