

TOWN OF BLACK DIAMOND
Consolidated Financial Statements
For the year ended December 31, 2022

TOWN OF BLACK DIAMOND
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For the year ended December 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To: The Mayor and Members of Council of
the Town of Black Diamond

Opinion

We have audited the consolidated financial statements of the Town of Black Diamond which comprise the consolidated statement of financial position as at December 31, 2022, and the consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Town of Black Diamond as at December 31, 2022, the results of its operations, change in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

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 Statements 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 statements 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, 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 Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are 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 these financial statements. 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 AUDITOR'S REPORT, continued

- Identify and assess the risks of material misstatement of the financial statements, 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 and related disclosures 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 in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to 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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent 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.

Report on Other Legal and Regulatory Requirements

- Debt Limit Regulation:
In accordance with Alberta Regulation 255/2000, we confirm that the Town is in compliance with the Debt Limit Regulation. A detailed account of the Entity's debt limit can be found in note 8.
- Supplementary Accounting Principles and Standards Regulation:
In accordance with Alberta Regulation 313/2000, we confirm that the Town is in compliance with the Supplementary Accounting Principles and Standards Regulation and note the information required can be found in note 15.

Lethbridge, Alberta

April 19, 2023



Chartered Professional Accountants

MANAGEMENT REPORT

The consolidated financial statements are the responsibility of the management of the Town of Black Diamond.

These consolidated financial statements have been prepared from information provided by management. Financial statements are not precise since they include certain amounts based on estimates and judgments. Management has determined such amounts on a reasonable basis in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The Town maintains systems of internal accounting and administrative controls that are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and that the Town's assets are properly accounted for and adequately safeguarded.

The elected Council of the Town of Black Diamond is responsible for ensuring that management fulfils its responsibilities for financial statements. Council carries out its responsibility principally through the Committee of the Whole.

The Council meets annually with management and the external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, and to satisfy itself that each party is properly discharging its responsibilities. Council also considers the engagement or re-appointment of the external auditors. Council reviews the monthly financial reports.

The consolidated financial statements have been audited by Avail LLP Chartered Professional Accountants, the external auditors, in accordance with Canadian generally accepted auditing standards on behalf of the Council, residents and ratepayers of the Town. Avail LLP has full and free access to the Council.

Corinne Middleton

Finance Manager

TOWN OF BLACK DIAMOND
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022

	2022	2021
Financial assets		
Cash and temporary investments (note 2)	\$ 9,479,186	\$ 10,141,047
Taxes and grants in place of taxes receivable (note 3)	235,024	288,960
Trade and other receivables (note 4)	808,176	624,508
Investments	-	1,000,000
	10,522,386	12,054,515
Liabilities		
Accounts payable and accrued liabilities	558,979	450,411
Employee benefit obligations (note 5)	104,170	125,696
Deposit liabilities	834,586	798,286
Deferred revenue (note 6)	1,564,864	2,011,757
Long-term debt (note 7)	422,474	519,586
Other liabilities	34,787	29,316
	3,519,860	3,935,052
Net financial assets	7,002,526	8,119,463
Non-financial assets		
Prepaid expenses	124,906	123,374
Inventory for consumption	45,555	42,468
Tangible capital assets (schedule 2)	40,264,405	38,717,399
	40,434,866	38,883,241
Accumulated surplus (note 11 and schedule 1)	\$ 47,437,392	\$ 47,002,704

Approved on behalf of Council:

Councillor _____



Councillor _____



TOWN OF BLACK DIAMOND
CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2022

	Budget (Unaudited)	2022	2021
Revenue			
Net municipal property taxes (note 12)	\$ 3,095,553	\$ 3,126,063	\$ 3,039,819
User fees and sales of goods	2,670,227	2,368,254	2,388,467
Government transfers for operating (note 13)	377,885	369,922	544,146
Investment income	100,000	195,070	86,690
Penalties and costs of taxes	60,000	55,407	64,115
Licenses and permits	148,124	129,919	173,857
Franchise and concession contracts	233,500	291,485	245,903
Gain on disposal of tangible capital assets	-	-	26,967
Rental	306,699	246,965	184,833
Other	29,500	223,031	32,411
Offsite levies and assessments	-	39,959	144,844
	7,021,488	7,046,075	6,932,052
Expenses (note 14)			
General government			
Legislative	195,932	167,153	216,095
Administration	795,617	851,562	730,009
Protective services			
Police	110,019	110,481	134,428
Fire	614,760	572,353	453,652
Emergency measures and disaster services	240,642	194,947	205,767
Bylaw enforcement	254,739	229,653	220,038
Other protective services	29,646	29,646	29,349
Transportation services			
Common and equipment pool	317,536	277,230	258,760
Roads, streets, walks and lighting	906,870	841,516	807,560
Public transit	51,034	54,508	42,618
Environmental use and protection			
Water supply and distribution	1,562,033	1,082,042	1,353,766
Wastewater treatment and disposal	780,338	731,485	980,271
Waste management	561,655	489,220	228,830
Other environmental use and protection	45,810	42,144	70,677
Public health and welfare			
Family and community support services	80,489	86,330	86,646
Cemeteries and crematoriums	36,334	36,989	36,333
Planning and development			
Land use planning, zoning and development	531,208	501,574	395,982
Economic and tourism development	189,501	125,653	46,115
Recreation and culture			
Parks and recreation	1,180,308	1,169,976	1,069,785
Culture - libraries, museums, halls	162,551	162,552	164,854
	8,647,022	7,757,014	7,531,535
Deficiency of revenue over expenses before other	(1,625,534)	(710,939)	(599,483)
Other			
Government transfers for capital (note 13)	1,805,483	1,145,627	1,200,044
Excess of revenue over expenses	179,949	434,688	600,561
Accumulated surplus, beginning of year	47,002,704	47,002,704	46,402,143
Accumulated surplus, end of year	\$ 47,182,653	\$ 47,437,392	\$ 47,002,704

TOWN OF BLACK DIAMOND
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2022

	Budget (Unaudited)	2022	2021
Excess of revenue over expenses	\$ 179,949	\$ 434,688	\$ 600,561
Acquisition of tangible capital assets	(4,085,687)	(2,878,014)	(1,635,816)
Amortization of tangible capital assets	1,255,927	1,331,008	1,257,017
Gain on disposal of tangible capital assets	-	-	(26,967)
Proceeds on disposal of tangible capital assets	-	-	74,142
	(2,829,760)	(1,547,006)	(331,624)
Net change in inventory for consumption	-	(3,087)	8,199
Net change in prepaid expense	-	(1,532)	1,168
	-	(4,619)	9,367
Increase in net financial assets	(2,649,811)	(1,116,937)	278,304
Net financial assets, beginning of year	8,119,463	8,119,463	7,841,159
Net financial assets, end of year	\$ 5,469,652	\$ 7,002,526	\$ 8,119,463

TOWN OF BLACK DIAMOND
CONSOLIDATED STATEMENT OF CASH FLOW
For the year ended December 31, 2022

	2022	2021
Operating transactions		
Excess of revenue over expenses	\$ 434,688	\$ 600,561
Adjustments for items which do not affect cash		
Gain on disposal of tangible capital assets	-	(26,967)
Amortization of tangible capital assets	1,331,008	1,257,017
	1,765,696	1,830,611
Net change in non-cash working capital items		
Taxes and grants in place of taxes receivable	53,936	(3,080)
Trade and other receivables	(183,668)	3,378
Inventory for consumption	(3,087)	8,200
Prepaid expenses	(1,532)	1,168
Accounts payable and accrued liabilities	108,568	106,407
Employee benefit obligations	(21,526)	7,456
Deposit liabilities	36,300	54,293
Deferred revenue	(446,893)	10,375
Other liabilities	5,471	1,517
	1,313,265	2,020,325
Capital transactions		
Proceeds on disposal of tangible capital assets	-	74,142
Acquisition of tangible capital assets	(2,878,014)	(1,635,816)
	(2,878,014)	(1,561,674)
Investing transactions		
Change in investments	1,000,000	(1,000,000)
Financing transactions		
Repayment of long-term debt	(97,112)	(91,751)
Decrease in cash and temporary investments	(661,861)	(633,100)
Cash and temporary investments, beginning of year	10,141,047	10,774,147
Cash and temporary investments, end of year	\$ 9,479,186	\$ 10,141,047

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. Significant accounting policies

The consolidated financial statements of the Town of Black Diamond are the representations of management prepared in accordance with public sector accounting standards for local governments established by Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue and expenses, changes in fund balances and change in financial position of the reporting entity.

Taxes levied also includes requisitions for educational, health care, social and other external organizations that are not part of the municipal reporting entity.

The statements exclude trust assets that are administered for the benefit of external parties. Interdepartmental and organizational transactions and balances are eliminated.

(b) Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

(c) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expense during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. Significant accounting policies, continued

(d) Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

(e) Investments

Investments are recorded at amortized cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

Investments in government partnerships are accounted for using the proportionate consolidation method.

(f) Requisition over-levy and under-levy

Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. Significant accounting policies, continued

(g) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets for the year.

(i) Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	Years
Land improvements	15-35
Buildings	10-50
Engineered structures	20-75
Machinery and equipment	5-75
Vehicles	8-20

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

(ii) Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(iv) Inventories

Inventories held for consumption are recorded at the lower of cost and replacement cost.

(h) Contaminated sites liability

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of a contaminated site is recognized when a site is not in productive use and is management's estimate of the cost of post-remediation including operation, maintenance and monitoring.

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

2. Cash and temporary investments

	2022	2021
Cash	\$ 7,479,170	\$ 9,141,033
Temporary investments	2,000,016	1,000,014
	\$ 9,479,186	\$ 10,141,047

The temporary investments are comprised of Guaranteed Investment Certificates with original maturities of twelve months or less.

Interest earned on temporary investments varies from 1.00% to 1.68% (2021 - 0.55% to 0.68%) per annum.

The fair market value of temporary investments as at December 31, 2022 is \$2,028,366 (2021 - \$1,005,395) which includes accrued interest.

Interest paid on cash on deposit is bank prime less 2.00% (2021 - bank prime less 2.00%).

3. Taxes and grants in place of taxes receivables

	2022	2021
Taxes and grants in place of taxes receivable	\$ 172,874	\$ 232,214
Arrears	62,150	56,746
	\$ 235,024	\$ 288,960

4. Trade and other receivables

	2022	2021
Trade accounts receivable	\$ 425,416	\$ 273,706
Utilities accounts receivable	308,817	304,337
Good and services tax	45,593	36,385
Accrued interest	28,350	10,080
	\$ 808,176	\$ 624,508

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

5. Employee benefit obligations

	2022	2021
Vacation	\$ 104,170	\$ 119,334
Overtime	-	6,362
	\$ 104,170	\$ 125,696

The vacation liability is comprised of the vacation that employees are deferring to future years. Employees have either earned the benefits (and are vested) or are entitled to these benefits within the next budgetary year.

6. Deferred revenue

Deferred revenue consists of donations and government transfers. Donations and government transfers consist of funding received from the federal and provincial governments, and donors for which stipulations have not yet been met. The use of these funds is restricted to eligible projects approved under the funding agreements.

	2022	2021
Municipal Sustainability Initiative (MSI) - Capital	\$ 975,946	\$ 1,427,322
Canada Community Building Fund (CCBF)	464,709	313,713
Climate Resilience Capacity Building Program	60,714	-
Calgary Foundation	30,000	-
Municipal Stimulus Program (MSP)	17,837	66,596
Community Garden Fundraising	15,658	-
Skateboard Park Fundraising	-	95,237
Southern Alberta Flood Response	-	90,043
Family Community Support Services (FCSS)	-	17,305
Alberta Community Partnership	-	1,541
	\$ 1,564,864	\$ 2,011,757

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

7. Long-term debt

	2022	2021
Tax supported debentures	\$ 249,482	\$ 281,014
Self supported debentures	172,992	238,572
	\$ 422,474	\$ 519,586

Principal and interest repayments are due as follows:

	Principal	Interest	Total
2023	\$ 90,464	\$ 20,902	\$ 111,366
2024	79,691	15,712	95,403
2025	84,248	11,155	95,403
2026	60,490	6,330	66,820
2027	22,343	3,079	25,422
Thereafter	85,238	18,154	103,392
	\$ 422,474	\$ 75,332	\$ 497,806

Debenture debt is repayable to Alberta Capital Finance Authority and bears interest at rates ranging from 2.97% to 6.50% per annum and matures in 2023 through 2040. The average annual interest rate is 5.57% for 2022 (5.57% for 2021).

Debenture debt is issued on the credit and security of the Town at large.

Interest on long-term debt amounted to \$24,643 (2021 - \$30,119).

The Town's total cash payments for interest in 2022 were \$26,585 (2021 - \$31,947).

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

8. Debt limits

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/00 for the Town be disclosed as follows:

	2022	2021
Total debt limit	\$ 10,569,113	\$ 10,398,078
Total debt	422,474	519,586
	\$ 10,146,639	\$ 9,878,492
Debt servicing limit	\$ 1,761,519	\$ 1,733,013
Debt servicing	111,366	123,698
	\$ 1,650,153	\$ 1,609,315

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities which could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

9. Reserves

Council has set up reserves for various purposes. These reserves are either required by legislation or set up at the discretion of Council to provide funding for future expenses.

	2022	2021
Operating		
General government	\$ 770,461	\$ 966,965
Planning and development	329,349	553,992
Environmental use and protection	311,098	400,362
Transportation services	203,103	210,204
Recreation and culture	148,868	533,183
Protective services	109,400	207,179
Public health services	13,084	34,632
	1,885,363	2,906,517

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

9. Reserves, continued

	2022	2021
Capital		
Engineering structures	2,465,486	2,782,153
Machinery and equipment	1,650,258	1,122,087
Offsite levies	1,011,541	971,582
General capital	563,643	789,516
Vehicles	551,361	904,588
Buildings	382,012	453,795
Land and land improvements	103,283	67,205
Planning	77,500	77,500
	6,805,084	7,168,426
	\$ 8,690,447	\$ 10,074,943

10. Equity in tangible capital assets

	2022	2021
Tangible capital assets (schedule 2)	\$ 54,430,455	\$ 51,777,198
Accumulated amortization (schedule 2)	(14,166,050)	(13,059,799)
Long-term debt (note 7)	(422,474)	(519,586)
	\$ 39,841,931	\$ 38,197,813

11. Accumulated surplus

Accumulated surplus consists of internally restricted and unrestricted amounts and equity in tangible capital assets as follows:

	2022	2021
Unrestricted deficit	\$ (1,094,986)	\$ (1,270,052)
Internally restricted surplus (reserves) (note 9)	8,690,447	10,074,943
Equity in tangible capital assets (note 10)	39,841,931	38,197,813
	\$ 47,437,392	\$ 47,002,704

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

12. Net municipal property taxes

	Budget (Unaudited)	2022	2021
Taxation			
Real property taxes	\$ 4,226,610	\$ 4,208,860	\$ 4,099,717
Linear property taxes	-	46,361	46,335
Farmland	-	1,624	1,584
Government grants in place of property taxes	-	-	5,082
	4,226,610	4,256,845	4,152,718
Requisitions			
Alberta School Foundation Fund	1,005,907	1,005,907	999,543
Separate School Division	76,642	76,642	65,914
Seniors Foundation	48,233	48,233	47,442
Designated Industrial Property	275	-	-
	1,131,057	1,130,782	1,112,899
	\$ 3,095,553	\$ 3,126,063	\$ 3,039,819

13. Government transfers

	Budget (Unaudited)	2022	2021
Transfers for operating:			
Provincial conditional grants	\$ 94,990	\$ 97,551	\$ 241,110
Federal conditional grants	-	3,000	44,000
Other local government transfers	282,895	269,371	259,036
	377,885	369,922	544,146
Transfers for capital:			
Provincial government	1,805,483	1,145,627	1,200,044
	1,805,483	1,145,627	1,200,044
	\$ 2,183,368	\$ 1,515,549	\$ 1,744,190

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

14. Expenses by object

	Budget (Unaudited)	2022	2021
Salaries, wages and benefits	\$ 2,716,097	\$ 2,709,066	\$ 2,311,762
Contracted and general services	2,713,182	2,005,348	2,153,457
Materials, goods, supplies and utilities	935,111	812,054	585,839
Bank charges and short term interest	1,355	1,492	920
Interest on long term debt	24,403	24,643	30,119
Other expenditures	21,725	9,916	12,595
Transfers to organizations and others	880,717	761,196	1,072,734
Transfers to individuals and organizations	98,505	102,291	107,092
Amortization of tangible capital assets	1,255,927	1,331,008	1,257,017
	\$ 8,647,022	\$ 7,757,014	\$ 7,531,535

15. Salary and benefits disclosure

Disclosure of salaries and benefits for elected municipal officials, the chief administrative officer and designated officers as required by Alberta Regulation 313/2000 is as follows:

	(1) Salary	(2) Benefits & allowances	2022	2021
Council				
Mayor - Kelly, B	\$ 28,050	\$ 968	\$ 29,018	\$ 4,646
Mayor - Goodwin, V.R.	-	-	-	20,516
Councillor - Bain, C.	20,700	1,468	22,168	19,178
Councillor - Lalonde, D.	17,350	3,979	21,329	20,689
Councillor - Kloiber, V.	20,150	28	20,178	15,778
Councillor - Thomson, H.	16,850	868	17,718	3,406
Councillor - Vandenhoeck, C.	15,300	868	16,168	4,006
Councillor - Dunning, A	4,950	308	5,258	3,556
Councillor - Hart, S.	-	-	-	13,572
Councillor - Stickel, J.	-	-	-	13,116
Councillor - Marconi, B	-	-	-	12,871
Chief Administrative Officer(s)	245,587	17,423	263,010	133,656
Designated Officers (5)	\$ 403,033	\$ 48,516	\$ 451,549	\$ 411,469

(1) Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria and any other direct cash remuneration.

(2) Benefits and allowances include the employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long- and short-term disability plans, and professional memberships.

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

16. Financial instruments

The Town's financial instruments consist of cash and temporary investments, accounts receivable, investments, debt charges recoverable, bank indebtedness, accounts payable and accrued liabilities, deposit liabilities, requisition over-levy, and long-term debt. It is management's opinion that the Town is not exposed to significant interest or risk arising from these financial instruments.

The Town is subject to credit risk with respect to taxes and grants in place of taxes receivables and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk.

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

17. Budget amounts

The 2022 budget for the Town was approved by Council on May 4, 2022 and has been reported in the consolidated financial statements for information purposes only. These budget amounts have not been audited, reviewed, or otherwise verified.

The approved budget contained reserve transfers, capital additions and principal payments on debt as expenditures. Since these items are not included in the amounts reported in the consolidated financial statements, they have been excluded from the budget amounts presented in these financial statements.

In addition, the approved budget did not contain an amount for amortization expense. In order to enhance comparability, the prior year actual amortization expense has been included as a budget amount.

Budgeted surplus per financial statements	\$ 179,949
Less: Capital expenditures	(4,085,687)
Long-term debt repayments	(97,112)
Add: Amortization	1,255,927
Net transfers from reserves	2,746,923
<hr/>	
Equals: Budgeted surplus	\$ -
<hr/>	

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

18. Contaminated sites liability

The Town has adopted PS3260 liability for contaminated sites. The Town did not identify any financial liabilities in 2022 (2021 - nil) as a result of this standard.

19. Subsequent events

Effective January 1, 2023, the Town of Black Diamond and the Town of Turner Valley amalgamated to form a new municipal authority called the Town of Diamond Valley as stipulated in the Province of Alberta Order In Council 156/2022.

20. Segmented disclosure

The Town provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.

Refer to the schedule of segmented disclosure (schedule 3).

21. Approval of financial statements

These financial statements were approved by Council and Management.

22. Comparative figures

Certain comparative figures have been reclassified to conform to the financial statement presentation adopted in the current year.

TOWN OF BLACK DIAMOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

23. Investment in government partnership

The Town purchased 45 class A common shares in Sheep River Regional Corp. (SRRUC) for 45% ownership in the amount of \$4.50.

SRRUC was formed in partnership with the Towns of Black Diamond, Turner Valley, Foothills County and the Village of Longview. SRRUC is responsible for distribution of water to its partnering municipalities.

SRRUC is accounted for using the proportionate consolidation method. Below is a financial summary of the Corporation's financial statements as at December 31, 2022 and for the year then ended as follows:

	2022 Total	Adjustments	2022 45% share	2021 45% share
Financial assets	693,181	381,250	311,931	219,337
Liabilities	4,666,941	2,566,818	2,100,123	2,092,689
Net financial debt	(3,973,760)	(2,185,568)	(1,788,192)	(1,873,352)
Non-financial assets	8,919,603	4,905,782	4,013,821	4,076,039
Accumulated surplus	4,945,843	2,720,214	2,225,629	2,202,687
Total revenue	886,468	487,557	398,911	491,490
Total expenses	835,485	459,517	375,968	536,004
Deficiency of revenue over expenses	50,983	28,040	22,943	(44,514)

The following adjustments pertain to transactions and balances between the Town and SRRUC. They have been adjusted using the proportionate consolidation method and are taken into consideration in the adjustments above:

- Water and capital requisition revenue \$495,008 (2021 - \$578,903)
- Accounts receivable \$118,208 (2021 - \$46,657)
- Due to shareholders \$2,057,821 (2021 - \$2,057,821)
- Share capital \$4.50 (2021 - \$4.50)

TOWN OF BLACK DIAMOND
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

Schedule of changes in accumulated surplus
Schedule 1

	Unrestricted	Restricted	Equity in tangible capital assets	2022	2021
Balance, beginning of year	\$ (1,270,052)	\$ 10,074,943	\$ 38,197,813	\$ 47,002,704	\$ 46,402,143
Excess of revenue over expenses	434,688	-	-	434,688	600,561
Unrestricted funds designated for future use	(1,107,755)	1,107,755	-	-	-
Restricted funds used for operations	1,054,360	(1,054,360)	-	-	-
Restricted funds used for tangible capital assets	-	(1,437,891)	1,437,891	-	-
Current year funds used for tangible capital assets	(1,436,428)	-	1,436,428	-	-
Contributed tangible capital assets	(3,695)	-	3,695	-	-
Amortization of tangible capital assets	1,331,008	-	(1,331,008)	-	-
Long-term debt repaid	(97,112)	-	97,112	-	-
Change in accumulated surplus	175,066	(1,384,496)	1,644,118	434,688	600,561
Balance, end of year	\$ (1,094,986)	\$ 8,690,447	\$ 39,841,931	\$ 47,437,392	\$ 47,002,704

TOWN OF BLACK DIAMOND
SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

Schedule of tangible capital assets

Schedule 2

	Land	Land improvements	Buildings	Engineered structures	Machinery and equipment	Vehicles	Construction in progress	2022	2021
Cost:									
Balance, beginning of year	\$ 1,757,667	\$ 1,989,371	\$ 6,080,237	\$ 32,594,830	\$ 5,101,428	\$ 3,060,075	\$ 1,193,590	\$ 51,777,198	\$ 50,640,773
Acquisitions	-	271,386	246,657	1,269,518	229,927	709,513	151,013	2,878,014	1,635,816
Transfers	-	386,207	424,825	381,606	-	952	(1,193,590)	-	-
Disposals	-	-	-	-	-	(224,757)	-	(224,757)	(499,391)
Balance, end of year	1,757,667	2,646,964	6,751,719	34,245,954	5,331,355	3,545,783	151,013	54,430,455	51,777,198
Accumulated amortization:									
Balance, beginning of year	-	437,593	2,401,647	6,417,157	2,335,767	1,467,637	-	13,059,799	12,254,998
Annual amortization	-	83,773	151,336	684,251	239,894	171,754	-	1,331,008	1,257,017
Disposals	-	-	-	-	-	(224,757)	-	(224,757)	(452,216)
Balance, end of year	-	521,366	2,552,983	7,101,408	2,575,661	1,414,634	-	14,166,050	13,059,799
Net book value	\$ 1,757,667	\$ 2,125,598	\$ 4,198,736	\$ 27,144,546	\$ 2,755,694	\$ 2,131,149	\$ 151,013	\$ 40,264,405	\$ 38,717,399
2021 net book value	\$ 1,757,667	\$ 1,551,778	\$ 3,678,590	\$ 26,177,673	\$ 2,765,661	\$ 1,592,438	\$ 1,193,590	\$ 38,717,399	

TOWN OF BLACK DIAMOND
SCHEDULE TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

Schedule of segmented disclosure								Schedule 3
	General government	Protective services	Transportation services	Environmental services	Public health services	Planning and development	Recreation and culture	Total
Revenue								
Net municipal property taxes	\$ 3,126,063	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,126,063
User fees and sales of goods	8,375	158,542	102,181	2,077,867	-	13,432	7,857	2,368,254
Government transfers for operating	-	127,406	5,000	-	64,237	31,314	141,965	369,922
Investment income	191,461	-	-	3,609	-	-	-	195,070
Penalties and costs of taxes	55,407	-	-	-	-	-	-	55,407
Licenses and permits	-	100,033	-	17,540	-	12,346	-	129,919
Franchise and concession contracts	203,937	-	43,774	-	-	-	43,774	291,485
Rental	1,289	-	789	-	-	-	244,887	246,965
Other	7,163	835	3,196	375	500	6,676	204,286	223,031
Offsite levies and assessments	-	-	8,350	31,609	-	-	-	39,959
	3,593,695	386,816	163,290	2,131,000	64,737	63,768	642,769	7,046,075
Expenses								
Salaries, wages and benefits	662,933	407,306	332,137	446,484	53,495	243,695	563,016	2,709,066
Contracted and general services	289,519	252,276	223,145	684,539	5,132	330,914	219,823	2,005,348
Materials, goods, supplies and utilities	27,139	113,310	206,140	296,132	553	24,721	144,059	812,054
Bank charges and short term interest	1,095	-	265	132	-	-	-	1,492
Interest on long term debt	-	-	11,258	13,385	-	-	-	24,643
Other expenditures	7,671	245	-	-	-	2,000	-	9,916
Transfers to organizations and others	-	21,546	-	557,683	36,950	-	145,017	761,196
Transfers to individuals and organizations	-	10,410	-	25,003	27,190	22,154	17,534	102,291
Amortization of tangible capital assets	30,358	331,986	400,310	321,532	-	3,744	243,078	1,331,008
	1,018,715	1,137,079	1,173,255	2,344,890	123,320	627,228	1,332,527	7,757,014
Excess (deficiency) of revenue over expenses before other	2,574,980	(750,263)	(1,009,965)	(213,890)	(58,583)	(563,460)	(689,758)	(710,939)
Other								
Government transfers for capital	98,962	-	911,555	135,110	-	-	-	1,145,627
Excess (deficiency) of revenue over expenses	\$ 2,673,942	\$ (750,263)	\$ (98,410)	\$ (78,780)	\$ (58,583)	\$ (563,460)	\$ (689,758)	\$ 434,688

TOWN OF BLACK DIAMOND
Non-Consolidated Financial Statements
For the year ended December 31, 2022

TOWN OF BLACK DIAMOND
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For the year ended December 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To: The Mayor and Members of Council of
the Town of Black Diamond

Opinion

We have audited the non-consolidated financial statements of the Town of Black Diamond which comprise the non-consolidated statement of financial position as at December 31, 2022, and the non-consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying non-consolidated financial statements present fairly, in all material respects, the financial position of the Town of Black Diamond as at December 31, 2022, the results of its operations, change in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

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 Statements section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the non-consolidated financial statements 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the non-consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the non-consolidated financial statements, 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 Statements

Our objectives are to obtain reasonable assurance about whether the non-consolidated financial statements as a whole are 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 these financial statements. 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 AUDITOR'S REPORT, continued

- Identify and assess the risks of material misstatement of the financial statements, 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 and related disclosures 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 in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to 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 statements, including the disclosures, and whether the financial statements represent 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.

Report on Other Legal and Regulatory Requirements

- Debt Limit Regulation:
In accordance with Alberta Regulation 255/2000, we confirm that the Town is in compliance with the Debt Limit Regulation. A detailed account of the Entity's debt limit can be found in note 9.
- Supplementary Accounting Principles and Standards Regulation:
In accordance with Alberta Regulation 313/2000, we confirm that the Town is in compliance with the Supplementary Accounting Principles and Standards Regulation and note the information required can be found in note 16.

Lethbridge, Alberta

April 19, 2023



Chartered Professional Accountants

MANAGEMENT REPORT

The non-consolidated financial statements are the responsibility of the management of the Town of Black Diamond.

These non-consolidated financial statements have been prepared from information provided by management. Financial statements are not precise since they include certain amounts based on estimates and judgments. Management has determined such amounts on a reasonable basis in order to ensure that the non-consolidated financial statements are presented fairly, in all material respects.

The Town maintains systems of internal accounting and administrative controls that are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and that the Town's assets are properly accounted for and adequately safeguarded.

The elected Council of the Town of Black Diamond is responsible for ensuring that management fulfils its responsibilities for financial statements. Council carries out its responsibility principally through the Committee of the Whole.

The Council meets annually with management and the external auditors to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, and to satisfy itself that each party is properly discharging its responsibilities. Council also considers the engagement or re-appointment of the external auditors. Council reviews the monthly financial reports.

The non-consolidated financial statements have been audited by Avail LLP Chartered Professional Accountants, the external auditors, in accordance with Canadian generally accepted auditing standards on behalf of the Council, residents and ratepayers of the Town. Avail LLP has full and free access to the Council.

Corinne Middleton

Finance Manager

TOWN OF BLACK DIAMOND
NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2022

	2022	2021
Financial assets		
Cash and temporary investments (note 2)	\$ 9,273,175	\$ 9,967,029
Taxes and grants in place of taxes receivable (note 3)	235,024	288,960
Trade and other receivables (note 4)	2,813,271	2,658,006
Investments (note 5)	5	1,000,005
	12,321,475	13,914,000
Liabilities		
Accounts payable and accrued liabilities	569,871	436,537
Employee benefit obligations (note 6)	104,170	125,696
Deposit liabilities	834,586	798,286
Deferred revenue (note 7)	1,564,864	2,011,757
Long-term debt (note 8)	422,474	519,586
Other liabilities	34,787	29,316
	3,530,752	3,921,178
Net financial assets	8,790,723	9,992,822
Non-financial assets		
Prepaid expenses	118,568	116,868
Inventory for consumption	45,555	42,468
Tangible capital assets (schedule 2)	36,375,621	34,766,563
	36,539,744	34,925,899
Accumulated surplus (note 12 and schedule 1)	\$ 45,330,467	\$ 44,918,721

Approved on behalf of Council:

Councillor  _____

Councillor  _____

TOWN OF BLACK DIAMOND
NON-CONSOLIDATED STATEMENT OF OPERATIONS
For the year ended December 31, 2022

	Budget (Unaudited)	2022	2021
Revenue			
Net municipal property taxes (note 13)	\$ 3,095,553	\$ 3,126,063	\$ 3,039,819
User fees and sales of goods	2,181,437	2,195,705	2,157,529
Government transfers for operating (note 14)	377,885	369,922	544,146
Investment income	100,000	191,461	86,645
Penalties and costs of taxes	60,000	55,407	64,115
Licenses and permits	148,124	129,919	173,857
Franchise and concession contracts	233,500	291,485	245,903
Gain on disposal of tangible capital assets	-	-	26,967
Rental	306,699	246,965	184,833
Other	29,500	223,031	32,411
Offsite levies and assessments	-	39,959	144,844
	6,532,698	6,869,917	6,701,069
Expenses (note 15)			
General government			
Legislative	195,932	167,153	216,093
Administration	795,617	851,562	730,011
Protective services			
Police	110,019	110,481	134,428
Fire	614,760	572,353	453,652
Emergency measures and disaster services	240,642	194,947	205,767
Bylaw enforcement	254,739	229,653	220,038
Other protective services	29,646	29,646	29,349
Transportation services			
Common and equipment pool	317,536	277,230	258,760
Roads, streets, walks and lighting	906,870	841,516	807,560
Public transit	51,034	54,508	42,618
Environmental use and protection			
Water supply and distribution	1,157,596	928,826	1,078,269
Wastewater treatment and disposal	780,338	731,485	980,271
Waste management	561,655	489,220	228,830
Other environmental use and protection	45,810	42,144	70,677
Public health and welfare			
Family and community support services	80,489	86,330	86,646
Cemeteries and crematoriums	36,334	36,989	36,333
Planning and development			
Land use planning, zoning and development	531,208	501,574	395,982
Economic and tourism development	189,501	125,653	46,115
Recreation and culture			
Parks and recreation	1,180,308	1,169,976	1,069,785
Culture - libraries, museums, halls	162,551	162,552	164,854
	8,242,585	7,603,798	7,256,038
Deficiency of revenue over expenses before other	(1,709,887)	(733,881)	(554,969)
Other			
Government transfers for capital (note 14)	1,805,483	1,145,627	1,200,044
Excess of revenue over expenses	95,596	411,746	645,075
Accumulated surplus, beginning of year	44,918,721	44,918,721	44,273,646
Accumulated surplus, end of year	\$ 45,014,317	\$ 45,330,467	\$ 44,918,721

TOWN OF BLACK DIAMOND
NON-CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2022

	Budget (Unaudited)	2022	2021
Excess of revenue over expenses	\$ 95,596	\$ 411,746	\$ 645,075
Acquisition of tangible capital assets	(3,953,387)	(2,839,198)	(1,624,823)
Amortization of tangible capital assets	1,160,032	1,230,140	1,160,032
Gain on disposal of tangible capital assets	-	-	(26,967)
Proceeds on disposal of tangible capital assets	-	-	74,142
	(2,793,355)	(1,609,058)	(417,616)
Net change in inventory for consumption	-	(3,087)	8,201
Net change in prepaid expense	-	(1,700)	1,176
	-	(4,787)	9,377
Increase (decrease) in net financial assets	(2,697,759)	(1,202,099)	236,836
Net financial assets, beginning of year	9,992,822	9,992,822	9,755,986
Net financial assets, end of year	\$ 7,295,063	\$ 8,790,723	\$ 9,992,822

TOWN OF BLACK DIAMOND
NON-CONSOLIDATED STATEMENT OF CASH FLOW
For the year ended December 31, 2022

	2022	2021
Operating transactions		
Excess of revenue over expenses	\$ 411,746	\$ 645,075
Adjustments for items which do not affect cash		
Gain on disposal of tangible capital assets	-	(26,967)
Amortization of tangible capital assets	1,230,140	1,160,032
	1,641,886	1,778,140
Net change in non-cash working capital items		
Taxes and grants in place of taxes receivable	53,936	(3,080)
Trade and other receivables	(155,265)	(7,881)
Inventory for consumption	(3,087)	8,200
Prepaid expenses	(1,700)	1,176
Accounts payable and accrued liabilities	133,334	98,393
Employee benefit obligations	(21,526)	7,456
Deposit liabilities	36,300	54,293
Deferred revenue	(446,893)	10,375
Other liabilities	5,471	1,517
	1,242,456	1,948,589
Capital transactions		
Proceeds on disposal of tangible capital assets	-	74,142
Acquisition of tangible capital assets	(2,839,198)	(1,624,823)
	(2,839,198)	(1,550,681)
Investing transactions		
Change in investments	1,000,000	(1,000,000)
Financing transactions		
Repayment of long-term debt	(97,112)	(91,751)
Decrease in cash and temporary investments	(693,854)	(693,843)
Cash and temporary investments, beginning of year	9,967,029	10,660,872
Cash and temporary investments, end of year	\$ 9,273,175	\$ 9,967,029

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. Significant accounting policies

The non-consolidated financial statements of the Town of Black Diamond are the representations of management prepared in accordance with public sector accounting standards for local governments established by Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

The non-consolidated financial statements reflect the assets, liabilities, revenue and expenses, changes in fund balances and change in financial position of the reporting entity.

Taxes levied also includes requisitions for educational, health care, social and other external organizations that are not part of the municipal reporting entity.

The statements exclude trust assets that are administered for the benefit of external parties. Interdepartmental and organizational transactions and balances are eliminated.

(b) Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

(c) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expense during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. Significant accounting policies, continued

(d) Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

(e) Investments

Investments are recorded at amortized cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

(f) Requisition over-levy and under-levy

Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

(g) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets for the year.

(i) Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	Years
Land improvements	15-35
Buildings	10-50
Engineered structures	20-75
Machinery and equipment	5-75
Vehicles	8-20

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

1. Significant accounting policies, continued

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

(ii) Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(iv) Inventories

Inventories held for consumption are recorded at the lower of cost and replacement cost.

(h) Contaminated sites liability

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of a contaminated site is recognized when a site is not in productive use and is management's estimate of the cost of post-remediation including operation, maintenance and monitoring.

2. Cash and temporary investments

	2022	2021
Cash	\$ 7,273,159	\$ 8,967,015
Temporary investments	2,000,016	1,000,014
	<u>\$ 9,273,175</u>	<u>\$ 9,967,029</u>

The temporary investments are comprised of Guaranteed Investment Certificates with original maturities of twelve months or less.

Interest earned on temporary investments varies from 1.00% to 1.68% (2021 - 0.55% to 0.68%) per annum.

The fair market value of temporary investments as at December 31, 2022 is \$2,028,366 (2021 - \$1,005,395) which includes accrued interest.

Interest paid on cash on deposit is bank prime less 2.00% (2021 - bank prime less 2.00%).

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

3. Taxes and grants in place of taxes receivables

	2022	2021
Taxes and grants in place of taxes receivable	\$ 172,874	\$ 232,214
Arrears	62,150	56,746
	\$ 235,024	\$ 288,960

4. Trade and other receivables

	2022	2021
Due from related party (note 18)	\$ 2,057,821	\$ 2,057,821
Trade accounts receivable	377,145	255,780
Utilities accounts receivable	308,817	304,337
Good and services tax	41,138	29,988
Accrued interest	28,350	10,080
	\$ 2,813,271	\$ 2,658,006

5. Investments

	2022	2021
Sheep River Regional Utility Corporation	\$ 5	\$ 5
ATB Wealth	-	1,000,000
	\$ 5	\$ 1,000,005

The Town purchased 45 class A common shares in Sheep River Regional Utility Corp. (SRRUC) for 45% ownership in the amount of \$4.50. SRRUC was formed in partnership with the Towns of Black Diamond, Turner Valley, Foothills County and the Village of Longview. SRRUC is responsible for distribution of water to its partnering municipalities.

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

6. Employee benefit obligations

	2022	2021
Vacation	\$ 104,170	\$ 119,334
Overtime	-	6,362
	\$ 104,170	\$ 125,696

The vacation liability is comprised of the vacation that employees are deferring to future years. Employees have either earned the benefits (and are vested) or are entitled to these benefits within the next budgetary year.

7. Deferred revenue

Deferred revenue consists of donations and government transfers. Donations and government transfers consist of funding received from the federal and provincial governments, and donors for which stipulations have not yet been met. The use of these funds is restricted to eligible projects approved under the funding agreements.

	2022	2021
Municipal Sustainability Initiative (MSI) Capital	\$ 975,946	\$ 1,427,322
Canada Community Building Fund (CCBF)	464,709	313,713
Climate Resilience Capacity Building Program	60,714	-
Calgary Foundation	30,000	-
Municipal Stimulus Program (MSP)	17,837	66,596
Community Garden Fundraising	15,658	-
Skateboard Park Fundraising	-	95,237
Southern Alberta Flood Response	-	90,043
Family Community Support Services (FCSS)	-	17,305
Alberta Community Partnership	-	1,541
	\$ 1,564,864	\$ 2,011,757

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

8. Long-term debt

	2022	2021
Tax supported debentures	\$ 249,482	\$ 281,014
Self supported debentures	172,992	238,572
	\$ 422,474	\$ 519,586

Principal and interest repayments are due as follows:

	Principal	Interest	Total
2023	\$ 90,464	\$ 20,902	\$ 111,366
2024	79,691	15,712	95,403
2025	84,248	11,155	95,403
2026	60,490	6,330	66,820
2027	22,343	3,079	25,422
Thereafter	85,238	18,154	103,392
	\$ 422,474	\$ 75,332	\$ 497,806

Debenture debt is repayable to Alberta Capital Finance Authority and bears interest at rates ranging from 2.97% to 6.50% per annum and matures in 2023 through 2040. The average annual interest rate is 5.57% for 2022 (5.57% for 2021).

Debenture debt is issued on the credit and security of the town at large.

Interest on long-term debt amounted to \$24,643 (2021 - \$30,119).

The Town's total cash payments for interest in 2022 were \$26,585 (2021 - \$31,947).

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

9. Debt limits

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/00 for the Town be disclosed as follows:

	2022	2021
Total debt limit	\$ 10,304,877	\$ 10,051,604
Total debt	422,474	519,586
	<u>\$ 9,882,403</u>	<u>\$ 9,532,018</u>
Debt servicing limit	\$ 1,717,480	\$ 1,675,267
Debt servicing	111,366	123,698
	<u>\$ 1,606,114</u>	<u>\$ 1,551,569</u>

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities which could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

10. Reserves

Council has set up reserves for various purposes. These reserves are either required by legislation or set up at the discretion of Council to provide funding for future expenses.

	2022	2021
Operating		
General government	\$ 770,461	\$ 966,965
Planning and development	329,349	553,992
Environmental use and protection	311,098	400,362
Transportation services	203,103	210,204
Recreation and culture	148,868	533,183
Protective services	109,400	207,179
Public health services	13,084	34,632
	1,885,363	2,906,517
Capital		
Engineering structures	2,209,136	2,593,303
Machinery and equipment	1,650,258	1,122,087
Offsite levies	1,011,541	971,582
General capital	563,643	789,516
Vehicles	551,361	904,588
Buildings	382,012	453,795
Land and land improvements	103,283	67,205
Planning	77,500	77,500
	6,548,734	6,979,576
	\$ 8,434,097	\$ 9,886,093

11. Equity in tangible capital assets

	2022	2021
Tangible capital assets (schedule 2)	\$ 49,765,764	\$ 47,151,323
Accumulated amortization (schedule 2)	(13,390,143)	(12,384,760)
Long-term debt (note 8)	(422,474)	(519,586)
	\$ 35,953,147	\$ 34,246,977

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

12. Accumulated surplus

Accumulated surplus consists of internally restricted and unrestricted amounts and equity in tangible capital assets as follows:

	2022	2021
Unrestricted surplus	\$ 943,223	\$ 785,651
Internally restricted surplus (reserves) (note 10)	8,434,097	9,886,093
Equity in tangible capital assets (note 11)	35,953,147	34,246,977
	\$ 45,330,467	\$ 44,918,721

13. Net municipal property taxes

	Budget (Unaudited)	2022	2021
Taxation			
Real property taxes	\$ 4,226,610	\$ 4,208,860	\$ 4,099,717
Linear property taxes	-	46,361	46,335
Farmland	-	1,624	1,584
Government grants in place of property taxes	-	-	5,082
	4,226,610	4,256,845	4,152,718
Requisitions			
Alberta School Foundation Fund	1,005,907	1,005,907	999,543
Separate School Division	76,642	76,642	65,914
Seniors Foundation	48,233	48,233	47,442
Designated Industrial Property	275	-	-
	1,131,057	1,130,782	1,112,899
	\$ 3,095,553	\$ 3,126,063	\$ 3,039,819

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

14. Government transfers

	Budget (Unaudited)	2022	2021
Transfers for operating:			
Provincial conditional grants	\$ 94,990	\$ 97,551	\$ 241,110
Federal conditional grants	-	3,000	44,000
Other local government transfers	282,895	269,371	259,036
	377,885	369,922	544,146
Transfers for capital:			
Provincial government	1,805,483	1,145,627	1,200,044
	1,805,483	1,145,627	1,200,044
	\$ 2,183,368	\$ 1,515,549	\$ 1,744,190

15. Expenses by object

	Budget (Unaudited)	2022	2021
Salaries, wages and benefits	\$ 2,626,098	\$ 2,617,179	\$ 2,206,536
Contracted and general services	2,554,422	2,096,661	2,079,787
Materials, goods, supplies and utilities	875,441	742,945	526,591
Bank charges and short term interest	1,242	1,360	866
Interest on long term debt	24,403	24,643	30,119
Other expenditures	21,725	9,916	12,595
Transfers to organizations and others	880,717	778,663	1,132,420
Transfers to individuals and organizations	98,505	102,291	107,092
Amortization of tangible capital assets	1,160,032	1,230,140	1,160,032
	\$ 8,242,585	\$ 7,603,798	\$ 7,256,038

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

16. Salary and benefits disclosure

Disclosure of salaries and benefits for elected municipal officials, the chief administrative officer and designated officers as required by Alberta Regulation 313/2000 is as follows:

	(1)	(2)	2022	2021
	Salary	Benefits & allowances		
Council				
Mayor - Kelly, B	\$ 28,050	\$ 968	\$ 29,018	\$ 4,646
Mayor - Goodwin, V.R	-	-	-	20,516
Councillor - Bain, C.	20,700	1,468	22,168	19,178
Councillor - Lalonde, D.	17,350	3,979	21,329	20,689
Councillor - Kloiber, V.	20,150	28	20,178	15,778
Councillor - Thomson, H.	16,850	868	17,718	3,406
Councillor - Vandenhoeck, C.	15,300	868	16,168	4,006
Councillor - Dunning, A	4,950	308	5,258	3,556
Councillor - Hart, S.	-	-	-	13,572
Councillor - Stickel, J.	-	-	-	13,116
Councillor - Marconi, B	-	-	-	12,871
Chief Administrative Officer(s)	245,587	17,423	263,010	133,656
Designated Officers (5)	\$ 403,033	\$ 48,516	\$ 451,549	\$ 411,469

(1) Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria and any other direct cash remuneration.

(2) Benefits and allowances include the employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long- and short-term disability plans, and professional memberships.

17. Financial instruments

The Town's financial instruments consist of cash and temporary investments, accounts receivable, investments, debt charges recoverable, bank indebtedness, accounts payable and accrued liabilities, deposit liabilities, requisition over-levy, and long-term debt. It is management's opinion that the Town is not exposed to significant interest or risk arising from these financial instruments.

The Town is subject to credit risk with respect to taxes and grants in place of taxes receivables and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk.

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

18. Related party transactions

During the year the Town entered into the following transactions with Sheep River Regional Utility Corp. (SRRUC):

- (a) The Town is leasing land known as the water reservoir site to SRRUC for \$1 per year over the term of the lease for 25 years. The lease expires in July 2041.
- (b) The Town purchased water and paid capital requisitions to SRRUC in the amount of \$495,008 (2021 - \$578,903).
- (c) Effective July 27, 2016, the Town advanced a shareholder loan to SRRUC in the amount of \$2,057,821 to contribute to the purchase of a water system asset. The loan is non-interest bearing and has no specific terms of repayment. The loan is secured by a general security agreement, land mortgage over SRRUC's assets, and other security, resolutions, and certificates. The loan is included in accounts receivable (note 4).
- (d) Accounts payable and accrued liabilities include \$118,208 payable to SRRUC (2021 - \$46,657).

19. Budget amounts

The 2022 budget for the Town was approved by Council on May 4, 2022 and has been reported in the non-consolidated financial statements for information purposes only. These budget amounts have not been audited, reviewed, or otherwise verified.

The approved budget contained reserve transfers, capital additions and principal payments on debt as expenditures. Since these items are not included in the amounts reported in the consolidated financial statements, they have been excluded from the budget amounts presented in these financial statements.

In addition, the approved budget did not contain an amount for amortization expense. In order to enhance comparability, the prior year actual amortization expense has been included as a budget amount.

	Budgeted surplus per financial statements	\$ 95,596
Less:	Capital expenditures	(3,953,387)
	Long-term debt repayments	(97,112)
Add:	Amortization	1,160,032
	Net transfers from reserves	2,794,871
Equals:	Balanced budget	\$ -

TOWN OF BLACK DIAMOND
NOTES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

20. Contaminated sites liability

The Town has adopted PS3260 liability for contaminated sites. The Town did not identify any financial liabilities in 2022 (2021 - nil) as a result of this standard.

21. Subsequent events

Effective January 1, 2023, the Town of Black Diamond and the Town of Turner Valley amalgamated to form a new municipal authority called the Town of Diamond Valley as stipulated in the Province of Alberta Order In Council 156/2022.

22. Segmented disclosure

The Town provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in note 1.

Refer to the schedule of segmented disclosure (schedule 3).

23. Approval of financial statements

These financial statements were approved by Council and Management.

24. Comparative figures

Certain comparative figures have been reclassified to conform to the financial statement presentation adopted in the current year.

TOWN OF BLACK DIAMOND
SCHEDULES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

Schedule of changes in accumulated surplus
Schedule 1

	Unrestricted	Restricted	Equity in tangible capital assets	2022	2021
Balance, beginning of year	\$ 785,651	\$ 9,886,093	\$ 34,246,977	\$ 44,918,721	\$ 44,273,646
Excess of revenue over expenses	411,746	-	-	411,746	645,075
Unrestricted funds designated for future use	(1,040,255)	1,040,255	-	-	-
Restricted funds used for operations	1,054,360	(1,054,360)	-	-	-
Restricted funds used for tangible capital assets	-	(1,437,891)	1,437,891	-	-
Current year funds used for tangible capital assets	(1,397,612)	-	1,397,612	-	-
Contributed tangible capital assets	(3,695)	-	3,695	-	-
Amortization of tangible capital assets	1,230,140	-	(1,230,140)	-	-
Long-term debt repaid	(97,112)	-	97,112	-	-
Change in accumulated surplus	157,572	(1,451,996)	1,706,170	411,746	645,075
Balance, end of year	\$ 943,223	\$ 8,434,097	\$ 35,953,147	\$ 45,330,467	\$ 44,918,721

TOWN OF BLACK DIAMOND
SCHEDULES TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

Schedule of tangible capital assets

Schedule 2

	Land	Land improvements	Buildings	Engineered structures	Machinery and equipment	Vehicles	Construction in progress	2022	2021
Cost:									
Balance, beginning of year	\$ 1,583,588	\$ 1,989,371	\$ 5,606,347	\$ 28,785,917	\$ 4,932,434	\$ 3,060,075	\$ 1,193,590	\$ 47,151,323	\$ 46,025,891
Acquisitions	-	271,386	246,657	1,269,518	191,111	709,513	151,013	2,839,198	1,624,823
Transfers	-	386,207	424,825	381,606	-	952	(1,193,590)	-	-
Disposals	-	-	-	-	-	(224,757)	-	(224,757)	(499,391)
Balance, end of year	1,583,588	2,646,964	6,277,829	30,437,041	5,123,545	3,545,783	151,013	49,765,764	47,151,323
Accumulated amortization:									
Balance, beginning of year	-	437,593	2,317,150	5,902,443	2,259,937	1,467,637	-	12,384,760	11,676,944
Annual amortization	-	83,773	137,778	617,724	219,111	171,754	-	1,230,140	1,160,032
Disposals	-	-	-	-	-	(224,757)	-	(224,757)	(452,216)
Balance, end of year	-	521,366	2,454,928	6,520,167	2,479,048	1,414,634	-	13,390,143	12,384,760
Net book value	\$ 1,583,588	\$ 2,125,598	\$ 3,822,901	\$ 23,916,874	\$ 2,644,497	\$ 2,131,149	\$ 151,013	\$ 36,375,621	\$ 34,766,563
2021 net book value	\$ 1,583,588	\$ 1,551,779	\$ 3,289,197	\$ 22,883,474	\$ 2,672,496	\$ 1,592,438	\$ 1,193,590	\$ 34,766,563	

TOWN OF BLACK DIAMOND
SCHEDULE TO THE NON-CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2022

Schedule of segmented disclosure								Schedule 3
	General government	Protective services	Transportation services	Environmental services	Public health services	Planning and development	Recreation and culture	Total
Revenue								
Net municipal property taxes	\$ 3,126,063	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,126,063
User fees and sales of goods	8,375	158,542	102,181	1,905,318	-	13,432	7,857	2,195,705
Government transfers for operating	-	127,406	5,000	-	64,237	31,314	141,965	369,922
Investment income	191,461	-	-	-	-	-	-	191,461
Penalties and costs of taxes	55,407	-	-	-	-	-	-	55,407
Licenses and permits	-	100,033	-	17,540	-	12,346	-	129,919
Franchise and concession contracts	203,937	-	43,774	-	-	-	43,774	291,485
Rental	1,289	-	789	-	-	-	244,887	246,965
Other	7,163	835	3,196	375	500	6,676	204,286	223,031
Offsite levies and assessments	-	-	8,350	31,609	-	-	-	39,959
	3,593,695	386,816	163,290	1,954,842	64,737	63,768	642,769	6,869,917
Expenses								
Salaries, wages and benefits	662,933	407,306	332,137	354,597	53,495	243,695	563,016	2,617,179
Contracted and general services	289,519	252,276	223,145	775,852	5,132	330,914	219,823	2,096,661
Materials, goods, supplies and utilities	27,139	113,310	206,140	227,023	553	24,721	144,059	742,945
Bank charges and short term interest	1,095	-	265	-	-	-	-	1,360
Interest on long term debt	-	-	11,258	13,385	-	-	-	24,643
Other expenditures	7,671	245	-	-	-	2,000	-	9,916
Transfers to organizations and others	-	21,546	-	575,150	36,950	-	145,017	778,663
Transfers to individuals and organizations	-	10,410	-	25,003	27,190	22,154	17,534	102,291
Amortization of tangible capital assets	30,356	331,986	400,310	220,666	-	3,744	243,078	1,230,140
	1,018,713	1,137,079	1,173,255	2,191,676	123,320	627,228	1,332,527	7,603,798
Excess (deficiency) of revenue over expenses before other	2,574,982	(750,263)	(1,009,965)	(236,834)	(58,583)	(563,460)	(689,758)	(733,881)
Other								
Government transfers for capital	98,962	-	911,555	135,110	-	-	-	1,145,627
Excess (deficiency) of revenue over expenses	\$ 2,673,944	\$ (750,263)	\$ (98,410)	\$ (101,724)	\$ (58,583)	\$ (563,460)	\$ (689,758)	\$ 411,746