

MUNICIPAL FINANCIAL INFORMATION RETURN

For the Year Ending December 31, 2021

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 20, 2022

Date

The number of potential errors on Page 13 of this form: 2



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, 2021, 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, 2021, 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 20, 2022 on the financial statements of the Town of Black Diamond for the year ended December 31, 2021 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 20, 2022

A handwritten signature in dark ink, appearing to read "Arail LLP". The signature is fluid and cursive, with the letters "Arail" and "LLP" clearly distinguishable.

Chartered Professional Accountants

FINANCIAL POSITION

Schedule 9A

	Total
	1
Assets	0010
Cash and Temporary Investments	0020 10,141,047
Taxes and Grants in Place of Taxes Receivable.....	0030
. Current	0040 232,214
. Arrears	0050 56,746
. Allowance	0060
Receivable From Other Governments	0070
Loans Receivable	0080
Trade and Other Receivables	0090 624,508
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 1,000,000
Other Current Assets	0230
Other Long Term Assets	0240
	0250
Total Financial Assets	0260 12,054,515
	0270
Liabilities	0270
Temporary Loans Payable	0280
Payable To Other Governments	0290
Accounts Payable & Accrued Liabilities	0300 576,107
Deposit Liabilities	0310 798,286
Deferred Revenue	0340 2,011,757
Long Term Debt	0350 519,586
Other Current Liabilities	0360 29,316
Asset Retirement Obligations.....	0365
Other Long Term Liabilities	0370
	0380
Total Liabilities	0390 3,935,052
	0395
Net Financial Assets (Net Debt)	0395 8,119,463
Non Financial Assets	
Tangible Capital Assets.....	0400 38,717,399
Inventory for Consumption.....	0410 42,468
Prepaid Expenses	0420 123,374
Other.....	0430
Total Non-Financial Assets	0440 38,883,241
Accumulated Surplus	0450 47,002,704

CHANGE IN OPERATING ACCUMULATED SURPLUS

Schedule 9B

		Unrestricted	Restricted	Equity in TCA	Total
		1	2	3	4
Accumulated Operating Surplus - Beginning of Year	0500	-1,267,830	9,895,535	37,774,438	46,402,143
Net Revenue (Expense)	0505	600,561			600,561
Funds Designated For Future Use.....	0511	-1,469,266	1,469,266		
Restricted Funds - Used for Operations.....	0512	882,920	-882,920		
Restricted Funds - Used for TCA.....	0513		-406,938	406,938	
Current Year Funds Used for TCA	0514	-1,228,878		1,228,878	
Donated and Contributed TCA.....	0516				
Disposals of TCA.....	0517	47,175		-47,175	
Annual Amortization Expense.....	0518	1,257,017		-1,257,017	
Long Term Debt - Issued.....	0519				
Long Term Debt - Repaid.....	0521	-91,751		91,751	
Capital Debt - Used for TCA.....	0522				
	0523				
Other Adjustments.....	0524				
Accumulated Operating Surplus - End of Year.....	0525	-1,270,052	10,074,943	38,197,813	47,002,704

FINANCIAL ACTIVITIES BY FUNCTION

Schedule 9C

	Revenue	Expense
	1	2
Total General	0700 3,039,819	
Function	0710	1150
General Government	0720	1160
Council and Other Legislative	0730	1170 216,095
General Administration	0740 721,884	1180 730,009
Other General Government.....	0750	1190
Protective Services	0760	1200
Police	0770	1210 134,428
Fire	0780 186,418	1220 453,652
Disaster and Emergency Measures	0790 11,634	1230 205,767
Ambulance and First Aid	0800	1240
Bylaws Enforcement	0810 142,703	1250 220,038
Other Protective Services.....	0820 40,083	1260 29,349
Transportation	0830	1270
Common and Equipment Pool	0840 29	1280 258,760
Roads, Streets, Walks, Lighting	0850 375,853	1290 807,560
Airport	0860	1300
Public Transit	0870 177,630	1310 42,618
Storm Sewers and Drainage	0880	1320
Other Transportation	0890	1330
Environmental Use and Protection	0900	1340
Water Supply and Distribution	0910 1,425,227	1350 1,353,766
Wastewater Treatment and Disposal	0920 975,571	1360 980,271
Waste Management	0930 260,099	1370 228,830
Other Environmental Use and Protection	0940 32,000	1380 70,677
Public Health and Welfare	0950	1390
Family and Community Support	0960 64,384	1400 86,646
Day Care	0970	1410
Cemeteries and Crematoriums	0980	1420 36,333
Other Public Health and Welfare	0990	1430
Planning and Development	1000	1440
Land Use Planning, Zoning and Development	1010 150,660	1450 395,982
Economic/Agricultural Development	1020 15	1460 46,115
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 485,618	1530 1,069,785
Culture: Libraries, Museums, Halls	1100 42,469	1540 164,854
Convention Centres	1110	1550
Other Recreation and Culture.....	1120	1560
Other Utilities	1125	1565
Gas	1126	1566
Electric	1127	1567
Other	1130	1570
Total Revenue/Expense	1140 8,132,096	1580 7,531,535
Net Revenue/Expense		1590 600,561

FINANCIAL ACTIVITIES BY TYPE / OBJECT

Schedule 9D

Total

1

Revenues	1700	
Taxation and Grants in Place	1710	
Property (net municipal, excluding requisitions).....	1720	3,039,819
Business	1730	
Business Revitalization Zone	1740	
Special	1750	
Well Drilling	1760	
Local Improvement	1770	
Sales To Other Governments	1790	
Sales and User Charges	1800	2,388,467
Penalties and Costs on Taxes	1810	64,115
Licenses and Permits	1820	117,724
Fines	1830	56,133
Franchise and Concession Contracts	1840	245,903
Returns on Investments (incl. Portfolio Investments)	1850	86,690
Rentals	1860	184,833
Insurance Proceeds	1870	
Net Gain on Sale of Tangible Capital Assets	1880	26,967
Contributed and Donated Assets.....	1885	
Federal Government Unconditional Transfers	1890	
Federal Government Conditional Transfers	1900	44,000
Provincial Government Unconditional Transfers	1910	
Provincial Government Conditional Transfers	1920	1,441,154
Local Government Transfers	1930	259,036
Transfers From Local Boards and Agencies	1940	
Developer Agreements	1960	
Offsite Levies	1962	144,844
Other Revenues	1970	32,411
Total Revenue	1980	8,132,096
Expenses	1990	
Salaries, Wages, and Benefits	2000	2,311,762
Contracted and General Services	2010	2,153,457
Purchases from Other Governments	2020	
Materials, Goods, Supplies, and Utilities	2030	585,839
Provision For Allowances	2040	
Transfers to Other Governments	2050	
Transfers to Local Boards and Agencies	2060	1,111,871
Transfers to Individuals and Organizations	2070	67,955
Bank Charges and Short Term Interest	2080	920
Interest on Operating Long Term Debt	2090	
Interest on Capital Long Term Debt	2100	30,119
Accretion of Asset Retirement Obligations.....	2105	
Amortization of Tangible Capital Assets	2110	1,257,017
Net Loss on Sale of Tangible Capital Assets.....	2125	
Write Down of Tangible Capital Assets.....	2127	
Other Expenditures	2130	12,595
Total Expenses	2140	7,531,535
Net Revenue (Expense)	2150	600,561

REMEASUREMENT GAINS AND LOSSES

Schedule 9Q

Accumulated remeasurement gains (losses) at beginning of the year	2171	
Gains	2172	
Losses	2174	
Amounts reclassified to Statement of Operations	2176	
Net Remeasurement gains (losses) for the year	2178	
Accumulated remeasurement gains (losses) at end of year	2180	

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	8,412	338,281	25,681	
Other General Government.....	2230				
Protective Services	2240				
Police	2250				
Fire	2260	87,403		119,735	
Disaster and Emergency Measures	2270			181,502	
Ambulance and First Aid	2280				
Bylaws Enforcement	2290	33,228		11,190	
Other Protective Services.....	2300	11,450			
Transportation	2310				
Common and Equipment Pool	2320			14,133	3,474
Roads, Streets, Walks, Lighting	2330		320,759	326,600	9,220
Airport	2340				
Public Transit	2350	3,730	169,614	14,850	
Storm Sewers and Drainage	2360				
Other Transportation	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution	2390	1,057,341	279,138	201,568	6,929
Wastewater Treatment and Disposal	2400	894,726	56,239	71,835	10,496
Waste Management	2410	248,611	4,014	10,483	
Other Environmental Use and Protection	2420		32,000	33,752	
Public Health and Welfare	2430				
Family and Community Support	2440	422			
Day Care	2450				
Cemeteries and Crematoriums	2460				
Other Public Health and Welfare	2470				
Planning and Development	2480				
Land Use Planning, Zoning and Development	2490	36,894		3,341	
Economic/Agricultural Development	2500			403	
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	6,250		241,944	
Culture: Libraries, Museums, Halls	2580				
Convention Centres	2590				
Other Recreation and Culture.....	2600				
Other Utilities	2605				
Gas	2606				
Electric	2607				
Other	2610				
Total	2620	2,388,467.00	1,200,045.00	1,257,017.00	30,119.00

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	366,970			
Other General Government.....	2730				
Protective Services	2740				
Police	2750				
Fire	2760	150,111			
Disaster and Emergency Measures	2770				
Ambulance and First Aid	2780				
Bylaws Enforcement	2790	6,186			
Other Protective Services.....	2800				
Transportation	2810				
Common and Equipment Pool	2820				4,441
Roads, Streets, Walks, Lighting	2830	373,599			25,660
Airport	2840				
Public Transit	2850	254,421			
Storm Sewers and Drainage	2860				
Other Transportation	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution	2890	320,743			16,516
Wastewater Treatment and Disposal	2900	56,239			45,134
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	107,547			
Culture: Libraries, Museums, Halls	3080				
Convention Centres	3090				
Other Recreation and Culture.....	3100				
Other Utilities	3105				
Gas	3106				
Electric	3107				
Other	3110				
Total	3120	1,635,816.00			91,751.00

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	8,640,013	413,205		9,053,218
Light Rail Transit Systems.....	3202				
Water Systems.....	3203	7,860,578	1,192,047		9,052,625
Wastewater Systems.....	3204	3,156,556	193,247		3,349,803
Storm Systems.....	3205	11,139,184			11,139,184
Fibre Optics.....	3206				
Electricity Systems.....	3207				
Gas Distribution Systems.....	3208				
Total Engineered Structures	3210	30,796,331	1,798,499		32,594,830
Construction In Progress.....	3219	1,744,058	-550,468		1,193,590
Buildings	3220	6,080,237			6,080,237
Machinery and Equipment	3230	4,964,694	387,785	251,051	5,101,428
Land	3240	1,757,667			1,757,667
Land Improvements.....	3245	1,991,381		2,010	1,989,371
Vehicles	3250	3,306,405		246,330	3,060,075
Total Capital Property Cost	3260	50,640,773.00	1,635,816.00	499,391.00	51,777,198.00
Accumulated Amortization					
Engineered Structures	3270				
Roadway Systems	3271	2,390,321	242,637		2,632,958
Light Rail Transit Systems	3272				
Water Systems	3273	1,695,056	148,305		1,843,361
Wastewater Systems	3274	565,908	43,414		609,322
Storm Systems	3275	1,117,686	213,830		1,331,516
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Engineered Structures	3280	5,768,971	648,186		6,417,157
Buildings	3290	2,258,540	143,107		2,401,647
Machinery and Equipment	3300	2,358,782	228,036	251,051	2,335,767
Land	3310				
Land Improvements.....	3315	369,188	70,415	2,010	437,593
Vehicles	3320	1,499,517	167,273	199,155	1,467,635
Total Accumulated Amortization	3330	12,254,998.00	1,257,017.00	452,216.00	13,059,799.00
Net Book Value of Capital Property	3340	38,385,775			38,717,399
Capital Long Term Debt (Net)	3350	611,337			519,586
Equity in Tangible Capital Assets	3400	37,774,438.00			38,197,813.00

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	281,014	281,014
Supported by Special Levies	3420		
Supported by Utility Rates	3430	238,572	238,572
Other	3440		
Total Long Term Debt Principal Balance	3450	519,586.00	519,586.00

LONG TERM DEBT SOURCES

Schedule 9I

	Operating Purposes 1	Capital Purposes 2	Total 3
Alberta Capital Finance Authority	3500	519,586	519,586
Canada Mortgage and Housing Corporation	3520		
Mortgage Borrowing	3600		
Other	3610		
Total Long Term Debt Principal Balance	3620	519,586.00	519,586.00

FUTURE LONG TERM DEBT REPAYMENTS

Schedule 9J

	Operating Purposes 1	Capital Purposes 2	Total 3
Principal Repayments by Year	3700		
Current + 1	3710	97,113	97,113
Current + 2	3720	90,464	90,464
Current + 3	3730	79,691	79,691
Current + 4	3740	84,248	84,248
Current + 5	3750	60,490	60,490
Thereafter	3760	107,580	107,580
Total Principal	3770	519,586.00	519,586.00
Interest by Year	3780		
Current + 1	3790	26,585	26,585
Current + 2	3800	20,902	20,902
Current + 3	3810	15,712	15,712
Current + 4	3820	11,155	11,155
Current + 5	3830	6,330	6,330
Thereafter	3840	21,233	21,233
Total Interest	3850	101,917.00	101,917.00

PROPERTY TAXES AND GRANTS IN PLACE

Schedule 9K

		Property Taxes 1	Grants - in Place 2	Total 3
Municipal Property Taxes	3900			
Residential Land and Improvements				
Total	3910	2,623,047		2,623,047
Non-Residential	3920			
Land and Improvements (Excluding M & E).....	3935	378,018	5,014	383,032
Machinery and Equipment	3950			
Linear Property	3960	32,177		32,177
Small Business Tax	3965			
Farm Land	3980	1,563		1,563
Adjustments to Property Taxes	3990			
Total Municipal Property Taxes and Grants In Place	4000	3,034,805	5,014	3,039,819
Provincial and Seniors Foundation Requisitions	4010			
Education				
Residential/Farm Land	4031			834,862
Non-Residential	4035			164,681
Seniors Lodges	4090			47,442
Designated Industrial Property	4099			
Other	4100			65,914
Adjustments to Requisition Transfers	4110			
Total Requisition Transfers	4120			1,112,899

GRANTS IN PLACE OF TAXES

Schedule 9L

		Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government	4200				
Provincial Government	4210	5,014			5,014
Local Government	4220				
Other	4230				
Total	4240	5,014			5,014

DEBT LIMIT**Schedule 9AA**

Debt Limit	5700	10,398,078
Total Debt	5710	519,586
Debt Service Limit	5720	1,733,013
Total Debt Service Costs	5730	123,698

Enter prior year Line 3450 Column 2 balance here:

611,337

GRANT AND DEFERRED GRANT REVENUE SCHEDULE**Schedule 9P****Cash and Temporary Investments**

8820 10,141,047

Restricted Cash by Grant

Municipal Sustainability Initiative Capital	8825	1,427,322
Municipal Sustainability Initiative Operating	8826	
Federal Gas Tax Fund	8827	313,713
Alberta Community Partnership- Intermunicipal Collaboration	8828	1,541
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	
Other Grants	8835	269,181

Total Restricted Cash

8865 2,011,757

Unrestricted Cash

8870 8,129,290

Accounts Receivable - Grants

8872

Deferred Revenue

8875 2,011,757

Deferred Revenue by Grant

Municipal Sustainability Initiative Capital	8880	1,427,322
Municipal Sustainability Initiative Operating	8881	
Federal Gas Tax Fund	8882	313,713
Alberta Community Partnership- Intermunicipal Collaboration	8883	1,541
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	
Other Grants	8890	269,181

Total Deferred Revenue by Grant

8898 2,011,757

Other Deferred Revenue

8899