

**MUNICIPAL FINANCIAL INFORMATION RETURN**

For the Year Ending December 31, 2018

**Municipality Name:                      Town of Bassano**

**CERTIFICATION**

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

  
\_\_\_\_\_  
Signature of Duly Authorized Signing Officer

**Amanda Davis**  
\_\_\_\_\_  
Print Name

**March 4, 2019**  
\_\_\_\_\_  
Date



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## INDEPENDENT AUDITORS' REPORT

To the Mayor and Members of Council of the City of the Town of Bassano

### ***Opinion***

We have audited the municipal financial information return of the Town of Bassano (the Entity) as at and for the year ended December 31, 2018.

In our opinion, the accompanying municipal financial information return as at and for the year ended December 31, 2018 of the Entity is prepared, in all material respects, in accordance with the financial reporting provisions of Section 277 of the Alberta Municipal Government Act and the accounting principles described in the Financial Information Return Manual for December 31, 2018 prepared by Alberta Municipal Affairs.

### ***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 "***Auditors' Responsibilities for the Audit of the Municipal Financial Information Return***" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the municipal 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 – Financial Reporting Framework***

We draw attention to fact that the municipal financial information return has been prepared in accordance with the financial reporting provisions included in Section 277 of the Alberta Municipal Government Act and the accounting principles described in the Municipal Financial Information Return Manual prepared by Alberta Municipal Affairs, which describe the basis of accounting.

The municipal financial information return is prepared to assist the Entity to meet the requirements of Alberta Municipal Affairs and is to be used primarily for statistical purposes.

As a result, the municipal financial information return may not be suitable for another purpose.

Our opinion is not modified in respect of this matter.



### ***Other Matter – Restriction on Use***

Our report is intended solely for the Mayor and Members of Council of the Entity and Alberta Municipal Affairs, and should not be used by other parties.

### ***Other Matter – General Purpose Financial Statements***

The Entity has prepared general purpose financial statements as at and for the year ended December 31, 2018 in accordance with Canadian public sector accounting standards on which we issued an auditors' report addressed to the Mayor and Members of Council of the Entity dated March 4, 2019.

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

Management is responsible for the preparation of the municipal financial information return in accordance with the financial reporting provisions of Section 277 of the Alberta Municipal Government Act and the Financial Information Return Manual for December 31, 2018 prepared by Alberta Municipal Affairs, and for such internal control as management determines is necessary to enable the preparation of a municipal financial information return that is free from material misstatement, whether due to fraud or error.

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

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

### ***Auditors' Responsibilities for the Audit of the Municipal Financial Information Return***

Our objectives are to obtain reasonable assurance about whether the municipal financial information return as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 the municipal 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 municipal 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention to the material uncertainty in our auditors' report. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a long, horizontal, slightly curved line that underlines the text.

Chartered Professional Accountants

Lethbridge, Canada

March 4, 2019

**FINANCIAL POSITION**

Schedule 9A

	<b>Total</b>
	1
<b>Assets</b>	0010
Cash and Temporary Investments .....	0020 6,321,257
Taxes and Grants in Place of Taxes Receivable.....	0030
. Current .....	0040 167,546
. Arrears .....	0050 96,796
. Allowance .....	0060 -10,000
Receivable From Other Governments .....	0070
Loans Receivable .....	0080
Trade and Other Receivables .....	0090 299,299
Debt Charges Recoverable.....	0095
Inventories Held for Resale	0130
. Land .....	0140 309,225
. Other .....	0150
Long Term Investments	0170
. Federal Government .....	0180
. Provincial Government .....	0190
. Local Governments .....	0200
. Other .....	0210
Other Current Assets .....	0230
Other Long Term Assets .....	0240
	0250
<b>Total Financial Assets</b>	0260 7,184,123
<b>Liabilities</b>	0270
Temporary Loans Payable .....	0280
Payable To Other Governments .....	0290
Accounts Payable & Accrued Liabilities .....	0300 154,319
Deposit Liabilities .....	0310 125
Deferred Revenue .....	0340 1,075,538
Long Term Debt .....	0350 618,738
Other Current Liabilities .....	0360
Other Long Term Liabilities .....	0370
	0380
<b>Total Liabilities</b>	0390 1,848,720
<b>Net Financial Assets (Net Debt)</b>	0395 5,335,403
<b>Non Financial Assets</b>	
Tangible Capital Assets.....	0400 11,129,445
Inventory for Consumption.....	0410
Prepaid Expenses .....	0420 12,875
Other.....	0430
<b>Total Non-Financial Assets</b>	0440 11,142,320
<b>Accumulated Surplus</b>	0450 16,477,723

**CHANGE IN ACCUMULATED SURPLUS**

**Schedule 9B**

	Unrestricted	Restricted	Equity in TCA	Total	
	1	2	3	4	
Accumulated Surplus - Beginning of Year	0500	953,647	4,013,798	10,695,239	15,662,684
Net Revenue (Expense) .....	0505	610,417			610,417
Funds Designated For Future Use.....	0511	-499,282	499,282		
Restricted Funds - Used for Operations.....	0512				
Restricted Funds - Used for TCA.....	0513				
Current Year Funds Used for TCA .....	0514	-201,572		201,572	
Donated and Contributed TCA.....	0516				
Disposals of TCA.....	0517				
Annual Amortization Expense.....	0518	479,578		-479,578	
Long Term Debt - Issued.....	0519				
Long Term Debt - Repaid.....	0521	-93,474		93,474	
Capital Debt - Used for TCA.....	0522				
	0523				
Other Adjustments.....	0524	204,622			204,622
Accumulated Surplus - End of Year.....	0525	1,453,936	4,513,080	10,510,707	16,477,723

**FINANCIAL ACTIVITIES BY FUNCTION**

**Schedule 9C**

	Revenue		Expense
	1		2
<b>Total General</b>	0700	1,352,941	
<b>Function</b>	0710		1150
General Government	0720		1160
Council and Other Legislative .....	0730		1170
General Administration .....	0740		1180
Other General Government.....	0750	595,322	1190 533,744
Protective Services	0760		1200
Police .....	0770		1210
Fire .....	0780		1220
Disaster and Emergency Measures .....	0790		1230
Ambulance and First Aid .....	0800		1240
Bylaws Enforcement .....	0810		1250
Other Protective Services.....	0820	122,673	1260 132,418
Transportation	0830		1270
Common and Equipment Pool .....	0840		1280
Roads, Streets, Walks, Lighting .....	0850		1290
Airport .....	0860		1300
Public Transit .....	0870		1310
Storm Sewers and Drainage .....	0880		1320
Other Transportation .....	0890	37,450	1330 626,096
Environmental Use and Protection	0900		1340
Water Supply and Distribution .....	0910		1350
Wastewater Treatment and Disposal .....	0920		1360
Waste Management .....	0930		1370
Other Environmental Use and Protection .....	0940	857,931	1380 627,034
Public Health and Welfare	0950		1390
Family and Community Support .....	0960		1400
Day Care .....	0970		1410
Cemeteries and Crematoriums .....	0980		1420
Other Public Health and Welfare .....	0990	92,110	1430 127,641
Planning and Development	1000		1440
Land Use Planning, Zoning and Development .....	1010		1450
Economic/Agricultural Development .....	1020		1460
Subdivision Land and Development .....	1030		1470
Public Housing Operations .....	1040		1480
Land, Housing and Building Rentals .....	1050		1490
Other Planning and Development.....	1060	13,887	1500 117,147
Recreation and Culture	1070		1510
Recreation Boards .....	1080		1520
Parks and Recreation .....	1090		1530
Culture: Libraries, Museums, Halls .....	1100		1540
Convention Centres .....	1110		1550
Other Recreation and Culture.....	1120	134,185	1560 432,002
Other Utilities	1125		1565
Gas .....	1126		1566
Electric .....	1127		1567
Other .....	1130		1570
<b>Total Revenue/Expense</b>	1140	3,206,499	1580 2,596,082
<b>Net Revenue/Expense</b>			1590 610,417

**FINANCIAL ACTIVITIES BY TYPE / OBJECT**

**Schedule 9D**

		<b>Total</b>
		<b>1</b>
Revenues	1700	
Taxation and Grants in Place	1710	
. Property (Net Municipal) .....	1720	1,352,941
. Business .....	1730	
. Business Revitalization Zone .....	1740	
. Special .....	1750	
. Well Drilling .....	1760	
. Local Improvement .....	1770	
Sales To Other Governments .....	1790	
Sales and User Charges .....	1800	946,376
Penalties and Costs on Taxes .....	1810	86,405
Licenses and Permits .....	1820	17,384
Fines .....	1830	
Franchise and Concession Contracts .....	1840	236,391
Returns on Investments .....	1850	98,381
Rentals .....	1860	34,986
Insurance Proceeds .....	1870	
Net Gain on Sale of Tangible Capital Assets .....	1880	
Contributed and Donated Assets .....	1885	
Federal Government Unconditional Transfers .....	1890	
Federal Government Conditional Transfers .....	1900	
Provincial Government Unconditional Transfers .....	1910	
Provincial Government Conditional Transfers .....	1920	290,270
Local Government Transfers .....	1930	131,926
Transfers From Local Boards and Agencies .....	1940	
Developer Agreements and Levies .....	1960	
Other Revenues .....	1970	11,439
<b>Total Revenue</b>	<b>1980</b>	<b>3,206,499</b>
Expenses	1990	
Salaries, Wages, and Benefits .....	2000	673,681
Contracted and General Services .....	2010	809,836
Purchases from Other Governments .....	2020	
Materials, Goods, Supplies, and Utilities .....	2030	433,725
Provision For Allowances .....	2040	
Transfers to Other Governments .....	2050	
Transfers to Local Boards and Agencies .....	2060	66,977
Transfers to Individuals and Organizations .....	2070	
Bank Charges and Short Term Interest .....	2080	
Interest on Operating Long Term Debt .....	2090	
Interest on Capital Long Term Debt .....	2100	37,364
Amortization of Tangible Capital Assets .....	2110	479,578
Net Loss on Sale of Tangible Capital Assets .....	2125	
Write Down of Tangible Capital Assets .....	2127	
Other Expenditures .....	2130	94,921
<b>Total Expenses</b>	<b>2140</b>	<b>2,596,082</b>
<b>Net Revenue (Expense)</b>	<b>2150</b>	<b>610,417</b>



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	41,867	68,469	14,464	
Other General Government.....	2230				
Protective Services	2240				
Police .....	2250				
Fire .....	2260	119,150		12,560	
Disaster and Emergency Measures .....	2270				
Ambulance and First Aid .....	2280				
Bylaws Enforcement .....	2290	3,523			
Other Protective Services.....	2300				
Transportation	2310				
Common and Equipment Pool .....	2320				
Roads, Streets, Walks, Lighting .....	2330	3,897	30,274	178,869	
Airport .....	2340	3,279		18,774	
Public Transit .....	2350				
Storm Sewers and Drainage .....	2360				
Other Transportation .....	2370				
Environmental Use and Protection	2380				
Water Supply and Distribution .....	2390	438,711		129,722	37,364
Wastewater Treatment and Disposal .....	2400	122,577	171,298	31,208	
Waste Management .....	2410	125,345		3,217	
Other Environmental Use and Protection .....	2420				
Public Health and Welfare	2430				
Family and Community Support .....	2440	2,003	61,855		
Day Care .....	2450				
Cemeteries and Crematoriums .....	2460	5,250		604	
Other Public Health and Welfare .....	2470	2,931	20,071		
Planning and Development	2480				
Land Use Planning, Zoning and Development .....	2490				
Economic/Agricultural Development .....	2500				
Subdivision Land and Development .....	2510				
Public Housing Operations .....	2520				
Land, Housing and Building Rentals .....	2530				
Other Planning and Development.....	2540		13,887		
Recreation and Culture	2550				
Recreation Boards .....	2560				
Parks and Recreation .....	2570	72,913	6,342	78,458	
Culture: Libraries, Museums, Halls .....	2580	23		11,702	
Convention Centres .....	2590	4,907			
Other Recreation and Culture.....	2600		50,000		
Other Utilities	2605				
Gas .....	2606				
Electric .....	2607				
Other .....	2610				
<b>Total</b>	<b>2620</b>	<b>946,376</b>	<b>422,196</b>	<b>479,578</b>	<b>37,364</b>

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				
Other General Government.....	2730				
Protective Services	2740				
Police .....	2750				
Fire .....	2760				
Disaster and Emergency Measures .....	2770				
Ambulance and First Aid .....	2780				
Bylaws Enforcement .....	2790				
Other Protective Services.....	2800				
Transportation	2810				
Common and Equipment Pool .....	2820				
Roads, Streets, Walks, Lighting .....	2830				
Airport .....	2840				
Public Transit .....	2850				
Storm Sewers and Drainage .....	2860	9,175			
Other Transportation .....	2870				
Environmental Use and Protection	2880				
Water Supply and Distribution .....	2890				93,474
Wastewater Treatment and Disposal .....	2900	192,397			
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				
Culture: Libraries, Museums, Halls .....	3080				
Convention Centres .....	3090				
Other Recreation and Culture.....	3100				
Other Utilities	3105				
Gas .....	3106				
Electric .....	3107				
Other .....	3110				
<b>Total</b>	<b>3120</b>	<b>201,572</b>			<b>93,474</b>

**CHANGE IN TANGIBLE CAPITAL ASSETS**

**Schedule 9G**

		Balance at Beginning of Year 1	Additions 2	Reductions 3	Balance at End of Year 4
<b>Tangible Capital Assets - Cost</b>					
Engineered Structures	3200				
Roadway Systems.....	3201	7,128,223			7,128,223
Light Rail Transit Systems.....	3202				
Water Systems.....	3203	6,489,219			6,489,219
Wastewater Systems.....	3204	2,675,138	30,274		2,705,412
Storm Systems.....	3205				
Fibre Optics.....	3206				
Electricity Systems.....	3207				
Gas Distribution Systems.....	3208				
Total Engineered Structures .....	3210	16,292,580	30,274		16,322,854
Construction In Progress.....	3219	98,526	171,298		269,824
Buildings .....	3220	5,464,517			5,464,517
Machinery and Equipment .....	3230	665,047			665,047
Land .....	3240	153,301			153,301
Land Improvements.....	3245				
Vehicles .....	3250	434,459			434,459
<b>Total Capital Property Cost</b>	3260	23,108,430	201,572		23,310,002
<b>Accumulated Amortization</b>					
Engineered Structures	3270				
Roadway Systems	3271	5,435,155	142,482		5,577,637
Light Rail Transit Systems	3272				
Water Systems	3273	3,038,133	129,722		3,167,855
Wastewater Systems	3274	600,391	31,208		631,599
Storm Systems	3275				
Fibre Optics	3276				
Electricity Systems	3277				
Gas Distribution Systems	3278				
Engineered Structures .....	3280	9,073,679	303,412		9,377,091
Buildings .....	3290	2,029,427	109,291		2,138,718
Machinery and Equipment .....	3300	338,404	49,163		387,567
Land .....	3310				
Land Improvements.....	3315				
Vehicles .....	3320	259,469	17,712		277,181
<b>Total Accumulated Amortization</b>	3330	11,700,979	479,578		12,180,557
<b>Net Book Value of Capital Property</b>	3340	11,407,451			11,129,445
<b>Capital Long Term Debt (Net)</b>	3350	712,212			618,738
<b>Equity in Tangible Capital Assets</b>	3400	10,695,239			10,510,707

**LONG TERM DEBT SUPPORT**

**Schedule 9H**

		Operating Purposes	Capital Purposes	Total
		1	2	3
<b>Long Term Debt Support</b>	3405			
Supported by General Tax Levies .....	3410		618,738	618,738
Supported by Special Levies .....	3420			
Supported by Utility Rates .....	3430			
Other .....	3440			
<b>Total Long Term Debt Principal Balance</b>	3450		618,738	618,738

**LONG TERM DEBT SOURCES**

**Schedule 9I**

		Operating Purposes	Capital Purposes	Total
		1	2	3
Alberta Capital Finance Authority.....	3500		618,738	618,738
Canada Mortgage and Housing Corporation .....	3520			
Mortgage Borrowing .....	3600			
Other .....	3610			
<b>Total Long Term Debt Principal Balance</b>	3620		618,738	618,738

**FUTURE LONG TERM DEBT REPAYMENTS**

**Schedule 9J**

		Operating Purposes	Capital Purposes	Total
		1	2	3
<b>Principal Repayments by Year</b>	3700			
Current + 1 .....	3710		98,841	98,841
Current + 2 .....	3720		104,517	104,517
Current + 3 .....	3730		110,519	110,519
Current + 4 .....	3740		116,864	116,864
Current + 5 .....	3750		123,575	123,575
Thereafter .....	3760		64,422	64,422
<b>Total Principal</b>	3770		618,738	618,738
<b>Interest by Year</b>	3780			
Current + 1 .....	3790		33,654	33,654
Current + 2 .....	3800		27,978	27,978
Current + 3 .....	3810		21,976	21,976
Current + 4 .....	3820		15,631	15,631
Current + 5 .....	3830		8,920	8,920
Thereafter .....	3840		1,825	1,825
<b>Total Interest</b>	3850		109,984	109,984

**PROPERTY TAXES AND GRANTS IN PLACE**

**Schedule 9K**

	Property Taxes 1	Grants - in Place 2	Total 3
Property Taxes	3900		
Residential Land and Improvements .....	3910	1,675,001	1,675,001
Non-Residential	3920		
Land and Improvements (Excluding M & E).....	3935	12,988	12,988
Machinery and Equipment .....	3950		
Linear Property .....	3960	25,998	25,998
Railway .....	3970		
Farm Land .....	3980		
Adjustments to Property Taxes .....	3990		
 Total Property Taxes and Grants In Place	4000	1,700,999	1,713,987
 Requisition Transfers		4010	
Education			
Residential/Farm Land .....		4031	322,065
Non-Residential .....		4035	13,015
Seniors Lodges .....		4090	25,873
Other .....		4100	93
Adjustments to Requisition Transfers .....		4110	
 Total Requisition Transfers		4120	361,046
 Net Municipal Property Taxes and Grants In Place		4130	1,352,941

**GRANTS IN PLACE OF TAXES**

**Schedule 9L**

	Property Taxes 1	Business Taxes 2	Other Taxes 3	Total 4
Federal Government .....	4200	12,988		12,988
Provincial Government .....	4210			
Local Government .....	4220			
Other .....	4230			
 Total	4240	12,988		12,988

**DEBT LIMIT**

**Schedule 9AA**

1

Debt Limit .....	5700	4,507,391
Total Debt .....	5710	-618,738
Debt Service Limit .....	5720	751,328
Total Debt Service Costs .....	5730	-132,495

Enter prior year Line 3450 Column 2 balance here:

712,212
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