

**TOWN OF BEAUMONT**  
**Consolidated Financial Statements**

**For the year ended December 31, 2016**

**TOWN OF BEAUMONT**  
**Consolidated Financial Statements**

**For the year ended December 31, 2016**

---

	<b>Contents</b>
<b>Management Report</b>	<b>1</b>
<b>Independent Auditor's Report</b>	<b>2-3</b>
<b>Consolidated Financial Statements</b>	
Consolidated Statement of Financial Position	<b>4</b>
Consolidated Statement of Operations	<b>5</b>
Consolidated Statement of Change in Net Assets (Debt)	<b>6</b>
Consolidated Statement of Cash Flows	<b>7</b>
Notes to Consolidated Financial Statements	<b>8-21</b>
Schedule I - Schedule of Tangible Capital Assets	<b>22</b>
Schedule II - Schedule of Changes in Accumulated Surplus	<b>23</b>
Schedule III - Schedule of Property and Other Taxes	<b>24</b>
Schedule IV - Schedule of Government Transfers	<b>25</b>
Schedule V - Consolidated Schedule of Expenses by Object	<b>26</b>

---

**Town of Beaumont  
2016 Financial Statements  
Management Report**

---

The accompanying consolidated financial statements and other information contained in this Financial Report are the responsibility of the management of the Town of Beaumont.

These consolidated financial statements have been prepared 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 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 appropriately accounted for and adequately safeguarded.

The elected Council of the Town of Beaumont are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The Council meets annually with management 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 reviews the monthly financial reports.

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



Interim Chief Administrative  
Officer Town of Beaumont



General Manager, Corporate Services

# Independent Auditor's Report

**Grant Thornton LLP**  
1701 Scotia Place 2  
10060 Jasper Avenue NW  
Edmonton, AB  
T5J 3R8  
T +1 780 422 7114  
F +1 780 426 3208  
[www.GrantThornton.ca](http://www.GrantThornton.ca)

To the Mayor and Council of the Town of Beaumont

We have audited the accompanying consolidated financial statements of Town of Beaumont which comprise the consolidated statement of financial position as at December 31, 2016, and the consolidated statements of operations, changes in net assets (debt), cash flows and schedules 1 through 5 for the year then ended and a summary of significant accounting policies and other explanatory information.

## **Management's responsibility for the consolidated financial statements**

Management is responsible for the preparation and fair presentation of these 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

## **Auditor's responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Town of Beaumont as at December 31, 2016, and the results of its operations, changes in net financial assets, cash flows and schedules 1 through 5 for the year then ended in accordance with Canadian public sector accounting standards.

Edmonton, Canada

April 25, 2017

*Grant Thornton LLP*

Chartered Professional Accountant

**Town of Beaumont**  
**Consolidated Statement of Financial Position**

<b>December 31</b>	<b>2016</b>	<b>2015</b>
<b>Financial Assets</b>		
Cash and Cash Equivalents (Note 2)	\$ 32,612,374	\$ 37,607,770
Receivables (Note 3)	3,310,292	3,916,616
Other Financial Assets	217,561	145,916
	<u>36,140,227</u>	<u>41,670,302</u>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities (Note 4)	4,348,900	10,078,223
Security Deposits	3,221,960	3,341,025
Deferred Revenue (Note 5)	2,847,078	7,227,184
Long-term Debt (Notes 6 and 7)	12,541,958	14,117,453
	<u>22,959,896</u>	<u>34,763,885</u>
<b>Net Financial Assets</b>	<u>13,180,331</u>	<u>6,906,417</u>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Schedule I)	274,513,350	260,824,046
Inventory for Consumption	173,794	324,306
	<u>274,687,144</u>	<u>261,148,352</u>
<b>Accumulated Surplus</b> (Note 8, Schedule II)	<u>\$287,867,475</u>	<u>\$268,054,769</u>
<b>Contingencies</b> (Note 11)		

**Town of Beaumont**  
**Consolidated Statement of Operations**

<b>For the Year Ended December 31</b>	2016 Budget	2016 Actual	2015 Actual
<b>Revenue</b>			
Taxation-net (Schedule III)	\$ 16,908,600	\$ 17,025,950	\$ 15,636,867
Sales and User Charges	10,057,900	10,447,102	10,312,261
Government Transfers (Schedule IV)	8,500,800	7,634,657	4,431,005
Interest Income	250,000	490,495	660,216
Penalties and Cost on Taxes	270,000	350,641	307,148
Franchise Fees	1,183,900	1,214,110	1,118,108
Rentals	720,000	733,957	696,251
Licenses, Permits and Fines	1,719,200	2,137,716	2,069,759
Developers Contributions	1,890,310	1,064,229	4,490,638
Contributions from Other Groups	33,000	123,185	57,770
(Loss) Gain on Disposal of Capital	-	(537,254)	92,837
	<u>41,533,710</u>	<u>40,684,788</u>	<u>39,872,860</u>
<b>Expense (Schedule V)</b>			
Legislative	7,922,600	6,710,123	3,628,047
Administration	2,642,400	1,937,884	1,988,284
Protective Services	4,602,200	4,375,604	4,102,413
Transportation Services	10,194,400	9,485,355	10,908,858
Public Health and Welfare Services	3,212,500	2,953,239	2,879,049
Planning and Development	2,178,300	1,765,274	1,772,136
Recreation and Cultural Services	7,578,900	7,315,270	6,880,678
Library	789,500	756,157	729,369
Waste Management	1,661,300	1,548,170	1,491,231
Water	3,002,800	2,883,396	2,792,213
Wastewater	1,988,600	1,918,356	1,863,112
	<u>45,773,500</u>	<u>41,648,828</u>	<u>39,035,390</u>
(Deficiency) Excess of Revenue over Expenses before Other	(4,239,790)	(964,040)	837,470
<b>Other</b>			
Community Transfer of Tangible Capital Asset	-	10,380,707	-
Developer Contributed Tangible Capital Assets	-	6,201,841	29,694,186
Government Transfers for Capital (Schedule IV)	10,458,597	4,194,198	3,625,405
	<u>6,218,807</u>	<u>19,812,706</u>	<u>34,157,061</u>
<b>Excess of Revenue over Expense</b>	<u>6,218,807</u>	<u>19,812,706</u>	<u>34,157,061</u>
<b>Accumulated Surplus, Beginning of Year,</b>	<u>268,054,769</u>	<u>268,054,769</u>	<u>233,897,708</u>
<b>Accumulated Surplus, End of Year</b>	<u>\$274,273,576</u>	<u>\$287,867,475</u>	<u>\$268,054,769</u>

The accompanying notes are an integral part of these consolidated financial statements.

**Town of Beaumont**  
**Consolidated Statement of Change in Net Assets (Debt)**

<b>For the Year Ended December 31</b>	2016 Budget	2016 Actual	2015 Actual
Excess of Revenue over Expenditures	\$ 6,218,807	<b>\$ 19,812,706</b>	\$ 34,157,061
Acquisition of Tangible Capital Assets	13,279,015	<b>(15,998,031)</b>	(12,194,591)
Contributed Tangible Capital Assets	-	<b>(6,201,841)</b>	(29,694,186)
Proceeds on Disposal of Tangible Capital Assets	-	<b>389,123</b>	388,626
Amortization of Tangible Capital Assets	7,626,600	<b>7,584,191</b>	6,817,250
Loss (Gain) on Disposal of Tangible Capital Assets	-	<b>537,254</b>	(92,837)
	<u>20,905,615</u>	<u><b>(13,689,304)</b></u>	<u>(34,775,738)</u>
Acquisition of Prepaid Expenses and Inventory of Supplies	-	<b>150,512</b>	(202,632)
<b>Net Change in Net Assets (Debt)</b>	27,124,422	<b>6,273,914</b>	(821,309)
<b>Net Assets</b> , Beginning of Year	<u>6,906,417</u>	<u><b>6,906,417</b></u>	<u>7,727,726</u>
<b>Net Assets</b> , End of Year	<u>\$ 34,030,839</u>	<u><b>\$ 13,180,331</b></u>	<u>\$ 6,906,417</u>



**Town of Beaumont**  
**Consolidated Statement of Cash Flows**

<b>For the Year Ended December 31</b>	<b>2016</b>	<b>2015</b>
<b>Operating Transactions</b>		
Excess of Revenue over Expense	\$ 19,812,706	\$ 34,157,061
Items Not Involving Cash		
Amortization	7,584,191	6,817,250
Loss (Gain) on Disposal of Tangible Capital Assets	537,254	(92,837)
Contributed Capital Assets	(16,582,548)	(29,694,186)
Changes in Non-cash Assets and Liabilities		
Receivables	606,324	2,151,131
Other Financial Assets	(71,645)	10,897
Inventory for Consumption	150,512	(202,632)
Accounts Payable and Accrued Liabilities	(5,729,323)	5,006,135
Security Deposits	(119,065)	(1,133,715)
Deferred Revenue	(4,380,106)	(2,254,381)
	<u>1,808,300</u>	<u>14,764,723</u>
<b>Capital Activities</b>		
Acquisition of Tangible Capital Assets	(5,617,324)	(12,194,591)
Proceeds on Sale of Tangible Capital Assets	389,123	388,626
	<u>(5,228,201)</u>	<u>(11,805,965)</u>
<b>Financing Transactions</b>		
Repayment of Long-term Debt	(1,575,495)	(2,693,887)
<b>Net Change in Cash and Cash Equivalents</b>	<b>(4,995,396)</b>	<b>264,871</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>37,607,770</b>	<b>37,342,899</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 32,612,374</b>	<b>\$ 37,607,770</b>

---

# Town of Beaumont

## Notes to the Consolidated Financial Statements

December 31, 2016

---

### 1. Significant Accounting Policies

#### **Management's Responsibility for the Consolidated Financial Statements**

The Town of Beaumont (Town) is a municipality incorporated under the laws of the Province of Alberta and operates under the provisions of the *Municipal Government Act*. These financial statements are the representation of management, prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

#### **Reporting Entity**

The Town is a municipality incorporated under the laws of the Province of Alberta and operates under the provisions of the *Municipal Government Act*.

The consolidated financial statements reflect the assets, liabilities, revenues and expenses, changes in fund balances, and change in financial position of the reporting entity. This entity is comprised of the municipal operations that are owned or controlled by the Town, which includes the Bibliotheque de Beaumont Library.

#### **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.

#### **Use of Estimates**

The preparation of financial statements in conformity with Canadian public sector accounting standards 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 these estimates.

#### **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.

#### **Tax Revenue**

Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. The schedule of taxes levied also includes requisitions for the Leduc Foundation, and for both Black Gold and St. Thomas Aquinas School Districts. As they are not part of the municipal reporting entity these requisitions have been netted out of the tax revenue as they operate as a flow through and are therefore excluded from municipal revenue.

---

# Town of Beaumont

## Notes to Consolidated Financial Statements

December 31, 2016

---

### Prepaid Local Improvement Charges

Property tax revenue is based on market value assessments determined in accordance with the Municipal Government Act. Tax mill rates are established annually. Taxation revenues are recorded at the time tax billings are issued. Assessments are subject to appeal.

Construction and borrowing costs associated with local improvement projects are recovered through annual special assessments during the period of the related borrowings. These levies are collectable from property owners for work performed by the municipality.

Where a taxpayer has elected to prepay the outstanding local improvement charges, such amounts are recorded as revenue when received.

### 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.

### 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 the amount recognized is management's estimate of the cost of post-remediation including operation, maintenance and monitoring.

### Non-Financial Assets (Physical 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 (Debt) 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, is amortized on a straight-line basis over the estimated useful life as follows:

Land Improvements	15 to 30 years
Buildings	20 to 50 years
Engineered Structures	
Water System	35 to 75 years
Wastewater System	35 to 75 years
Other	20 to 75 years
Machinery & Equipment	5 to 20 years
Vehicles	10 to 25 years

No amortization is taken in the first year of acquisition and a full year of amortization is calculated in the year of disposal.

#### ii Contributions of Tangible Capital Assets

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

---

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

---

**Non-Financial Assets (Physical Assets) - (continued)**

**iii. Leases**

Leases are classified as capital or operating leases. Leases which transfer substantially all 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.

**Reserves for Future Expenditures**

Reserves are established at the discretion of the Council to set aside funds for future operating and capital expenditures. The reserve funds are reflected as a component of the accumulated surplus of the Town.

**Equity in Capital Assets**

Equity in capital assets represents the net investment in total capital assets after deducting the portion financed by third parties. The equity in capital assets is reflected as a component of the accumulated surplus of the Town.

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**2. Cash and Cash Equivalents**

	2016	2015
Cash	\$ 31,532,047	\$ 36,703,895
Cash Equivalents (Temporary Investments)	905,327	903,875
Term Deposit (Letter of Credit)	175,000	-
	<b>\$ 32,612,374</b>	<b>\$ 37,607,770</b>

Temporary investments are short-term deposits with original maturities of three months or less.

**3. Accounts Receivable**

	2016	2015
Current Taxes	\$ 921,473	\$ 683,880
Arrear Taxes	305,358	247,782
Taxes Receivable	1,226,831	931,662
Due from Other Governments	364,964	1,268,755
Trade Receivables	491,739	529,533
Utilities Receivable	1,226,758	1,186,666
	<b>\$ 3,310,292</b>	<b>\$ 3,916,616</b>

**4. Accounts Payable and Accrued Liabilities**

	2016	2015
Accrued Wages and Benefits	\$ 768,631	\$ 720,501
Trade Payables	3,580,269	9,357,722
	<b>\$ 4,348,900</b>	<b>\$ 10,078,223</b>

**5. Deferred Revenue**

	2016	2015
Deferred Capital Grants	\$ 1,961,943	\$ 6,640,496
Lot Grading	594,278	431,832
Development	-	221
Recreation Fees	288,935	154,635
Youth Programs	1,922	-
	<b>\$ 2,847,078</b>	<b>\$ 7,227,184</b>

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**6. Long-term Debt**

	2016	2015
<u>Tax Supported</u>		
Town Office	\$ 71,122	\$ 92,731
Police Building	2,779,626	2,968,491
Fire Building	-	20,222
Operations Building	2,286,032	2,409,500
Roads	3,250,896	3,615,161
Storm Drainage	46,580	68,103
Ken Nichol Regional Recreation Centre	770,894	935,713
Library	528,688	588,759
	<b>9,733,838</b>	<b>10,698,680</b>
<u>Utility Supported</u>		
Water Reservoir	2,572,284	3,132,232
Sewage Collection	235,836	286,541
	<b>2,808,120</b>	<b>3,418,773</b>
	<b>\$ 12,541,958</b>	<b>\$ 14,117,453</b>

Principal and interest payments on long-term debt in the next five years are as follows:

	Principal	Interest
2017	\$ 1,341,968	\$ 520,486
2018	1,376,327	46,067
2019	1,355,968	402,216
2020	1,148,091	352,997
2021	896,529	300,565
2022 and onwards	6,423,075	1,844,230
	<b>\$ 12,541,958</b>	<b>\$ 3,466,561</b>

Debenture debt is repayable to the Alberta Capital Finance Authority \$11,857,091 (2015 - \$12,973,296) and the Beaumont Credit Union Ltd \$684,867 (2015 - \$1,144,157) and bears interest at rates ranging from 2.177% to 6.375% per annum, and matures in periods 2016 through 2041. The debenture debt is issued on the credit and security of the Town at large.

Interest on long-term debt amounted to \$576,799 (2015 - \$651,525).

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**7. Debt Limits**

The Town's debt limit as per the Municipal Government Act is as follows:

	<b>2016</b>	2015
<b>Debt Limit</b>		
Total Debt Limit	<b>\$ 61,027,182</b>	\$ 59,809,290
Total Debt	<b>12,541,958</b>	14,117,453
Loan Guarantees - Centré Communautaire Beaumont Community Centre	-	6,133,300
	<b>\$ 48,485,224</b>	\$ 39,558,537
<b>Service on Debt</b>		
Debt Servicing Limit	<b>\$ 10,171,197</b>	\$ 9,968,215
Debt Servicing	<b>1,862,454</b>	2,856,907
	<b>\$ 8,308,743</b>	\$ 7,111,308

The debt limit is calculated at 1.5 times the 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 that 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 Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**8. Accumulated Surplus**

Accumulated surplus consists of reserves, which are funds committed and set aside for future expenditures, equity in tangible capital assets, and unrestricted surpluses as follows:

	<u>2016</u>	<u>2015</u>
<u>Reserve Funds</u>		
Tax Allowance	\$ 93,262	\$ 93,262
Equipment Replacement	1,106,062	830,553
General Capital Growth	889,942	1,378,358
Mill Rate Stabilization	3,121,040	2,451,640
Contingency	270,662	216,956
Communication Reserves	40,000	7,000
Election Reserve	15,000	10,000
Town Office Maintenance	50,500	45,500
Technology Replacement	209,183	169,483
Asset Management System	250,000	250,000
Policing	438,442	349,042
Police Building Maintenance	16,431	11,431
Protective Services Building Maintenance	55,778	52,778
Operation Facility Maintenance	28,000	24,000
Snow Removal	54,730	68,702
Infrastructure Maintenance	671,376	423,316
Roads Off-site Levies	4,195,403	3,947,444
Range Road 243	-	7,762
Sidewalk Replacement	174,800	174,800
Transit Reserve	270,656	270,656
Future Utilities	6,041,661	5,014,350
Sewer Off-site Levies	845,630	845,630
Youth Centre Building Maintenance	31,367	30,367
Planning Reserves	157,794	349,999
Downtown Redevelopment	250,106	250,106
Aquafit Centre Building Maintenance	43,826	30,826
Fours Seasons Park	52,500	42,000
Municipal Reserve for Parkland	917,168	893,182
Recreation Equipment	30,000	30,000
Ken Nichol Regional Recreation Centre Building Maintenance	218,000	199,000
Library Building Maintenance	138,540	136,540
	<u>20,677,859</u>	<u>18,604,683</u>
<u>Equity in Tangible Capital Assets</u>		
Tangible Capital Assets	347,796,640	326,523,145
Accumulated Amortization	(73,283,290)	(65,699,099)
Long-term Debt	(11,857,091)	(12,973,296)
Recoverable Off-site Levies	(2,867,547)	(2,904,733)
	<u>259,788,712</u>	<u>244,946,017</u>
<u>Unrestricted Surplus</u>		
Operations	6,505,373	4,225,783
Solid Waste	188,997	80,375
Water	231,217	96,221
Wastewater	475,317	101,690
	<u>7,400,904</u>	<u>4,504,069</u>
	<u>\$ 287,867,475</u>	<u>\$ 268,054,769</u>



**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**9. Cost Sharing Functions**

The County of Leduc cost shares specific costs for certain recreation and culture services with other municipalities.

	2016 Budget	2016 Actual	2015 Actual
<u>Eligible Costs</u>			
Ken Nichol Regional Recreation Centre	\$ 684,640	\$ 331,247	\$ 1,302,624
Programs	225,900	164,856	123,230
Athletic Fields and Outdoor Rinks (29.2%)	537,027	564,717	429,927
Parks and Recreation Administration	227,600	214,597	286,047
Ken Nichol Regional Recreation Centre (Expansion)	168,225	167,195	167,256
Library	558,200	555,300	542,812
	<u>\$ 2,401,592</u>	<u>\$ 1,997,912</u>	<u>\$ 2,851,896</u>
Cost Share Percentage	11.52%	11.52%	12.12%
	\$ 276,663	\$ 230,159	\$ 345,650
Aquafit Centre	25,000	25,000	25,000
	<u>\$ 301,663</u>	<u>\$ 255,159</u>	<u>\$ 370,650</u>

**10. Segmented Information**

The Town of Beaumont is a diversified municipal government institution that provides a wide range of services to its citizens. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. The revenues and expenses and equity in government business enterprises and government business partnerships that are directly attributable to a particular segment are allocated to that segment. Amounts that are directly attributable to a number of segments have been allocated on a reasonable basis as follows:

Taxation: Allocated to Administration.  
 Sale of Service: Allocated to segment based on service and to general government if not specific.  
 Grants: Allocated to segment based on service provided and to general government if not specific.  
 Interest: Allocated to water, wastewater and general government.

**Legislative**

Responsible for Council activities.

**Administration**

Responsible for administration services, including economic development, communication, safety, human resources, accounting, finance, general administration and record services.

---

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

---

**10. Segmented Information** (continued)

**Protective Services**

Responsible for bylaw enforcement, policing, and fire services.

**Transportation Services**

Responsible for maintaining the roads, bridges, storm drainage systems, sidewalks and extended shoulders for pedestrian and bike travel.

**Solid Waste Management**

Responsible for curbside garbage and recycling collection

**Water**

Responsible for water distribution and storage.

**Wastewater**

Responsible for sewer collection system.

**Public Health and Welfare**

Responsible for family, youth and childcare services plus cemetery.

**Planning and Development Services**

Responsible for planning, development services and building inspection services.

**Recreation and Cultural Services**

Responsible for recreational services, including programming.

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**10. Segmented Information (continued)**

For the year ended December 31	Legislative	Administration	Protective Services	Transportation Services	Public Health and Welfare Services	Planning and Development	Recreation and Cultural Services	Library	Solid Waste Management	Water	Wastewater	2016 Total
<b>Revenue</b>												
Taxation	\$ 16,424,985	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 600,965	\$ -	\$ -	\$ -	\$ 17,025,950
Sales and User Charges	103,160	(66)	-	417,649	1,136,250	146,314	1,496,686	48,924	1,737,168	3,074,556	2,286,461	10,447,102
Government Transfers	5,834,047	9,396	556,964	4,032	769,212	32,250	254,211	174,545	-	-	-	7,634,657
Investment Income	-	490,495	-	-	-	-	-	-	-	-	-	490,495
Penalties and Costs on Taxes	-	297,781	-	-	-	-	-	-	-	52,860	-	350,641
Franchise Fees	-	1,214,110	-	-	-	-	-	-	-	-	-	1,214,110
Rentals	-	12,124	43,794	-	21,714	-	655,629	696	-	-	-	733,957
Licenses, Permits and Fines	-	-	1,343,369	-	-	792,532	1,815	-	-	-	-	2,137,716
Developers Contributions	-	-	-	830,426	-	93,952	35,000	-	-	68,251	36,600	1,064,229
Contributions from Others	-	-	-	-	14,636	-	108,549	-	-	-	-	123,185
(Loss) on Disposal of Capital	-	-	-	-	-	-	(838,548)	-	-	-	301,294	(537,254)
	<b>22,362,192</b>	<b>2,023,840</b>	<b>1,944,127</b>	<b>1,252,107</b>	<b>1,941,812</b>	<b>1,065,048</b>	<b>1,713,342</b>	<b>825,130</b>	<b>1,737,168</b>	<b>3,195,667</b>	<b>2,624,355</b>	<b>40,684,788</b>
<b>Expenses</b>												
Salaries and Benefits	196,985	2,317,276	1,399,218	1,580,993	2,266,255	1,058,017	3,525,667	458,447	638	193,022	50,554	13,047,072
Contract Services	75,418	483,645	2,356,129	912,210	144,950	528,664	953,274	51,941	1,456,061	44,532	200,074	7,206,898
Materials and Goods	57,534	399,504	261,747	423,967	208,218	42,174	966,944	147,043	23,071	1,887,606	1,352,558	5,770,366
Utilities	6,239	78,201	80,711	547,939	50,316	13,557	566,570	22,536	-	87,162	2,562	1,455,793
Internal Support	534,900	(1,437,500)	(56,800)	32,100	220,300	117,199	273,701	10,700	68,400	137,600	99,400	-
Community Grants	5,839,047	-	-	-	24,457	-	87,257	-	-	-	-	5,950,761
Interest on Long-term Debt	-	4,023	138,182	215,311	-	-	58,107	33,353	-	110,408	17,415	576,799
Amortization	-	88,453	191,284	5,764,250	39,309	7,033	850,465	31,613	-	415,991	195,793	7,584,191
Other Expenses	-	4,282	5,133	8,585	(566)	(1,370)	33,285	524	-	7,075	-	56,948
	<b>6,710,123</b>	<b>1,937,884</b>	<b>4,375,604</b>	<b>9,485,355</b>	<b>2,953,239</b>	<b>1,765,274</b>	<b>7,315,270</b>	<b>756,157</b>	<b>1,548,170</b>	<b>2,883,396</b>	<b>1,918,356</b>	<b>41,648,828</b>
<b>Net Surplus (Deficit)</b>	<b>\$ 15,652,069</b>	<b>\$ 85,956</b>	<b>\$ (2,431,477)</b>	<b>\$ (8,233,248)</b>	<b>\$ (1,011,427)</b>	<b>\$ (700,226)</b>	<b>\$ (5,601,928)</b>	<b>\$ 68,973</b>	<b>\$ 188,998</b>	<b>\$ 312,271</b>	<b>\$ 705,999</b>	<b>\$ (964,040)</b>

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**10. Segmented Information - continued**

<b>For the year ended December 31</b>	Legislative	Administration	Protective Services	Transportation Services	Public Health and Welfare Services	Planning and Development	Recreation and Culture	Library	Waste Management	Water	Wastewater	2015 Total
<b>Revenue</b>												
Taxation	\$15,066,211	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 570,656	\$ -	\$ -	\$ -	\$ 15,636,867
Sales and User Charges	114,339	8,650	1,095	489,613	1,133,235	149,678	1,495,620	44,261	1,662,602	2,946,597	2,266,571	10,312,261
Government Transfers	2,832,277	60,845	541,515	2,280	514,757	-	310,962	168,369	-	-	-	4,431,005
Investment Income	-	660,216	-	-	-	-	-	-	-	-	-	660,216
Penalties and Costs on Taxes	-	256,627	-	-	-	-	-	-	-	50,521	-	307,148
Franchise Fees	-	1,118,108	-	-	-	-	-	-	-	-	-	1,118,108
Rentals	-	5,400	43,794	-	20,429	-	625,984	644	-	-	-	696,251
Licenses, Permits and Fines	-	-	1,238,892	-	-	830,867	-	-	-	-	-	2,069,759
Developer Contributions	-	-	-	3,399,064	-	135,563	367,986	-	-	459,290	128,735	4,490,638
Contributions from Others	18,750	-	-	-	11,490	-	27,530	-	-	-	-	57,770
(Loss) on Disposal of Capital	-	-	(27,681)	(21,958)	-	-	142,476	-	-	-	-	92,837
	<b>18,031,577</b>	<b>2,109,846</b>	<b>1,797,615</b>	<b>3,868,999</b>	<b>1,679,911</b>	<b>1,116,108</b>	<b>2,970,558</b>	<b>783,930</b>	<b>1,662,602</b>	<b>3,456,408</b>	<b>2,395,306</b>	<b>39,872,860</b>
<b>Expenses</b>												
Salaries and Benefits	195,992	2,253,920	1,469,687	1,189,534	2,149,251	987,432	3,333,875	433,394	47,112	176,201	35,236	12,271,634
Contracted Services	68,032	427,156	1,972,942	3,305,812	101,052	697,471	780,408	58,565	1,345,525	105,189	212,749	9,074,901
Materials and Goods	57,909	430,908	272,318	492,621	232,833	33,467	1,033,885	136,830	15,494	1,753,902	1,305,392	5,765,559
Utilities	2,584	73,075	80,663	599,073	47,801	9,898	532,767	22,139	-	90,076	3,677	1,461,753
Internal Support	479,800	(1,287,999)	(50,001)	13,401	203,199	60,500	249,500	10,200	83,100	129,800	108,500	-
Community Grants	2,823,730	-	1,949	-	106,104	-	92,258	-	-	-	-	3,024,041
Interest on Long-term Debt	-	4,997	148,656	233,361	-	-	68,037	36,627	-	139,500	20,349	651,527
Amortization	-	86,991	206,196	5,108,953	39,309	7,033	763,795	31,614	-	396,150	177,209	6,817,250
Other Expenses	-	(764)	3	(33,897)	(500)	(23,665)	26,153	-	-	1,395	-	(31,275)
	<b>3,628,047</b>	<b>1,988,284</b>	<b>4,102,413</b>	<b>10,908,858</b>	<b>2,879,049</b>	<b>1,772,136</b>	<b>6,880,678</b>	<b>729,369</b>	<b>1,491,231</b>	<b>2,792,213</b>	<b>1,863,112</b>	<b>39,035,390</b>
<b>Net Surplus (Deficit)</b>	<b>\$14,403,530</b>	<b>\$ 121,562</b>	<b>\$(2,304,798)</b>	<b>\$( 7,039,859)</b>	<b>\$( 1,199,138)</b>	<b>\$( 656,028)</b>	<b>\$(3,910,120)</b>	<b>\$ 54,561</b>	<b>\$ 171,371</b>	<b>\$ 664,195</b>	<b>\$ 532,194</b>	<b>\$ 837,470</b>

---

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

---

**11. Contingencies**

The Town is a member of the Alberta Municipal Insurance Exchange ("MUNIX"). Under the terms of the membership, the Town could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

The Town is a member of the Leduc & District Regional Waste Management Authority. Because of the Authority's legal status as an organization, its members are potentially liable if the Authority is unable to meet its obligations. The Alberta Environmental Protection and Enhancement Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. The liability recorded at December 31, 2012 by the Authority is \$1,927,418 (2011 - \$1,598,308) and represents the Authority's estimate of the present value of the closure and post-closure costs. Closure will involve covering the site with topsoil, vegetation, and the installation of groundwater monitoring wells. Post-closure care activities are expected to occur for twenty-five years, and will involve surface and ground water monitoring, and landfill cover maintenance. The liability for closure and post-closure costs estimated at December 31, 2016 was not available at the time these financial statements were finalized.

The Town has received a formal statement of action filed against the Town for environmental damage resulting from the nuisance grounds that it has forwarded to its insurer. As at the date of the financial statements liability resulting from the claim is undeterminable.

In the normal conduct of operations, there are other pending claims by and against the City. Litigation is subject to many uncertainties, and the outcome of individual matters is not predictable with assurance. In the opinion of administration, based on the advice and information provided by its legal counsel, final determination of these other litigations will not materially affect the City's financial position or results of operations.

---

**12. Financial Instruments**

The Town's financial instruments consist of cash and temporary investments, receivables, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the Town is not exposed to significant interest, currency, or credit risk arising from these financial instruments.

---

**13. Contractual Commitments**

The Town contracts with the Government of Canada for the employment of the Royal Canadian Mounted Police to provide policing services until March 31, 2032. The related agreement may be terminated on March 31 in any year by either party giving notice 24 months prior to the date of the intended termination. Total future annual costs under the terms of the Agreement are estimated to be \$2,195,600.

In addition, the Town has a lease commitment with Xerox for photocopying equipment. The lease provides for monthly payments of \$3,330 and expire in July 2020. The total lease commitment over the remaining life of the contract amounts to \$143,176.

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

**14. Local Authorities Pension Plan**

Employees of the town participate in the Local Authorities Pension Plan (LAPP), which is one of the plans covered by the Public Sector Pension Plans Act. The LAPP is financed by employer and employee contributions and by investment earnings of the LAPP Fund.

Contributions for current service are recorded as expenditures in the year in which they become due. The town is required to make current service contributions to the LAPP of 11.39% of pensionable earnings up to the year's maximum pensionable earnings under the Canada Pension Plan and 15.84% on pensionable earnings above this amount.

Total current service contributions by the Town to the LAPP in 2016 were \$992,069 (2015 - \$903,412). Total current service contributions by the employees of the Town to the Local Authorities Pension Plan in 2016 were \$912,935 (2015 - \$831,080).

At December 31, 2015, the LAPP disclosed an actuarial deficiency of approximately \$923.00 million (2014 - \$2.40 billion). The actuarial deficiency at December 31, 2016 was not available at the time the financial statements were finalized.

**15. Salary and Benefits Disclosure**

Disclosure of salaries and benefits for municipal officers and the Chief Administrative Officer as required by Alberta provincial regulation 313/2000 is as follows:

	<b>2016</b>		<b>2015</b>	
<u>Mayor &amp; Council</u>	<u>Benefits &amp; Salary (1)</u>	<u>Allowances</u>	<u>Benefits &amp; Salary (1)</u>	<u>Allowances</u>
Mayor Camille Berube	\$ 47,408	\$ 10,000	\$ 46,802	\$ 10,966
Councillor Louise White-Gibbs	22,404	1,798	23,300	6,556
Councillor Bill McNamara	22,404	1,780	23,700	5,428
Councillor Kerry Bauer	23,904	2,802	23,500	5,690
Councillor Kathy Barnhart	24,104	4,961	23,600	5,833
Councillor Bruce LeCren	24,104	6,564	22,500	1,221
Councillor Perry Hendriks	21,404	-	21,000	-
	<b>\$ 185,732</b>	<b>\$ 27,905</b>	<b>\$ 184,402</b>	<b>\$ 35,694</b>

(1) Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria, and any other direct cash remuneration paid by the Town of Beaumont.

---

**Town of Beaumont**  
**Notes to Consolidated Financial Statements**

**December 31, 2016**

---

**16. Salary and Benefits Disclosure** (continued)

<u>Chief Administrative Officer</u>	<u>2016</u>	<u>2015</u>
Salary	\$ 206,772	\$ 196,781
Pension	\$ 27,389	\$ 26,715
General Benefits Package	\$ 6,142	\$ 6,121
Car Allowance	\$ 7,196	\$ 7,055

---

**17. Contaminated Sites Liability**

On January 1, 2015, the Town adopted PS3260 Liability for Contaminated Sites. The liability as at December 31, 2016 was \$- (2015 - \$2,464,313).

---

**18. Approval of Financial Statements**

Council and Management have approved these financial statements on April 25, 2017.

---

**19. Budget Amounts**

The budget figures presented in these financial statements are based on the 2016 Budget adopted by Council on May 10, 2016.

---

**20. Comparative Figures**

The 2015 comparative figures have been reclassified to conform to financial statement presentation adopted for the current year.

**Town of Beaumont**  
**Schedule I - Schedule of Tangible Capital Assets**

December 31, 2016

**2016**

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Machinery &amp; Equipment and Vehicles</u>	<u>Roads</u>	<u>Storm Sewers</u>	<u>Total Operating Assets</u>	<u>Water Systems</u>	<u>Wastewater</u>	<u>Totals</u>
Cost, Beginning of Year	\$ 89,428,941	\$ 11,279,473	\$ 36,450,603	\$ 5,834,509	\$117,658,810	\$ 25,821,445	\$286,473,781	\$ 25,276,786	\$ 14,772,578	\$326,523,145
Additions	3,277,607	2,114,708	10,740,314	306,008	3,508,324	1,959,589	21,906,550	183,173	110,149	22,199,872
Disposals	(838,548)	-	-	-	-	-	(838,548)	-	(87,829)	(926,377)
Cost, End of Year	91,868,000	13,394,181	47,190,917	6,140,517	121,167,134	27,781,034	307,541,783	25,459,959	14,794,898	347,796,640
Accumulated Amortization, Beginning of Year	-	3,608,467	10,687,518	2,468,982	35,917,324	4,902,835	57,585,126	5,214,525	2,899,448	65,699,099
Amortization	-	478,625	730,218	330,896	4,979,624	454,224	6,973,587	414,811	195,793	7,584,191
Disposals	-	-	-	-	-	-	-	-	-	-
Accumulated Amortization, End of Year	-	4,087,092	11,417,736	2,799,878	40,896,948	5,357,059	64,558,713	5,629,336	3,095,241	73,283,290
Net Carrying Amount, End of Year	\$ 91,868,000	\$ 9,307,089	\$ 35,773,181	\$ 3,340,639	\$ 80,270,186	\$ 22,423,975	\$242,983,070	\$ 19,830,623	\$ 11,699,657	\$274,513,350

**2015**

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Machinery &amp; Equipment and Vehicles</u>	<u>Roads</u>	<u>Storm Sewers</u>	<u>Total Operating Assets</u>	<u>Water Systems</u>	<u>Wastewater</u>	<u>Totals</u>
Cost Beginning of the Year	\$ 67,524,876	\$ 8,909,549	\$ 36,212,131	\$ 5,487,026	\$106,492,758	\$ 23,671,668	\$248,298,008	\$ 23,789,879	\$ 13,378,793	\$285,466,680
Additions	22,128,687	2,750,003	238,472	575,094	11,166,051	2,149,777	39,008,084	1,486,907	1,393,785	41,888,776
Disposals	(224,622)	(380,079)	-	(227,611)	-	-	(832,312)	-	-	(832,312)
Cost, End of Year	89,428,941	11,279,473	36,450,603	5,834,509	117,658,810	25,821,445	286,473,781	25,276,786	14,772,578	326,523,145
Accumulated Amortization, Beginning of Year	-	3,647,491	9,959,429	2,312,335	31,462,318	4,495,006	51,876,579	4,819,555	2,722,238	59,418,372
Amortization	-	341,055	728,089	313,091	4,455,006	407,829	6,245,070	394,970	177,210	6,817,250
Disposals	-	(380,079)	-	(156,444)	-	-	(536,523)	-	-	(536,523)
Accumulated Amortization, End of Year	-	3,608,467	10,687,518	2,468,982	35,917,324	4,902,835	57,585,126	5,214,525	2,899,448	65,699,099
Net Carrying Amount, End of Year	\$ 89,428,941	\$ 7,671,006	\$ 25,763,085	\$ 3,365,527	\$ 81,741,486	\$ 20,918,610	\$228,888,655	\$ 20,062,261	\$ 11,873,130	\$260,824,046



**Town of Beaumont**  
**Schedule II - Schedule of Changes in Accumulated Surplus**

<b>For the Year Ended December 31</b>	<b>Unrestricted Surplus</b>	<b>Restricted Surplus</b>	<b>Equity in Capital Assets</b>	<b>2016</b>	<b>2015</b>
<b>Balance, Beginning of Year</b>	<b>\$ 4,504,069</b>	<b>\$ 18,604,683</b>	<b>\$244,946,017</b>	<b>\$268,054,769</b>	<b>\$233,897,708</b>
Excess of Revenue over Expenses	19,812,706	-	-	19,812,706	34,157,061
Unrestricted Funds Designated for Future Use	(2,876,714)	2,876,714	-	-	-
Restricted Funds Used for Operations	245,837	(245,837)	-	-	-
Restricted Funds Used for Tangible Capital Assets	-	(1,115,976)	1,115,976	-	-
Current Year Funds Used for Tangible Capital Assets	(4,501,348)	-	4,501,348	-	-
Contributed Tangible Capital Assets	(6,201,841)	-	6,201,841	-	-
Disposal of Tangible Capital Assets	926,377	-	(926,377)	-	-
Annual Amortization Expense	7,584,191	-	(7,584,191)	-	-
Long-term Debt Repaid	(1,575,495)	-	1,575,495	-	-
Restricted Funds Designated for Future Use	(10,516,878)	558,275	9,958,603	-	-
	<b>2,896,835</b>	<b>2,073,176</b>	<b>14,842,695</b>	<b>19,812,706</b>	<b>34,157,061</b>
	<b>\$ 7,400,904</b>	<b>\$ 20,677,859</b>	<b>\$259,788,712</b>	<b>\$287,867,475</b>	<b>\$268,054,769</b>

**Town of Beaumont**  
**Schedule III - Schedule of Property and Other Taxes**

<b>For the Year Ended December 31</b>	2016 Budget	<b>2016 Actual</b>	2015 Actual
Residential Taxes	\$ 21,531,100	<b>\$ 21,677,027</b>	\$ 20,145,147
Commercial Taxes	1,645,400	<b>1,664,787</b>	1,484,770
Farm Taxes	600	<b>632</b>	671
	<u>23,177,100</u>	<u><b>23,342,446</b></u>	<u>21,630,588</u>
Linear Taxes	182,900	<b>188,322</b>	185,334
	<u>23,360,000</u>	<u><b>23,530,768</b></u>	<u>21,815,922</u>
<b>Requisition for Other Authorities</b>			
Alberta School Foundation Fund	5,793,000	<b>5,846,220</b>	5,551,630
Separate School Board	613,600	<b>613,617</b>	582,001
Leduc Foundation	44,800	<b>44,981</b>	45,424
	<u>6,451,400</u>	<u><b>6,504,818</b></u>	<u>6,179,055</u>
	<u>\$ 16,908,600</u>	<u><b>\$ 17,025,950</b></u>	<u>\$ 15,636,867</u>

**Town of Beaumont**  
**Schedule IV - Schedule of Government Transfers**

<b>For the Year Ended December 31</b>	2016 Budget	<b>2016 Actual</b>	2015 Actual
<b>Transfers for Operating</b>			
Provincial Government	\$ 8,117,300	<b>\$ 7,200,623</b>	\$ 3,950,142
Federal Government	2,600	<b>4,032</b>	4,958
County of Leduc	380,900	<b>428,202</b>	475,906
Other Government Organizations	-	<b>1,800</b>	-
	<u>8,500,800</u>	<u><b>7,634,657</b></u>	<u>4,431,006</u>
<b>Transfers for Capital</b>			
Provincial Government	10,458,597	<b>4,194,198</b>	3,625,405
	<u>10,458,597</u>	<u><b>4,194,198</b></u>	<u>3,625,405</u>
	<u>\$ 18,959,397</u>	<u><b>\$ 11,828,855</b></u>	<u>\$ 8,056,411</u>

**Town of Beaumont**  
**Schedule V - Consolidated Schedule of Expenses by Object**

<b>For the Year Ended December 31</b>	2016 Budget	<b>2016 Actual</b>	2015 Actual
<b>Consolidated Expenses by Object</b>			
Salaries, Wages and Benefits	\$ 13,959,300	<b>\$ 13,047,072</b>	\$ 12,271,634
Contracted and General Services	8,502,900	<b>7,206,898</b>	9,074,901
Materials and Goods	6,399,400	<b>5,770,366</b>	5,765,559
Utilities	1,499,600	<b>1,455,793</b>	1,461,753
Community Grants	7,158,400	<b>5,950,761</b>	3,024,041
Interest on Long-term Debt	596,700	<b>576,799</b>	651,527
Amortization	7,626,600	<b>7,584,191</b>	6,817,250
Other Expenses	30,600	<b>56,948</b>	(31,275)
	<b>\$ 45,773,500</b>	<b>\$ 41,648,828</b>	<b>\$ 39,035,390</b>