

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2017**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**Red Deer Catholic Regional Division No. 39**

Legal Name of School Jurisdiction

**5210 - 61 Street Red Deer AB T4N 6N8**

Mailing Address

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**SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

The financial statements of Red Deer Catholic Regional Division No. 39 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 Chair***

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations, remeasurement gains and losses, changes in net financial assets (debt), and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

**BOARD CHAIR**

Ms. Anne Marie Watson  
Name

Original signed  
Signature

**SUPERINTENDENT**

Dr. V. Paul Mason  
Name

Original signed  
Signature

**SECRETARY-TREASURER OR TREASURER**

Mr. Roderic Steeves  
Name

Original signed  
Signature

November 28, 2017  
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
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Version 20170719

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## INDEPENDENT AUDITOR'S REPORT

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**To the Board of Trustees of Red Deer Catholic Regional Division No. 39**

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of Red Deer Catholic Regional Division No. 39, which comprise the statement of financial position as at August 31, 2017, and the statements of operations, change in net debt, cash flows and statement of rereasurement gains and losses for the year then ended, 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.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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, the auditor considers 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 audits 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 Red Deer Catholic Regional Division No. 39 as at August 31, 2017 and the results of its operations, change in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

The financial statements for the year ended August 31, 2016 were audited by another accounting firm and are presented for comparative purposes only.

### ***Other Matters***

The Schedule of Fee Revenues, Schedule of Differential Funding and Schedule of Central Administration Expenses reflect additional information required by Alberta Education that is not required under Canadian public sector accounting standards. We were not engaged to audit this information and accordingly it is considered unaudited.

**Red Deer, Alberta  
November 28, 2017**

**Chartered Professional Accountants**

**STATEMENT OF FINANCIAL POSITION**  
As at August 31, 2017 (in dollars)

		2017	2016 (Restated)
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents	(Schedule 5)	\$ 24,422,506	\$ 18,911,438
Accounts receivable (net after allowances)	(Note 3)	\$ 5,398,545	\$ 12,688,933
Portfolio investments	(Schedule 5)	\$ 320,408	\$ 309,345
Other financial assets		\$ -	\$ -
<b>Total financial assets</b>		\$ 30,141,459	\$ 31,909,716
<b>LIABILITIES</b>			
Bank indebtedness	(Note 4)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 5)	\$ 7,821,590	\$ 7,796,740
Deferred revenue	(Note 6)	\$ 127,896,528	\$ 103,932,193
Employee future benefits liabilities	(Note 7)	\$ 1,875,632	\$ 2,093,630
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt	(Note 8)		
Supported: Debentures and other supported debt		\$ 16,049	\$ 60,833
Unsupported: Debentures and capital loans		\$ 2,799,000	\$ 2,909,000
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
<b>Total liabilities</b>		\$ 140,408,799	\$ 116,792,396
<b>Net financial assets (debt)</b>		\$ (110,267,340)	\$ (84,882,680)
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	(Schedule 6)		
Land		\$ 361,489	\$ 361,489
Construction in progress		\$ -	\$ 27,922,126
Buildings	\$ 180,805,356		
Less: Accumulated amortization	\$ (56,411,018)	\$ 124,394,338	\$ 77,302,937
Equipment	\$ 13,250,743		
Less: Accumulated amortization	\$ (8,143,099)	\$ 5,107,644	\$ 1,712,472
Vehicles	\$ 4,952,879		
Less: Accumulated amortization	\$ (2,927,501)	\$ 2,025,378	\$ 1,462,925
Computer Equipment	\$ 1,883,974		
Less: Accumulated amortization	\$ (1,538,776)	\$ 345,198	\$ 326,586
<b>Total tangible capital assets</b>		\$ 132,234,047	\$ 109,088,535
Prepaid expenses		\$ 1,767,535	\$ 806,847
Other non-financial assets	(Note 9)	\$ 272,009	\$ 165,160
<b>Total non-financial assets</b>		\$ 134,273,591	\$ 110,060,542
<b>Accumulated surplus</b>	(Schedule 1; Note 10)	\$ 24,006,251	\$ 25,177,862
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 23,915,613	\$ 25,098,287
Accumulated remeasurement gains (losses)		\$ 90,638	\$ 79,575
		\$ 24,006,251	\$ 25,177,862
<b>Contractual obligations</b>	(Note 11)		
<b>Contingent liabilities</b>	(Note 12)		

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

**STATEMENT OF OPERATIONS**  
For the Year Ended August 31, 2017 (in dollars)

	Budget 2017	Actual 2017	Actual 2016
<b>REVENUES</b>			
Alberta Education	\$ 84,272,438	\$ 85,876,187	\$ 82,737,931
Other - Government of Alberta	\$ 3,300,000	\$ 3,844,210	\$ 3,770,106
Federal Government and First Nations	\$ 50,000	\$ 87,236	\$ 91,297
Other Alberta school authorities	\$ 100,000	\$ 153,110	\$ 129,264
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ 7,600,000	\$ 7,831,910	\$ 7,816,265
Fees (Schedule 8)	\$ 1,983,000	\$ 1,573,247	\$ 1,677,819
Other sales and services	\$ 1,060,000	\$ 1,231,759	\$ 1,138,322
Investment income	\$ 350,000	\$ 219,943	\$ 215,413
Gifts and donations	\$ 175,000	\$ 179,746	\$ 95,136
Rental of facilities	\$ 110,000	\$ 156,906	\$ 132,447
Fundraising	\$ 700,000	\$ 847,670	\$ 852,983
Gains on disposal of capital assets	\$ -	\$ 6,615	\$ 58,452
Other revenue	\$ 1,000,000	\$ 680,659	\$ 773,701
<b>Total revenues</b>	\$ 100,700,438	\$ 102,689,198	\$ 99,489,136
<b>EXPENSES</b>			
Instruction - ECS	\$ 7,060,581	\$ 5,768,059	\$ 5,605,029
Instruction - Grades 1 - 12	\$ 75,552,054	\$ 79,445,413	\$ 76,286,727
Plant operations and maintenance (Schedule 4)	\$ 10,728,008	\$ 10,511,300	\$ 9,944,716
Transportation	\$ 5,269,526	\$ 5,209,212	\$ 5,126,954
Board & system administration	\$ 3,038,795	\$ 2,937,888	\$ 3,202,568
External services	\$ -	\$ -	\$ -
<b>Total expenses</b>	\$ 101,648,964	\$ 103,871,872	\$ 100,165,994
<b>Operating surplus (deficit)</b>	\$ (948,526)	\$ (1,182,674)	\$ (676,858)

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

**STATEMENT OF CASH FLOWS**  
For the Year Ended August 31, 2017 (in dollars)

	2017	2016
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Operating surplus (deficit)	\$ (1,182,674)	\$ (676,858)
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 4,536,953	\$ 4,368,138
Gains on disposal of tangible capital assets	\$ (6,615)	\$ (58,452)
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (3,514,922)	\$ (3,431,776)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ 7,290,388	\$ (8,986,348)
Prepays	\$ (960,688)	\$ 111,150
Other financial assets	\$ -	\$ -
Non-financial assets	\$ (106,849)	\$ (27,400)
Accounts payable, accrued and other liabilities	\$ 24,850	\$ 1,623,642
Deferred revenue (excluding EDCR)	\$ 27,114,637	\$ 25,667,968
Employee future benefit liabilities	\$ (217,998)	\$ (10,242)
0	\$ -	\$ -
<b>Total cash flows from operating transactions</b>	<b>\$ 32,977,082</b>	<b>\$ 18,579,822</b>
<b>B. CAPITAL TRANSACTIONS</b>		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (22,349,715)	\$ (28,977,241)
Equipment	\$ (3,748,804)	\$ (313,081)
Vehicles	\$ (1,142,280)	\$ (282,314)
Computer equipment	\$ (95,871)	\$ (97,683)
Net proceeds from disposal of unsupported capital assets	\$ 25,440	\$ 71,952
Other (describe)	\$ -	\$ -
<b>Total cash flows from capital transactions</b>	<b>\$ (27,311,230)</b>	<b>\$ (29,598,367)</b>
<b>C. INVESTING TRANSACTIONS</b>		
Purchases of portfolio investments	\$ -	\$ -
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement (gains) losses reclassified to the statement of operations	\$ -	\$ -
Other (Describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ -</b>	<b>\$ -</b>
<b>D. FINANCING TRANSACTIONS</b>		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ (154,784)	\$ (156,384)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ (154,784)</b>	<b>\$ (156,384)</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ 5,511,068</b>	<b>\$ (11,174,929)</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 18,911,438</b>	<b>\$ 30,086,367</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 24,422,506</b>	<b>\$ 18,911,438</b>

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

## STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)

For the Year Ended August 31, 2017 (in dollars)

	Budget 2017	2017	2016 (Restated)
Operating surplus (deficit)	\$ (948,526)	\$ (1,182,674)	\$ (676,858)
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (28,000,000)	\$ (27,701,290)	\$ (30,528,901)
Amortization of tangible capital assets	\$ 4,116,845	\$ 4,536,953	\$ 4,368,138
Net carrying value of tangible capital assets disposed of	\$ -	\$ 18,825	\$ 13,500
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Other changes	\$ -	\$ -	\$ -
<b>Total effect of changes in tangible capital assets</b>	<b>\$ (23,883,155)</b>	<b>\$ (23,145,512)</b>	<b>\$ (26,147,263)</b>
Changes in:			
Prepaid expenses	\$ -	\$ (960,688)	\$ 111,150
Other non-financial assets	\$ -	\$ (106,849)	\$ (27,400)
Net remeasurement gains and (losses)	\$ -	\$ 11,063	\$ 11,977
Endowments	\$ -	\$ -	\$ -
<b>Increase (decrease) in net financial assets (net debt)</b>	<b>\$ (24,831,681)</b>	<b>\$ (25,384,660)</b>	<b>\$ (26,728,394)</b>
<b>Net financial assets (net debt) at beginning of year</b>	<b>\$ (84,332,680)</b>	<b>\$ (84,882,680)</b>	<b>\$ (58,154,286)</b>
<b>Net financial assets (net debt) at end of year</b>	<b>\$ (109,164,361)</b>	<b>\$ (110,267,340)</b>	<b>\$ (84,882,680)</b>

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

**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**

For the Year Ended August 31, 2017 (in dollars)

	2017	2016
<b>Accumulated remeasurement gains (losses) at beginning of year</b>	\$ 79,575	\$ 67,598
Prior Period Adj. (Explain) - Linked to Sch. 1	\$ -	\$ -
Prior Period Adjustment (Explain)	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ 11,063	\$ 11,977
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ 11,063	\$ 11,977
<b>Accumulated remeasurement gains (losses) at end of year</b>	\$ 90,638	\$ 79,575

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



**SCHEDULE 1**

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2017 (in dollars)

	ACCUMULATED SURPLUS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
<b>Balance at August 31, 2016</b>	\$ 25,727,862	\$ 79,575	\$ 25,648,287	\$ 5,915,987	\$ -	\$ (0)	\$ 12,357,472	\$ 7,374,828
<b>Prior period adjustments:</b>								
Accumulating sick leave liability (Note 19)	\$ (550,000)	\$ -	\$ (550,000)	\$ -	\$ -	\$ -	\$ (550,000)	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2016</b>	\$ 25,177,862	\$ 79,575	\$ 25,098,287	\$ 5,915,987	\$ -	\$ (0)	\$ 11,807,472	\$ 7,374,828
Operating surplus (deficit)	\$ (1,182,674)		\$ (1,182,674)			\$ (1,182,674)		
Board funded tangible capital asset additions				\$ 1,648,112		\$ -	\$ -	\$ (1,648,112)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (18,825)		\$ (6,615)		\$ 25,440
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ 11,063	\$ 11,063						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (4,536,953)		\$ 4,536,953		
Capital revenue recognized	\$ -			\$ 3,514,922		\$ (3,514,922)		
Debt principal repayments (unsupported)	\$ -			\$ 110,000		\$ (110,000)		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ -	\$ -	
Net transfers from operating reserves	\$ -					\$ 1,182,674	\$ (1,182,674)	
Net transfers to capital reserves	\$ -					\$ (905,416)		\$ 905,416
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2017</b>	\$ 24,006,251	\$ 90,638	\$ 23,915,613	\$ 6,633,243	\$ -	\$ (0)	\$ 10,624,798	\$ 6,657,572

**SCHEDULE 1**

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS  
for the Year Ended August 31, 2017 (in dollars)**

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	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
<b>Balance at August 31, 2016</b>	\$ 11,460,059	\$ 862,949	\$ 500,000	\$ 3,867,231	\$ 310,151	\$ 570,629	\$ 87,262	\$ 2,074,019	\$ -	\$ -
<b>Prior period adjustments:</b>										
Accumulating sick leave liability (Note 19)	\$ (550,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2016</b>	\$ 10,910,059	\$ 862,949	\$ 500,000	\$ 3,867,231	\$ 310,151	\$ 570,629	\$ 87,262	\$ 2,074,019	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (69,126)	\$ -	\$ (339,778)	\$ -	\$ (137,621)	\$ -	\$ (1,101,587)	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ 25,440		\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Reinvested endowment income										
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers from operating reserves	\$ (1,182,674)		\$ -		\$ -				\$ -	
Net transfers to capital reserves		\$ 120,473		\$ 114,498		\$ 133,789		\$ 536,656		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2017</b>	\$ 9,727,385	\$ 914,296	\$ 500,000	\$ 3,641,951	\$ 310,151	\$ 566,797	\$ 87,262	\$ 1,534,528	\$ -	\$ -

## SCHEDULE 2

**SCHEDULE OF CAPITAL REVENUE**  
**(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)**  
for the Year Ended August 31, 2017 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects <sup>(A)</sup>	Surplus from Provincially Approved Projects <sup>(B)</sup>	Proceeds on Disposal of Provincially Funded Tangible Capital Assets <sup>(C)</sup>	Unexpended Deferred Capital Revenue from Other Sources <sup>(D)</sup>	
<b>Balance at August 31, 2016</b>	\$ 1,681,066	\$ 390,202	\$ -	\$ 400,000	\$ 100,267,288
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2016	\$ 1,681,066	\$ 390,202	\$ -	\$ 400,000	\$ 100,267,288
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 23,162,665				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: Red Deer Royals	\$ -			\$ 1,227,000	
Other sources:	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 2,278,567				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue:				\$ -	
Proceeds on disposition of supported capital			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets:					\$ -
Alberta Infrastructure managed projects					\$ 364,620
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (25,694,260)	\$ -	\$ -	\$ -	\$ 25,694,260
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Deduct:</b>					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments:		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 3,514,922
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
<b>Balance at August 31, 2017</b>	\$ 1,428,038	\$ 390,202	\$ -	\$ 1,627,000	\$ 122,811,246
	(A)	(B)	(C)	(D)	
<b>Balance of Unexpended Deferred Capital Revenue at August 31, 2017 (A) + (B) + (C) + (D)</b>				\$ 3,445,240	

**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. Please specify department if funds received from a source other than Alberta Education.
- (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 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 PROGRAM OPERATIONS**  
for the Year Ended August 31, 2017 (in dollars)

REVENUES	2017							2016
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 5,599,682	\$ 66,567,444	\$ 6,617,123	\$ 4,154,050	\$ 2,937,888	\$ -	\$ 85,876,187	\$ 82,737,931
(2) Other - Government of Alberta	\$ -	\$ 326,882	\$ 3,517,328	\$ -	\$ -	\$ -	\$ 3,844,210	\$ 3,770,106
(3) Federal Government and First Nations	\$ -	\$ 87,236	\$ -	\$ -	\$ -	\$ -	\$ 87,236	\$ 91,297
(4) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ 153,110	\$ -	\$ -	\$ 153,110	\$ 129,264
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ 7,831,910	\$ -	\$ -	\$ -	\$ -	\$ 7,831,910	\$ 7,816,265
(8) Fees	\$ 59,419	\$ 1,345,217	\$ -	\$ 168,611	\$ -	\$ -	\$ 1,573,247	\$ 1,677,819
(9) Other sales and services	\$ -	\$ 982,024	\$ -	\$ 249,735	\$ -	\$ -	\$ 1,231,759	\$ 1,138,322
(10) Investment income	\$ -	\$ -	\$ 219,943	\$ -	\$ -	\$ -	\$ 219,943	\$ 215,413
(11) Gifts and donations	\$ -	\$ 179,746	\$ -	\$ -	\$ -	\$ -	\$ 179,746	\$ 95,136
(12) Rental of facilities	\$ -	\$ -	\$ 156,906	\$ -	\$ -	\$ -	\$ 156,906	\$ 132,447
(13) Fundraising	\$ -	\$ 847,670	\$ -	\$ -	\$ -	\$ -	\$ 847,670	\$ 852,983
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ 6,615	\$ -	\$ -	\$ 6,615	\$ 58,452
(15) Other revenue	\$ -	\$ 680,659	\$ -	\$ -	\$ -	\$ -	\$ 680,659	\$ 773,701
(16) <b>TOTAL REVENUES</b>	\$ 5,659,101	\$ 78,848,788	\$ 10,511,300	\$ 4,732,121	\$ 2,937,888	\$ -	\$ 102,689,198	\$ 99,489,136
<b>EXPENSES</b>								
(17) Certificated salaries	\$ 2,664,222	\$ 47,370,381	\$ -	\$ -	\$ 630,410	\$ -	\$ 50,665,013	\$ 48,472,418
(18) Certificated benefits	\$ 359,021	\$ 11,767,826	\$ -	\$ -	\$ 167,300	\$ -	\$ 12,294,147	\$ 12,167,327
(19) Non-certificated salaries and wages	\$ 1,590,658	\$ 8,618,368	\$ 1,407,826	\$ 2,269,785	\$ 1,023,015	\$ -	\$ 14,909,652	\$ 14,080,405
(20) Non-certificated benefits	\$ 440,478	\$ 2,247,226	\$ 341,045	\$ 333,102	\$ 257,063	\$ -	\$ 3,618,914	\$ 3,287,996
(21) SUB - TOTAL	\$ 5,054,379	\$ 70,003,801	\$ 1,748,871	\$ 2,602,887	\$ 2,077,788	\$ -	\$ 81,487,726	\$ 78,008,146
(22) Services, contracts and supplies	\$ 713,680	\$ 9,296,715	\$ 5,130,603	\$ 1,815,108	\$ 726,311	\$ -	\$ 17,682,417	\$ 17,617,723
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 3,514,922	\$ -	\$ -	\$ -	\$ 3,514,922	\$ 3,431,776
(24) Amortization of unsupported tangible capital assets	\$ -	\$ 120,473	\$ 114,498	\$ 653,271	\$ 133,789	\$ -	\$ 1,022,031	\$ 936,362
(25) Supported interest on capital debt	\$ -	\$ -	\$ 2,406	\$ -	\$ -	\$ -	\$ 2,406	\$ 6,996
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ 137,896	\$ -	\$ -	\$ 137,896	\$ 143,298
(27) Other interest and finance charges	\$ -	\$ 24,424	\$ -	\$ 50	\$ -	\$ -	\$ 24,474	\$ 21,693
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) <b>TOTAL EXPENSES</b>	\$ 5,768,059	\$ 79,445,413	\$ 10,511,300	\$ 5,209,212	\$ 2,937,888	\$ -	\$ 103,871,872	\$ 100,165,994
(31) <b>OPERATING SURPLUS (DEFICIT)</b>	\$ (108,958)	\$ (596,625)	\$ -	\$ (477,091)	\$ -	\$ -	\$ (1,182,674)	\$ (676,858)

**SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES**  
for the Year Ended August 31, 2017 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2017 TOTAL Operations and Maintenance	2016 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ -	\$ 1,153,771	\$ -	\$ -	\$ 254,055			\$ 1,407,826	\$ 1,423,728
Uncertificated benefits	\$ -	\$ 292,376	\$ -	\$ -	\$ 48,669			\$ 341,045	\$ 338,383
<b>Sub-total Remuneration</b>	\$ -	\$ 1,446,147	\$ -	\$ -	\$ 302,724			\$ 1,748,871	\$ 1,762,111
Supplies and services	\$ 1,435,768	\$ 616,095	\$ 75,663	\$ 1,511,033	\$ -			\$ 3,638,559	\$ 3,127,542
Electricity			\$ 760,695					\$ 760,695	\$ 726,886
Natural gas/heating fuel			\$ 331,495					\$ 331,495	\$ 264,713
Sewer and water			\$ 128,407					\$ 128,407	\$ 109,346
Telecommunications			\$ 15,620					\$ 15,620	\$ 15,716
Insurance					\$ 255,827			\$ 255,827	\$ 235,411
ASAP maintenance & renewal payments							\$ -	\$ -	\$ 146,461
<b>Amortization of tangible capital assets</b>									
Supported							\$ 3,514,922	\$ 3,514,922	\$ 3,431,776
Unsupported						\$ 114,498		\$ 114,498	\$ 117,758
<b>Total Amortization</b>						\$ 114,498	\$ 3,514,922	\$ 3,629,420	\$ 3,549,534
<b>Interest on capital debt</b>									
Supported							\$ 2,406	\$ 2,406	\$ 6,996
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ -
<b>TOTAL EXPENSES</b>	\$ 1,435,768	\$ 2,062,242	\$ 1,311,880	\$ 1,511,033	\$ 558,551	\$ 114,498	\$ 3,517,328	\$ 10,511,300	\$ 9,944,716

  

SQUARE METRES		
School buildings		96,654.9
Non school buildings		5,487.0

**Note:**

**Custodial:** All expenses related to activities undertaken to keep the school environment and maintenance shops clean and safe.

**Maintenance:** All expenses associated with the repair, replacement, enhancement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components. Maintenance expenses exclude operational costs related to expensed IMR & Modular Unit relocations, as they are reported on separately.

**Utilities & Telecommunications:** All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

**Expensed IMR & Modular Unit Relocation & Lease Pmts:** All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects, modular unit (portable) relocation, and payments on leased facilities.

**Facility Planning & Operations Administration:** All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees & contractors, school facility planning & project 'administration', administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.

**Unsupported Amortization & Other Expenses:** All expenses related to unsupported capital assets amortization and interest on unsupported capital debt.

**Supported Capital & Debt Services:** All expenses related to supported capital assets amortization and interest on supported capital debt.

**SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS  
for the Year Ended August 31, 2017 (in dollars)**

<b>Cash &amp; Cash Equivalents</b>	<b>2017</b>			<b>2016</b>
	<b>Average Effective (Market) Yield</b>	<b>Cost</b>	<b>Amortized Cost</b>	<b>Amortized Cost</b>
Cash	1%	\$ -	\$ 24,422,506	\$ 18,911,438
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Municipal	0.00%	-	-	-
Pooled investment funds	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	-
<b>Total cash and cash equivalents</b>	<b>0.00%</b>	<b>\$ -</b>	<b>\$ 24,422,506</b>	<b>\$ 18,911,438</b>

See Note 3 for additional detail.

<b>Portfolio Investments</b>	<b>2017</b>				<b>2016</b>
	<b>Average Effective (Market) Yield</b>	<b>Cost</b>	<b>Fair Value</b>	<b>Balance</b>	<b>Balance</b>
Long term deposits	0.00%	\$ -	\$ -	\$ -	\$ -
Guaranteed investment certificates	0.00%	-	-	-	-
Fixed income securities					
Government of Canada, direct and guaranteed	0.00%	\$ -	\$ -	\$ -	\$ -
Provincial, direct and guaranteed	0.00%	-	-	-	-
Municipal	0.00%	-	-	-	-
Corporate	0.00%	-	-	-	-
Pooled investment funds	-0.50%	197,292	220,325	220,325	221,448
<b>Total fixed income securities</b>	<b>-0.50%</b>	<b>197,292</b>	<b>220,325</b>	<b>220,325</b>	<b>221,448</b>
Equities					
Canadian	11.16%	\$ 47,494	\$ 59,959	\$ 59,959	\$ 53,939
Foreign	18.16%	25,455	40,124	40,124	33,958
<b>Total equities</b>	<b>13.97%</b>	<b>72,949</b>	<b>100,083</b>	<b>100,083</b>	<b>87,897</b>
Supplemental integrated pension plan assets	0.00%	\$ -	\$ -	\$ -	\$ -
Restricted investments	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
<b>Total portfolio investments</b>	<b>4.02%</b>	<b>\$ 270,241</b>	<b>\$ 320,408</b>	<b>\$ 320,408</b>	<b>\$ 309,345</b>

See Note 5 for additional detail.

The following represents the maturity structure for portfolio investments based on principal amount:

	<b>2017</b>	<b>2016</b>
Under 1 year	100.0%	100.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	<b>100.0%</b>	<b>100.0%</b>

**SCHEDULE 6**

School Jurisdiction Code: 19

**SCHEDULE OF CAPITAL ASSETS  
for the Year Ended August 31, 2017 (in dollars)**

	2017						2016
	Land	Construction In Progress	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years	
<b>Historical cost</b>							
Beginning of year	\$ 361,489	\$ 27,922,126	\$ 130,168,893	\$ 9,501,939	\$ 3,915,384	\$ 1,788,103	\$ 173,657,934
Prior period adjustments	-	-	-	-	-	-	-
Additions	-	-	22,714,337	3,748,804	1,142,280	95,871	27,701,292
Transfers in (out)	-	(27,922,126)	27,922,126	-	-	-	-
Less disposals including write-offs	-	-	-	-	(104,785)	-	(104,785)
Historical cost, August 31, 2017	\$ 361,489	\$ -	\$ 180,805,356	\$ 13,250,743	\$ 4,952,879	\$ 1,883,974	\$ 201,254,441
<b>Accumulated amortization</b>							
Beginning of year	\$ -	\$ -	\$ 52,865,956	\$ 7,789,467	\$ 2,452,459	\$ 1,461,517	\$ 64,569,399
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	3,545,062	353,632	561,001	77,259	4,536,954
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	(85,959)	-	(85,959)
Accumulated amortization, August 31, 2017	\$ -	\$ -	\$ 56,411,018	\$ 8,143,099	\$ 2,927,501	\$ 1,538,776	\$ 69,020,394
<b>Net Book Value at August 31, 2017</b>	\$ 361,489	\$ -	\$ 124,394,338	\$ 5,107,644	\$ 2,025,378	\$ 345,198	\$ 132,234,047
<b>Net Book Value at August 31, 2016</b>	\$ 361,489	\$ 27,922,126	\$ 77,302,937	\$ 1,712,472	\$ 1,462,925	\$ 326,586	\$ 109,088,535

	2017	2016
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

Assets under capital Lease includes buildings with a total cost of \$X,XXX and accumulated amortization of \$x,xxx (Remove this line if jurisdiction does not have buildings under capital lease).

**SCHEDULE 7**

School Jurisdiction Code: 19

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES  
for the Year Ended August 31, 2017 (in dollars)**

<b>Board Members:</b>	<b>FTE</b>	<b>Remuneration</b>	<b>Benefits</b>	<b>Negotiated Allowances</b>	<b>Performance Bonuses</b>	<b>ERIP's / Other Paid</b>	<b>Other Accrued Unpaid Benefits</b>	<b>Expenses</b>
Pelletier - Chair	1.00	\$16,786	\$5,717	\$0			\$0	\$2,201
Watson - Vice Chair	1.00	\$20,969	\$5,053	\$0			\$0	\$3,041
Bouchard - Trustee	1.00	\$16,853	\$5,190	\$0			\$0	\$3,654
LaGrange - Trustee	1.00	\$18,460	\$5,161	\$0			\$0	\$3,503
Hollman -Trustee	1.00	\$13,122	\$5,492	\$0			\$0	\$1,492
MacKay - Trustee	1.00	\$16,115	\$5,539	\$0			\$0	\$6,924
McNiff - Trustee	1.00	\$21,764	\$4,539	\$0			\$0	\$8,865
	-	\$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
<b>Subtotal</b>	<b>7.00</b>	<b>\$124,069</b>	<b>\$36,691</b>	<b>\$0</b>			<b>\$0</b>	<b>\$29,680</b>
v. Paul Mason, Superintendent	1.00	\$215,741	\$42,369	\$0	\$0	\$0	\$0	\$10,824
Roderic Steeves, Secretary/Treasurer	1.00	\$169,676	\$37,876	\$0	\$0	\$0	\$0	\$7,154
	-	\$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
Certificated teachers	550.15	\$50,449,272	\$12,176,778	\$0	\$0	\$75,000	\$0	
Non-certificated - other	324.00	\$14,615,907	\$3,544,347	\$0	\$0	\$0	\$0	
<b>TOTALS</b>	<b>883.15</b>	<b>\$65,574,665</b>	<b>\$15,838,061</b>	<b>\$0</b>	<b>\$0</b>	<b>\$75,000</b>	<b>\$0</b>	<b>\$47,658</b>



**1. Incorporation and operations**

The Red Deer Catholic Regional Division No. 39 (the "School Jurisdiction") delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School Jurisdiction receives instruction and support allocations under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administrative expenses.

**2. Significant accounting policies**

These financial statements have been prepared in accordance with the CPA 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:

***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.

***Accounts receivable***

Accounts receivable are shown net of allowance for doubtful accounts.

***Portfolio investments***

The School Jurisdiction has investments in bonds and equity instruments that have no maturity dates or have a maturity of greater than 3 months. GIC's, term deposits and other investments not quoted in an active market are reported at cost or amortized cost.

Portfolio investments in equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are derecognized. Upon derecognition, the accumulated remeasurement gains or losses associated with the derecognized portfolio investments are reversed and reclassified to the Statement of Operations.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. A subsequent increase in value would be recognized on the Statement of Remeasurement Gains and Losses and realized on the Statement of Operations when sold.

Detailed information regarding portfolio investments is disclosed in the schedule of Cash, Cash Equivalents, and Portfolio Investments (schedule 5).

***Inventory (shown as other non-financial assets)***

Inventory is valued at the lower of cost (first-in, first-out method) and replacement cost.

***Prepaid expenses***

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

***Tangible capital assets***

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts directly related to the acquisition, design, construction, development, 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 a transfer to the applicable asset class at substantial completion.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School Jurisdiction to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Expended Deferred Capital Revenue.
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Board are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School Jurisdiction's rate for incremental borrowing or the interest rate implicit in the lease.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	25 to 40 years
Vehicles	2 to 10 years
Computer Hardware & Software	2 to 5 years
Equipment	4 to 10 years

#### **Long-lived assets**

Long-lived assets consists of tangible capital assets. Long-lived assets held for use are measured and amortized as described in the applicable accounting policies.

The School Jurisdiction performs impairment testing on long-lived assets held for use whenever events or changes in circumstances indicate that the carrying value of an asset, or group of assets, may not be recoverable. Impairment is measured as the amount by which the assets' carrying value exceeds its fair value. Any impairment is included in operating surplus for the year. Prices for similar items are used to measure fair value of long-lived assets.

#### **Deferred Revenue**

Deferred revenue includes contributions received for operations which have stipulations that meet the definition of a liability per *Public Sector Accounting Standard ("PSAS") PS 3200*. These contributions are recognized as deferred revenue by the School Jurisdiction once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability.

Deferred revenue also includes contributions for capital expenditures, unexpended and expended.

Unexpended Deferred Capital Revenue represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the School Jurisdiction, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per *PS 3200* when expended.

Expended Deferred Capital Revenue represent externally restricted supported capital funds that have been expended but have yet to be amortized over the useful life of the related capital asset. Amortization over the useful life of the related capital asset is due to certain stipulations related to the contributions that require that the School Jurisdiction to use the asset in a prescribed manner over the life of the associated asset.

#### **Employee future benefits**

The School Jurisdiction's employee future benefit programs consist of a defined benefit plan, a defined contribution multi-employer benefit plan and it also provides other post-retirement benefits, including health, dental and life insurance, to its qualifying employees. The School Jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs according to the nature of the plan. The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teacher Pension Plan Act*, the School Jurisdiction does not make pension contributions for certificated staff. The government portion of the current

service contribution to the Alberta Teachers Retirement Funds on behalf of the School Jurisdiction is included in both revenue and expenses. For the school year ended August 31, 2017, the amount contributed by the Government was \$5,816,378 (\$5,842,145 in 2016).

*Employee future benefits liability*

For the other post-retirement benefits, the actuarially determined cost of these benefits is accrued over the estimated service lives of employees.

*Defined contribution pension plan*

The School Jurisdiction participates in the multi-employer pension plan (Local Authorities Pension Plan) and does not report on any unfunded liabilities.

*Defined benefit pension plan*

The actuarial determination of the accrued benefit obligation for pensions used the projected benefit method prorated on service (which incorporates management's best estimate of future salary levels, retirement ages of employees and other actuarial factors). Actuarial gains (losses) arise from the difference resulting from changes in actuarial assumptions used to determine the accrued benefit obligation. The excess of the net accumulated net actuarial gain (loss) over 10 percent of the greater of the benefit obligation and the fair value of the plan assets is amortized over the remaining service period of active employees. The average remaining service period of active employees covered by the pension plan is eight years. Past service costs arising from plan initiation are deferred and amortized on a straight line basis over the average remaining service period of employees active at the date of initiation.

**Operating and capital reserves**

Certain amounts are internally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Board of Trustees. Capital reserves are restricted to capital purposes and may only be used for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Changes in Accumulated Surplus.

**Revenue recognition**

Revenue is recorded on an accrual basis. Instruction and support allocations, which include property taxes, 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. Investment income is recognized as revenue when earned on a time proportioned basis. Rental revenue is recognized once the use of the facility has been provided. Unrestricted gifts, donations, fundraising and other revenue are recognized as revenue when received or receivable.

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

*Eligibility criteria* are criteria that the School Jurisdiction has to meet in order to receive certain contributions. *Stipulations* describe what the School Jurisdiction 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.

**Expenses**

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed.

Allocation of Costs

- Actual salaries of personnel assigned to two or more programs are allocated based on the time spent in each program.

- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

### **Program Reporting**

The School Jurisdiction's operations have been segmented into operating segments established to facilitate the achievement of the School Jurisdiction's long-term objectives to aid in resource allocation decisions, and to assess operational performance. The School Jurisdiction's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 1-12 Instruction:** The provision of instructional services for grades 1 - 12 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 facility expenses.
- **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 revenue and expenses are reported by program, source, and object on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as a proportionate share of supplies and services, school administration and instruction support, and system instructional support.

### **Trusts under administration**

The School Jurisdiction has property that has been transferred or assigned to it to be administered or directed by a trust agreement or statute. The School Jurisdiction holds title to the property for the benefit of the beneficiary.

Trusts under administration have been excluded from the financial reporting of the School Jurisdiction. Trust balances can be found in Note 13.

### **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 School Jurisdiction 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 employee future benefit liability. Unless otherwise noted, it is management's opinion that the School Jurisdiction is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks (Note 17).

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 measured at cost or amortized cost upon initial recognition. The gain or loss arising from derecognition of a financial instrument is recognized in the Statement of Operations. Gains and losses arising from changes in fair value are recognized in the Statement of Remeasurement Gains and Losses. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

### **Measurement uncertainty (use of estimates)**

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts 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 expenses during the reporting period.

## Red Deer Catholic Regional Division No. 39

### Notes to the Financial Statements

*For the year ended August 31, 2017*

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

Amortization is based on the estimated useful lives of capital assets.

Employee future benefits are calculated using estimates of several factors.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in operating surplus in the periods in which they become known.

#### 3. Accounts receivable

	2017			2016
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education – Grants	\$419,846	-	\$419,846	\$27,225
Alberta Education – Capital	2,826,911	-	2,826,911	10,067,130
Alberta Education - Invoice	-	-		-
Other Alberta school jurisdictions	114,345	-	114,345	83,380
Treasury Board and Finance - Supported debenture principal	16,049	-	16,049	60,833
Treasury Board and Finance - Accrued interest on supported debentures	865	-	865	4,094
Alberta Health Services	-	-	-	78,834
Federal government	358,332	-	358,332	478,428
Municipalities	1,305,318	-	1,305,318	1,312,761
Other	356,879	-	356,879	576,248
<b>Total</b>	<b><u>\$5,398,545</u></b>	<b><u>\$</u></b>	<b><u>\$5,398,545</u></b>	<b><u>\$12,688,933</u></b>

#### 4. Bank indebtedness

The School Jurisdiction has negotiated a line of credit in the amount of \$2,000,000 (\$2,000,000 in 2016) that bears interest at the bank prime rate less 0.6%. The line of credit is secured by a borrowing resolution incorporating a first charge over all monies becoming due or payable to the borrower, including municipal levies, covering all revenue of the School Jurisdiction. There was \$0 outstanding on the line of credit at August 31, 2017 (\$0 in 2016).

## 5. Accounts payable

	2017	2016
Alberta Education	\$1,510,495	\$1,751,194
Other Alberta school jurisdictions	49,877	78,826
Alberta Capital Finance Authority (Interest on long-term debt - Supported)	865	4,094
Alberta Capital Finance Authority (Interest on long-term debt - Unsupported)	-	-
Alberta Health & Wellness	-	-
Alberta Health Services	-	-
Innovation & Advanced Education	-	-
Post-secondary institutions	-	-
Federal government	27,493	27,493
First Nations	1,070	-
Other interest on long-term debt	-	-
Other bank charges, fees, and interest	-	-
Accrued vacation pay liability	377,052	374,233
Other salaries & benefit costs	-	-
Other trade payables and accrued liabilities	5,854,738	5,560,900
Total	<u>\$7,821,590</u>	<u>\$7,796,740</u>

# Red Deer Catholic Regional Division No. 39

## Notes to the Financial Statements

*For the year ended August 31, 2017*

### 6. Deferred revenue

Deferred revenue consists of revenue that has not yet been allocated to specific activities, revenue that has been allocated to activities to be carried out in future years, and the unexpended portion of revenue on activities in progress at August 31, 2017. The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE  as at Aug. 31, 2016	ADD:  2016/2017 Restricted  Funds Received/ Receivable	DEDUCT:  2016/2017 Restricted Funds Expended  (Paid / Payable)	ADD (DEDUCT): 2016/2017 Adjustments for Returned Funds	DEFERRED REVENUE  as at Aug.31,2017
<b>Unexpended deferred operating revenue</b>					
<b>Alberta Education:</b>					
Regional Collaborative Service Delivery	\$ -	\$ -	\$ -	\$ -	\$ -
Infrastructure Maintenance Renewal	710,442	1,946,478	1,511,033	11,112	1,156,999
Alberta Initiative for School Improvement	122,460	-	122,460	-	-
<b>Other Deferred Revenue:</b>					
School Generated Funds	21,990	20,144	21,990	-	20,144
Fees	-	1,573,247	1,573,247	-	-
Donations	1,200	4,000	1,200	-	4,000
Rent	6,943	100	6,943	-	100
International Fees	330,604	373,109	330,604		373,109
Bridging Program	-	85,690	-		85,690
<b>Total unexpended deferred operating revenue</b>	<u>\$ 1,193,639</u>	<u>\$ 4,002,768</u>	<u>\$ 3,567,477</u>	<u>\$ 11,112</u>	<u>\$ 1,640,042</u>
<b>Unexpended deferred capital revenue</b>	2,471,268	26,810,758	25,836,786	-	3,445,240
<b>Expended deferred capital revenue</b>	100,267,286	26,058,882	3,514,922	-	122,811,246
	<u>\$103,932,193</u>	<u>\$ 56,872,408</u>	<u>\$32,919,185</u>	<u>\$ 11,112</u>	127,896,528

7. Employee future benefits liabilities

	2017	2016
Defined benefit pension plan liability	\$ 454,500	\$ 448,700
Retirement allowances	276,823	378,942
Other termination benefits	172,000	166,000
Educational subsidy surplus	6,751	153,459
Personal professional development fund	415,558	396,529
Accumulating sick pay liability (vesting)	550,000	550,000
Total	\$ 1,875,632	\$ <u>2,093,630</u>

**Defined contribution plan**

The expense for the defined contribution pension plan is equivalent to the annual contributions of \$271,492 (\$272,454 in 2016) for the year ended August 31, 2017. At December 31, 2016, the Local Authorities Pension Plan reported an actuarial deficiency of \$637,357,000 (deficiency of \$923,416,000 on December 31, 2015).

**Defined benefit pension plan**

The School Jurisdiction's unfunded defined benefit pension plan provides non-indexed pension benefits at retirement to enhance the LAPP formula to a full 2% final average earnings formula.

The expense and obligations are determined in accordance with Canadian GAAP and actuarial principles. Obligations are based on the projected benefits method of valuation that includes employee service to date and present pay levels, as well as a projection of salaries and service to retirement.

Total cash payments for pension for 2016, consisting of cash contributed by the School Jurisdiction to its funded pension plans, cash payments directly to the employees or their beneficiaries for its unfunded other benefit plans and cash contributed to its defined benefit plan were \$0 (\$0 in 2016). Benefits paid by pension plans were \$35,200 (\$27,900 in 2016).

**Accrued benefit plan obligation**

	2017	2016
Accrued benefit plan obligation, beginning of year	416,500	383,900
Accrual for services	30,700	28,200
Interest cost	21,500	20,100
Benefit payments	(35,700)	(27,900)
Actuarial (gain) loss on accrued benefit plan obligation	124,600	12,200
Accrued benefit plan obligation, end of year	\$557,600	\$416,500

The School Jurisdiction measures its accrued benefit obligations and fair value of plan assets for accounting purposes at August 31, 2017.



# Red Deer Catholic Regional Division No. 39

## Notes to the Financial Statements

*For the year ended August 31, 2017*

### Reconciliation of funded status of the benefit plans to the amounts recorded in the financial statements

	2017	2016
Accrued benefit obligation	(557,600)	(416,500)
Balance of unamortized amounts	103,100	(32,200)
<hr/>		
Accrued benefit liability	(454,500)	<b>(448,700)</b>

### Elements of defined benefit costs recognized in the year

	2017	2016
Current service cost	30,700	28,200
Interest costs	21,500	20,100
Amortization of experience losses	(10,700)	(12,400)
<hr/>		
Defined benefit costs recognized	41,500	35,900

### Significant assumption

	2017	2016
Accrued benefit obligation discount	5.20%	5.20%

### 8. Debt

	2017	2016
Debtures outstanding at August 31, 2017 have interest rates between 7.63% to 10.63% (7.63% to 10.63% in 2016). The terms on the loans are 2 years, payments made annually and supported by Alberta Education	16,049	60,833
Transportation Facility loan at August 31, 2017 has interest at 4.8%. The term of the loan is 15 years, payments made monthly	2,799,000	2,909,000
<hr/>		
	2,815,049	2,969,833

#### Debt - Supported

The debt bears interest at rates between 7.63% and 10.63%. The debt is fully supported by Alberta Education. Debt payments due over the next three years are:

	Principal	Interest	Total
2017-2018	\$8,024	\$1,257	\$9,281
2018-2019	\$8,025	\$628	\$8,653
Total	<u>\$16,049</u>	<u>\$1,885</u>	<u>\$17,934</u>

## Red Deer Catholic Regional Division No. 39

### Notes to the Financial Statements

*For the year ended August 31, 2017*

#### Capital Loan

The School Jurisdiction has a capital loan outstanding in the amount of \$2,799,000. The capital loan bears interest at 4.8% per annum and expires December 2028. The following is a summary of principal and interest payments on related long-term debt outstanding at August 31, 2017:

	Principal	Interest	Total
2017-2018	\$117,000	\$130,684	\$247,684
2018-2019	\$122,000	\$125,341	\$247,341
2019-2020	\$127,000	\$119,610	\$246,610
2020-2021	\$134,000	\$113,940	\$247,940
2021-2022	\$141,000	\$106,161	\$247,161
2022 to maturity	\$2,158,000	\$493,491	\$2,651,491
Total	<u>\$2,799,000</u>	<u>\$1,089,227</u>	<u>\$3,888,227</u>

#### 9. Other non-financial assets

	2017	2016
Inventory of supplies for use	\$ 270,762	\$ 165,160
Other	1,247	-
Total	<u>\$ 272,009</u>	<u>\$ 165,160</u>

## Red Deer Catholic Regional Division No. 39

### Notes to the Financial Statements

*For the year ended August 31, 2017*

#### 10. 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:

	2017	2016
Unrestricted surplus	\$ -	\$ -
Operating reserves	10,624,798	11,807,472
Accumulated surplus from operations	10,624,798	11,807,472
Investment in tangible capital assets	6,633,243	5,915,987
Capital reserves	6,657,572	7,374,828
Endowments	-	-
Accumulated remeasurement gains (losses)	90,638	79,575
Accumulated surplus	<u>\$ 24,006,251</u>	<u>\$ 25,177,862</u>

Accumulated surplus from operations include school generated funds of \$1,478,833 (\$1,400,995 in 2016). These funds are raised at the school level and are not available to spend at the board level. The School Jurisdiction's adjusted surplus from operations is calculated as follows:

	2017	2016
Accumulated surplus from operations	\$ 10,624,798	\$ 11,807,472
Deduct: School generated funds included in accumulated surplus (Note 14)	1,478,833	1,400,995
Adjusted accumulated surplus from operations <sup>(1)</sup>	<u>\$ 9,145,965</u>	<u>\$ 10,406,477</u>

<sup>(1)</sup> Adjusted accumulated surplus from operations represents funds available for use by the School Jurisdiction after deducting funds raised at school-level.

**Red Deer Catholic Regional Division No. 39**

**Notes to the Financial Statements**

*For the year ended August 31, 2017*

**11. Contractual obligations**

	2017	2016
Building projects	\$ -	\$ 26,100,000
Building leases <sup>(1)</sup>	326,250	270,000
Service providers	3,018,050	-
Other (Specify)	-	-
Other	-	-
<b>Total</b>	<b>\$ 3,344,300</b>	<b>\$ 26,370,000</b>

<sup>(1)</sup> Building leases: The School Jurisdiction is committed to lease office space on behalf of an affiliated organization to August 31, 2020, from which the annual rental of \$95,821.

	Building Projects	Building Leases	Service Providers	Other (Specify)	Other
2017-2018	-	67,500	1,646,209	-	-
2018-2019	-	67,500	1,371,841	-	-
2019-2020	-	67,500	-	-	-
2020-2021	-	67,500			
Thereafter	-	56,250	-	-	-
	<b>\$</b>	<b>\$ 326,250</b>	<b>\$3,018,050</b>	<b>\$</b>	<b>\$</b>

**12. Contingent liabilities**

The School Jurisdiction is a member of the Urban Schools Insurance Consortium ("USIC"). Under the terms of its membership, the School Jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. The School Jurisdiction's share of the pool as at August 31, 2017 is \$161,016 (\$106,473 in 2016).

## Red Deer Catholic Regional Division No. 39

### Notes to the Financial Statements

*For the year ended August 31, 2017*

#### 13. Trust under administration

These balances represent assets that are held in trust by the School Jurisdiction. They are not recorded in the financial statements of the School Jurisdiction.

	2017	2016
Deferred salary leave plan	\$ -	\$ 49,379
Scholarship trusts	83,460	83,986
Urban School Insurance Consortium Trust	161,016	106,473
Total	<u>\$ 244,476</u>	<u>\$ 239,838</u>

#### 14. School generated funds

	2017	2016
School Generated Funds, Beginning of Year	\$1,400,995	\$ 1,346,087
Gross Receipts:		
Fees	635,641	591,568
Fundraising	847,760	852,983
Gifts and donations	179,746	95,136
Other sales and services	680,659	773,701
Total gross receipts	2,343,806	2,313,368
Total Related Expenses and Uses of Funds		
	379,525	573,329
Total Direct Costs Including Cost of Goods Sold to Raise Funds	1,866,299	1,663,141
School Generated Funds, End of Year	<u>\$ 1,498,977</u>	<u>\$ 1,422,985</u>
Balance included in Deferred Revenue	20,144	\$ 21,990
Balance included in Accumulated Surplus (Operating Reserves)	1,478,833	\$ 1,400,995

## Red Deer Catholic Regional Division No. 39

### Notes to the Financial Statements

*For the year ended August 31, 2017*

#### 15. Related party transactions

All entities that are consolidated in the accounts of the Government of Alberta are related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
<b>Government of Alberta (GOA): Education</b>				
Accounts receivable / Accounts payable	3,246,757	1,510,495	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	1,767,535	-	-
Unexpended deferred capital revenue	-	3,445,240	-	-
Expended deferred capital revenue		122,811,246		
Other assets & liabilities	-	-	-	-
Grant revenue & expenses	-	-	80,059,809	23,885
ATRF payments made on behalf of district			5,816,378	
Other revenues & expenses	-	-	3,517,328	-
<b>Other Alberta school jurisdictions</b>	114,345		153,110	346,209
<b>Alberta Treasury Board and Finance (Principal)</b>	16,049		-	-
<b>Alberta Treasury Board and Finance (Accrued interest)</b>	865		-	-
<b>Alberta Health</b>	-	-	-	-
<b>Alberta Health Services</b>		-	120,640	-
<b>Enterprise and Advanced Education</b>	-	-	-	-
<b>Post-secondary institutions</b>	-	-		38,049
<b>Alberta Infrastructure</b>	-	-	-	-
<b>Human Services</b>	-	-	206,242	-
<b>Other:</b>				
Alberta Capital Financing Authority		865	-	-
<b>TOTAL 2016-2017</b>	<b>\$3,378,016</b>	<b>\$129,535,381</b>	<b>\$89,873,507</b>	<b>\$ 408,143</b>
<b>TOTAL 2015-2016</b>	<b><u>\$10,321,496</u></b>	<b><u>\$ 105,005,570</u></b>	<b><u>\$ 86,630,525</u></b>	<b><u>\$ 926,676</u></b>

**16. Economic dependence on related third party**

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

**17. Financial instruments**

***Credit concentration***

Accounts receivable from the provincial government in connection with grant revenue represents 56% (80% in 2016) and an amount due from the City of Red Deer represents 24% (7% in 2016) of total accounts receivable as at August 31, 2017. The School Jurisdiction believes that there is minimal risk associated with the collection of these amounts as they are from government bodies. Allowances for potentially uncollectible accounts receivable are considered each year.

***Interest rate risk***

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. The School Jurisdiction is not exposed to interest rate risk on the supported debt as it is fully funded by the Government of Alberta. The School Jurisdiction is exposed to interest rate risk primarily through its unsupported debt of \$2,799,000 (\$2,909,000 in 2016). In seeking to minimize the risks from interest rate fluctuations, the School Jurisdiction manages exposure through its swap transaction agreement with TD Securities.

***Liquidity risk***

Liquidity risk is the risk that the School Jurisdiction will encounter difficulty in meeting obligations associated with financial liabilities. The School Jurisdiction enters into transactions to purchase goods on credit, borrow funds from creditors, and lease office equipment, for which repayment is required at various maturity dates. The School Jurisdiction manages its liquidity risk by maintaining sufficient cash and cash equivalents and operating within its budget.

***Other price risk***

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those are changes caused by factors specific to the individual financial instrument of its issuer, or factors affecting all similar financial instruments traded in the market. The School Jurisdiction enters into transactions to purchase and sell portfolio investments for which the market price fluctuates.

**18. Budgeted amounts**

The budget was prepared by the School Jurisdiction and approved by the Board of Trustees; it is presented for information purposes only and has not been audited.

**19. Prior period adjustments**

During the year the School Jurisdiction found that an accumulating sick pay liability was not set up in the prior periods. As a result of the above the School Jurisdiction has increased 2016 and 2017 employee future benefits by \$550,000, 2016 opening accumulating surplus has been reduced by \$550,000 and opening 2017 accumulating surplus has been reduced by \$550,000.

**SCHEDULE 8**

**UNAUDITED SCHEDULE OF FEES**  
for the Year Ending August 31, 2017 (in dollars)

	<b>Budgeted Fee Revenues 2016/2017</b>	<b>Actual Fees Collected 2016/2017</b>	<b>Unexpended Balance at September 1, 2016*</b>	<b>Actual Fee Expenditures 2016/2017</b>	<b>Unexpended Balance at August 31, 2017*</b>
<b>Transportation Fees</b>	\$150,000	\$168,611	\$0	\$168,611	\$0
<b>Basic Instruction Fees</b>					
Basic instruction supplies	\$650,000	\$686,389	\$0	\$686,389	\$0
<b>Fees to Enhance Basic Instruction</b>					
Technology user fees	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$0	\$54,285	\$0	\$54,285	\$0
Fees for optional courses	\$30,000	\$31,656	\$0	\$31,656	\$0
Activity fees	\$25,000	\$14,163	\$0	\$14,163	\$0
Early childhood services	\$50,000	\$59,419	\$0	\$59,419	\$0
Other fees to enhance education	\$0	\$0	\$0	\$0	\$0
Other Enhancement fees (describe)	\$0	\$0	\$0	\$0	\$0
Other Enhancement fees (describe)	\$0	\$0	\$0	\$0	\$0
<b>Non-Curricular fees</b>					
Extracurricular fees	\$728,000	\$448,251	\$0	\$448,251	\$0
Non-curricular travel	\$350,000	\$89,667	\$0	\$89,667	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$0	\$0	\$0	\$0	\$0
School Council	\$0	\$20,806	\$0	\$20,806	\$0
Other Fees (describe)	\$0	\$0	\$0	\$0	\$0
<b>TOTAL FEES</b>	\$1,983,000	\$1,573,247	\$0	\$1,573,247	\$0

\*Unexpended balances cannot be less than \$0

<b>Please disclose amounts paid by parents of students that are recorded as "Other sales and services", "Fundraising", or "Other revenue" (rather than fee revenue):</b>	<b>Actual 2017</b>	<b>Actual 2016 Note</b>
Cafeteria sales, hot lunch, milk programs	\$610,186	\$596,298
Special events, graduation, tickets	\$114,394	\$0
International and out of province student revenue	\$286,122	\$238,842
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$173,234	\$71,482
Adult education revenue	\$0	\$0
Preschool	\$0	\$0
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$13,646	\$0
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
<b>TOTAL</b>	\$1,197,582	\$906,622



<b>UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING</b> for the Year Ended August 31, 2017 (in dollars)					
	<b>PROGRAM AREA</b>				
	<b>First Nations, Metis &amp; Inuit (FNMI)</b>	<b>ECS Program Unit Funding (PUF)</b>	<b>English as a Second Language (ESL)</b>	<b>Inclusive Education</b>	<b>Small Schools by Necessity (Revenue only)</b>
<b>Funded Students in Program</b>	518	109	1,428		
<b>Federally Funded Students</b>	9				
<b>REVENUES</b>					
Alberta Education allocated funding	\$ 581,392	\$ 2,054,378	\$ 1,221,395	\$ 6,749,170	\$ 123,896
Other funding allocated by the board to the program	-	\$ 87,000	-	\$ 7,932,070	-
<b>TOTAL REVENUES</b>	<b>\$ 581,392</b>	<b>\$ 2,141,378</b>	<b>\$ 1,221,395</b>	<b>\$ 14,681,240</b>	<b>\$ 123,896</b>
<b>EXPENSES (Not allocated from BASE, Transportation, or other funding)</b>					
Instructional certificated salaries & benefits	\$ 105,399	\$ 354,039	\$ 932,181	\$ 7,850,485	
Instructional non-certificated salaries & benefits	\$ 56,811	\$ 1,302,101	\$ 213,392	\$ 5,954,516	
<b>SUB TOTAL</b>	<b>\$ 162,210</b>	<b>\$ 1,656,140</b>	<b>\$ 1,145,573</b>	<b>\$ 13,805,001</b>	
Supplies, contracts and services	\$ 419,182	\$ 485,238	\$ 75,822	\$ 876,239	
Program planning, monitoring & evaluation	-	-	-	-	
Facilities (required specifically for program area)	-	-	-	-	
Administration (administrative salaries & services)	-	-	-	-	
Other (please describe)	-	-	-	-	
Other (please describe)	-	-	-	-	
<b>TOTAL EXPENSES</b>	<b>\$ 581,392</b>	<b>\$ 2,141,378</b>	<b>\$ 1,221,395</b>	<b>\$ 14,681,240</b>	
<b>NET FUNDING SURPLUS (SHORTFALL)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	

**SCHEDULE 10**

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES for the Year Ended August 31, 2017 (in dollars)								
EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs			TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	
Office of the superintendent	\$ 360,814	\$ 14,998	\$ -	\$ 375,812	\$ -	\$ -	\$ -	\$ 375,812
Educational administration (excluding superintendent)	\$ 195,134	\$ -	\$ -	\$ 195,134	\$ 195,134	\$ -	\$ -	\$ 390,268
Business administration	\$ 541,656	\$ 119,244	\$ -	\$ 660,900	\$ -	\$ -	\$ -	\$ 660,900
Board governance (Board of Trustees)	\$ 160,760	\$ 243,654	\$ -	\$ 404,414	\$ -	\$ -	\$ -	\$ 404,414
Information technology	\$ 52,395	\$ -	\$ -	\$ 52,395	\$ -	\$ -	\$ -	\$ 52,395
Human resources	\$ 441,588	\$ 22,082	\$ -	\$ 463,670	\$ -	\$ -	\$ -	\$ 463,670
Central purchasing, communications, marketing	\$ 150,275	\$ 82,216	\$ -	\$ 232,491	\$ -	\$ -	\$ -	\$ 232,491
Payroll	\$ 175,166	\$ -	\$ -	\$ 175,166	\$ -	\$ -	\$ -	\$ 175,166
Administration - insurance			\$ 37,278	\$ 37,278			\$ -	\$ 37,278
Administration - amortization			\$ 133,789	\$ 133,789			\$ -	\$ 133,789
Administration - other (admin building, interest)			\$ -	\$ -			\$ -	\$ -
Administration - General expense	\$ -	\$ 206,839	\$ -	\$ 206,839	\$ -	\$ -	\$ -	\$ 206,839
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL EXPENSES</b>	<b>\$ 2,077,788</b>	<b>\$ 689,033</b>	<b>\$ 171,067</b>	<b>\$ 2,937,888</b>	<b>\$ 195,134</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,133,022</b>