

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2012**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Greater St. Albert Roman Catholic Separate School District No. 734

Legal Name of School Jurisdiction

6 St. Vital Avenue, St. Albert, AB T8N 1K2

Mailing Address

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Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Greater St. Albert Roman Catholic Separate School District No. 734 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 generally accepted accounting principles 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 and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements prescribed by Alberta Education.

| | |
|---|---------------------------------------|
| BOARD CHAIR | |
| <u>Mrs. Rosaleen McEvoy</u> Name | <u>"ORIGINAL SIGNED"</u> Signature |
| SUPERINTENDENT | |
| <u>Mr. David Keohane</u> Name | <u>"ORIGINAL SIGNED"</u> Signature |
| SECRETARY TREASURER OR TREASURER | |
| <u>Mrs. Deborah Schlag</u> Name | <u>"ORIGINAL SIGNED"</u> Signature |

26-Nov-12

Board-approved Release Date

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Independent Auditors' Report

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To the Board of Trustees of
Greater St. Albert Roman Catholic Separate School District No. 734

We have audited the accompanying financial statements of the Greater St. Albert Roman Catholic Separate School District No. 734, which comprise the statement of financial position as at August 31, 2012, the statements of revenues and expenses, changes in net assets and capital allocations and cash flows 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 generally accepted accounting principles, 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 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 Greater St. Albert Roman Catholic Separate School District No. 734 as at August 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Emphasis of Matter

These financial statements have been prepared on a continuous basis of the former Greater St. Albert Regional Catholic Division No. 29, including the effects on the District of the St. Albert and Sturgeon Valley School Districts Establishment Act as described in Note 1 to the financial statements.

Edmonton, Canada

November 26, 2012



Chartered Accountants

STATEMENT OF FINANCIAL POSITION
as at August 31, 2012
(in dollars)

| | | 2012 | 2011 Restated |
|--|-----------|----------------|------------------|
| ASSETS | | | |
| Current assets | | | |
| Cash and temporary investments | (Note 4) | \$2,685,313 | \$1,941,115 |
| Accounts receivable (net after allowances) | (Note 5) | \$2,072,417 | \$1,786,867 |
| Prepaid expenses | (Note 6) | \$468,412 | \$699,053 |
| Other current assets | | \$0 | \$0 |
| Total current assets | | \$5,226,142 | \$4,427,035 |
| Trust assets | (Note 7) | \$316,487 | \$450,568 |
| Long term accounts receivable | | \$0 | \$0 |
| Long term investments | | \$0 | \$0 |
| Capital assets (Note 8) | | | |
| Land | | \$1,396,416 | \$1,396,416 |
| Construction in progress | | \$735,382 | \$0 |
| Buildings | | \$67,547,838 | |
| Less: accumulated amortization | | (\$37,732,183) | \$30,663,825 |
| Equipment | | \$1,929,852 | |
| Less: accumulated amortization | | (\$1,083,299) | \$1,010,142 |
| Vehicles | | \$401,990 | |
| Less: accumulated amortization | | (\$199,249) | \$213,801 |
| Total capital assets | | \$32,996,747 | \$33,284,184 |
| TOTAL ASSETS | | \$38,539,376 | \$38,161,787 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Bank indebtedness | (Note 9) | \$0 | \$0 |
| Accounts payable and accrued liabilities | (Note 10) | \$2,039,211 | \$1,494,352 |
| Deferred revenue | (Note 11) | \$2,216,295 | \$2,391,090 |
| Deferred capital allocations | (Note 13) | \$735,382 | \$0 |
| Current portion of long term debt | | \$848,865 | \$873,017 |
| Total current liabilities | | \$5,839,753 | \$4,758,459 |
| Trust liabilities | (Note 7) | \$316,487 | \$450,568 |
| Employee future benefit liabilities | | \$0 | \$0 |
| Long term debt (Note 12) | | | |
| Supported: Debentures and other supported debt | | \$4,773,693 | \$5,646,710 |
| Less: Current portion | | (\$848,865) | (\$873,017) |
| Unsupported: Debentures and capital loans | | \$0 | \$0 |
| Capital leases | | \$0 | \$0 |
| Mortgages | | \$0 | \$0 |
| Less: Current portion | | \$0 | \$0 |
| Other long term liabilities | | \$0 | \$0 |
| Unamortized capital allocations | (Note 13) | \$22,972,278 | \$22,847,665 |
| Total long term liabilities | | \$27,213,593 | \$28,071,926 |
| TOTAL LIABILITIES | | \$33,053,346 | \$32,830,385 |
| NET ASSETS | | | |
| Unrestricted net assets | | \$772,012 | \$342,935 |
| Operating reserves | | \$0 | \$0 |
| Accumulated operating surplus (deficit) | | \$772,012 | \$342,935 |
| Investment in capital assets | | \$4,515,393 | \$4,789,842 |
| Capital reserves | (Note 14) | \$198,625 | \$198,625 |
| Total capital funds | | \$4,714,018 | \$4,988,467 |
| Total net assets | | \$5,486,030 | \$5,331,402 |
| TOTAL LIABILITIES AND NET ASSETS | | \$38,539,376 | \$38,161,787 |

Note: Please input "(Restated)" in 2011 column heading where comparatives are not taken from the finalized 2010/2011 Audited Financial Statements filed with Alberta Education.

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2012

(in dollars)

| | Actual 2012 | Budget 2012 | Actual 2011 Restated |
|--|---------------------|---------------------|----------------------------|
| REVENUES | | | |
| Government of Alberta | \$64,689,343 | \$63,692,236 | \$63,817,044 |
| Federal Government and/or First Nations | \$122,821 | \$121,752 | \$226,204 |
| Other Alberta school authorities | \$658,382 | \$877,146 | \$522,519 |
| Out of province authorities | \$0 | \$0 | \$0 |
| Alberta Municipalities-special tax levies | \$0 | \$0 | \$0 |
| Fees (Note 15) | \$3,032,595 | \$2,737,970 | \$2,624,401 |
| Other sales and services | \$113,081 | \$108,400 | \$266,638 |
| Investment income | \$50,400 | \$30,000 | \$35,332 |
| Gifts and donations | \$105,004 | \$100,000 | \$105,049 |
| Fundraising | \$233,332 | \$355,000 | \$355,920 |
| Rental of facilities | \$125,583 | \$104,000 | \$104,426 |
| Gains on disposal of capital assets | \$0 | \$0 | \$0 |
| Amortization of capital allocations | \$1,683,711 | \$1,687,052 | \$1,785,979 |
| Other revenue | \$1,517,831 | \$1,770,457 | \$1,414,661 |
| Total Revenues | \$72,332,083 | \$71,584,013 | \$71,258,173 |
| EXPENSES | | | |
| Certificated salaries (Note 22) | \$34,376,920 | \$34,360,694 | \$33,909,709 |
| Certificated benefits (Note 22) | \$7,259,703 | \$7,185,299 | \$6,911,297 |
| Non-certificated salaries and wages (Note 22) | \$10,025,334 | \$10,451,520 | \$10,340,607 |
| Non-certificated benefits (Note 22) | \$2,729,785 | \$2,717,395 | \$2,675,465 |
| Services, contracts and supplies | \$15,078,768 | \$14,277,147 | \$16,039,689 |
| Capital and debt services | | | |
| Amortization of capital assets | | | |
| Supported | \$1,683,711 | \$1,687,052 | \$1,785,979 |
| Unsupported | \$526,243 | \$435,414 | \$426,241 |
| Total Amortization of capital assets | \$2,209,954 | \$2,122,466 | \$2,212,220 |
| Interest on capital debt | | | |
| Supported | \$470,546 | \$515,880 | \$557,544 |
| Unsupported | \$0 | \$0 | \$0 |
| Total Interest on capital debt | \$470,546 | \$515,880 | \$557,544 |
| Other interest and charges | \$0 | \$20,000 | \$0 |
| Losses on disposal of capital assets | \$26,445 | \$0 | \$0 |
| Other expense | \$0 | \$0 | \$0 |
| Total Expenses | \$72,177,455 | \$71,650,401 | \$72,646,531 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM | | | |
| | \$154,628 | (\$66,388) | (\$1,388,358) |
| Extraordinary Item | \$0 | \$0 | \$0 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | \$154,628 | (\$66,388) | (\$1,388,358) |

Note: Please input "(Restated)" where Actual 2011 comparatives are not as presented in the finalized 2010/2011 Audited Financial Statements filed with Alberta Education. Budget 2012 comparatives presented are final budget amounts formally approved by the Board.

STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2012

(in dollars)

| | 2012 | 2011 Restated |
|--|----------------------|--------------------|
| CASH FLOWS FROM: | | |
| A. OPERATIONS | | |
| Excess (deficiency) of revenues over expenses | \$154,628 | (\$1,388,358) |
| Add (Deduct) items not affecting cash: | | |
| Amortization of capital allocations revenue | (\$1,683,711) | (\$1,785,979) |
| Total amortization expense | \$2,209,954 | \$2,212,220 |
| Gains on disposal of capital assets | \$0 | \$0 |
| Losses on disposal of capital assets | \$26,445 | \$0 |
| Changes in: | | |
| Accounts receivable | (\$285,550) | \$112,145 |
| Prepays and other current assets | \$230,641 | \$1,982 |
| Long term accounts receivable | \$0 | \$0 |
| Long term investments | \$0 | \$0 |
| Accounts payable and accrued liabilities | \$544,859 | (\$475,202) |
| Deferred revenue | (\$174,795) | \$742,072 |
| Employee future benefit liabilities | (\$0) | \$0 |
| Other (describe) | \$0 | \$0 |
| Total cash flows from Operations | \$1,022,471 | (\$581,120) |
| B. INVESTING ACTIVITIES | | |
| Purchases of capital assets | | |
| Land | \$0 | \$0 |
| Buildings | (\$1,149,816) | \$0 |
| Equipment | (\$215,787) | (\$310,931) |
| Vehicles | (\$19,369) | \$0 |
| Net proceeds from disposal of capital assets | | \$0 |
| Other (describe) | | \$0 |
| Total cash flows from Investing activities | (\$1,384,972) | (\$310,931) |
| C. FINANCING ACTIVITIES | | |
| Capital allocations | \$1,106,699 | \$0 |
| Issue of long term debt | \$0 | \$0 |
| Repayment of long term debt | (\$873,017) | (\$980,617) |
| Add back: supported portion | \$873,017 | \$980,617 |
| Other (describe) | \$0 | \$0 |
| Total cash flows from financing activities | \$1,106,699 | \$0 |
| Net cash flows from during the year | \$744,198 | (\$892,051) |
| Cash and temporary investments, net of bank indebtedness, at Aug. 31/11 | \$1,941,115 | \$2,833,166 |
| Cash and temporary investments, net of bank indebtedness, at Aug. 31/12 | \$2,685,313 | \$1,941,115 |

Note: Please input "(Restated)" where Actual 2011 comparatives are not as presented in the finalized 2010/2011 Audited Financial Statements filed with Alberta Education.

**STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2012**

School Jurisdiction Code: 4077

(in dollars)

| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) | (14) | (15) |
|--|---|------------------------------------|-------------------------------|---|---|---------------------------------|---------------------|--------------------------|---------------------|----------------------------------|---------------------|-----------------------|---------------------|-----------------------|---------------------|
| | TOTAL NET ASSETS Cols. 2+3+4+5 | INVESTMENT IN CAPITAL ASSETS | UNRESTRICTED NET ASSETS | INTERNALLY RESTRICTED NET ASSETS | | | | | | | | | | | |
| | | | | TOTAL OPERATING RESERVES Cols. 6+8+10+12+14 | TOTAL CAPITAL RESERVES Cols. 7+9+11+13+15 | 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 | Operating Reserves | Capital Reserves |
| Balance at August 31, 2011 | \$5,331,402 | \$4,789,842 | \$342,935 | \$0 | \$198,625 | \$0 | \$0 | \$0 | \$0 | \$0 | \$198,625 | \$0 | \$0 | \$0 | \$0 |
| Prior period adjustments (describe) | | | | | | | | | | | | | | | |
| | \$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 | \$5,331,402 | \$4,789,842 | \$342,935 | \$0 | \$198,625 | \$0 | \$0 | \$0 | \$0 | \$0 | \$198,625 | \$0 | \$0 | \$0 | \$0 |
| Excess (deficiency) of revenues over expenses | \$154,628 | | \$154,628 | | | | | | | | | | | | |
| Board funded capital additions | | \$278,245 | (\$278,245) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Disposal of unsupported capital assets | \$0 | (\$26,451) | \$26,451 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 |
| Disposal of supported capital assets (board funded portion) | \$0 | \$0 | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 |
| Direct credits to net assets | \$0 | \$0 | \$0 | | | | | | | | | | | | |
| Amortization of capital assets | | (\$2,209,954) | \$2,209,954 | | | | | | | | | | | | |
| Amortization of capital allocations | | \$1,683,711 | (\$1,683,711) | | | | | | | | | | | | |
| Debt principal repayments (unsupported) | | \$0 | \$0 | | | | | | | | | | | | |
| Net transfers to operating reserves | | | \$0 | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | |
| Net transfers from operating reserves | | | \$0 | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | |
| Net transfers to capital reserves | | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 |
| Net transfers from capital reserves | | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 | | \$0 |
| Assumption/transfer of other operations' net assets | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Balance at August 31, 2012 | \$5,486,030 | \$4,515,393 | \$772,012 | \$0 | \$198,625 | \$0 | \$0 | \$0 | \$0 | \$0 | \$198,625 | \$0 | \$0 | \$0 | \$0 |

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2012
(in dollars)

| | Deferred Capital Allocations | Unamortized Capital Allocations |
|--|---|--|
| Balance at August 31, 2011 | \$0 | \$22,847,665 |
| Prior period adjustments | \$0 | \$0 |
| Adjusted balance, August 31, 2011 | \$0 | \$22,847,665 |
| Add: | | |
| Restricted capital allocations from: | | |
| Alberta Education school building and modular projects | \$1,106,699 | |
| Other Government of Alberta | \$0 | |
| Federal Government and First Nations | \$0 | |
| Other sources | \$0 | |
| Interest earned on provincial government capital allocations | \$0 | |
| Other capital grants and donations | \$0 | |
| Net proceeds on disposal of supported capital assets | \$0 | |
| Insurance proceeds (and related interest) | \$0 | |
| Donated capital assets (amortizable, @ fair market value) | | \$0 |
| P3, other ASAP and Alberta Infrastructure managed projects | | \$791,960 |
| Transferred in capital assets (amortizable, @ net book value) | | \$312,060 |
| Current year supported debenture principal repayment | | \$873,017 |
| Expended capital allocations - current year | (\$371,317) | \$371,317 |
| Deduct: | | |
| Net book value of supported capital assets dispositions, write-offs, or transfer; Other | \$0 | \$540,030 |
| Capital allocations amortized to revenue | | \$1,683,711 |
| Balance at August 31, 2012 | \$735,382 | \$22,972,278 |

* Infrastructure Maintenance Renewal (IMR) Program allocations are excluded from this Statement, since those allocations are not externally restricted to capital.



1. Authority, Purpose and Basis of Presentation

Greater St. Albert Roman Catholic Separate School District No. 734 (the “District”) is empowered to provide Catholic education to its resident students under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3, through bylaws and policies approved by its Board of Trustees and pursuant to the provisions of the Alberta *School Act*.

The District became a Catholic Separate School Board, formerly a Catholic Public School Board, on July 1, 2012 by the enactment of the St. Albert and Sturgeon Valley School Districts Establishment Act (“the Act”) passed during the 2012 spring legislature session, proclaimed by the Lieutenant Governor on May 31, 2012 and effective July 1, 2012.

The Act dissolved the former Greater St. Albert Catholic Regional Division No. 29, the Guibault Roman Catholic Separate School District No. 552, the Cardiff Roman Catholic Separate School District No. 694 and the Cunningham Roman Catholic Separate School District No. 704 (“former boards”). On dissolution, the assets, liabilities and rights and obligations of these former boards were transferred to the District except Georges P. Vanier School in Morinville which was reassigned by Ministerial Order of the Minister of Education to Sturgeon School Division No. 24 for the provision of public secular education.

As the District’s operations including collective agreements, students and infrastructure (except for George P. Vanier School described above) are unchanged from the former Greater St. Albert Catholic Regional Division No. 29, these financial statements have been prepared as a continuation of the former Greater St. Albert Roman Catholic Regional Division No. 29, including the presentation of the comparatives.

The District receives instruction and support allocations under Education Grants Regulation AR 120/2008. The regulation limits funding and expenses for administration. It permits the District, within specified limits, to determine the conditions and use of grant monies.

2. Future accounting pronouncements

Adoption of Public Sector Accounting Standards

Effective for the year ended August 31, 2013 government controlled sector entities are required to adopt either the current public sector accounting standards or the not-for-profit accounting standards with some modifications as set out in the Public Sector Accounting (PSA) handbook. The Office of the Controller of the Alberta Treasury Board and the Information Reporting Committee have directed that Alberta school jurisdictions adopt the public sector accounting standards without reference to the not-for-profit standards. Adoption is effective the year ending August 31, 2013 with retrospective application and restatement for the prior school year. The District has reviewed the standards and assessed that the impact will be primarily in financial reporting disclosures and presentation in the financial statements.



3. Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions.

Budget information is unaudited and is presented on the Statement of Revenue and Expenses and on the related schedules for information purposes only, and represents the revised budget submitted to Alberta Education in November 2011. The Board of Trustees approved the original budget submitted in June 2011 as well as the revised budget submitted in November 2011.

The financial statements are prepared within the framework of the accounting policies summarized below:

Revenue Recognition

Instruction and support allocations are recognized in the year which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered. Fees for goods and other services are recognized as revenue when such goods and services are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in kind for donated assets and materials are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Contributions restricted for the acquisition of capital assets having a limited life and for retirement of capital debt are recorded as deferred capital contributions. Once expended, they are transferred to unamortized deferred capital contributions, which are amortized to revenue over the useful lives of the related assets.

Teachers’ Retirement Fund Contributions by the Province of Alberta

Teachers’ Retirement Fund (TRF) contributions by the Province for current service are a component part of the education system costs and are formally recognized in the accounts of the District, even though the District has no legal obligation to pay these costs. The Government of Alberta has responsibility for any unfunded liabilities related to the TRF. The amount of current service contributions are recognized as revenue from the Province and a corresponding expense is recognized in certificated benefits expense. In previous years, the Provincial contributions were not included in the accounts of the District. The prior year’s comparative figures have been reclassified to conform to the current year presentation (Note 24).



3. Accounting Policies (cont'd)

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and balances with banks net of outstanding cheques.

Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

| | |
|-------------------|--------------------------|
| Buildings | 2.5 to 4%, straight-line |
| Computer Hardware | 20 to 33%, straight-line |
| Equipment | 10 to 20%, straight-line |
| Software | 20 to 33%, straight-line |
| Vehicles | 10 to 20%, straight-line |

Only capital assets with costs in excess of \$5,000 are capitalized. Any capital allocations received for asset additions are amortized to revenue over the same period as the amortization expense for the related asset. Construction in progress is not amortized. When construction in progress is transferred to buildings amortization on the building commences one year subsequent to the transfer from construction in progress.

Certain capital assets, including new school construction and major renovations (except administrative buildings and replacement of equipment and vehicles) are funded by Alberta Education when approved. When received, capital allocations for these assets are deferred and reflected in revenue and matched to the amortization expense over the lives of the related assets. Provincially funded Infrastructure Maintenance Renewal (IMR) projects that improve or sustain the operating functionality of building components or land improvements and do not extend the useful life of the underlying asset are expensed.

Capital assets which are paid for directly by the Province of Alberta are recorded by the District at fair market value when the title has transferred. A corresponding unamortized capital allocation is recorded and reflected in revenue over the life of the asset. Maintenance expense paid directly by the Province of Alberta on behalf of the District relating to these assets is expensed and corresponding grant revenue is recognized.

Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.



3. Accounting Policies (cont'd)

Pensions

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

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 Teachers' Pension Plan Act, the District does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the District is included in both revenues (Government of Alberta), and expenses (certificated benefits) in the financial statements. The Government of Alberta has responsibility for any unfunded liabilities relating to the Alberta Teacher Retirement Fund.

For the year ended August 31, 2012, the amount contributed to the Teachers' Retirement Fund by the Province was \$3,395,648 (2011- \$3,273,503).

The District participated in a multi-employer pension plan, the Local Authorities Pension Plan. The expense for this plan is equivalent to the annual contributions of \$874,879 (2011 - \$848,457) for the year ended August 31, 2012. At December 31, 2011 the Local Authorities Pension Plan reported an actuarial deficiency of \$4,639,390,000 (2010 -\$4,635,250,000).

Prepaid Expenses

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

Funds Collected by Schools

Funds generated from school activities are included with the assets, liabilities, revenue and expenses of the District as accountability and control of these funds rests with the District.

Contributed Services

Volunteers contribute a considerable number of hours per year to various schools that are within the District to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.



3. Accounting Policies (cont'd)

Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the District or by external direction to set aside funds for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

Employee Future Benefits

The District accrues its obligations under employee future benefit plans and expenses the related cost. There is no financial impact on the District at this time.

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, the disclosure of contingent assets and liabilities at the date of the financial statements, and the amounts of revenues and expenses for the reported period. Actual results could differ from those estimates. Significant areas requiring the use of management's estimates include the collectability of amounts of accounts receivable, the useful lives of capital assets and the corresponding rate of amortization, the amount of accrued liabilities and the fair value of financial instruments.

Capital Disclosures

The District defines its capital as the amounts included in deferred capital allocations and unrestricted net assets. In the short term, the District's objectives for managing capital are to safeguard the ability of the District to continue to deliver educational services to its student population, and in the long term the District plans to build sufficient financial capacity to meet future needs for its educational programs and services.

In order to facilitate the management of its capital requirements, the District prepares annual budgets that are approved by the Board of Trustees and updated as necessary.

A portion of the capital funding is restricted because the District is required to receive approval from the Minister of Education for draws against any amount in which the Provincial Government Department of Education has an interest. The District has processes to ensure that the restrictions are met prior to the utilization of these resources and has been in compliance with these restrictions throughout the year.

The District sets the amount of internally restricted funds in proportion to risk, manages the net asset structure and makes adjustments to the structure in light of changes in economic conditions and the risk characteristics of the underlying assets.



3. Accounting Policies (cont'd)

Financial Instruments

Financial assets and financial liabilities are initially recognized at fair value and are subsequently accounted for based on their classification as described below. The classification depends on the purpose for which the financial instruments were acquired and their characteristics.

As at August 31, 2012 the District had the following instruments:

| | Classification | Measurement |
|--|-----------------------------|--------------------|
| Financial assets | | |
| Cash and temporary investments | Held-for-trading | Fair value |
| Accounts receivable | Loans and receivables | Amortized cost |
| Trust assets | Held-for-trading | Fair value |
| Financial liabilities | | |
| Accounts payable and accrued liabilities | Other financial liabilities | Amortized cost |
| Trust liabilities | Held-for-trading | Fair value |
| Long term debt | Other financial liabilities | Amortized cost |

The District has elected to continue using the disclosure and presentation requirements of CICA Handbook Section 3861 – Financial Instruments – Disclosure and Presentation rather than the provisions of Section 3862 – Financial Instruments – Disclosure and Section 3863 – Financial Instruments – Presentation. This election is specifically allowed for under the provisions of the above mentioned sections.

The District has a comprehensive risk management framework to monitor, evaluate and manage the principal risks assumed with financial instruments. The risks that arise include credit risk, liquidity risk, and price risk. Price risk arises from changes in interest rates, foreign currency exchange rates and market prices. The District does not use derivative financial instruments to alter the effects of these risks. The District has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

The District's accounts receivable are substantially comprised of amounts due from the provincial and federal governments. Funds on deposit are maintained with Schedule 1 Canadian financial institutions. Accordingly, the District is not exposed to significant credit risk. A substantial portion of the District's long term debt is supported by the provincial government which mitigates liquidity and price risks. Further, substantially all of the District's operations are transacted in Canadian currency.



4. Cash and Temporary Investments

| | <u>2012</u> | <u>2011</u> |
|--------------------|--------------|--------------|
| Cash at cost | \$ 2,685,313 | \$ 1,941,115 |
| Cash at fair value | \$ 2,685,313 | \$ 1,941,115 |

Cash and cash equivalents include cash on hand and balances with banks net of outstanding cheques

5. Accounts Receivable

| | <u>2012</u> | <u>2011</u> |
|------------------------------------|--------------------|--------------------|
| Alberta Education | \$ 604,907 | \$ 280,401 |
| Alberta Treasury Board and Finance | 238,170 | 283,504 |
| Alberta Infrastructure | 757,006 | - |
| Federal government | 122,505 | 664,652 |
| First Nations | 27,277 | 25,179 |
| Other | 282,022 | 364,056 |
| Other Alberta school jurisdictions | 40,530 | 153,819 |
| Other Government of Alberta | - | 15,256 |
| | <u>\$2,072,417</u> | <u>\$1,786,867</u> |

6. Prepaid Expenses

Included in prepaid expenses are payments for textbooks, general instructional supplies and custodial supplies. At August 31, 2012, these payments amounted to \$151,216 (2011 - \$341,548).

| | <u>2012</u> | <u>2011</u> |
|---------------------|-------------------|-------------------|
| Textbooks, supplies | \$ 151,216 | \$ 341,548 |
| Other | 317,196 | 357,505 |
| | <u>\$ 468,412</u> | <u>\$ 699,053</u> |



7. Trust Assets and Liabilities

Trust assets represent cash held in trust on behalf of the Student Health Initiative Partnership, cash held to fund scholarships, cash held for an educational professional organization and cash held for other school districts. The Student Health Initiative Partnership was created so that school-aged children, in particular those with special needs, have access to culturally-responsive health and related support services they need to participate in their school programs and attain their potential. The District was appointed banker for the partnership and is responsible for distributing the cash in accordance with the wishes of the partnership. The trust assets are offset by corresponding trust liabilities.

| | <u>2012</u> | <u>2011</u> |
|-----------------------------|-------------------|-------------------|
| CASS Summer Conference | \$ 14,566 | \$ 16,230 |
| Conseil Francais | - | 3,708 |
| Frank Nigro Scholarship | 13,927 | 13,927 |
| Joelle Cloutier Scholarship | 584 | 827 |
| MERFIP | - | (1,637) |
| Other School Districts | 34,537 | - |
| Student Health Initiative | 252,873 | 417,513 |
| | <u>\$ 316,487</u> | <u>\$ 450,568</u> |



8. Capital assets

| | Land | Construction in Progress | Buildings 25-40 years | Equipment 3-10 years | Vehicles 5-10 years | <u>2012</u> | <u>2011</u> |
|--|---------------------|-----------------------------|--------------------------|-------------------------|------------------------|----------------------|----------------------|
| (Estimated useful life years) | | | | | | | |
| Historical Cost | | | | | | | |
| September 1, 2011 | \$ 1,396,416 | \$ - | \$ 69,489,966 | \$ 3,892,792 | \$ 461,159 | \$ 75,240,333 | \$ 74,929,399 |
| Additions | - | 735,382 | 1,518,426 | 215,787 | 19,369 | 2,488,964 | 310,934 |
| Disposals | - | - | (3,460,554) | (2,178,727) | (78,538) | (5,717,819) | - |
| August 31, 2012 | <u>1,396,416</u> | <u>735,382</u> | <u>67,547,838</u> | <u>1,929,852</u> | <u>401,990</u> | <u>72,011,478</u> | <u>75,240,333</u> |
| Accumulated Amortization | | | | | | | |
| September 1, 2011 | - | - | 38,826,141 | 2,882,650 | 247,358 | 41,956,149 | 39,743,926 |
| Amortization Expense | - | - | 1,801,208 | 378,317 | 30,429 | 2,209,954 | 2,212,223 |
| Disposals | - | - | (2,895,166) | (2,177,668) | (78,538) | (5,151,372) | - |
| August 31, 2012 | <u>\$ -</u> | <u>-</u> | <u>37,732,183</u> | <u>1,083,299</u> | <u>199,249</u> | <u>39,014,731</u> | <u>41,956,149</u> |
| Net Book Value at August 31, 2012 | <u>\$ 1,396,416</u> | <u>\$ 735,382</u> | <u>\$ 29,815,655</u> | <u>\$ 846,553</u> | <u>\$ 202,741</u> | <u>\$ 32,996,747</u> | <u>\$ 33,284,184</u> |

During the current year, the District reviewed its asset listings and removed the historical cost and accumulated amortization for assets no longer in use. Reductions to historical costs and accumulated amortization were \$2,257,265 and \$2,256,206 respectively.

Also during the year, the District complied with a Ministerial Order and transferred the George P. Vanier School to the Sturgeon School Division No. 24 for no consideration. This is reflected as a reduction to cost of assets of \$3,460,554, a reduction to related accumulated amortization of \$2,895,166, a reduction in unamortized capital allocations of \$540,030 and a loss included in expenditures in the amount of \$26,445.



9. Bank Indebtedness

Bank indebtedness consists of payroll transfers in excess of bank balance. The District has negotiated a line of credit in the amount of \$5,000,000 that bears interest at the bank prime rate less 0.75%. There was a \$nil (2011 - \$nil) balance outstanding on the line of credit at August 31, 2012.

The District has a purchasing card facility in the amount of \$1,728,000 (2011 - \$1,866,750) of which \$151,877 (2011 - \$100,039) was outstanding at August 31, 2012 and included in accounts payable and accrued liabilities.

10. Accounts Payable and Accrued Liabilities

| | <u>2012</u> | <u>2011</u> |
|--|---------------------|---------------------|
| Alberta Education | \$ 2,762 | \$ 19,308 |
| Alberta Treasury Board and Finance | 238,170 | 283,504 |
| Other Province of Alberta | 95,409 | 88,699 |
| Other Alberta school jurisdictions | 55,218 | 95,555 |
| Other trade payables and accrued liabilities | 1,647,652 | 1,007,286 |
| | <u>\$ 2,039,211</u> | <u>\$ 1,494,352</u> |

11. Deferred Revenue

| | <u>2011</u> | Funding Received <u>2011/2012</u> | Revenue Expended <u>2011/2012</u> | <u>2012</u> |
|---|---------------------|---|---|---------------------|
| Alberta Education Restricted Operational Funding | | | | |
| Action on Inclusion | \$ - | \$ 156,327 | \$ (134,399) | \$ 21,928 |
| Alberta Initiative for School Improvement | 58,045 | 691,977 | (475,066) | 274,956 |
| Continuum of Supports & Services | 98,954 | - | (14,663) | 84,291 |
| Children and Youth with Complex Needs | 20,636 | - | (20,636) | - |
| CTS Instruction Bridging Grant | 63,892 | - | (27,041) | 36,851 |
| Healthy Pathways | 124,478 | - | (124,478) | - |
| Infrastructure Maintenance Renewal | 94,525 | 1,089,272 | (965,742) | 218,055 |
| Morinville Secular | 50,000 | - | (38,264) | 11,736 |
| Smart Inclusion | 10,883 | - | (10,883) | - |
| Smart Participation | 2,500 | - | - | 2,500 |
| Other Deferred Revenue | | | | |
| School Generated Funds | 1,247,657 | 2,592,776 | (2,917,507) | 922,926 |
| Future Renovation Projects | 619,520 | 776,390 | (752,858) | 643,052 |
| | <u>\$ 2,391,090</u> | <u>\$ 5,306,742</u> | <u>\$ (5,481,537)</u> | <u>\$ 2,216,295</u> |



12. Long-Term Debt

Debentures outstanding at August 31, 2012, have interest rates that vary between 7.625% and 11.75%, and mature at various dates from 2012 to 2035. The debenture debt is fully supported by Alberta Capital Finance Authority.

| | <u>2012</u> | <u>2011</u> |
|--------------------------|---------------------|--------------|
| Total Supported Debt | \$ 4,773,692 | \$ 5,646,710 |
| Less Current Portion | 848,865 | 873,017 |
| Long Term Supported Debt | \$ 3,924,827 | \$ 4,773,693 |

Supported debenture debt payments due over the next five years and thereafter are:

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--------------|---------------------|---------------------|---------------------|
| 2012-2013 | 848,865 | 435,072 | 1,283,937 |
| 2013-2014 | 848,865 | 356,571 | 1,205,436 |
| 2014-2015 | 797,015 | 278,070 | 1,075,085 |
| 2015-2016 | 797,015 | 278,070 | 1,075,085 |
| 2016-2017 | 700,855 | 129,455 | 830,310 |
| Thereafter | 781,077 | 99,662 | 880,739 |
| Total | \$ 4,773,692 | \$ 1,576,900 | \$ 6,350,592 |

Accrued interest of \$238,170 (2011 - \$283,504) is included in accounts payable and accrued liabilities. Interest paid during the year amounted to \$515,880 (2011- \$609,282).



13. Deferred Capital Allocations and Unamortized Capital Allocations

| | 2012 | | 2011 | |
|--|------------------|---------------------|------------------|---------------------|
| | Deferred Capital | Unamortized Capital | Deferred Capital | Unamortized Capital |
| Balances, beginning of year | \$ - | \$ 22,847,665 | \$ - | \$ 23,653,027 |
| Government grants | 1,106,699 | 791,960 | - | - |
| Transferred in capital assets | - | 312,060 | - | - |
| Expended on capital assets | (371,317) | 371,317 | - | - |
| Debt retirement | - | 873,017 | - | 980,617 |
| Supported capital asset Disposals (Note 8) | - | (540,030) | - | - |
| Amortization of capital assets acquired from capital contributions | - | (1,683,711) | - | (1,785,979) |
| Balances, end of year | \$ 735,382 | \$ 22,972,278 | \$ - | \$ 22,847,665 |

Deferred capital allocations represent externally restricted supported capital funds provided for a specific purpose received or receivable by the District, but the related expenditure has not been made at year-end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

Unamortized capital allocations 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. The unamortized deferred capital allocation account balance is increased by transfers of deferred capital allocations expended, as well as fully supported debenture principal repayments.

14. Capital Reserves

| | 2012 | 2011 |
|------------------|-----------|-----------|
| Capital Reserves | \$198,625 | \$198,625 |

Restricted capital represents funds allocated for future capital expenditures. The funds are established and expended in accordance with terms and conditions established by the Board of Trustees.



15. Fees

| Item | 2012 | 2011 |
|--|---------------------|---------------------|
| Transportation Fees | \$ 509,958 | \$ 486,634 |
| Instruction Material and Supplies Fees | 2,522,637 | 2,137,767 |
| Total | \$ 3,032,595 | \$ 2,624,401 |

16. School Generated Funds

| | 2012 | 2011 |
|--|--------------------|--------------------|
| Unexpended School Generated Revenues: Opening Balance | \$1,247,657 | \$1,260,848 |
| Add: Current Year Activities - Gross Receipts: | | |
| Fees | 1,078,623 | 962,828 |
| Fundraising | 233,332 | 355,920 |
| Gifts and Donations | 103,731 | 95,805 |
| Grants to Schools | 17,144 | 8,844 |
| Investment Income | 6,647 | 3,058 |
| Other Sales and Services | 1,153,299 | 1,398,412 |
| Total Gross Receipts | \$2,592,776 | \$2,824,867 |
| Less: Current Year Activities - Expenditures: | | |
| Total Direct Costs including Cost of Goods Sold to Raise Funds | 1,663,329 | 1,684,128 |
| Uses of Funds | 1,254,178 | 1,153,930 |
| Total Expenditures | \$2,917,507 | \$2,838,058 |
| Unexpended School Generated Revenues: Closing Balance | \$922,926 | \$1,247,657 |



17. Related Party Transactions

Effective 2005-2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. All related party transactions are recorded at the exchange amount which is the amount of consideration agreed upon between related parties. The District has the following related party transactions for the year ended August 31, 2012.

| | Balances | | Transactions | |
|--|--|--------------------------------|---------------------|------------------|
| | Assets (at cost or net realizable value) | Liabilities (at fair value) | Revenues | Expenses |
| 2011/2012 | | | | |
| Government of Alberta (GOA): | | | | |
| Education | \$ 604,907 | \$23,625,357 | \$64,208,952 | \$ 54,188 |
| Education (Deferred Capital Allocations) | n/a | 735,382 | n/a | n/a |
| Treasury Board and Finance | 238,170 | 5,011,862 | 470,546 | 470,546 |
| Health and Wellness | - | - | - | - |
| Infrastructure | 757,006 | - | - | - |
| Other GOA Departments | - | - | - | - |
| Other: | - | - | - | - |
| Health Authorities | - | 995,731 | - | 1,215 |
| Post-Secondary institutions | - | - | - | 4,413 |
| Other Alberta School Jurisdictions | 40,530 | 284,054 | 658,382 | 204,803 |
| Other related parties | - | - | 9,845 | 14,231 |
| Total 2011/2012 | \$1,640,613 | \$30,652,386 | \$65,347,725 | \$749,936 |
| Total 2010/2011 | \$732,980 | \$29,505,324 | \$61,018,064 | \$800,034 |

During the year, capital allocations of \$1,898,659 (2011 - \$nil) were either received or receivable from the Government of Alberta.

The District's principal and interest payments in the amount of \$873,017 (2011 - \$980,617) and \$515,880 (2011 - \$609,282) respectively, are paid by the Government of Alberta (Note 12). Debenture principal payments are recorded as a decrease in long-term debt and increase in unamortized capital allocations. Interest payments are recorded as an increase in Government of Alberta revenue and increase in interest on long-term debt expense.



18. Commitments

Building Projects: The District is committed to further capital expenditures at Notre Dame School of approximately \$3,000,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Education.

Service Providers: As at August 31, 2012, the District has \$1,528,278 (2011- \$896,495) in commitments relating to service and grant contracts.

19. Contingencies

The District is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. The payments have been recorded as expenditures in the financial statements, as the value of equity is subject to liability claims.

The District had been named as a defendant in a lawsuit whereby the plaintiff was seeking damages in a human rights complaint. A contingency amount for damages was recorded in the 2008-09 financial statements. The final outcome of this complaint remains uncertain; a final adjustment will be recorded at that time.

20. 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 District has determined that there is no asset retirement obligation liability as the District has no identifiable asset retirement obligations.

21. Economic Dependence on Related Third Party

The District's primary source of income is from the Alberta Government. The District's ability to continue viable operations is dependent on this funding. In the current year \$64,689,343 or 89.4% (2011 - \$63,817,044 and 89.6%) of operating revenue was recognized from the Government of Alberta. Included in accounts receivable at August 31, 2012 was \$1,600,083 (2011 - \$567,153) related to this revenue.



22. Remuneration and Monetary Incentives

For the year ended August 31, 2012, the District has paid or accrued expenses to or on behalf of the following positions and persons in groups as follows:

| Board Members: | FTE | Remuneration | Benefits* | Allowances | Expenses |
|---------------------------------|---------------|----------------------|---------------------|-------------------|-------------------|
| Mr. David Caron | 1.00 | \$ 9,542 | \$ 5,296 | \$ - | \$ 18,211 |
| Mrs. Joan Crockett | 1.00 | 9,542 | 5,416 | - | 17,326 |
| Mrs. Jacquie Hansen | 1.00 | 9,542 | 5,279 | - | 8,962 |
| Mrs. Rosaleen McEvoy - Vice Ch | 1.00 | 10,340 | 5,353 | - | 18,846 |
| Mrs. Cathy Proulx | 1.00 | 9,542 | 5,272 | - | 15,809 |
| Mrs. Noreen Radford | 1.00 | 9,542 | 5,261 | - | 12,964 |
| Mrs. Lauri-Ann Turnbull - Chair | 1.00 | 11,030 | 5,576 | - | 19,239 |
| Subtotal | 7.00 | \$ 69,080 | \$ 37,453 | \$ - | \$ 111,357 |
| Superintendent: Keohane | 1.00 | 171,200 | 37,753 | 3,600 | 19,443 |
| Secretary-Treasurer: Schlag | 1.00 | 142,385 | 30,186 | 3,000 | 9,542 |
| Subtotal | 2.00 | \$ 313,585 | \$ 67,939 | \$ 6,600 | \$ 28,985 |
| Certificated teachers | 362.00 | 34,205,720 | 7,221,950 | 24,500 | - |
| Non-certificated - Other | 209.23 | 9,813,869 | 2,662,146 | 13,000 | - |
| Subtotal | 571.23 | 44,019,589 | 9,884,096 | 37,500 | - |
| TOTALS | 580.23 | \$ 44,402,254 | \$ 9,989,488 | \$ 44,100 | \$ 140,342 |

*Benefits include government portion of the current service contribution to the Alberta Teachers Pension Fund (\$3,395,648) on behalf of the school District.

23. Budget Amounts

The budget was prepared by the District's management and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

24. Prior Period Reclassification

For the year ended August 31, 2011, the District has reclassified the Government of Alberta revenues, and certificated benefits for the Teachers' Retirement Fund ("TRF") contributions made by the Province of Alberta, for current service provided by certificated teachers. This reclassification was the result of direction from the Minister of Education, Province of Alberta to show the contributions made by the Province of Alberta to the TRF on behalf of the school districts on a gross basis as revenue and corresponding expense in the financial statements of the related district. For the year ended August 31, 2011 the impact was to increase Government of Alberta revenue by \$3,273,503 and increase certificated benefits expense by \$3,273,503. This reclassification had no effect on the excess of revenues over expenses for the year previously recorded.



24. Prior Period Reclassification (cont'd)

For the year ended August 31, 2011 the District has reclassified school generated funds. The reclassification is to show the related school generated funds as separate revenue and expense categories based on the nature of the revenues and expenses. This reclassification was required by the Minister of Education of the Province of Alberta. For the year ended August 31, 2011 the impact was to decrease gross school generated funds revenue by \$2,838,058, decrease instruction resource fees by \$1,066,936, decrease transportation fees by \$486,634, decrease other sales and services revenue by \$156,000, increase in other Alberta school authorities by \$47,997, increase gifts and donations revenue by \$104,649, increase fees revenue by \$2,624,401, increase fundraising revenue by \$355,920, decrease gross school generated funds expense by \$2,838,624 and increase services, contracts and supplies expense by \$2,838,058. This reclassification had no effect on the excess of revenues over expenses for the year previously reported.

| The total effect of these adjustments is as follows: | 2011 As previously reported | Reclassification | 2011 Restated balance |
|--|--------------------------------|------------------|--------------------------|
| Assets | | | |
| Cash and temporary investments | 693,458 | 1,247,657 | 1,941,115 |
| School generated assets | 1,247,657 | (1,247,657) | - |
| Liabilities | | | |
| Deferred revenue | 1,143,433 | 1,247,657 | 2,391,090 |
| School generated liabilities | 1,247,657 | (1,247,657) | - |
| Revenues | | | |
| Government of Alberta | 60,543,541 | 3,273,503 | 63,817,044 |
| Other Alberta school authorities | 474,522 | 47,997 | 522,519 |
| Instruction resource fees | 1,066,936 | (1,066,936) | - |
| Transportation fees | 486,634 | (486,634) | - |
| Other sales and services | 422,638 | (156,000) | 266,638 |
| Gifts and donations | 400 | 104,649 | 105,049 |
| Gross school generated funds | 2,838,058 | (2,838,058) | - |
| Fees | - | 2,624,401 | 2,624,401 |
| Fundraising | - | 355,920 | 355,920 |
| Other revenue | - | 1,414,661 | 1,414,661 |
| Expenses | | | |
| Services, contracts, and supplies | 13,178,095 | 2,838,058 | 16,016,153 |
| Gross school generated funds | 2,838,058 | (2,838,058) | - |
| Certificated benefits | 3,637,794 | 3,273,503 | 6,911,297 |

The comparative figures have been reclassified where necessary to conform to the 2012 presentation.

UNAUDITED SCHEDULES

TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2012
[School Act, Section 276]

Greater St. Albert Roman Catholic Separate School District No. 734

Legal Name of School Jurisdiction

6 St. Vital Avenue, St. Albert, AB T8N 1K2

Mailing Address

Ph: 780-459-7711, Fax: 780-458-3213

Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions. These schedules were submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Mrs. Deborah Schlag

Name

"ORIGINAL SIGNED"

Signature

26-Nov-12

Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Robert.Mah@gov.ab.ca
PHONE: (780) 427-3855 FAX: (780) 422-6996

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SCHEDULE A

School Jurisdiction Code: 4077

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2011/2012

| REVENUES | ECS -Grade 12 Instruction | Operations and Maintenance of Schools & Maintenance Shops | Transportation | Board & System Administration | External Services | TOTAL |
|---|--------------------------------------|--|-----------------------|--|------------------------------|---------------------|
| (1) Alberta Education | \$52,197,136 | \$5,692,921 | \$2,387,054 | \$2,669,210 | \$1,272,476 | \$64,218,797 |
| (2) Other - Government of Alberta | \$0 | \$470,546 | \$0 | \$0 | \$0 | \$470,546 |
| (3) Federal Government and First Nations | \$122,821 | \$0 | \$0 | \$0 | \$0 | \$122,821 |
| (4) Other Alberta school authorities | \$577,677 | \$80,705 | \$0 | \$0 | \$0 | \$658,382 |
| (5) Out of province authorities | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (6) Alberta Municipalities-special tax levies | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (7) Fees | \$2,522,638 | | \$509,957 | | | \$3,032,595 |
| (8) Other sales and services | \$560 | \$81 | \$0 | \$30,982 | \$81,458 | \$113,081 |
| (9) Investment income | \$6,647 | \$0 | \$0 | \$43,753 | \$0 | \$50,400 |
| (10) Gifts and donations | \$105,004 | \$0 | \$0 | \$0 | \$0 | \$105,004 |
| (11) Fundraising | \$233,332 | \$0 | \$0 | \$0 | \$0 | \$233,332 |
| (12) Rental of facilities | \$100,486 | \$10,962 | \$0 | \$14,135 | \$0 | \$125,583 |
| (13) Gains on disposal of capital assets | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (14) Amortization of capital allocations | \$79,047 | \$1,604,664 | \$0 | | \$0 | \$1,683,711 |
| (15) Other revenue | \$1,494,104 | \$250 | \$0 | \$1,449 | \$22,028 | \$1,517,831 |
| (16) TOTAL REVENUES | \$57,439,452 | \$7,860,129 | \$2,897,011 | \$2,759,529 | \$1,375,962 | \$72,332,083 |
| EXPENSES | | | | | | |
| (17) Certificated salaries | \$32,846,553 | | | \$497,179 | \$1,033,188 | \$34,376,920 |
| (18) Certificated benefits | \$7,063,136 | | | \$95,546 | \$101,021 | \$7,259,703 |
| (19) Non-certificated salaries and wages | \$8,124,372 | \$729,493 | \$124,150 | \$975,893 | \$71,426 | \$10,025,334 |
| (20) Non-certificated benefits | \$2,226,817 | \$176,470 | \$33,093 | \$276,738 | \$16,667 | \$2,729,785 |
| (21) SUB - TOTAL | \$50,260,878 | \$905,963 | \$157,243 | \$1,845,356 | \$1,222,302 | \$54,391,742 |
| (22) Services, contracts and supplies | \$6,877,394 | \$4,452,582 | \$2,754,108 | \$835,511 | \$159,173 | \$15,078,768 |
| (23) Amortization of capital assets | \$386,231 | \$1,745,061 | \$0 | \$78,662 | \$0 | \$2,209,954 |
| (24) Interest and charges | \$0 | \$470,546 | \$0 | \$0 | \$0 | \$470,546 |
| (25) Losses on disposal of capital assets | \$0 | \$26,445 | \$0 | \$0 | \$0 | \$26,445 |
| (26) Other expense | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (27) TOTAL EXPENSES | \$57,524,503 | \$7,600,597 | \$2,911,351 | \$2,759,529 | \$1,381,475 | \$72,177,455 |
| (28) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | (\$85,051) | \$259,532 | (\$14,340) | \$0 | (\$5,513) | \$154,628 |

**SCHEDULE B
OPERATIONS AND MAINTENANCE OF SCHOOLS & MAINTENANCE SHOPS PROGRAM EXPENSE DETAILS - 2011/2012**

| EXPENSES | Custodial | Maintenance | Utilities and Telecommunications | Expensed IMR & Modular Unit Relocations | Facility Planning & Operations Administration | Unsupported Amortization & Other Expenses | SUB-TOTAL Operations & Maintenance | Supported Capital & Debt Services | TOTAL Operations and Maintenance |
|--------------------------------------|-------------|-------------|----------------------------------|---|---|---|------------------------------------|-----------------------------------|----------------------------------|
| Uncertificated salaries and wages | \$0 | \$571,113 | \$0 | \$0 | \$158,380 | | \$729,493 | | \$729,493 |
| Uncertificated benefits | \$0 | \$138,644 | \$0 | \$0 | \$37,826 | | \$176,470 | | \$176,470 |
| Sub-total Remuneration | \$0 | \$709,757 | \$0 | \$0 | \$196,206 | | \$905,963 | | \$905,963 |
| Supplies and services | \$1,650,755 | \$523,928 | \$0 | \$965,742 | \$35,379 | | \$3,175,804 | | \$3,175,804 |
| Electricity | | | \$630,934 | | | | \$630,934 | | \$630,934 |
| Natural gas/heating fuel | | | \$462,680 | | | | \$462,680 | | \$462,680 |
| Sewer and water | | | \$86,004 | | | | \$86,004 | | \$86,004 |
| Telecommunications | | | \$0 | | | | \$0 | | \$0 |
| Insurance | | | | | \$97,160 | | \$97,160 | | \$97,160 |
| Amortization of capital assets | | | | | | | | | |
| Supported | | | | | | | | \$1,604,664 | \$1,604,664 |
| Unsupported | | | | \$0 | | \$140,397 | \$140,397 | | \$140,397 |
| Total Amortization | | | | \$0 | | \$140,397 | \$140,397 | \$1,604,664 | \$1,745,061 |
| Interest on capital debt | | | | | | | | | |
| Supported | | | | | | | | \$470,546 | \$470,546 |
| Unsupported | | | | \$0 | | \$0 | \$0 | | \$0 |
| Lease payments for facilities | | | | \$0 | | \$0 | \$0 | | \$0 |
| Other interest charges | | | | | | \$0 | \$0 | | \$0 |
| Losses on disposal of capital assets | | | | | | \$26,445 | \$26,445 | | \$26,445 |
| TOTAL EXPENSES | \$1,650,755 | \$1,233,685 | \$1,179,618 | \$965,742 | \$328,745 | \$166,842 | \$5,525,387 | \$2,075,210 | \$7,600,597 |
| SQUARE METRES | | | | | | | | | |
| School buildings | | | | | | | | | 72,980.6 |
| Non school buildings | | | | | | | | | 1,435.6 |

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 Relocations:** All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects (AKA IMP and BQRP) and modular unit (portable) relocations.
- 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.
- Supported Capital & Debt Services:** All expenses related to supported capital assets amortization and interest on supported capital debt.