School Jurisdiction Code: 4481

AUDITED FINANCIAL STATEMENTS

FOR THE YEARS ENDED AUGUST 31, 2012 and AUGUST 31, 2013

[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Holy Spirit Roman Catholic Separate Regional Divison No. 4

Legal Name of School Jurisdiction

620 12 Street B North Lethbridge, AB T1H 2L7

Mailing Address

Phone: 403.327.9555 Fax: 403.327.9595

Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Holy Spirit Roman Catholic Separate Regional Divison No. 4 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong system of budgetary control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors were given full access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Name	Signature
Terry O'Donnell	Original Signed

SUPERINTENDENT

Name	Signature
Christopher Smeaton	Original Signed

SECRETARY-TREASURER OR TREASURER

Name	Signature
Lisa Palmarin, CGA, CSBO	Original Signed

November 27, 2013
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: sarah.brennan@gov.ab.ca
PHONE: (780) 422-0312 (Toll free 310-0000) FAX: (780) 422-6996

School Jurisdiction Code: 4481

TABLE OF CONTENTS

Independent Auditors' Report

To the Board of Trustees of Holy Spirit Roman Catholic Separate Regional Division No.4

Report on the Financial Statements

We audited the accompanying financial statements of the Holy Spirit Roman Catholic Separate Regional Division No. 4, which comprise the statements of financial position as at August 31, 2013, August 31, 2012 and September 1, 2011 and the statements of operations, remeasurement gains and losses and cash flows for the years ended August 31, 2013 and August 31, 2012, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the 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 financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Holy Spirit Roman Catholic Separate Regional Division No.4 as at August 31, 2013, August 31, 2012 and September 1, 2011 and the results of its operations, remeasurement gains and losses, and its cash flows for the years ended August 31, 2013 and August 31, 2012 in accordance with Canadian public sector accounting standards.

KPMG LLP

Chartered Accountants

November 27, 2013
Lethbridge, Canada

School Jurisdiction Code: 4481

STATEMENTS OF FINANCIAL POSITION
As at (in dollars)

			August 31 2013	August 31 2012 Note 2	September 1 2011 Note 2
FINANCIAL ASSETS					
Cash and cash equivalents	(Note 4)		$7,643,484	$6,659,276	$5,497,411
Accounts receivable (net after allowances)	(Note 5)		$780,150	$900,927	$2,876,215
Portfolio investments	(Note 6)		$168,435	$165,788	$164,154
Other financial assets			$0	$0	$0
Total financial assets			$8,592,069	$7,725,991	$8,537,780
LIABILITIES					
Bank indebtedness	(Note 8)		$0	$0	$0
Accounts payable and accrued liabilities	(Note 9)		$1,002,946	$1,303,377	$2,166,997
Deferred revenue	(Note 10)		$57,723,515	$59,810,317	$61,705,753
Employee future benefit liabilities			$0	$0	$0
Other liabilities			$0	$0	$0
Debt	(Note 11)				
Supported: Debentures and other supported debt			$8,202	$119,629	$445,135
Unsupported: Debentures and capital loans			$0	$0	$0
Capital leases			$277,546	$355,883	$0
Mortgages			$0	$0	$0
Total liabilities			$59,012,209	$61,589,206	$64,317,885
Net financial assets (debt)			($50,420,140)	($53,863,215)	($55,780,105)
NON-FINANCIAL ASSETS					
Tangible capital assets	(Note 7)				
Land			$218,706	$218,706	$218,706
Construction in progress			$0	$423,766	$0
Buildings		$86,037,291			
Less: Accumulated amortization		($26,605,720)	$59,431,571	$60,671,738	$61,833,776
Equipment		$4,244,927			
Less: Accumulated amortization		($2,814,305)	$1,430,622	$1,979,657	$1,799,811
Vehicles		$916,059			
Less: Accumulated amortization		($324,532)	$591,527	$643,287	$601,297
Computer Equipment		$765,426		$254,359	$328,906
Less: Accumulated amortization		($491,079)	$274,347	$0	$0
Total tangible capital assets			$61,946,773	$64,191,513	$64,782,496
Prepaid expenses			$153,354	$75,515	$113,082
Other non-financial assets			$0	$279,716	$191,350
Total non-financial assets			$62,100,127	$64,546,744	$65,086,928
Accumulated surplus	(Note 12)		$11,679,987	$10,683,529	$9,306,823
Accumulating surplus / (deficit) is comprised of:					
Accumulated operating surplus (deficit)			$11,679,072	$10,685,287	$9,306,823
Accumulated remeasurement gains (losses)			$915	($1,758)	$0
			$11,679,987	$10,683,529	$9,306,823
Contractual obligations	(Note 13)				
Contingent liabilities	(Note 16, 21)				

The accompanying notes and schedules are part of these financial statements.

School Jurisdiction Code: 4481

STATEMENTS OF OPERATIONS

For the Years Ended August 31 (in dollars)

	Budget 2013	Actual 2013	Actual 2012 Note 2
REVENUES			
Alberta Education	$49,954,498	$50,741,411	$50,044,161
Other - Government of Alberta	$0	$118,510	$25,332
Federal Government and First Nations	$1,146,950	$1,328,051	$1,065,389
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities-special tax levies	$0	$0	$0
Property taxes	$0	$0	$0
Fees (Note 14)	$845,793	$1,585,475	$1,389,820
Other sales and services	$230,000	$627,038	$292,424
Investment income	$0	$85,290	$66,940
Gifts and donations	$50,000	$164,804	$191,271
Rental of facilities	$0	$45,373	$27,043
Fundraising	$200,000	$521,747	$249,401
Gains (losses) on disposal of capital assets	$0	$6,659	$52,191
Other revenue	$0	$0	$0
Total revenues	$52,427,241	$55,224,358	$53,403,972
EXPENSES			
Instruction	$41,070,857	$43,321,446	$41,510,818
Plant operations and maintenance	$7,790,002	$6,723,429	$6,675,227
Transportation	$1,874,400	$1,888,839	$1,743,038
Administration	$2,236,050	$2,296,859	$2,096,425
External services	$0	$0	$0
Total expenses	$52,971,309	$54,230,573	$52,025,508
Operating surplus (deficit)	($544,068)	$993,785	$1,378,464

The accompanying notes and schedules are part of these financial statements.

School Jurisdiction Code: 4481

STATEMENTS OF CASH FLOWS
For the Years Ended August 31 (in dollars)

	2013	2012 Note 2
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	$993,785	$1,378,464
Add (Deduct) items not affecting cash:		
Total amortization expense	$2,965,842	$2,766,580
Gains on disposal of tangible capital assets	($6,659)	($52,191)
Losses on disposal of tangible capital assets	$0	$0
Changes in:		
Accounts receivable	$120,777	$1,975,288
Prepaids	($77,839)	$37,568
Other financial assets	$0	$0
Non-financial assets	$279,716	($88,366)
Accounts payable and accrued liabilities	($300,431)	($863,620)
Deferred revenue (Excluding EDCR)	($2,086,802)	($1,895,436)
Employee future benefit liabilitiies	$0	$0
Other (describe)	$0	
Total cash flows from operating transactions	$1,888,389	$3,258,287
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	$0	$0
Buildings	($543,203)	($1,432,340)
Equipment	($147,900)	($813,534)
Vehicles	($29,999)	($115,447)
Computer equipment	$0	$0
Net proceeds from disposal of unsupported capital assets	$6,659	$237,914
Other (describe)	$0	$0
Total cash flows from capital transactions	($714,443)	($2,123,407)
C. INVESTING TRANSACTIONS		
Changes in portfolio investments	($2,647)	($1,634)
Remeasurement gains (losses) reclassified to the statement of operations	$2,673	($1,758)
Other (describe)	$0	$0
Total cash flows from investing transactions	$26	($3,392)
D. FINANCING TRANSACTIONS		
Issue of debt	$0	$355,883
Repayment of debt	($189,764)	($325,506)
Other (describe)	$0	$0
Total cash flows from financing transactions	($189,764)	$30,377
Increase (decrease) in cash and cash equivalents	$984,208	$1,161,865
Cash and cash equivalents, at beginning of year	$6,659,276	$5,497,411
Cash and cash equivalents, at end of year	$7,643,484	$6,659,276

The accompanying notes and schedules are part of these financial statements.

School Jurisdiction Code: 4481

STATEMENTS OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)

For the Years Ended August 31 (in dollars)

	2013	2012
Operating surplus (deficit)	$993,785	$1,378,464
Effect of changes in tangible capital assets		
Aquisition of tangible capital assets	($721,102)	($2,361,321)
Amortization of tangible capital assets	$2,965,842	$2,766,580
Net carrying value of tangible capital assets disposed of	$0	$185,722
Write-down carrying value of tangible capital assets	$0	$0
Total effect of changes in tangible capital assets	$2,244,740	$590,981
Changes in:		
Prepaid expenses	($77,839)	$37,568
Other non-financial assets	$279,716	($88,366)
Net remeasurement gains and (losses)	$2,673	($1,758)
Endowments	$0	$0
Increase (decrease) in net financial assets (net debt)	$3,443,075	$1,916,889
Net financial assets (net debt) at beginning of year	($53,863,215)	($55,780,104)
Net financial assets (net debt) at end of year	($50,420,140)	($53,863,215)

The accompanying notes and schedules are part of these financial statements.

School Jurisdiction Code: 4481

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2013 (in dollars)

	2013
Opening accumulated remeasurement gains and (losses) upon adoption on September 1, 2012	($1,758)
Unrealized gains (losses) attributable to:	
Portfolio investments	$0
Other	$0
Amounts reclassified to the statement of operations:	
Portfolio investments	
Other	$2,673
Net remeasurement gains (losses) for the year	$2,673
Accumulated remeasurement gains (losses) at end of year	$915

The accompanying notes and schedules are part of these financial statements.

School Jurisdiction Code: 4481

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2013 (in dollars)

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2013 (in dollars)

							INTERNALLY RESTRICTED		INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	ACCUMULATED SURPLUS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
									Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2012	$10,511,726	$0	$10,511,726	$6,880,645	$0	$0	$2,123,553	$1,507,528	$1,619,647	$997,386	$74,752	$14,587	$176,296	$495,575	$252,858	$0	$0	$0
Adoption of Public Sector Accounting Standards - Endowments	$142,900		$142,900	$0	$142,900	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adoption of Public Sector Accounting Standards - Trusts	$31,294	$0	$31,294	$0	$0	$0	$31,294	$0	$31,294	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adoption of Public Sector Accounting Standards- Unrealized foreign exchange	($1,758)	($1,758)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adoption of Publci Sector Accounting Standards- Transitional adjustment	($633)	$0	($633)	$0	$0	$0	($633)	$0	$0	$0	$0	$0	($633)	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2012	$10,683,529	($1,758)	$10,685,287	$6,880,645	$142,900	$0	$2,154,214	$1,507,528	$1,650,941	$997,386	$74,752	$14,587	$175,663	$495,575	$252,858	$0	$0	$0
Operating surplus (deficit)	$993,785		$993,785			$993,785												
Board funded tangible capital asset additions				$335,823		$0	($335,823)	$0	($108,684)	$0	($187,923)	$0	($39,216)	$0	$0	$0	$0	$0
Disposal of unsupported tangible capital assets	$0		$0	$0		$0		$0		$0		$0		$0		$0		$0
Disposal of supported tangible capital assets (board funded portion)	$0		$0	$0		$0		$0		$0		$0		$0		$0		$0
Write-down of unsupported tangible capital assets	$0		$0	$0		$0		$0		$0		$0		$0		$0		$0
Write-down of supported tangible capital assets (board funded portion)	$0		$0	$0		$0		$0		$0		$0		$0		$0		$0
Net remeasurement gains (losses) for the year	$2,673	$2,673																
Endowment expenses	$0		$0		$0													
Direct credits to accumulated surplus	$0		$0		$0	$0												
Amortization of tangible capital assets	$0			($2,965,842)		$2,965,842												
Capital revenue recognized	$0			$2,396,831		($2,396,831)												
Debt principal repayments (unsupported)	$0			$78,336		($78,336)												
Externally imposed endowment restrictions	$0				$0	$0	$0		$0		$0		$0		$0		$0	
Net transfers to operating reserves	$0					($993,785)	$993,785		$677,829		$253,492		$57,053		$5,411		$0	
Net transfers from operating reserves	$0					$0	$0		$0		$0		$0		$0		$0	
Net transfers to capital reserves	$0					($569,011)		$569,011		$338,858		$158,875		$65,377		$5,901		$0
Net transfers from capital reserves	$0					$78,336		($78,336)		($78,336)		$0		$0		$0		$0
Assumption/transfer of other operations' surplus	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2013	$11,679,987	$915	$11,679,072	$8,725,793	$142,900	$0	$2,812,176	$1,998,203	$2,220,088	$1,257,888	$140,321	$173,462	$193,500	$560,952	$258,269	$5,901	$0	$0

School Jurisdiction Code: 4481

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2012 (in dollars)

	ACCUMULATED SURPLUS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED TOTAL OPERATING RESERVES	INTERNALLY RESTRICTED TOTAL CAPITAL RESERVES
Balance at August 31, 2011	$9,132,629	$0	$9,132,629	$6,029,296	$0	$0	$2,173,633	$929,700
Adoption of Public Sector Accounting Standards - Endowments	$142,900	$0	$142,900	$0	$142,900	$0	$0	$0
Adoption of Public Sector Accounting Standards - Trusts	$31,294	$0	$31,294	$0	$0	$0	$31,294	$0
	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2011	$9,306,823	$0	$9,306,823	$6,029,296	$142,900	$0	$2,204,927	$929,700
Operating surplus (deficit)	$1,378,464		$1,378,464			$1,378,464		
Board funded tangible capital asset additions				$1,414,026		($1,021,103)	$0	($392,923)
Disposal of unsupported tangible capital assets	$0		$0	($185,724)		($52,191)		$237,915
Disposal of supported tangible capital assets (board funded portion)	$0		$0	$0		$0		$0
Write-down of unsupported tangible capital assets	$0		$0	$0		$0		$0
Write-down of supported tangible capital assets (board funded portion)	$0		$0	$0		$0		$0
Net remeasurement gains (losses) for the year	($1,758)	($1,758)						
Endowment expenses	$0		$0		$0			
Direct credits to accumulated surplus	$0		$0		$0	$0		
Amortization of tangible capital assets	$0			($2,766,580)		$2,766,580		
Capital revenue recognized	$0			$2,389,627		($2,389,627)		
Debt principal repayments (unsupported)	$0			$0		$0		
Externally imposed endowment restrictions	$0				$0		$0	
Net transfers to operating reserves	$0					($129,215)	$129,215	
Net transfers from operating reserves	$0					$179,928	($179,928)	
Net transfers to capital reserves	$0					($732,836)		$732,836
Net transfers from capital reserves	$0					$0		$0
Assumption/transfer of other operations' surplus	$0		$0	$0	$0	$0	$0	$0
Balance at August 31, 2012	$10,883,529	($1,758)	$10,685,287	$6,880,645	$142,900	$0	$2,154,214	$1,507,528

INTERNALLY RESTRICTED RESERVES BY PROGRAM

	School & Instruction Related Operating Reserves	School & Instruction Related Capital Reserves	Operations & Maintenance Operating Reserves	Operations & Maintenance Capital Reserves	Board & System Administration Operating Reserves	Board & System Administration Capital Reserves	Transportation Operating Reserves	Transportation Capital Reserves	External Services Operating Reserves	External Services Capital Reserves
Balance at August 31, 2011	$1,742,776	$323,943	$130,919	$112,177	$84,423	$493,580	$215,515	$0	$0	$0
Adoption of Public Sector Accounting Standards - Endowments		$0	$0	$0	$0	$0	$0	$0	$0	$0
Adoption of Public Sector Accounting Standards - Trusts	$31,294	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2011	$1,774,070	$323,943	$130,919	$112,177	$84,423	$493,580	$215,515	$0	$0	$0
Operating surplus (deficit)										
Board funded tangible capital asset additions	$0	($225,258)	$0	($155,808)	$0	($11,857)	$0	$0	$0	$0
Disposal of unsupported tangible capital assets		$225,258		$800		$11,857		$0		$0
Disposal of supported tangible capital assets (board funded portion)		$0		$0		$0		$0		$0
Write-down of unsupported tangible capital assets		$0		$0		$0		$0		$0
Write-down of supported tangible capital assets (board funded portion)		$0		$0		$0		$0		$0
Net remeasurement gains (losses) for the year										
Endowment expenses										
Direct credits to accumulated surplus										
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Externally imposed endowment restrictions	$0		$0		$0		$0		$0	
Net transfers to operating reserves	$0		$0		$91,872		$37,343		$0	
Net transfers from operating reserves	($123,129)		($56,167)		($632)		$0		$0	
Net transfers to capital reserves		$673,423		$57,418		$1,995		$0		$0
Net transfers from capital reserves		$0		$0		$0		$0		$0
Assumption/transfer of other operations' surplus	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2012	$1,650,941	$997,366	$74,752	$14,587	$175,663	$495,575	$252,658	$0	$0	$0

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2013 (in dollars)

	Unexpended Deferred Capital Revenue				
	Provincially Approved & Funded Projects (A)	Surplus from Provincially Approved Projects (B)	Proceeds on Disposal of Provincially Funded Tangible Capital Assets (C)	Unexpended Deferred Capital Revenue from Other Sources (D)	Expended Deferred Capital Revenue
Balance at August 31, 2012	$283,680	$0	$0	$161,319	$56,835,357
	$0	$0	$0	$0	$119,630
Adjusted balance, August 31, 2012	$283,680	$0	$0	$161,319	$56,954,987
Add:					
Unexpended capital revenue received from:					
Alberta Education school building & modular projects (excl. IMR)	$0				
Infrastructure Maintenance & Renewal capital related to school facilities	$0				
Other Government of Alberta	$0				
Federal Government and First Nations				$0	
Other sources				$0	
Unexpended capital revenue receivable from					
Alberta Education school building & modular	$0				
Unexpended capital revenue receivable from other than Alberta Education	$0			$0	
Interest earned on unexpended capital revenue	$3,396	$0	$0	$0	
Other unexpended capital revenue and donations				$0	
Net proceeds on disposal of supported tangible capital assets			$0	$0	
Insurance proceeds (and related interest)			$0	$0	
Donated tangible capital assets (amortizable, @ fair market value)					$0
Public Private Partnership (P3), other Alberta Schools Alternative Program (ASAP) Initiative and Alberta Infrastructure managed projects					$0
Transferred in tangible capital assets (amortizable, @ net book value)					$0
Expended capital revenue - current year	($287,076)	$0	$0	($98,200)	$385,276
Surplus funds approved for future project(s)	$0	$0			
Deduct:					
Net book value of supported tangible capital dispositions, write-offs, or transfers	$0	$0	$0	($6,523)	$0
Capital revenue recognized					$2,396,831
Balance at August 31, 2013	$0	$0	$0	$69,642	$54,943,432
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2013 (A) + (B) + (C) + (D)				$69,642	

Unexpended Deferred Capital Revenue

(A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only.
(B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.
(C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved tangible capital assets per 10 (2) (a) of Disposition of Property Reg. 181/2010
(D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2012 (in dollars)

	Unexpended Deferred Capital Revenue				
	Provincially Approved & Funded Projects (A)	Surplus from Provincially Approved Projects (B)	Proceeds on Disposal of Provincially Funded Tangible Capital Assets (C)	Unexpended Deferred Capital Revenue from Other Sources (D)	Expended Deferred Capital Revenue
Balance at August 31, 2011	$0	$0	$0	$180,946	$58,308,065
Prior period adjustments	$0	$0	$0	$0	$445,136
Adjusted balance, August 31, 2011	$0	$0	$0	$180,946	$58,753,201
Add:					
Unexpended capital revenue received from:					
Alberta Education school building & modular projects (excl. IMR)	$466,970				
Infrastructure Maintenance & Renewal capital related to school facilities	$0				
Other Government of Alberta	$0				
Federal Government and First Nations				$0	
Other sources				$0	
Unexpended capital revenue receivable from					
Alberta Education school building & modular	$386,614				
Unexpended capital revenue receivable from other than Alberta Education	$0			$0	
Interest earned on unexpended capital revenue	$1,882	$0	$0	$0	
Other unexpended capital revenue and donations				$0	
Net proceeds on disposal of supported tangible capital assets			$0	$0	
Insurance proceeds (and related interest)			$0	$0	
Donated tangible capital assets (amortizable, @ fair market value)					$0
Public Private Partnership (P3), other Alberta Schools Alternative Program (ASAP) Initiative and Alberta Infrastructure managed projects					$0
Transferred in tangible capital assets (amortizable, @ net book value)					$0
Expended capital revenue - current year	($571,786)	$0	$0	($19,627)	$591,413
Surplus funds approved for future project(s)	$0	$0			
Deduct:					
Net book value of supported tangible capital dispositions, write-offs, or transfers	$0	$0	$0	$0	$0
Capital revenue recognition					$2,389,627
Balance at August 31, 2012	$283,680	$0	$0	$161,319	$56,954,987
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2012 (A) + (B) + (C) + (D)				$444,999	

Unexpended Deferred Capital Revenue
(A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only.
(B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.
(C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved tangible capital assets per 10 (2) (a) of Disposition of Property Reg. 181/2010
(D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

School Jurisdiction Code: 4481

SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2013 (in dollars)

	2013						2012
							Note 2
REVENUES	Instruction (ECS- Grade 12)	Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
(1) Alberta Education	$39,717,401	$6,925,449	$1,862,511	$2,236,050	$0	$50,741,411	$50,044,161
(2) Other - Government of Alberta	$110,961	$1,709	$0	$5,840	$0	$118,510	$25,332
(3) Federal Government and First Nations	$1,261,649	$0	$0	$66,402	$0	$1,328,051	$1,065,389
(4) Other Alberta school authorities	$0	$0	$0	$0	$0	$0	$0
(5) Out of province authorities	$0	$0	$0	$0	$0	$0	$0
(6) Alberta Municipalities-special tax levies	$0	$0	$0	$0	$0	$0	$0
(7) Property Taxes	$0	$0	$0	$0	$0	$0	$0
(8) Fees	$1,553,736		$31,739		$0	$1,585,475	$1,389,820
(9) Other sales and services	$627,038	$0	$0	$0	$0	$627,038	$292,424
(10) Investment income	$41,939	$0	$0	$43,351	$0	$85,290	$66,940
(11) Gifts and donations	$164,804	$0	$0	$0	$0	$164,804	$191,271
(12) Rental of facilities		$43,104	$0	$2,269	$0	$45,373	$27,043
(13) Fundraising	$521,747	$0	$0	$0	$0	$521,747	$249,401
(14) Gains on disposal of tangible capital assets	$0	$6,659	$0	$0	$0	$6,659	$52,191
(15) Other revenue	$0	$0	$0	$0	$0	$0	$0
(16) TOTAL REVENUES	$43,999,275	$6,976,921	$1,894,250	$2,353,912	$0	$55,224,358	$53,403,972
EXPENSES							
(17) Certificated salaries	$23,537,400			$468,882	$0	$24,006,282	$23,171,144
(18) Certificated benefits	$5,000,537			$102,304	$0	$5,102,841	$4,989,677
(19) Non-certificated salaries and wages	$6,774,062	$1,861,811	$163,387	$782,379	$0	$9,581,639	$9,529,102
(20) Non-certificated benefits	$2,126,975	$490,281	$41,656	$155,118	$0	$2,814,030	$2,868,740
(21) SUB - TOTAL	$37,438,974	$2,352,092	$205,043	$1,508,683	$0	$41,504,792	$40,558,663
(22) Services, contracts and supplies	$5,508,640	$1,832,979	$1,677,895	$712,855	$0	$9,732,369	$8,668,566
(23) Amortization of supported tangible capital assets	$19,057	$2,377,774	$0	$0	$0	$2,396,831	$2,389,627
(24) Amortization of unsupported tangible capital assets	$338,858	$158,875	$5,901	$65,377	$0	$569,011	$376,953
(25) Supported interest on capital debt	$0	$1,709	$0	$0	$0	$1,709	$25,332
(26) Unsupported interest on capital debt	$0	$0	$0	$0	$0	$0	$0
(27) Other interest and finance charges	$15,917	$0	$0	$9,944	$0	$25,861	$6,367
(28) Losses on disposal of tangible capital assets	$0	$0	$0	$0	$0	$0	$0
(29) Other expense	$0	$0	$0	$0	$0	$0	
(30) TOTAL EXPENSES	$43,321,446	$6,723,429	$1,888,839	$2,296,859	$0	$54,230,573	$52,025,508
(31) OPERATING SURPLUS (DEFICIT)	$677,829	$253,492	$5,411	$57,053	$0	$993,785	$1,378,464

---

1. Authority and purpose:

The School Division delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School Division receives instruction and support allocations under Education Grants Regulation 120/2008. The regulation allows for setting of conditions and use of grant monies. The School Division is limited on certain funding allocations and administration expenses.

2. Conversion to Public Sector Accounting Standards:

Commencing with the 2012/13 fiscal year, the School Division has adopted Canadian Public Sector Accounting ("PSA") standards without not-for-profit provisions. These financial statements are the first financial statements for which the School Division has applied PSA standards with retroactive application. The impact of the conversion to PSA is presented in the Schedule of Transition to Public Sector Accounting standards.

In accordance with the requirements of PSAS Handbook Section 2125, the accounting policies set out in note 3 have been consistently applied to all years presented. Adjustments resulting from the adoption of PSAS have been applied retrospectively excluding cases where optional exemptions available under Section 2125 have been applied. The School Division has elected to adopt the exemptions available under Section 2125 for prospective application of the tangible capital assets impairment rules.

3. Summary of significant accounting policies:

These financial statements have been prepared in accordance with the CICA Canadian public sector accounting standards (PSAS). The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Cash and cash equivalents:

Cash and cash equivalents include cash and investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These short-term investments have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

3. **Summary of significant accounting policies (continued):**

b) Accounts receivable:

Accounts receivable are shown net of allowance for doubtful accounts.

c) Portfolio investments:

The School Division has investments in deposit's that have a maturity of greater than 3 months. Deposits and other investments not quoted in an active market are reported at cost or amortized cost.

Detailed information regarding portfolio investments is disclosed in Note 6.

d) Tangible capital assets:

Tangible capital assets are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset. Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.

Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion, and is not amortized until after the project is complete and the asset is in service.

Assets under capital lease are recorded at the present value of the minimum lease payments excluding executor costs such as insurance and maintenance costs. The discount rate used to determine the present value of the lease payments is the lower of the Division's rate of incremental borrowing or the interest rate implicit in the lease. A schedule of repayments and amounts of interest on the capital lease obligation is provided in note 11.

Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, as follows:

Computer hardware and software	3 - 5 years
Equipment	5 years
Vehicles	10 years
Buildings	25 - 40 years

3. Summary of significant accounting policies (continued):

e) Employee future benefits:

The Division participates in the Local Authorities Pension Plan. This is a multi-employer defined benefit plan that provides pensions for the Division's participating employees, based on years of service and earnings. Defined contribution plan accounting is applied to a multi-employer defined benefit plan for which the Division has insufficient information to apply defined benefit plan accounting. Pension costs included in these financial statements include the amount of employer contributions required for its employees during the year, based on rates which are expected to provide for benefits payable under the pension plan. The Division's portion of this pension plans' deficit or surplus is not recorded by the Division.

The Division participates in the Alberta Teachers' Retirement Fund. This is a multi-employer defined benefit plan that provides pensions for the Division's participating employees, based on years of service and earnings. Defined contribution plan accounting is applied for this multi-employer defined benefit plan. Pension costs included in these financial statements include the amount of employer contributions required for its employees during the year, based on rates which are expected to provide for benefits payable under the pension plan. The Division's portion of this pension plans' deficit or surplus is not recorded by the Division.

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

f) Operating and capital reserves:

Reserves are established at the discretion of the Board of Trustees of the Division to set aside funds for operating and capital purposes. Transfers to/from Internally Restricted are an adjustment to the respective fund when approved.

3. Summary of significant accounting policies (continued):

g) Revenue recognition:

Revenues are recorded on an accrual basis. Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and school generated funds. Contributed services are not recognized in the financial statements.

Eligibility criteria are criteria that the School Division has to meet in order to receive certain contributions. Stipulations describe what the School Division must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *Section PS 3200*. Such liabilities are recorded as deferred revenue. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year the stipulated related expenses are incurred;
- Unexpended Deferred Capital Revenue; or
- Expended Deferred Capital Revenue for which stipulations have not been met.

3. Summary of significant accounting policies (continued):

h) Financial instruments:

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The Division recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank indebtedness, accounts payable and accrued liabilities, debt and other liabilities. Unless otherwise noted, it is management's opinion that the Division is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

Portfolio investments in equity instruments quoted in an active market and derivatives are recorded at fair value. All other financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from de-recognition of a financial instrument is recognized in the Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

Recognition, de-recognition and measurement policies followed in the financial statements for periods prior to the effective date of September 1, 2012 specified are not reversed and, therefore, the financial statements of prior periods, including the comparative information, have not been restated.

3. Summary of significant accounting policies (continued):

i) Program reporting:

The Division's operations have been segmented as follows:

ECS-Grade 12 Instruction: The provision of Early Childhood Services education and grades 1 - 12 instructional services that fall under the basic public education mandate.

Plant Operations and Maintenance: The operation and maintenance of all school buildings and maintenance shop facilities.

Transportation: The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation facilities.

Board & System Administration: The provision of board governance and system-based / central office administration.

External Services: All projects, activities, and services offered outside the public education mandate for ECS children and students in grades 1-12. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs.

The allocation of revenues and expenses are reported by program, source, and object on the Schedule of Program Operations.

j) Scholarship endowment funds:

Contributions to scholarship endowment funds must be held in perpetuity in accordance with the agreement with the donor.

Endowment contributions are recorded as a direct increase to accumulated surplus. The remaining income earned on endowment principal is recognized as deferred revenue or as revenue in the year to the extent that stipulations have been met.

Unrealized gains and losses associated with the endowment are recorded in the Statement of Remeasurement Gains and Losses.

4. Cash and temporary investments:

	Average effective (market) yield	August 31, 2013 Cost	August 31, 2013 Amortized cost	August 31, 2012 Amortized cost	September 1, 2011 Amortized cost
Cash and cash equivalents	1.3%	$ 7,643,484	$ --	$ 6,659,276	$` 5,497,411

5. Accounts receivable:

	August 31, 2013	August 31, 2012	September 1, 2011
Alberta Education	$ 550,891	$ 585,882	$ 2,444,062
Alberta Finance	--	9,064	69,797
Other Government of Alberta ministry	69,401	--	--
Federal Government	63,699	73,536	78,325
Municipalities	300	13,143	--
First Nations	2,767	--	8,159
Other Alberta school divisions	--	82,511	96,228
Other	81,197	136,791	179,644
Post Secondary Institutions	11,895	--	--
	$ 780,150	$ 900,927	$ 2,876,215

6. Portfolio investments:

	Average effective (market) yield		Cost		Fair value		2013 Balance
Long-term deposits	1.30%	$	168,435	$	--	$	168,435

	Average effective (market) yield		Cost		Fair value		2012 Balance
Long-term deposits	1.30%	$	165,788	$	--	$	165,788

	Average effective (market) yield		Cost		Fair value		2011 Balance
Long-term deposits	1.30%	$	164,154	$	--	$	164,154

7. Tangible capital assets:

August 31, 2013	Land	Construction in progress - buildings	Buildings	Equipment	Vehicles	Computer Hardware and Software	2013 Total
Estimated useful lives			25-20 years	5-10 years	5-10 years	3-5 years	
Historical cost:							
Balance, beginning of year	$ 218,706	$ 423,766	$85,070,324	$ 4,229,984	$ 914,827	$ 632,468	$91,490,075
Additions	--	--	543,201	14,944	29,999	132,958	721,102
Transfers in (out)	--	(423,766)	423,766	--	--	--	--
Less disposals including write-offs	--	--	--	--	(28,767)	--	(28,767)
	218,706	--	86,037,291	4,244,927	916,059	765,426	92,182,408
Accumulated amortization:							
Balance, beginning of year	--	--	24,398,586	2,250,327	271,540	378,109	27,298,562
Additions	--	--	2,207,134	563,978	81,759	112,970	2,965,842
Less disposals including write-offs	--	--	--	--	(28,767)	--	(28,767)
	--	--	26,605,720	2,814,305	324,532	491,079	30,235,637
Net book value at end of year	$ 218,706	$ --	$59,431,571	$ 1,430,622	$ 591,527	$ 274,347	$61,946,773

7. **Tangible capital assets (continued):**

August 31, 2012	Land	Construction in progress - buildings	Buildings	Equipment	Vehicles	Computer Hardware and Software	2012 Total
Estimated useful lives			25-20 years	5-10 years	5-10 years	3-5 years	
Historical cost:							
Balance, beginning of year, September 1, 2011	$ 218,706	$ --	$84,061,749	$ 4,083,294	$ 824,244	$ 617,141	$89,805,134
Additions	--	423,766	1,008,575	798,207	115,447	15,327	2,361,322
Less disposals including write-offs	--	--	--	(651,517)	(24,864)	--	(676,381)
	218,706	423,766	85,070,324	4,229,984	914,827	632,468	91,490,075
Accumulated amortization:							
Balance, beginning of year, September 1, 2011	--	--	22,227,972	2,283,484	222,947	288,234	25,022,637
Additions	--	--	2,170,614	432,636	73,456	89,875	2,766,581
Less disposals including write-offs	--	--	--	(465,793)	(24,863)	--	(490,656)
	--	--	24,398,586	2,250,327	271,540	378,109	27,298,562
Net book value at end of year	$ 218,706	$ 423,766	$60,671,738	$ 1,979,657	$ 643,287	$ 254,359	$64,191,513

8. Bank indebtedness:

The Division has negotiated a line of credit with RBC in the amount of $1,800,000 that bears interest at the bank's prime rate minus .25%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the Division. There was no balance outstanding on the line of credit at August 31, 2013 (2012 – nil; 2011 - nil). Prime rate at August 31, 2013 was 3.0% (2012 – 3.0%; 2011 – 3.0%).

9. Accounts payable and accrued liabilities:

	August 31, 2013	August 31, 2012	September 1, 2011
Alberta Finance	$ --	$ 9,064	$ 25,456
Other trade payables and accrued liabilities	1,002,946	1,294,313	2,141,541
	$ 1,002,946	$ 1,303,377	$ 2,166,997

10. Deferred revenue:

	Deferred revenue as at August 31, 2012	Add 2012/2013 restricted funds received/ receivable	Transfers	Unexpended deferred capital revenue from other sources	Recognized as revenue during the year	Deferred revenue as at August 31, 2013
Unexpended deferred operating revenue:						
Alberta Education:						
Alberta Initiative for School Improvement	$ 182,955	$ 179,895	$ --	$ --	$ (362,850)	$ --
Infrastructure Maintenance Renewal	1,015,021	820,233	--	--	(457,470)	1,377,784
Other Alberta Education deferred revenue	36,830	74,000	--	--	(81,465)	29,365
Other Government of Alberta:						
Creating spaces	29,275	--	--	--	(29,275)	--
FNMI Grants	32,493	--	--	--	(32,493)	--
University of Alberta	75,000	20,000	--	--	(95,000)	--
Other deferred revenue:						
School generated funds	767,144	2,395,208	--	--	(2,117,007)	1,045,345
Instructional resource fees	77,611	118,504	--	--	(147,611)	48,504
Option fees	5,805	16,496	--	--	(5,805)	16,496
Donations	24,103	37,234	--	--	(32,143)	29,194
Team Cueravaca	500	6,671	--	--	(7,171)	--
Scholarship trusts	163,594	159	--	--	--	163,753
Total unexpended deferred operating revenue	2,410,331	3,668,400	--	--	(3,368,290)	2,710,441
Unexpended deferred capital revenue	444,999	3,396	(385,276)	6,523	--	69,642
Expended deferred capital revenue	56,954,987	--	385,276	--	(2,396,831)	54,943,432
Total	$ 59,810,317	$ 3,671,796	$ --	$ 6,523	$ (5,765,121)	$ 57,723,515

10. Deferred revenue (continued):

	Deferred revenue as at August 31, 2011	Add 2011/2012 restricted funds received/ receivable	Transfers	Recognized as revenue during the year	Deferred revenue as at August 31, 2012
Unexpended deferred operating revenue:					
Alberta Education:					
Alberta Initiative for School Improvement	$ 164,921	$ 300,790	$ --	$ (282,756)	$ 182,955
Infrastructure Maintenance Renewal	1,356,090	781,127	--	(1,122,196)	1,015,021
Other Alberta Education deferred revenue	95,457	74,000	--	(132,627)	36,830
Other Government of Alberta:					
Developing Capacity Grant	40,509	--	--	(40,509)	--
Cresting spaces	34,793	--	--	(5,518)	29,275
FNMI Grants	6,424	--	--	--	6,424
FNMI – Development and Improvement of learning skills	30,000	--	--	(3,931)	26,069
One time grant	7,274	--	--	(7,274)	--
Other deferred revenue:					
School generated funds	785,259	1,390,948	--	(1,409,063)	767,144
Instructional resource fees	38,700	200,413	--	(161,502)	77,611
2012/2013 School fees	21,279	5,805	--	(21,279)	5,805
Donations	22,366	20,822	--	(19,085)	24,103
Team Cueravaca	500	12,953	--	(12,953)	500
University of Alberta	--	75,000	--	--	75,000
International Student Tuition	4,840	5,325	--	(9,765)	400
Scholarship trusts	163,194	--	--	--	163,194
Total unexpended deferred operating revenue	2,771,606	2,867,183	--	(3,228,458)	2,410,331
Unexpended deferred capital revenue	180,946	855,467	(591,414)	--	444,999
Expended deferred capital revenue	58,753,201	--	591,414	(2,389,627)	56,954,987
Total	$61,705,753	$ 3,722,650	$ --	$ (5,618,085)	$ 59,810,317

11. Long-term debt:

	August 31, 2013	August 31, 2012	September 1, 2011
Supported debenture outstanding at August 31, 2013 have interest rates between 8.875% to 9.125%. The terms of the loan range between 20 and 25 years, payment made annually supported by Alberta Education	$ 8,202	$ 119,629	$ 445,135
Capital lease obligations under capital lease, Xerox, due 2016 equipment with a net book value of $592,997	277,546	355,883	–
	$ 285,748	$ 475,512	$ 445,135

The following is a schedule of repayment schedule of debt related to capital lease:

2013 - 2014	$ 78,336
2014 – 2015	78,336
2015 – 2016	78,336
2016 – 2017	78,336
2017 – 2018	–
2018 to maturity	–
Total payments	313,344
Less amount representing interest	35,798
	$ 277,546

12. Accumulated surplus:

Detailed information related to accumulated surplus is available on the Schedule of Changes in Accumulated Surplus. Accumulated surplus may be summarized as follows:

	2013	2012
Operating reserves	$ 2,812,176	$ 2,154,214
Investment in tangible capital assets	6,725,793	6,880,645
Capital reserves	1,998,203	1,507,528
Endowments	142,900	142,900
Accumulated remeasurement gains (losses)	915	(1,758)
Accumulated surplus	$ 11,679,987	$ 10,683,529

13. Commitments:

The Division is committed to further capital expenditures for the addition of modular classrooms to one of its schools. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure, as well as capital reserves.

14. Fees:

	2013	2012
Transportation fees*	$ 31,739	$ 32,217
Fees charged for instruction material and supplies**	140,924	161,502
Fees (basic resource)	164,693	156,235
Fees (school generated funds)	1,248,119	1,039,865
	$ 1,585,475	$ 1,369,820

*Charged under *School Act*, Section 51 (3)

**Charged under *School Act* Section 60 (2) (j)

15. School generated funds:

	2013	2012
Deferred school generated revenue, beginning of year	$ 767,144	$ 785,259
Adjustment to opening balance	46,045	--
Gross receipts:		
Fees	1,228,615	915,731
Fundraising	802,369	311,618
Gifts and donations	122,850	74,922
Grants to schools	6,133	--
Other sales and services	235,241	70,562
	2,395,208	1,372,833
Total related expenses and uses of funds	1,604,001	1,141,547
Total direct costs including costs of goods sold to raise funds	521,747	249,401
Deferred school generated revenues, end of year	1,082,649	767,144
Balance included in deferred revenue	1,045,345	767,144
Balance included in accumulated surplus	$ 37,204	$ --

16. Asset retirement obligations:

Asset retirement obligations represent legal obligations associated with the retirement of a tangible long-lived asset that result from its acquisition, construction, development or normal operation. The Division has a legal obligation to remove hazardous material located in one of its schools. A liability, however, has not been recognized because the fair value cannot be reasonably estimated.

17. Related party transactions:

School Divisions are controlled by the Government of Alberta. Accordingly, all entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are related parties of school Division. These include government departments, health authorities, post-secondary institutions and other school Divisions in Alberta.

	Balances		Transactions	
	Financial assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenue	Expenses
Government of Alberta ("GOA"):				
Education:				
Accounts receivable and accounts payable	$ 550,891	$ --	$ --	$ --
Grant revenue and expenses	--	--	50,741,411	--
Treasury Board and Finance (principal)	--	8,202	--	--
Treasury Board and Finance (accrued interest)	--	--	--	1,709
Post-Secondary Institutions	11,895	--	--	--
Other GOA ministry - FSCD, SWCFSA	69,401	--	116,801	--
Total 2012/2013	$ 632,187	$ 8,202	$ 50,858,212	$ 1,709
Total 2011,2012	$ 616,250	$ 128,693	$ 50,044,161	$ 25,332

18. Economic dependence on related third party:

The Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

19. Remuneration and monetary incentives:

The School Division had paid or accrued expenses for the year ended August 31, 2013 to or on behalf of the following positions and persons in groups as follows:

	FTE	Remuneration	Benefits	Negotiated allowances	Expenses
Board members:					
S. Dufresne, Chair	1.0	$ 15,780	$ 3,699	$ --	$ 5,320
T. O'Donnell, Vice Chair	1.0	16,610	3,354	--	10,177
B. Baptista	1.0	13,730	1,360	--	4,471
D. Decock	1.0	11,110	3,522	--	2,980
C. Gross	1.0	10,650	345	--	2,499
N. King	1.0	10,500	3,485	--	--
B. Kranzler	1.0	13,060	3,589	--	5,703
D. Ponjavic	1.0	12,010	388	--	1,340
B. Spitzig	1.0	14,260	3,610	--	4,326
	9.0	117,710	23,352	--	36,816

	FTE	Remuneration	Benefits	Negotiated allowances	Expenses
C. Smeaton, Superintendent	1.0	178,500	38,439	7,000	29,665
L. Palmarin, Secretary Treasurer	1.0	148,607	38,526	7,312	17,726
	2.0	327,107	76,965	14,312	47,391
	11.0	$ 444,817	$ 100,317	$ 14,312	$ 84,207

Certificated teachers	243.4	$ 23,827,782	$5,064,402	$ 15,200
Non-Certificated - Other	253.6	9,315,322	2,752,152	40,622
Totals		$33,587,921	$7,916,871	$ 70,134

20. Multi-Employer Pension Plan:

Employees of the Division qualify to belong to one of the following defined – benefit pension plans:

a) Local Authorities Pension Plan

Certain employees of the Division participate in the Local Authorities Pension Plan (LAPP) which is one of the plans covered by the Alberta Public Sector Pension Plans Act. The LAPP serves approximately 206,000 people and 421 employers in Alberta. The plan is financed by employer and employee contributions and investment earnings of the LAPP funds.

Total current and past service employer contributions to the LAPP for the year-ended August 31, 2013 was $843,930 (2012 - $877,686; 2011 - $782,096). Total current and past services contributions by employees of the Division for the year-ended August 31, 2013 was $930,223 (2012 $789,258; 2011 - $790,105).

At December 31, 2012 The Local Authorities Pension Plan reported an actuarial deficiency of $4,639,390,000 (2011 – deficiency of $4,635,250,000).

b) Alberta Teachers Retirement Fund

Certain employees of the Division participate in the Alberta Teachers' Retirement Fund (ATRF) which is an independent corporation that administers the pension plan for Alberta teachers. The ATRF serves approximately 73,000 people and 82 employers in Alberta.

Total current and past service employer contributions to the ATRF for the year-ended August 31, 2013 was $2,397,180 (2012 - $2,342,828; 2011 - $2,183,208). Total current and past services contributions by employees of the Division for the year-ended August 31, 2013 was $2,633,489 (2012 - $2,439,059; 2011 – $2,325,237).

At August 31, 2012, the ATRF reported an actuarial deficiency of $2.88 billion (2011 - $1.75 billion).

21. The Urban Schools Insurance Consortium:

The School Division is, under agreement, a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for fourteen School Divisions throughout the Province of Alberta. Amounts are paid by the members to the consortium to pay insurance for premiums on policy renewals and to self-insure a portion of each member's risk exposure. The School Division's share of the accumulated and unencumbered consortium funds experienced a increase in equity of $1,133 from January to August 31, 2013 and the balance as at August 31, 2013 was $68,746. This amount has not been recognized in the School Division's financial statements, as accumulated consortium funds are payable only upon membership termination or wrap up of the consortium.

22. Budget amounts:

The budget was prepared by the School Division and approved by the Board of Trustees on May 29, 2012.

School Jurisdiction Code: 4481

SCHEDULE OF TRANSITION TO PUBLIC SECTOR ACCOUNTING STANDARDS
For the Year Ended August 31, 2013 (in dollars)

	September 1, 2011 Not-for-Profit	Adjustment	September 1, 2011 PSAS
FINANCIAL ASSETS			
Cash and cash equivalents / Cash and temporary investments	$5,324,178	$173,233	$5,497,411
Accounts receivable (net after allowances)	$2,431,081	$445,134	$2,876,215
Portfolio investments / Long term investments		$164,154	$164,154
Other financial assets		$0	$0
Other current assets	$191,350	($191,350)	
Trust assets	$337,387	($337,387)	
Long term accounts receivable	$0	$0	
Total financial assets	$8,283,996	$253,784	$8,537,780
LIABILITIES			
Bank indebtedness	$0	$0	$0
Accounts payable and accrued liabilities	$2,166,997	$0	$2,166,997
Deferred revenue	$2,608,414	$59,097,339	$61,705,753
Deferred capital allocations	$180,946	($180,946)	
Trust liabilities	$337,387	($337,387)	
Employee future benefit liabilities	$0	$0	$0
Other liabilities		$0	$0
Long term debt			
Supported: Debentures and other supported debt	$445,135	$0	$445,135
Unsupported: Debentures and capital loans	$0	$0	$0
Capital leases	$0	$0	$0
Mortgages	$0	$0	$0
Other long-term liabilities	$0	$0	
Unamortized capital allocations	$58,308,065	($58,308,065)	
Total liabilities	$64,046,944	$270,941	$64,317,885
Net Debt	($55,762,948)	($17,157)	($55,780,105)
NON-FINANCIAL ASSETS			
Tangible capital assets			
Land	$218,706	$0	$218,706
Construction in progress	$0	$0	$0
Buildings	$0	$0	$0
Less: Accumulated amortization	$61,833,776	$0	$61,833,776
Equipment	$0	$0	$0
Less: Accumulated amortization	$2,128,717	($328,906)	$1,799,811
Vehicles	$0	$0	$0
Less: Accumulated amortization	$601,297	$0	$601,297
Computer Equipment		$0	$0
Less: Accumulated amortization		$328,906	$328,906
Total tangible capital assets	$64,782,496	$0	$64,782,496
Prepaid expenses	$113,082	$0	$113,082
Other non-financial assets		$191,350	$191,350
Total non-financial assets	$64,895,578	$191,350	$65,086,928
Total accumulated surplus	$9,132,630	$174,193	$9,306,823

School Jurisdiction Code: 4481

SCHEDULE OF TRANSITION TO PUBLIC SECTOR ACCOUNTING STANDARDS
For the Year Ended August 31, 2013 (in dollars)

		August 31, 2012 Not-for-Profit	Adjustment	Adjustment	August 31, 2012 PSAS
FINANCIAL ASSETS					
Cash and cash equivalents / Cash and temporary investments		$6,490,068	$34,273	$134,935	$6,659,276
Accounts receivable (net after allowances)		$781,299	$119,628		$900,927
Portfolio investments / Long term investments		$0	$300,722	($134,934)	$165,788
Other financial assets			$0	$0	$0
Other current assets		$279,716	$0	($279,716)	
Trust assets		$334,995	($334,995)	$0	
Long term accounts receivable		$0	$0	$0	
Total financial assets		$7,886,078	$119,628	($279,715)	$7,725,991
LIABILITIES					
Bank indebtedness		$0	$0	$0	$0
Accounts payable and accrued liabilities		$1,303,377	$0	$0	$1,303,377
Deferred revenue		$2,247,139	$444,999	$57,118,179	$59,810,317
Deferred capital allocations		$444,999	$0	($444,999)	
Trust liabilities		$334,995	($334,995)	$0	
Employee future benefit liabilities		$0	$0	$0	$0
Other liabilities			$0	$0	$0
Long term debt					
Supported:	Debentures and other supported debt	$119,629	$0	$0	$119,629
Unsupported:	Debentures and capital loans	$0	$0	$0	$0
	Capital leases	$355,883	$0	$0	$355,883
	Mortgages	$0	$0	$0	$0
Other long-term liabilities		$0	$0	$0	
Unamortized capital allocations		$56,835,357	$0	($56,835,357)	
Total liabilities		$61,641,379	$110,004	($162,177)	$61,589,206
Net Debt		($53,755,301)	$9,624	($117,538)	($53,863,215)
NON-FINANCIAL ASSETS					
Tangible capital assets					
Land		$218,706	$0	$0	$218,706
Construction in progress		$423,766	$0	$0	$423,766
Buildings		$85,070,324	$0	$0	$85,070,324
Less: Accumulated amortization		($24,398,586)	$0	$0	($24,398,586)
Equipment		$4,862,452	$0	$0	$4,862,452
Less: Accumulated amortization		($2,628,436)	$0	$0	($2,628,436)
Vehicles		$914,827	$0	$0	$914,827
Less: Accumulated amortization		($271,540)	$0	$0	($271,540)
Computer Equipment			$0	$0	$0
Less: Accumulated amortization			$0	$0	$0
Total tangible capital assets		$64,191,513	$0	$0	$64,191,513
Prepaid expenses		$75,515	$0	$0	$75,515
Other non-financial assets			$279,716	$0	$279,716
Total non-financial assets		$64,267,028	$279,716	$0	$64,546,744
Total accumulated surplus		$10,511,727	$289,340	($117,538)	$10,683,529

School Jurisdiction Code: 4481

SCHEDULE OF TRANSITION TO PUBLIC ACCOUNTING STANDARDS

For the Years Ended August 31, 2012 (in dollars)

	August 31, 2012 Not-for-Profit	Adjustment	August 31, 2012 PSAS
REVENUES			
Alberta Education	$47,679,866	$2,364,295	$50,044,161
Other - Government of Alberta	$0	$25,332	$25,332
Federal Government and First Nations	$1,065,389	$0	$1,065,389
Other Alberta school authorities	$0	$0	$0
Out of province authorities	$0	$0	$0
Alberta Municipalities-special tax levies	$0	$0	$0
Property taxes	$0	$0	$0
Fees	$1,389,820	$0	$1,389,820
Other sales and services	$292,424	$0	$292,424
Investment income	$65,180	$1,760	$66,940
Gifts and donations	$193,663	($2,392)	$191,271
Rental of facilities	$27,043	$0	$27,043
Fundraising	$249,401	$0	$249,401
Gains (losses) on disposal of capital assets	$52,191	$0	$52,191
Amortization of capital contributions	$2,389,627	($2,389,627)	
Other revenue	$0	$0	$0
Total Revenues	$53,404,604	($632)	$53,403,972
EXPENSES			
Instruction	$41,510,818	$0	$41,510,818
Plant operations and maintenance	$6,674,716	$511	$6,675,227
Transportation	$1,743,038	$0	$1,743,038
Administration	$2,096,936	($511)	$2,096,425
External services	$0	$0	$0
Total Expenses	$52,025,508	$0	$52,025,508
Operating surplus (deficit)	$1,379,096	($632)	$1,378,464

SCHEDULE OF TRANSITION TO PUBLIC SECTOR ACCOUNTING STANDARDS

for the Year Ended August 31, 2013 (in dollars)

EXPENSES	August 31, 2012 Not-for-Profit	Adjustments	August 31, 2012 PSAS
Certificated salaries	$23,171,144	$0	$23,171,144
Certificated benefits	$4,989,677	$0	$4,989,677
Non-certificated salaries and wages	$9,529,102	$0	$9,529,102
Non-certificated benefits	$2,868,740	$0	$2,868,740
SUB - TOTAL	$40,558,663	$0	$40,558,663
Services, contracts and supplies	$8,674,933	($6,367)	$8,668,566
Amortization of supported tangible capital assets	$2,389,627	$0	$2,389,627
Amortization of unsupported tangible capital assets	$376,953	$0	$376,953
Supported interest on capital debt	$25,332	$0	$25,332
Unsupported interest on capital debt	$0	$0	$0
Other interest and finance charges	$0	$6,367	$6,367
Losses on disposal of tangible capital assets	$0	$0	$0