

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2015**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Parkland School Division No. 70

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Parkland School Division No. 70 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 and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Eric Cameron
Name

"Original Signed"
Signature

SUPERINTENDENT

Tim Monds
Name

"Original Signed"
Signature

SECRETARY-TREASURER OR TREASURER

Claire Jonsson
Name

"Original Signed"
Signature

December 1, 2015
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	3
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF OPERATIONS	5
STATEMENT OF CASH FLOWS	6
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)	7
STATEMENT OF REMEASUREMENT GAINS AND LOSSES	8
SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS	9
SCHEDULE OF CAPITAL REVENUE	11
SCHEDULE OF PROGRAM OPERATIONS	12
SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES	13
UNAUDITED SCHEDULE OF FEE REVENUE	14
UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING	15
UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES	16
NOTES TO THE FINANCIAL STATEMENTS	17



December 1, 2015

Independent Auditor's Report

To the Board of Trustees of Parkland School Division No. 70

We have audited the accompanying financial statements of Parkland School Division No. 70, which comprise the statement of financial position as at August 31, 2015 and the statements of operations, cash flows, change in net financial assets (net debt), and remeasurement gains and losses for the year then ended, and the related notes, which comprise 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 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 Parkland School Division No. 70 as at August 31, 2015 and the results of its operations, its remeasurement gains and losses, change in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

PricewaterhouseCoopers LLP

Chartered Professional Accountants

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"PwC" refers to PricewaterhouseCoopers LLP, an Ontario limited liability partnership.

STATEMENT OF FINANCIAL POSITION
As at August 31, 2015 (in dollars)

		2015	2014
FINANCIAL ASSETS			
Cash and cash equivalents	(Note 3)	\$ 11,646,225	\$ 12,397,831
Accounts receivable (net after allowances)	(Note 4)	\$ 2,023,940	\$ 1,098,019
Portfolio investments		\$ -	\$ -
Other financial assets		\$ -	\$ -
Total financial assets		\$ 13,670,165	\$ 13,495,850
LIABILITIES			
Bank indebtedness		\$ -	\$ -
Accounts payable and accrued liabilities	(Note 5)	\$ 3,455,465	\$ 3,951,757
Deferred revenue	(Note 6)	\$ 82,008,950	\$ 81,153,647
Employee future benefit liabilities	(Note 7)	\$ 167,700	\$ 106,700
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt	(Note 8)		
Supported: Debentures and other supported debt		\$ 15,370	\$ 37,717
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 85,647,485	\$ 85,249,821
Net financial assets (debt)		\$ (71,977,320)	\$ (71,753,971)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Note 9)		
Land		\$ 4,167,683	\$ 4,167,683
Construction in progress		\$ 1,905,492	\$ 826,444
Buildings	\$ 133,735,369		
Less: Accumulated amortization	\$ (56,276,546)	\$ 77,458,823	\$ 78,671,100
Equipment	\$ 9,235,248		
Less: Accumulated amortization	\$ (7,578,834)	\$ 1,656,414	\$ 1,875,074
Vehicles	\$ 1,227,504		
Less: Accumulated amortization	\$ (1,166,296)	\$ 61,208	\$ 132,861
Computer Equipment	\$ 3,149,310		
Less: Accumulated amortization	\$ (1,808,543)	\$ 1,340,767	\$ 640,983
Total tangible capital assets		\$ 86,590,387	\$ 86,314,145
Prepaid expenses		\$ 10,518	\$ 69,751
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 86,600,905	\$ 86,383,896
Accumulated surplus	(Note 10)	\$ 14,623,585	\$ 14,629,926
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 14,623,585	\$ 14,629,926
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 14,623,585	\$ 14,629,926
Contractual obligations	(Note 11)		
Contingent liabilities	(Note 12)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2015 (in dollars)

	Budget 2015	Actual 2015	Actual 2014
REVENUES			
Alberta Education	\$ 107,837,782	\$ 112,354,522	\$ 106,890,096
Other - Government of Alberta	\$ 4,219	\$ 2,280	\$ 8,455
Federal Government and First Nations	\$ 2,015,658	\$ 1,720,967	\$ 1,766,064
Other Alberta school authorities	\$ 33,571	\$ 104,491	\$ 110,299
Out of province authorities	\$ 11,250	\$ -	\$ -
Alberta municipalities-special tax levies	\$ 23,000	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees (Note 13)	\$ 3,025,986	\$ 3,184,886	\$ 3,096,192
Other sales and services	\$ 728,325	\$ 1,581,894	\$ 2,341,207
Investment income	\$ 193,653	\$ 185,961	\$ 187,061
Gifts and donations	\$ 146,091	\$ 132,707	\$ 208,603
Rental of facilities	\$ 15,680	\$ 7,577	\$ 4,577
Fundraising	\$ 1,297,915	\$ 1,140,331	\$ 1,283,059
Gains on disposal of capital assets	\$ -	\$ -	\$ -
Other revenue	\$ -	\$ -	\$ -
Total revenues	\$ 115,333,130	\$ 120,415,616	\$ 115,895,613
EXPENSES			
Instruction - ECS	\$ 7,817,198	\$ 8,121,359	\$ 7,865,059
Instruction - Grades 1 - 12	\$ 80,528,216	\$ 83,661,497	\$ 81,021,249
Plant operations and maintenance	\$ 13,183,971	\$ 14,135,112	\$ 13,027,819
Transportation	\$ 10,492,780	\$ 10,452,383	\$ 10,353,001
Board & system administration	\$ 3,804,489	\$ 3,993,819	\$ 3,772,354
External services	\$ 54,318	\$ 57,787	\$ 45,107
Total expenses	\$ 115,880,972	\$ 120,421,957	\$ 116,084,589
Operating surplus (deficit)	\$ (547,842)	\$ (6,341)	\$ (188,975)

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2015 (in dollars)

	2015	2014
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	\$ (6,341)	\$ (188,975)
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 4,348,925	\$ 4,556,294
Gains on disposal of tangible capital assets	\$ -	\$ -
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (3,489,546)	\$ (3,451,094)
Deferred capital revenue write-off	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (925,921)	\$ (263,525)
Prepays	\$ 59,233	\$ 165,732
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ (496,292)	\$ (713,748)
Deferred revenue (excluding EDCR)	\$ 4,344,849	\$ 2,088,876
Employee future benefit liabilities	\$ 61,000	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from operating transactions	\$ 3,895,907	\$ 2,193,560
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (3,199,565)	\$ (2,322,877)
Equipment	\$ (469,639)	\$ (523,373)
Vehicles	\$ -	\$ -
Computer equipment	\$ (955,962)	\$ (217,283)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ (4,625,166)	\$ (3,063,533)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ -	\$ -
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement gains (losses) reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ -	\$ -
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ (22,347)	\$ (118,129)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ (22,347)	\$ (118,129)
Increase (decrease) in cash and cash equivalents	\$ (751,606)	\$ (988,102)
Cash and cash equivalents, at beginning of year	\$ 12,397,831	\$ 13,385,933
Cash and cash equivalents, at end of year	\$ 11,646,225	\$ 12,397,831

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, 2015 (in dollars)

	2015	2014
Operating surplus (deficit)	\$ (6,341)	\$ (188,975)
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (4,625,167)	\$ (3,063,533)
Amortization of tangible capital assets	\$ 4,348,925	\$ 4,556,294
Net carrying value of tangible capital assets disposed of	\$ -	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ (276,242)	\$ 1,492,761
Changes in:		
Prepaid expenses	\$ 59,233	\$ 165,732
Other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -
Endowments	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ (223,350)	\$ 1,469,518
Net financial assets (net debt) at beginning of year	\$ (71,753,970)	\$ (73,223,487)
Net financial assets (net debt) at end of year	\$ (71,977,320)	\$ (71,753,970)

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2015 (in dollars)

	2015	2014
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (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
Balance at August 31, 2014	\$ 14,629,926	\$ -	\$ 14,629,926	\$ 5,684,850	\$ -	\$ 943,769	\$ 3,442,156	\$ 4,559,151
Prior period adjustments:								
2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 14,629,926	\$ -	\$ 14,629,926	\$ 5,684,850	\$ -	\$ 943,769	\$ 3,442,156	\$ 4,559,151
Operating surplus (deficit)	\$ (6,341)		\$ (6,341)			\$ (6,341)		
Board funded tangible capital asset additions				\$ 1,409,632		\$ -	\$ -	\$ (1,409,632)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
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	\$ -		\$ -		\$ -	\$ -		
Investment income & realized capital gains on endowments	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (4,348,925)		\$ 4,348,925		
Capital revenue recognized	\$ -			\$ 3,489,546		\$ (3,489,546)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (155,898)	\$ 155,898	
Net transfers from operating reserves	\$ -					\$ 162,239	\$ (162,239)	
Net transfers to capital reserves	\$ -					\$ (859,379)		\$ 859,379
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 14,623,585	\$ -	\$ 14,623,585	\$ 6,235,103	\$ -	\$ 943,769	\$ 3,435,815	\$ 4,008,898

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (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
Balance at August 31, 2014	\$ 2,961,661	\$ 2,254,381	\$ -	\$ 624,820	\$ 275,248	\$ 1,454,843	\$ 205,247	\$ 196,722	\$ -	\$ 28,385
Prior period adjustments:										
2013	\$ -	\$ 3,540	\$ -	\$ -	\$ -	\$ (3,540)	\$ -	\$ -	\$ -	\$ -
2014	\$ -	\$ (42,618)	\$ -	\$ (60,071)	\$ -	\$ 102,689	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 2,961,661	\$ 2,215,303	\$ -	\$ 564,749	\$ 275,248	\$ 1,553,992	\$ 205,247	\$ 196,722	\$ -	\$ 28,385
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (1,294,222)	\$ -	\$ (14,428)	\$ -	\$ (100,982)	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ -		\$ -
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										
Investment income & realized capital gains on endowments										
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 70,035		\$ 70,035		\$ -		\$ 15,828		\$ -	
Net transfers from operating reserves	\$ (92,204)		\$ (70,035)		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ 672,562		\$ 42,089		\$ 87,327		\$ 57,401		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 2,939,492	\$ 1,593,643	\$ -	\$ 592,410	\$ 275,248	\$ 1,540,337	\$ 221,075	\$ 254,123	\$ -	\$ 28,385

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2015 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects ^(A)	Surplus from Provincially Approved Projects ^(B)	Proceeds on Disposal of Provincially Funded Tangible Capital Assets ^(C)	Unexpended Deferred Capital Revenue from Other Sources ^(D)	
Balance at August 31, 2014	\$ 140,160	\$ -	\$ -	\$ -	\$ 80,629,290
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2014	\$ 140,160	\$ -	\$ -	\$ -	\$ 80,629,290
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 3,784,743				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources <i>(Describe)</i> :	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 91,062				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue: <i>(Describe)</i>				\$ -	
Net proceeds on disposal of supported tangible capital assets			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets (Explain):					\$ -
Alberta Schools Alternative Program (ASAP), Building Alberta School Construction Program, (BASCP) and other Alberta Infrastructure managed projects					\$ -
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (3,215,536)	\$ -	\$ -	\$ -	\$ 3,215,536
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments (Explain): Variance		\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments (Explain):		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 3,489,546
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2015	\$ 800,429	\$ -	\$ -	\$ -	\$ 80,355,280
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2015 (A) + (B) + (C) + (D)				\$ 800,429	

Unexpended Deferred Capital Revenue

- (A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only.
(B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.
(C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved 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, 2015 (in dollars)

REVENUES	2015							2014
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 8,151,133	\$ 77,030,448	\$ 14,003,884	\$ 9,421,460	\$ 3,731,959	\$ 15,638	\$ 112,354,522	\$ 106,890,096
(2) Other - Government of Alberta	\$ -	\$ -	\$ 2,280	\$ -	\$ -	\$ -	\$ 2,280	\$ 8,455
(3) Federal Government and First Nations	\$ -	\$ 1,454,869	\$ 189,304	\$ -	\$ 76,794	\$ -	\$ 1,720,967	\$ 1,766,064
(4) Other Alberta school authorities	\$ -	\$ 33,571	\$ -	\$ 70,920	\$ -	\$ -	\$ 104,491	\$ 110,299
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 65,729	\$ 2,337,164		\$ 781,993		\$ -	\$ 3,184,886	\$ 3,096,192
(9) Other sales and services	\$ -	\$ 1,344,699	\$ 5,103	\$ 193,838	\$ (895)	\$ 39,149	\$ 1,581,894	\$ 2,341,207
(10) Investment income	\$ -	\$ -	\$ -	\$ -	\$ 185,961	\$ -	\$ 185,961	\$ 187,061
(11) Gifts and donations	\$ -	\$ 132,707	\$ -	\$ -	\$ -	\$ -	\$ 132,707	\$ 208,603
(12) Rental of facilities	\$ -	\$ -	\$ 4,577	\$ -	\$ -	\$ 3,000	\$ 7,577	\$ 4,577
(13) Fundraising	\$ -	\$ 1,140,331	\$ -	\$ -	\$ -	\$ -	\$ 1,140,331	\$ 1,283,059
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(15) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(16) TOTAL REVENUES	\$ 8,216,862	\$ 83,473,789	\$ 14,205,148	\$ 10,468,211	\$ 3,993,819	\$ 57,787	\$ 120,415,616	\$ 115,895,613
EXPENSES								
(17) Certificated salaries	\$ 3,169,413	\$ 49,858,151			\$ 493,478	\$ -	\$ 53,521,042	\$ 52,078,061
(18) Certificated benefits	\$ 700,607	\$ 11,927,618			\$ 175,411	\$ -	\$ 12,803,636	\$ 12,252,638
(19) Non-certificated salaries and wages	\$ 2,610,425	\$ 9,603,650	\$ 3,247,359	\$ 469,424	\$ 1,614,614	\$ 23,281	\$ 17,568,753	\$ 16,955,852
(20) Non-certificated benefits	\$ 609,446	\$ 2,435,658	\$ 985,691	\$ 108,947	\$ 351,403	\$ -	\$ 4,491,145	\$ 4,566,067
(21) SUB - TOTAL	\$ 7,089,891	\$ 73,825,077	\$ 4,233,050	\$ 578,371	\$ 2,634,906	\$ 23,281	\$ 88,384,576	\$ 85,852,618
(22) Services, contracts and supplies	\$ 998,354	\$ 9,196,972	\$ 6,383,785	\$ 9,816,611	\$ 1,271,586	\$ 18,868	\$ 27,686,176	\$ 25,667,222
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 3,473,908	\$ -	\$ -	\$ 15,638	\$ 3,489,546	\$ 3,451,094
(24) Amortization of unsupported tangible capital assets	\$ 33,114	\$ 639,448	\$ 42,089	\$ 57,401	\$ 87,327	\$ -	\$ 859,379	\$ 1,105,200
(25) Supported interest on capital debt	\$ -	\$ -	\$ 2,280	\$ -	\$ -	\$ -	\$ 2,280	\$ 8,455
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 8,121,359	\$ 83,661,497	\$ 14,135,112	\$ 10,452,383	\$ 3,993,819	\$ 57,787	\$ 120,421,957	\$ 116,084,589
(31) OPERATING SURPLUS (DEFICIT)	\$ 95,503	\$ (187,708)	\$ 70,036	\$ 15,828	\$ -	\$ -	\$ (6,341)	\$ (188,975)

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 2,452,960	\$ 514,167	\$ -	\$ -	\$ 280,230		\$ 3,247,357		\$ 3,247,357
Uncertificated benefits	\$ 677,647	\$ 241,318	\$ -	\$ -	\$ 66,727		\$ 985,692		\$ 985,692
Sub-total Remuneration	\$ 3,130,607	\$ 755,485	\$ -	\$ -	\$ 346,957		\$ 4,233,049		\$ 4,233,049
Supplies and services	\$ 214,204	\$ 1,447,535	\$ -	\$ 2,805,953	\$ -		\$ 4,467,692		\$ 4,467,692
Electricity			\$ 913,668				\$ 913,668		\$ 913,668
Natural gas/heating fuel			\$ 532,283				\$ 532,283		\$ 532,283
Sewer and water			\$ 96,642				\$ 96,642		\$ 96,642
Telecommunications			\$ 10,306				\$ 10,306		\$ 10,306
Insurance					\$ 363,195		\$ 363,195		\$ 363,195
ASAP maintenance & renewal payments								\$ -	\$ -
Amortization of tangible capital assets									
Supported								\$ 3,473,908	\$ 3,473,908
Unsupported						\$ 42,089	\$ 42,089		\$ 42,089
Total Amortization						\$ 42,089	\$ 42,089	\$ 3,473,908	\$ 3,515,997
Interest on capital debt									
Supported								\$ 2,280	\$ 2,280
Unsupported						\$ -	\$ -		\$ -
Lease payments for facilities				\$ -			\$ -		\$ -
Other interest charges						\$ -	\$ -		\$ -
Losses on disposal of capital assets						\$ -	\$ -		\$ -
TOTAL EXPENSES	\$ 3,344,811	\$ 2,203,020	\$ 1,552,899	\$ 2,805,953	\$ 710,152	\$ 42,089	\$ 10,658,924	\$ 3,476,188	\$ 14,135,112
SQUARE METRES									
School buildings									109,338.3
Non school buildings									10,873.7

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.

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

UNAUDITED SCHEDULE OF FEE REVENUE
for the Year Ending August 31, 2015 (in dollars)

	Actual 2014/2015	Actual 2013/2014
FEES		
Transportation fees	\$781,993	\$765,058
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$624,355	\$663,955
Technology user fees	\$0	\$0
Alternative program fees	\$0	\$0
Fees for optional courses (band, art, etc.)	\$328,352	\$323,908
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$35,777	\$18,810
Kindergarten & preschool	\$51,351	\$2,052
Extracurricular fees (sports teams and clubs)	\$550,388	\$566,569
Field trips (related to curriculum)	\$574,343	\$501,549
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$195,343	\$202,550
Other (describe)*	\$42,984	\$42,401
Other (describe)*	\$0	\$9,340
Other (describe)*	\$0	\$0
TOTAL FEES	\$3,184,886	\$3,096,192

*PLEASE DO NOT USE "SCHOOL GENERATED FUNDS" AS A CATEGORY

Please disclose amounts paid by parents of students that are recorded as "Other sales and services" or "Other revenue" (rather than fee revenue):	Actual 2014/2015	Actual 2013/2014
Cafeteria sales, hot lunch, milk programs	\$22,110	\$21,343
Special events, graduation, tickets	\$166,892	\$32,740
Student travel (international, recognition trips, non-curricular)	\$35,496	\$59,795
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$47,656	\$31,314
Adult education revenue	\$7,730	\$0
Child care & before and after school care	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$279,884	\$145,192

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2015 (in dollars)					
	PROGRAM AREA				
	First Nations, Metis & Inuit (FNMI)	ECS Program Unit Funding (PUF)	English as a Second Language (ESL)	Inclusive Education	Small Schools by Necessity (Revenue only)
Funded Students in Program	609	135	73		
REVENUES					
Alberta Education allocated funding	\$ 694,490	\$ 4,917,679	\$ 72,748	\$ 5,717,809	\$ 900,142
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	\$ 694,490	\$ 4,917,679	\$ 72,748	\$ 5,717,809	\$ 900,142
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits	\$ 178,923	\$ 1,279,374	\$ 10,724	\$ 1,856,218	
Instructional non-certificated salaries & benefits	\$ 401,409	\$ 2,769,732	\$ 60,722	\$ 5,478,175	
SUB TOTAL	\$ 580,332	\$ 4,049,106	\$ 71,446	\$ 7,334,393	
Supplies, contracts and services	\$ 106,533	\$ 408,958	\$ 1,596	\$ 530,202	
Program planning, monitoring & evaluation	\$ -	\$ -	\$ -	\$ -	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ 5,000	\$ 184,899	\$ -	\$ -	
Other (please describe)	\$ -	\$ 274,716	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 691,865	\$ 4,917,679	\$ 73,042	\$ 7,864,595	
NET FUNDING SURPLUS (SHORTFALL)	\$ 2,625	\$ -	\$ (294)	\$ (2,146,786)	

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES for the Year Ended August 31, 2015 (in dollars)								
EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs			TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	
1 Office of the superintendent	\$ 345,736	\$ 54,215	\$ -	\$ 399,951	\$ 36,138	\$ 50,493	\$ -	\$ 486,582
2 Educational administration (excluding superintendent)	\$ 282,752	\$ 51,871	\$ -	\$ 334,623	\$ 108,764	\$ 35,378	\$ -	\$ 478,765
3 Business administration	\$ 754,404	\$ 549,148	\$ -	\$ 1,303,552	\$ 284,169	\$ 530,586	\$ -	\$ 2,118,307
4 Board governance (Board of Trustees)	\$ 310,318	\$ 309,973	\$ -	\$ 620,291	\$ -	\$ -	\$ -	\$ 620,291
5 Information technology	\$ 46,404	\$ -	\$ -	\$ 46,404	\$ 1,155,603	\$ 645,138	\$ -	\$ 1,847,145
6 Human resources	\$ 332,692	\$ 81,613	\$ -	\$ 414,305	\$ -	\$ 9,986	\$ -	\$ 424,291
7 Central purchasing, communications, marketing	\$ 165,478	\$ 19,612	\$ -	\$ 185,090	\$ 93,576	\$ 9,806	\$ -	\$ 288,472
8 Payroll	\$ 212,266	\$ 29,419	\$ -	\$ 241,685	\$ -	\$ -	\$ -	\$ 241,685
9 Administration - insurance			\$ 140,613	\$ 140,613			\$ -	\$ 140,613
10 Administration - amortization			\$ 87,327	\$ 87,327			\$ -	\$ 87,327
11 Administration - other (admin building, interest)			\$ -	\$ -			\$ -	\$ -
12 Other (describe)	\$ 184,856	\$ 35,122	\$ -	\$ 219,978	\$ 9,343,388	\$ 890,049	\$ -	\$ 10,453,415
13 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
14 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 2,634,906	\$ 1,130,973	\$ 227,940	\$ 3,993,819	\$ 11,021,638	\$ 2,171,436	\$ -	\$ 17,186,893

1. AUTHORITY AND PURPOSE

Parkland School Division No. 70 (the Division) delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

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

2. SUMMARY OF 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:

a) Cash and Cash Equivalents

Cash and cash equivalents include cash and investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These short-term investments have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing. At August 31, 2015 the Division did not hold any short-term investments.

b) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) 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 an acquisition to the applicable asset class at substantial completion.
- Buildings include land, site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School District 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 Division's rate for incremental borrowing or the interest rate implicit in the lease. At August 31, 2015 the Division did not have any capital leases.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Computer Hardware & Software	20%to 25%
Other Equipment & Furnishings	10% to 20%

d) 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 by the School District 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 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.

f) Employee Future Benefits

The School Division provides certain post-employment benefits for certain employees pursuant to certain contracts and union agreements. The School Division accrues its obligations under employee future benefit plans and expenses the related costs.

g) Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related asset. In subsequent periods, the liability is adjusted for the accretion of discount and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and the discount accretion is included on the Statement of Operations. The School Division has included its estimated asset retirement obligation to be \$Nil (2014 - \$1.25 Million recovery as a result of the Government of Alberta releasing The Division from its prior obligations for the demolition of the former Memorial Composite High School).

In addition the Division has determined that it has a conditional asset retirement obligation relating to certain school sites. These obligations will be discharged in the future by funding through the Alberta Government. The Division believes that there is insufficient information to estimate the fair value of the asset retirement obligation because the settlement date or the range of potential settlement dates has not been determined and information is not available to apply an expected present value technique.

h) Operating and Capital Reserves

Certain amounts are internally or externally 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.

i) Revenue Recognition

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

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

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

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year the stipulated related expenses are incurred;
- Unexpended Deferred Capital Revenue; or
- Expended Deferred Capital Revenue.

j) 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.

k) Pensions

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

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division 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 jurisdiction is included in both revenues and expenses. For the school year ended August 31, 2015, the amount contributed by the Government was \$6,536,304 (2014 \$6,270,451)

The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$1,532,270 for the year ended August 31, 2015 (2014: \$1,419,943). At December 31, 2014, the Local Authorities Pension Plan reported a deficiency of \$2,454,636,000 (2013, a deficiency of \$4,861,516,000).

l) Program Reporting

The Division'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 must be self-supporting, and Alberta Education funding may not be utilized to support these programs.

The allocation of revenues and expenses are reported by program, source, and object on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as a proportionate share of supplies & services, school administration & instruction support, and System Instructional Support.

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

m) Trusts Under Administration

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

Trusts under administration have been excluded from the financial reporting of the Division. Trust balances can be found in Note 14.

n) Financial Instruments

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

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

o) Measurement Uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits.

3. CASH AND CASH EQUIVALENTS

At August 31, 2015 the division held cash of \$11,646,225 (2014: \$12,397,831).

4. ACCOUNTS RECEIVABLE

	2015	2014
Alberta Education - Grants	\$ 1,067,628	\$ 5,225
Alberta Education - Capital	91,162	532,822
Alberta Education - Supported debentures	17,057	37,716
Other Alberta school jurisdictions	172,412	57,072
Federal government	235,370	171,253
Municipalities	18,410	4,154
First nations	72,717	53,018
Other	349,184	236,759
Total	\$ 2,023,940	\$ 1,098,019

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015	2014
Alberta Education	\$ -	\$ 14,545
Other Alberta school jurisdictions	-	36,391
Alberta Capital Finance Authority (Interest on long-term debt)	1,787	3,725
Federal government	922,249	917,583
Salaries & benefit costs	1,456,071	1,556,623
Other trade payables and accrued liabilities	1,075,358	1,422,890
Total	\$ 3,455,465	\$ 3,951,757

6. DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2014	ADD: 2014/2015 Restricted Funds Received/ Receivable	DEDUCT: 2014/2015 Restricted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2014/2015 Adjustments for Returned Funds	DEFERRED REVENUE as at Aug. 31, 2015
Unexpended deferred operating revenue					
Alberta Education:					
Infrastructure Maintenance Renewal	\$ -	\$ 3,278,690	\$ (2,805,953)	\$ -	\$ 472,737
Other Deferred Revenue:					
Fees	325,464	315,057	(325,464)	-	315,057
Donations	-	-	-	-	-
Other	58,733	61,328	(54,615)	-	65,446
Total unexpended deferred operating revenue	\$ 384,197	\$ 3,655,075	\$ (3,186,032)	\$ -	\$ 853,241
Unexpended deferred capital revenue	140,160	3,875,805	(3,215,536)	-	800,429
Expended deferred capital revenue	80,629,290	3,215,536	(3,489,546)	-	80,355,280
Total	\$ 81,153,647	\$ 10,746,416	\$ (9,891,114)	\$ -	\$ 82,008,950

7. ACCRUED BENEFIT OBLIGATION

The accrued benefit obligation is the obligation related to the Senior Executive Retirement Plan. The obligation has been determined through an actuarial report from Morneau Shepell dated September 30, 2015 using a measurement date of August 31, 2015.

	2015	2014
Opening Balance at the beginning of the period	\$ 106,700	\$ 46,700
Expenses or benefit cost (Income) for the year	61,000	60,000
Closing balance at the end of the period	\$ 167,700	\$ 106,700

8. DEBT

The debenture debt bears interest at rates varying between 9.25% and 11.75%. The debenture debt is fully supported by Alberta Treasury Board and Finance. Payments due to maturity are:

	Principal	Interest	Total
2015 - 2016	\$ 15,370	\$ 1,786	\$ 17,156

9. TANGIBLE CAPITAL ASSETS

	2015							2014
	Land	Construction In Progress - Buildings	Buildings	Equipment & Furnishings	Vehicles & Buses	Computer Hardware & Software	Total	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years		
Historical cost								
Beginning of year	\$ 4,167,683	\$ 826,444	\$131,614,851	\$ 8,823,554	\$ 1,203,065	\$ 2,193,348	\$148,828,945	\$154,868,562
Additions	-	1,905,492	1,294,074	469,639	-	955,962	4,625,167	3,063,533
Transfers in (out)	-	(826,444)	826,444	(24,440)	24,440	-	-	(9,045,751)
Less disposals including write-offs	-	-	-	(33,506)	-	-	(33,506)	(57,400)
	<u>\$ 4,167,683</u>	<u>\$ 1,905,492</u>	<u>\$133,735,369</u>	<u>\$ 9,235,248</u>	<u>\$ 1,227,504</u>	<u>\$ 3,149,310</u>	<u>\$153,420,606</u>	<u>\$148,828,945</u>
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 52,943,751	\$ 6,948,480	\$ 1,070,204	\$ 1,552,365	\$ 62,514,800	\$ 67,061,656
Amortization	-	-	3,332,795	688,299	71,652	256,178	4,348,924	4,556,293
Transfers in (out)	-	-	-	(24,440)	24,440	-	-	(9,045,751)
Less disposals including write-offs	-	-	-	(33,506)	-	-	(33,506)	(57,400)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,276,546</u>	<u>\$ 7,578,834</u>	<u>\$ 1,166,296</u>	<u>\$ 1,808,543</u>	<u>\$ 66,830,218</u>	<u>\$ 62,514,799</u>
Net Book Value at End of Year	<u>\$ 4,167,683</u>	<u>\$ 1,905,492</u>	<u>\$ 77,458,823</u>	<u>\$ 1,656,414</u>	<u>\$ 61,208</u>	<u>\$ 1,340,767</u>	<u>\$ 86,590,387</u>	<u>\$ 86,314,145</u>

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:

	2015	2014
Unrestricted surplus	\$ 943,769	\$ 943,769
Operating reserves	3,435,815	3,442,156
Accumulated surplus from operations	4,379,584	4,385,925
Investment in tangible capital assets	6,235,103	5,684,850
Capital reserves	4,008,898	4,559,151
Accumulated surplus	\$ 14,623,585	\$ 14,629,926

Accumulated surplus from operations represents unspent funding available to support the Division's operations for the 2015-2016 year and includes a reserve from School Generated Funds (2015: \$1,001,630; 2014: \$1,068,782).

11. CONTRACTUAL OBLIGATIONS

At August 31, 2015 the Division has contractual obligations for the next four years for service providers totaling \$91,429. In addition the Division has contractual obligations for leased space for two High School Outreach programs.

	2015	2014
Building leases	\$ 309,320	\$ 443,883
Service providers	91,429	70,305
Total	\$ 400,749	\$ 514,188

Payments are estimated for each of the next five years as follows:

	Building Leases	Service Providers
2015-16	\$ 133,032	\$ 61,479
2016-17	110,588	23,275
2017-18	65,700	4,450
2018-19	-	2,225
2019-20	-	-
Thereafter	-	-
Total	\$ 309,320	\$ 91,429

12. CONTINGENT LIABILITIES

The Division is a member of the Alberta School Boards Insurance Exchange. Under the terms of its membership, the jurisdiction could become liable for its proportionate share of any claim for losses in excess of the funds held by the exchange. Any liability will be accounted for as a transaction in the year the losses are incurred.

13. FEES

	2015	2014
Transportation fees ⁽¹⁾	\$ 781,993	\$ 765,058
Fees charged for instruction material and supplies ⁽²⁾	1,657,162	1,627,036
Other Fees	745,731	704,099
Total	\$ 3,184,886	\$ 3,096,192

⁽¹⁾ Charged under School Act, Section 51 (3)

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

14. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the jurisdiction. They are not recorded on the statements of the Division.

	2015	2014
Scholarship trusts	\$ 31,163	\$ 39,310

15. SCHOOL GENERATED FUNDS

	2015	2014
School Generated Funds (Reserve), Beginning of Year	\$ 1,068,782	\$ 1,064,016
Gross Receipts:		
Fees	745,731	704,099
Fundraising	1,140,331	1,283,059
Gifts and donations	17,534	94,451
Grants to schools	-	-
Other sales and services	357,840	199,857
Total gross receipts	2,261,437	2,281,466
Disbursements:		
Total Related Expenses and Uses of Funds	612,031	490,102
Total Direct Costs Including Cost of Goods Sold to Raise Funds	1,716,557	1,786,599
School Generated Funds, End of Year	\$ 1,001,630	\$ 1,068,782
Balance included in Deferred Revenue	\$ -	\$ -
Balance included in Accumulated Surplus	\$ 1,001,630	\$ 1,068,782

16. 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.

	<u>Balances</u>		<u>Transactions</u>	
	Financial Assets (at amortized cost)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Education				
Accounts receivable / Accounts payable	\$ 1,158,790	\$ -	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	472,737	-	-
Unexpended deferred capital revenue	-	800,428	3,489,546	-
Expended deferred capital revenue	-	80,355,280	-	-
Other assets & liabilities	-	-	-	-
Grant revenue & expenses	-	-	108,867,256	39,671
Other Alberta school jurisdictions	172,412	-	104,491	205,509
Treasury Board and Finance	-	17,156	-	155
Post-secondary institutions	-	-	-	12,736
TOTAL 2014/2015	\$ 1,331,202	\$ 81,645,601	\$ 112,461,293	\$ 258,071
TOTAL 2013/2014	\$ 670,551	\$ 80,824,111	\$ 109,052,315	\$ 437,098

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

18. REMUNERATION AND MONETARY INCENTIVES

The Division had paid or accrued expenses for the year ended August 31, 2015 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	ERIP's/ Other	Expenses
Chair - Eric Cameron	1.0	\$ 42,195	\$ 5,791	\$ -	\$ 10,184
Ward 1 - Ron Heinrichs	1.0	27,504	1,675	-	13,561
Ward 2 - Kathleen Linder	1.0	34,961	5,552	-	9,850
Ward 3 - Richard Gilchrist	1.0	29,807	4,538	-	11,124
Ward 4 - Sally Kucher-Johnson	1.0	37,598	5,577	-	13,795
Ward 5 - Dorcas Kilduff	1.0	34,804	5,461	-	10,984
Ward 6 - Elsie Kinsey	1.0	28,690	5,277	-	9,655
Subtotal	7.0	\$ 235,558	\$ 33,871	\$ -	\$ 79,152
Superintendent - Timothy Monds	1.0	\$ 219,450	\$ 57,768	\$ -	\$ 26,808
Secretary Treasurer - Claire Jonsson	1.0	191,410	50,970	-	13,577
Salaries - Certificated	595.7	53,368,063	12,641,863	37,534	-
Salaries - Uncertificated	344.9	17,124,411	4,406,316	17,374	-
TOTALS		\$ 71,138,892	\$ 17,190,788	\$ 54,908	\$ 119,537

19. SUBSEQUENT EVENT

On November 3, 2015 the Board of Trustees passed resolution number 146-15 that approves the establishment of a reserve in the amount of \$1.8 million to support expenditures for the design and construction of a regional bus transfer station located at the future school site schedule to open in September 2017 in the City of Spruce Grove's west end. This reserve includes the unrestricted surplus of \$943,768.

20. BUDGET AMOUNTS

The budget was prepared by the Division and approved by the Board of Trustees on June 16, 2015. It is presented for information purposes only and has not been audited.

21. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2014/2015 presentation.

22. PRIOR PERIOD ADJUSTMENTS

A reclassification was made between the capital reserves for the years ended August 2013 and August 2014. The overall impact on capital reserves is \$Nil as the changes are between the School and Instruction capital reserve, Operations and Maintenance capital reserve and the Board and System Administration capital reserve. The adjustments have been made on the Schedule of Changes in Accumulated Surplus.

BOARD AND SYSTEM ADMINISTRATION (FOR INFORMATION ONLY - NOT PART OF FINANCIAL STATEMENTS) 2014/2015 EXPENSES UNDER (OVER) MAXIMUM LIMIT	
TOTAL EXPENSES (From "Total" column of Line 30 of Schedule of Program Operations)	\$120,421,957
Enter Number of Net Enrolled Students:	9,904
Enter "C" if Charter School	
STEP 1	
Calculation of maximum expense limit percentage for Board and System Administration expenses	
If "Total Net Enrolled Students" are 6,000 and over	= 3.6%
If "Total Net Enrolled Students" are 2,000 and less	= 5.4%
<p>The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .00045 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .00045 = 0.675% plus 3.6% = maximum expense limit of 4.275%).</p>	
STEP 2	
A. Calculate maximum expense limit amounts for Board and System Administration expenses	
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES	\$4,335,190
B. Considerations for Charter Schools and Small School Boards:	
If charter schools and small school boards,	
The amount of Small Board Administration funding (<i>Funding Manual</i> Section 1.13)	\$0
2014/2015 MAXIMUM EXPENSE LIMIT (the greater of A or B above)	\$4,335,190
Actual Board & System Administration from Line 30 of "Schedule of Program Operations" (Board & System Administration Column)	\$3,993,819
Amount Overspent	\$0