

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Edmonton Catholic Separate School District No. 7

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Edmonton Catholic Separate School District No. 7 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

Ms. Laura Thibert

Name

"original signed"

Signature

SUPERINTENDENT

Ms. Joan Carr

Name

"original signed"

Signature

SECRETARY-TREASURER OR TREASURER

Mr. Barry Devlin

Name

"original signed"

Signature

November 29, 2016

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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Independent Auditor's Report

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To the Board of Trustees of
Edmonton Catholic Separate School District No.7

We have audited the accompanying financial statements of Edmonton Catholic Separate School District No.7, which comprise the statement of financial position as at August 31, 2016, and the statements of operations, changes in net financial assets (net debt), remeasurement gains and losses, and cash flows and schedules of changes in accumulated surplus, capital revenue, program operations, plant operations and maintenance expenses, cash and cash equivalents and portfolio investments, capital assets, and remuneration and monetary incentives for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained 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 Edmonton Catholic Separate School District No.7 as August 31, 2016, and the results of its operations, changes in net financial assets (net debt), remeasurement gains and losses, and cash flows and schedules of changes in accumulated surplus, capital revenue, program operations, plant operations and maintenance expenses, cash and cash equivalents and portfolio investments, capital assets, and remuneration and monetary incentives for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Edmonton, Canada

November 29, 2016



Chartered Professional Accountants

STATEMENT OF FINANCIAL POSITION
As at August 31, 2016 (in dollars)

		2016	2015
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5; Note 3)	\$ 58,101,416	\$ 90,630,094
Accounts receivable (net after allowances)	(Note 4)	\$ 31,860,543	\$ 15,463,988
Portfolio investments	(Schedule 5; Note 5)	\$ 10,000,000	\$ -
Other financial assets		\$ -	\$ -
Total financial assets		\$ 99,961,959	\$ 106,094,082
LIABILITIES			
Bank indebtedness	(Note 6)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 7)	\$ 41,787,003	\$ 29,115,519
Deferred revenue	(Note 8)	\$ 329,854,987	\$ 226,151,665
Employee future benefit liabilities	(Note 9)	\$ 5,278,286	\$ 5,279,086
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ -
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases	(Note 10)	\$ 11,160,546	\$ 11,384,342
Total liabilities		\$ 388,080,822	\$ 271,930,612
Net financial assets (debt)		\$ (288,118,863)	\$ (165,836,530)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)		
Land		\$ 4,939,308	\$ 4,939,308
Construction in progress		\$ 139,227,515	\$ 13,011,871
Buildings	\$ 382,231,272		
Less: Accumulated amortization	\$ (175,557,970)	\$ 206,673,302	\$ 206,953,183
Equipment	\$ 17,798,345		
Less: Accumulated amortization	\$ (11,236,089)	\$ 6,562,256	\$ 8,089,595
Vehicles	\$ 3,122,354		
Less: Accumulated amortization	\$ (1,340,782)	\$ 1,781,572	\$ 1,544,920
Computer Equipment	\$ 7,174,902		
Less: Accumulated amortization	\$ (5,425,856)	\$ 1,749,046	\$ 3,096,347
Total tangible capital assets		\$ 360,932,999	\$ 237,635,224
Prepaid expenses		\$ 3,871,076	\$ 3,243,812
Other non-financial assets	(Note 11)	\$ 1,256,880	\$ 707,247
Total non-financial assets		\$ 366,060,955	\$ 241,586,283
Accumulated surplus			
(Schedule 1; Note 12)		\$ 77,942,092	\$ 75,749,753
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 77,942,092	\$ 75,749,753
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 77,942,092	\$ 75,749,753
Contractual obligations	(Note 18)		
Contingent liabilities	(Note 19)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2016 (in dollars)

	Budget 2016	Actual 2016	Actual 2015
REVENUES			
Alberta Education	\$ 423,410,000	\$ 442,474,675	\$ 410,620,498
Other - Government of Alberta	\$ 500,000	\$ 411,299	\$ 423,791
Federal Government and First Nations	\$ 4,981,000	\$ 7,422,241	\$ 6,313,342
Other Alberta school authorities	\$ 200,000	\$ 119,167	\$ 249,838
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 8)	\$ 17,075,000	\$ 17,903,556	\$ 16,861,939
Other sales and services	\$ 5,700,000	\$ 8,078,151	\$ 7,141,240
Investment income	\$ 500,000	\$ 713,561	\$ 842,034
Gifts and donations	\$ 4,000,000	\$ 5,042,849	\$ 4,675,745
Rental of facilities	\$ 1,933,000	\$ 2,378,249	\$ 2,511,502
Fundraising	\$ 900,000	\$ 520,253	\$ 634,637
Gains on disposal of capital assets	\$ 5,000	\$ 3,218,240	\$ 17,656
Other revenue	\$ -	\$ -	\$ -
Total revenues	\$ 459,204,000	\$ 488,282,241	\$ 450,292,222
EXPENSES			
Instruction - ECS	\$ 38,612,000	\$ 40,639,490	\$ 39,308,583
Instruction - Grades 1 - 12	\$ 330,282,000	\$ 345,158,176	\$ 313,243,410
Plant operations and maintenance	\$ 50,157,000	\$ 59,968,277	\$ 52,093,762
Transportation	\$ 20,168,000	\$ 19,628,112	\$ 18,727,554
Board & system administration	\$ 14,385,000	\$ 13,901,588	\$ 13,792,577
External services	\$ 5,600,000	\$ 6,794,259	\$ 6,301,875
Total expenses	\$ 459,204,000	\$ 486,089,902	\$ 443,467,761
Operating surplus (deficit)	\$ -	\$ 2,192,339	\$ 6,824,461

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2016 (in dollars)

	2016	2015
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	\$ 2,192,339	\$ 6,824,461
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 13,579,169	\$ 12,753,789
Gains on disposal of tangible capital assets	\$ (3,218,240)	\$ (17,656)
Losses on disposal of tangible capital assets	\$ 6,440	\$ 59,272
Expended deferred capital revenue recognition	\$ (9,180,040)	\$ (8,775,290)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (16,396,555)	\$ (1,129,238)
Prepays	\$ (627,264)	\$ (344,050)
Other financial assets	\$ -	\$ -
Non-financial assets	\$ (549,633)	\$ (527,435)
Accounts payable, accrued and other liabilities	\$ 12,671,484	\$ 1,553,994
Deferred revenue (excluding EDCR)	\$ 11,724,714	\$ 29,448,843
Employee future benefit liabilities	\$ (800)	\$ (1,759,655)
Other - Trade payables for capital projects	\$ (14,275,704)	\$ (143,809)
Total cash flows from operating transactions	\$ (4,074,090)	\$ 37,943,226
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (33,516,992)	\$ (6,709,002)
Equipment	\$ (1,518,862)	\$ (1,870,581)
Vehicles	\$ (554,180)	\$ (363,117)
Computer equipment	\$ (162,249)	\$ (38,797)
Net proceeds from disposal of unsupported capital assets	\$ 3,245,787	\$ 18,874
Other - Trade payables for capital projects	\$ 14,275,704	\$ 143,809
Total cash flows from capital transactions	\$ (18,230,792)	\$ (8,818,814)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ (10,000,000)	\$ -
Dispositions of portfolio investments	\$ -	\$ 10,100,137
Remeasurement (gains) losses reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ (10,000,000)	\$ 10,100,137
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ -	\$ (70,002)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ (223,796)	\$ (421,400)
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ (223,796)	\$ (491,402)
Increase (decrease) in cash and cash equivalents	\$ (32,528,678)	\$ 38,733,147
Cash and cash equivalents, at beginning of year	\$ 90,630,094	\$ 51,896,947
Cash and cash equivalents, at end of year	\$ 58,101,416	\$ 90,630,094

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, 2016 (in dollars)

	Budget 2016	2016	2015
Operating surplus (deficit)	\$ -	\$ 2,192,339	\$ 6,824,461
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (4,018,000)	\$ (136,910,931)	\$ (35,898,718)
Amortization of tangible capital assets	\$ 13,192,000	\$ 13,579,169	\$ 12,753,789
Net carrying value of tangible capital assets disposed of	\$ 5,000	\$ 33,987	\$ 60,490
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 9,179,000	\$ (123,297,775)	\$ (23,084,439)
Changes in:			
Prepaid expenses	\$ -	\$ (627,264)	\$ (344,050)
Other non-financial assets	\$ -	\$ (549,633)	\$ (527,435)
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Endowments	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ 9,179,000	\$ (122,282,333)	\$ (17,131,463)
Net financial assets (net debt) at beginning of year	\$ (165,836,530)	\$ (165,836,530)	\$ (148,705,067)
Net financial assets (net debt) at end of year	\$ (156,657,530)	\$ (288,118,863)	\$ (165,836,530)

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2016 (in dollars)

	2016	2015
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
Prior Period Adjustment (Explain)	\$ -	\$ -
Prior Period Adjustment (Explain)	\$ -	\$ -
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 1

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2016 (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, 2015	\$ 75,749,753	\$ -	\$ 75,749,753	\$ 31,241,859	\$ -	\$ (0)	\$ 24,972,349	\$ 19,535,545
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 75,749,753	\$ -	\$ 75,749,753	\$ 31,241,859	\$ -	\$ (0)	\$ 24,972,349	\$ 19,535,545
Operating surplus (deficit)	\$ 2,192,339		\$ 2,192,339			\$ 2,192,339		
Board funded tangible capital asset additions				\$ 5,264,305		\$ (3,424,334)	\$ -	\$ (1,839,971)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (33,987)		\$ (3,163,017)		\$ 3,197,004
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (13,579,169)		\$ 13,579,169		
Capital revenue recognized	\$ -			\$ 9,180,040		\$ (9,180,040)		
Debt principal repayments (unsupported)	\$ -			\$ 223,796		\$ (223,796)		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (24,752,670)	\$ 24,752,670	
Net transfers from operating reserves	\$ -					\$ 24,972,349	\$ (24,972,349)	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 77,942,092	\$ -	\$ 77,942,092	\$ 32,296,844	\$ -	\$ (0)	\$ 24,752,670	\$ 20,892,578

SCHEDULE 1

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2016 (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, 2015	\$ 18,380,905	\$ -	\$ -	\$ 19,535,545	\$ 4,186,419	\$ -	\$ 2,405,025	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 18,380,905	\$ -	\$ -	\$ 19,535,545	\$ 4,186,419	\$ -	\$ 2,405,025	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ (1,839,971)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ 3,197,004		\$ -		\$ -		\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Reinvested endowment income										
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 18,219,210		\$ -		\$ 4,149,592		\$ 2,383,868		\$ -	
Net transfers from operating reserves	\$ (18,380,905)		\$ -		\$ (4,186,419)		\$ (2,405,025)		\$ -	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 18,219,210	\$ -	\$ -	\$ 20,892,578	\$ 4,149,592	\$ -	\$ 2,383,868	\$ -	\$ -	\$ -

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2016 (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, 2015	\$ 17,848,721	\$ -	\$ 1,458,260	\$ -	\$ 195,009,019
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2015	\$ 17,848,721	\$ -	\$ 1,458,260	\$ -	\$ 195,009,019
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 3,089,254				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 15,837,632				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ 97,516	\$ -	\$ -	\$ -	
Other unexpended capital revenue:				\$ -	
Proceeds on disposition of supported capital			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets:					\$ -
Alberta Infrastructure managed projects					\$ 101,158,648
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (30,487,978)	\$ -	\$ -	\$ -	\$ 30,487,978
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments: Capital purchases expensed	\$ (2,692,305)	\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments:		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 9,180,040
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2016	\$ 3,692,840	\$ -	\$ 1,458,260	\$ -	\$ 317,475,605
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2016 (A) + (B) + (C) + (D)				\$ 5,151,100	

Unexpended Deferred Capital Revenue

(A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only. Please specify department if funds received from a source other than Alberta Education.

(B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.

(C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved capital assets per 10(2)(a) of Disposition of Property Reg. 181/2010.

(D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2016 (in dollars)

REVENUES	2016							2015
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 44,243,722	\$ 317,681,002	\$ 50,790,348	\$ 14,222,103	\$ 13,901,588	\$ 1,635,912	\$ 442,474,675	\$ 410,620,498
(2) Other - Government of Alberta	\$ 34,044	\$ 377,255	\$ -	\$ -	\$ -	\$ -	\$ 411,299	\$ 423,791
(3) Federal Government and First Nations	\$ -	\$ 2,691,095	\$ -	\$ -	\$ -	\$ 4,731,146	\$ 7,422,241	\$ 6,313,342
(4) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 119,167	\$ 119,167	\$ 249,838
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 373,849	\$ 11,922,769		\$ 5,606,938		\$ -	\$ 17,903,556	\$ 16,861,939
(9) Other sales and services	\$ 426,278	\$ 6,228,807	\$ 1,151,995	\$ -	\$ -	\$ 271,071	\$ 8,078,151	\$ 7,141,240
(10) Investment income	\$ -	\$ 713,561	\$ -	\$ -	\$ -	\$ -	\$ 713,561	\$ 842,034
(11) Gifts and donations	\$ 195,997	\$ 4,846,852	\$ -	\$ -	\$ -	\$ -	\$ 5,042,849	\$ 4,675,745
(12) Rental of facilities	\$ -	\$ 164,585	\$ 2,213,664	\$ -	\$ -	\$ -	\$ 2,378,249	\$ 2,511,502
(13) Fundraising	\$ -	\$ 520,253	\$ -	\$ -	\$ -	\$ -	\$ 520,253	\$ 634,637
(14) Gains on disposal of tangible capital assets	\$ -	\$ 16,885	\$ 3,201,355	\$ -	\$ -	\$ -	\$ 3,218,240	\$ 17,656
(15) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(16) TOTAL REVENUES	\$ 45,273,890	\$ 345,163,064	\$ 57,357,362	\$ 19,829,041	\$ 13,901,588	\$ 6,757,296	\$ 488,282,241	\$ 450,292,222
EXPENSES								
(17) Certificated salaries	\$ 12,786,928	\$ 196,762,024			\$ 1,436,892	\$ 296,727	\$ 211,282,571	\$ 192,855,824
(18) Certificated benefits	\$ 1,449,118	\$ 46,737,286			\$ 269,089	\$ 69,384	\$ 48,524,877	\$ 45,713,585
(19) Non-certificated salaries and wages	\$ 16,171,883	\$ 39,602,519	\$ 18,239,458	\$ 844,470	\$ 7,331,290	\$ 3,789,830	\$ 85,979,450	\$ 78,240,645
(20) Non-certificated benefits	\$ 4,090,216	\$ 9,985,241	\$ 5,028,986	\$ 195,516	\$ 1,620,936	\$ 198,177	\$ 21,119,072	\$ 17,653,242
(21) SUB - TOTAL	\$ 34,498,145	\$ 293,087,070	\$ 23,268,444	\$ 1,039,986	\$ 10,658,207	\$ 4,354,118	\$ 366,905,970	\$ 334,463,296
(22) Services, contracts and supplies	\$ 6,141,345	\$ 47,453,341	\$ 27,274,270	\$ 18,586,811	\$ 3,063,265	\$ 2,440,141	\$ 104,959,173	\$ 95,660,626
(23) Amortization of supported tangible capital assets	\$ -	\$ 1,534,034	\$ 7,646,006	\$ -	\$ -	\$ -	\$ 9,180,040	\$ 8,775,290
(24) Amortization of unsupported tangible capital assets	\$ -	\$ 2,926,027	\$ 1,302,130	\$ 1,315	\$ 169,657	\$ -	\$ 4,399,129	\$ 3,978,499
(25) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,547
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ 477,427	\$ -	\$ -	\$ -	\$ 477,427	\$ 485,924
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ 10,459	\$ -	\$ 10,459	\$ 10,933
(28) Losses on disposal of tangible capital assets	\$ -	\$ 6,440	\$ -	\$ -	\$ -	\$ -	\$ 6,440	\$ 59,272
(29) Other expense	\$ -	\$ 151,264	\$ -	\$ -	\$ -	\$ -	\$ 151,264	\$ 31,374
(30) TOTAL EXPENSES	\$ 40,639,490	\$ 345,158,176	\$ 59,968,277	\$ 19,628,112	\$ 13,901,588	\$ 6,794,259	\$ 486,089,902	\$ 443,467,761
(31) OPERATING SURPLUS (DEFICIT)	\$ 4,634,400	\$ 4,888	\$ (2,610,915)	\$ 200,929	\$ -	\$ (36,963)	\$ 2,192,339	\$ 6,824,461

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES
for the Year Ended August 31, 2016 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2016 TOTAL Operations and Maintenance	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 10,175,715	\$ 6,084,712	\$ -	\$ 210,595	\$ 1,768,436			\$ 18,239,458	\$ 17,276,811
Uncertificated benefits	\$ 3,274,611	\$ 1,424,826	\$ -	\$ -	\$ 329,549			\$ 5,028,986	\$ 4,683,138
Sub-total Remuneration	\$ 13,450,326	\$ 7,509,538	\$ -	\$ 210,595	\$ 2,097,985			\$ 23,268,444	\$ 21,959,949
Supplies and services	\$ 1,147,430	\$ 6,788,301	\$ -	\$ 10,482,856	\$ 942,559			\$ 19,361,146	\$ 13,124,862
Electricity			\$ 3,651,796					\$ 3,651,796	\$ 3,575,352
Natural gas/heating fuel			\$ 1,533,464					\$ 1,533,464	\$ 2,003,603
Sewer and water			\$ 883,570					\$ 883,570	\$ 898,233
Telecommunications			\$ 173,467					\$ 173,467	\$ 112,667
Insurance					\$ 894,248			\$ 894,248	\$ 626,036
ASAP maintenance & renewal payments							\$ 776,579	\$ 776,579	\$ 1,075,352
Amortization of tangible capital assets									
Supported							\$ 7,646,006	\$ 7,646,006	\$ 7,378,264
Unsupported						\$ 1,302,130		\$ 1,302,130	\$ 850,973
Total Amortization						\$ 1,302,130	\$ 7,646,006	\$ 8,948,136	\$ 8,229,237
Interest on capital debt									
Supported							\$ -	\$ -	\$ 2,547
Unsupported						\$ 477,427		\$ 477,427	\$ 485,924
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ -
TOTAL EXPENSES	\$ 14,597,756	\$ 14,297,839	\$ 6,242,297	\$ 10,693,451	\$ 3,934,792	\$ 1,779,557	\$ 8,422,585	\$ 59,968,277	\$ 52,093,762

SQUARE METRES									
School buildings								442,537.0	441,493.0
Non school buildings								35,581.0	35,581.0

Note:

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

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

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

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

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

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

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

SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
for the Year Ended August 31, 2016 (in dollars)

<u>Cash & Cash Equivalents</u>	2016			2015
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 58,101,416	\$ 58,101,416	\$ 80,605,834
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Municipal	0.00%	-	-	-
Pooled investment funds	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	10,024,260
Total cash and cash equivalents	0.00%	\$ 58,101,416	\$ 58,101,416	\$ 90,630,094

See Note 3 for additional detail.

<u>Portfolio Investments</u>	2016				2015
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Long term deposits	0.00%	\$ -	\$ -	\$ -	\$ -
Guaranteed interest certificates	1.40%	10,000,000	10,000,000	10,000,000	-
Fixed income securities					
Government of Canada, direct and guaranteed	0.00%	\$ -	\$ -	\$ -	\$ -
Provincial, direct and guaranteed	0.00%	-	-	-	-
Municipal	0.00%	-	-	-	-
Corporate	0.00%	-	-	-	-
Pooled investment funds	0.00%	-	-	-	-
Total fixed income securities	0.00%	-	-	-	-
Equities					
Canadian	0.00%	\$ -	\$ -	\$ -	\$ -
Foreign	0.00%	-	-	-	-
Total equities	0.00%	-	-	-	-
Supplemental integrated pension plan assets	0.00%	\$ -	\$ -	\$ -	\$ -
Restricted investments	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Total portfolio investments	1.40%	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ -

See Note 5 for additional detail.

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

	2016	2015
Under 1 year	0.0%	0.0%
1 to 5 years	100.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	0.0%

SCHEDULE 6School Jurisdiction Code: **110**

SCHEDULE OF CAPITAL ASSETS
for the Year Ended August 31, 2016 (in dollars)

Tangible Capital Assets	2016							2015
	Land	Construction In Progress	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	4-5 Years		
Historical cost								
Beginning of year	\$ 4,939,308	\$ 13,011,871	\$ 373,944,632	\$ 19,800,092	\$ 3,354,720	\$ 10,323,963	\$ 425,374,586	\$ 390,929,006
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	126,215,644	8,459,995	1,518,862	554,180	162,250	136,910,931	35,898,718
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(173,355)	(3,520,609)	(786,546)	(3,311,311)	(7,791,821)	(1,453,138)
	\$ 4,939,308	\$ 139,227,515	\$ 382,231,272	\$ 17,798,345	\$ 3,122,354	\$ 7,174,902	\$ 554,493,696	\$ 425,374,586
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 166,991,449	\$ 11,710,497	\$ 1,809,800	\$ 7,227,616	\$ 187,739,362	\$ 176,378,221
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	8,739,875	3,039,767	289,980	1,509,547	13,579,169	12,753,789
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(173,354)	(3,514,175)	(758,998)	(3,311,307)	(7,757,834)	(1,392,648)
	\$ -	\$ -	\$ 175,557,970	\$ 11,236,089	\$ 1,340,782	\$ 5,425,856	\$ 193,560,697	\$ 187,739,362
Net Book Value at August 31, 2016	\$ 4,939,308	\$ 139,227,515	\$ 206,673,302	\$ 6,562,256	\$ 1,781,572	\$ 1,749,046	\$ 360,932,999	
Net Book Value at August 31, 2015	\$ 4,939,308	\$ 13,011,871	\$ 206,953,183	\$ 8,089,595	\$ 1,544,920	\$ 3,096,347		\$ 237,635,224

	2016	2015
Total cost of assets under capital lease	\$ 11,805,742	\$ 11,805,742
Total amortization of assets under capital lease	\$ 236,115	\$ -

Assets under capital Lease includes buildings with a total cost of \$11,805,742 (2015 - \$11,805,742) and accumulated amortization of \$236,115 (2015 - \$Nil).

Included in additions to construction in progress is a total of \$98,118,512 related to costs incurred by Alberta Education on behalf of the District for construction of three new schools and modernization of four schools.

SCHEDULE 7

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
for the Year Ended August 31, 2016 (in dollars)**

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits (1)	Expenses
Marilyn Bergstra - Chair	1.00	\$51,330	\$6,501	\$6,000			\$1,700	\$9,283
John Acheson - Vice Chair	1.00	\$45,374	\$600	\$6,000			\$1,700	\$4,295
Debbie Engel - Trustee	1.00	\$43,648	\$6,247	\$6,000			\$1,700	\$9,718
Patricia Grell - Trustee	1.00	\$41,902	\$6,190	\$6,000			\$1,700	\$3,921
Larry Kowalczyk - Trustee	1.00	\$41,902	\$4,679	\$6,000			\$1,700	\$7,347
Cynthia Olsen - Trustee	1.00	\$41,902	\$6,190	\$6,000			\$1,700	\$2,354
Laura Thibert - Trustee	1.00	\$41,902	\$6,190	\$6,000			\$1,700	\$5,473
	-	\$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
Subtotal	7.00	\$307,960	\$36,597	\$42,000			\$11,900	\$42,391
Joan Carr - Superintendent	1.00	\$357,404	\$37,350	\$21,151	\$0	\$0	\$8,000	\$6,018
Barry Devlin - Secretary/Treasurer	1.00	\$185,815	\$32,064	\$0	\$0	\$0	\$3,000	\$3,061
Andrea Klotz - Board Secretary	1.00	\$98,489	\$16,292	\$0	\$0	\$0		\$245
	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated teachers	2,254.17	\$210,925,167	\$48,458,376	\$0	\$0	\$0	\$0	
Non-certificated - other	1,409.65	\$85,387,186	\$20,977,219	\$0	\$0	\$0	\$0	
TOTALS	3,673.82	\$297,262,021	\$69,557,898	\$63,151	\$0	\$0	\$22,900	\$51,715

(1) Other Accrued Unpaid Benefits Include: Please describe Other Accrued Unpaid Benefits

Accrued unpaid benefits for the year ended August 31, 2016 includes retirement allowances of \$22,900 (2015 - \$44,857) recorded in employee future benefit liabilities (Note 9).

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

1. Authority and purpose

The Edmonton Catholic Separate School District No. 7 (the "District") operates under the provisions of the *School Act*, Chapter S-3 Revised, Statutes of Alberta 2000, and through its own bylaws. The District is directed by an elected Board of Trustees.

The District receives instruction and support allocations under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The District 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 CICA Canadian Public Sector Accounting Standards (PSAS) and accounting policies consistent with those prescribed by Alberta Education for Alberta school districts.

Budget information represents the original budget submitted to Alberta Education in June 2015, and does not reflect the amended budget, adjusted for identified circumstances relating to operating and program changes, submitted in November 2015. The Board of Trustees approved the original budget.

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.

- i) **Cash and cash equivalents**
Cash and cash equivalents include cash and short-term 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 an original maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.
- ii) **Accounts receivable**
Accounts receivable are shown net of allowance for doubtful accounts.
- iii) **Portfolio investments**
Investments in Guaranteed Investment Certificates (GIC's) with original maturities of greater than three months are reported at cost or amortized cost.
- iv) **Tangible capital assets**
Certain tangible 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.

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

construction of the asset.

- Buildings include land, site and leasehold improvements as well as assets under capital lease.
- Construction-in-progress is recorded as an addition to buildings at the date of substantial completion.
- 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 District 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 District's rate for incremental borrowing or the interest rate implicit in the lease. A schedule of repayments and amount of interest on the leases is provided in Note 9.
- 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 when incurred.
- Tangible capital assets, including assets under capital lease, are amortized over their estimated useful lives on a straight-line basis, at the following rates:

- Buildings	2.0% to 5%
- Vehicles	10% to 20%
- Computer Hardware & Software	20% to 25%
- Equipment	10% to 20%

Construction-in-progress is not amortized. When construction-in-progress is transferred to buildings, amortization of the building commences once the building is in productive use.

v) **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- Liabilities*. 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

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

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**
Unexpended Deferred Capital Revenue represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the District, 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- Liabilities*.
- **Expended Deferred Capital Revenue**
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 District to use the asset in a prescribed manner over the life of the associated asset.

vi) Employee future benefits

The District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans excluding pension benefits. Benefits primarily include retirement allowances. The benefits cost for certain groups of employees is actuarially determined using an accrued benefit method and using management's best estimate of expected termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

The most recent valuation of the obligation was performed at August 31, 2016. The next valuation will be performed at August 31, 2017.

vii) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into the air, soil, water, or sediment of a chemical, organic, or radioactive material, or live organism that exceeds an environmental standard and the standard requires that a liability be recorded for the estimated costs of remediation. The District has determined that there is no liability for contaminated sites as no such liabilities have been ascertained.

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

viii) 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.

ix) 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.

x) 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.

Eligibility criteria are criteria that the District has to meet in order to receive certain contributions. *Stipulations* describe what the District 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 *PSAS Section 3200 Liabilities*. 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.

xi) Contributed services

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.

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

xii) 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

- Alberta Teachers Pension costs are allocated based on each programs' proportional share of total certificated salaries. A matching amount is recorded in each program's revenue from Alberta Education.
- Supplies and services are allocated where applicable based on actual program identification.

xiii) 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 (Alberta Education), and expenses (certificated benefits) in the financial statements.

For the year ended August 31, 2016, the amount contributed to the Teachers' Retirement Fund by the Province for the District's certificated staff was \$25,571,090 (2015 - \$23,850,187).

The District participates in the Local Authorities Pension Plan, a multi-employer, defined benefit pension plan, and does not report on any unfunded liabilities. The expense recorded by the District for this pension plan is the annual contributions of \$16,936,150 for the year ended August 31, 2016 (2015 - \$15,384,733).

At December 31, 2015, the Local Authorities Pension Plan (LAPP) reported an actuarial deficiency of \$923,416,000 (2014 - \$2,454,636,000). Effective for year-ends starting in 2008-2009, the Government of Alberta has taken responsibility for the LAPP unfunded liabilities.

xiv) Program reporting

The District'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 Instructions:** 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.

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

- **Transportation:** The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation facilities.
- **Board & System Administration:** The provision of board governance and system-based/central office administration.
- **External Services:** All projects, activities, and services offered outside the public education mandate for ECS children and students in grades 1-12. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs.

Revenues and expenses are reported by program on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as, supplies and services, school administration and instruction support, and System Instructional Support.

xv) Trusts under administration

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

Trusts under administration have been excluded from the financial reporting of the District. Trust balances are disclosed in Note 15.

xvi) Other non-financial assets

Other non-financial assets include inventories which are recorded at the lower of cost and net realizable value. Net realizable value is defined as the estimated selling price less estimated selling costs. Cost is determined using the average cost method.

xvii) 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.

xviii) 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 District recognizes a financial instrument when it becomes a party to a financial instrument contract.

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

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

All the District's financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from derecognition of a financial instrument is recognized in the statement of operations. Impairment losses such as write-downs or write-offs are reported in the statement of operations.

xix) 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

Cash and cash equivalents include a \$200,000 (2015 - \$200,000) deposit in a share account at a Credit Union. Interest earned on this account for the year ended August 31, 2016 totaled \$7,525 (2015 -\$8,000) and is included in investment income.

4. Accounts receivable

	<u>2016</u>	<u>2015</u>
Alberta Education - Capital	\$17,678,677	\$1,842,317
First Nations	-	457,742
City of Edmonton	10,689,372	10,676,091
Other	3,492,494	2,487,838
Allowance for doubtful accounts	-	-
	<u>\$31,860,543</u>	<u>\$15,463,988</u>

5. Portfolio investments

Portfolio investments is comprised of a Guaranteed Investment Certificate (GIC) with a maturity date of September 13, 2016.

Interest earned on the GIC totaled \$135,014 (2015 - \$24,260) and is included in investment income.

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

6. Bank indebtedness

The District has a \$10,000,000 Canadian Dollar Demand Overdraft facility which bears interest at prime less 0.5%. The District is subject to interest rate risk on outstanding balances as overdraft interest fluctuates with the prime interest rate. As at August 31, 2016 there was a \$nil balance outstanding (2015 - \$nil).

The District has a purchasing card facility in the amount of \$1,500,000 and as at August 31, 2016 there was a \$nil balance outstanding (2015 - \$nil).

7. Accounts payable and accrued liabilities

	<u>2016</u>	<u>2015</u>
Alberta Education	\$11,140,490	\$11,030,343
Other Alberta school jurisdictions	1,126	9,974
Alberta Health Services	3,423	-
Post-secondary institutions	23,908	12,475
Alberta Local Authorities Pension Plan	798,359	1,075,441
Federal Government	4,613,362	4,747,342
Accrued vacation pay liability	3,234,519	3,044,582
Other trade payables and accrued liabilities	21,971,816	9,195,362
	<u>\$41,787,003</u>	<u>\$29,115,519</u>

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

8. Deferred revenue

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at August 31, 2015	ADD: 2015/2016 Restricted Funds Received/ Receivable	DEDUCT: 2015/2016 Restricted Funds Expended (Paid/Payable)	DEFERRED REVENUE as at August 31, 2016
Unexpended deferred operating revenue				
Alberta Education				
Action on Inclusion	\$ 233,514	\$ -	\$ (152,350)	\$ 81,164
Student Learning Assessments	16,848	17,628	(16,848)	17,628
Career and Technology Studies–Bridging Program	136,000	68,000	(163,235)	40,765
Building Collaboration and Capacity in Education	-	28,140	(169)	27,971
Infrastructure Maintenance Renewal	8,154,014	6,780,721	(12,057,528)	2,877,207
Other Government of Alberta:				
Text to speech	3,882	-	(3,882)	-
Carpentry Apprenticeship	18,000	-	-	18,000
Alberta Culture & Tourism–Community Initiatives Program	10,000	-	(10,000)	-
Provincial Dual Credit Strategy	166,222	-	(57,661)	108,561
Other Deferred Revenue:				
Fees and other funds	2,678,707	4,090,042	(3,298,536)	3,470,213
Donations	97,574	129,976	(105,491)	122,059
Other projects	320,904	143,810	-	464,714
Total unexpended deferred operating revenue	\$ 11,835,665	\$ 11,258,317	\$ (15,865,700)	\$ 7,228,282
Unexpended deferred capital revenue	19,306,981	19,024,402	(33,180,283)	5,151,100
Expended deferred capital revenue	195,009,019	131,646,626	(9,180,040)	317,475,605
Total	\$ 226,151,665	\$ 161,929,345	\$ (58,226,023)	\$ 329,854,987

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

9. Employee future benefit liabilities

	<u>2016</u>	<u>2015</u>
Retirement allowances	\$5,130,700	\$5,131,500
Other employee future benefits	147,586	147,586
	<u>\$5,278,286</u>	<u>\$5,279,086</u>

The District provides retirement allowance plans to certain groups of active employees. These active employees are entitled to a retirement allowance based on the number of years of service at retirement or at termination or end of contract where applicable. Funding is provided when the retirement allowances are paid and accordingly, there are no plan assets. However, the District has provided for the payment of these benefits.

An actuarial valuation was performed as at August 31, 2016 for certain groups of employees which comprised of the majority of the retirement allowances. The amount of this valuation is included in the total of retirement allowances. The valuation and assumptions are as follows:

Accrued Benefit Obligation	<u>2016</u>	<u>2015</u>
Accrued benefit obligation – beginning of year	\$3,865,000	\$3,637,000
Current service costs	360,000	351,000
Interest cost	101,000	97,000
Benefit paid	(397,000)	(220,000)
Actuarial (gain) loss	(68,000)	-
Accrued benefit obligation – end of year	<u>\$3,861,000</u>	<u>\$3,865,000</u>
Accrued benefit (liability) asset		
Funded status – (deficit) surplus	\$(3,861,000)	\$(3,865,000)
Unamortized net actuarial (gain) loss	(68,000)	-
Accrued benefit (liability) asset	<u>\$(3,929,000)</u>	<u>\$(3,865,000)</u>
Net benefit plan cost		
Current service cost (employer portion)	\$360,000	\$351,000
Interest cost	101,000	97,000
Net benefit plan cost (income)	<u>\$461,000</u>	<u>\$448,000</u>
Unamortized net actuarial gain (loss)		
Balance – beginning of year	\$ -	\$ -
Net actuarial gain (loss), during the year	68,000	-
Balance – end of year	<u>\$ 68,000</u>	<u>\$ -</u>
Continuity of accrued benefit (liability) asset		
Balance – beginning of year	\$(3,865,000)	\$(3,637,000)
Benefit paid	397,000	220,000
Net benefit plan (cost) income	(461,000)	(448,000)
Balance – end of year	<u>\$(3,929,000)</u>	<u>\$(3,865,000)</u>

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

Assumptions	<u>2016</u>	<u>2015</u>
Discount rate		
Beginning of year	2.5%	2.5%
End of year	2.2%	2.5%
Average remaining service period of active employees		
Beginning of year	13 years	n/a
End of year	14 years	13 years
Mortality	CPM14Publ	CPM14Publ
Termination	Varies by age	Varies by age
Retirement rate	100% at age 61	100% at age 61

10. Capital lease

The District entered a 30 year lease commencing on September 1, 2014 with the City of Edmonton for the Cardinal Collins Academic Centre in northwest Edmonton. The lease has a bargain purchase option. The District is responsible for the operating and maintenance costs of the facility.

	<u>2016</u>	<u>2015</u>
Obligations under capital lease – building with a net book value of \$11,569,627 (2015 - \$11,805,742) pledged as collateral	<u>\$ 11,160,546</u>	<u>\$ 11,384,342</u>

Under the terms of the lease, the District is obligated to make annual payments of \$692,376, including interest at an effective rate of 4.1%. The lease expires on August 31, 2044.

Payments on the capital lease is due as follows:

2016-2017	\$ 692,376
2017-2018	692,376
2018-2019	692,376
2019-2020	692,376
2020-2021	692,376
2021 to maturity	<u>15,232,261</u>
Total Payments	18,694,141
Less amount representing interest	(7,533,595)
	<u>\$ 11,160,546</u>

11. Other non-financial assets

Other non-financial assets consist of the following:

	<u>2016</u>	<u>2015</u>
Inventory	<u>\$1,256,880</u>	<u>\$ 707,247</u>

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

12. Accumulated surplus

Detailed information related to accumulated surplus is available on the Schedule of Changes in Accumulated Surplus.

The District's accumulated surplus is summarized as follows:

	<u>2016</u>	<u>2015</u>
Unrestricted surplus	\$ -	\$ -
Operating reserves	<u>24,752,670</u>	<u>24,972,349</u>
Accumulated surplus from operations	24,752,670	24,972,349
Investment in tangible capital assets	32,296,844	31,241,859
Capital reserves	<u>20,892,578</u>	19,535,545
Accumulated surplus	<u>\$77,942,092</u>	<u>\$75,749,753</u>

The activity for Capital Reserves are as follows:

	<u>2016</u>	<u>2015</u>
Balance, beginning of year	\$19,535,545	\$ 8,870,522
Transfer to Capital reserves	-	13,742,407
Net proceeds for disposal of school property	3,197,004	-
Repairs and renovations of schools	(1,039,971)	(2,475,862)
School projects – modulars	(800,000)	(601,522)
Balance, end of year	<u>\$20,892,578</u>	<u>\$19,535,545</u>

The Board approves transfers to capital reserves to fund identified future capital expenditures of the District. The Board approved the transfer of \$nil to capital reserves for the year (2015 - \$13,742,407). The Board also approved the transfer of \$1,839,971 (2015 - \$3,077,384) from capital reserves for various capital projects during the year.

13. Unexpended and expended deferred capital revenue

	<u>2016</u>		<u>2015</u>	
	Unexpended Capital	Expended Capital	Unexpended Capital	Expended Capital
Balances, beginning of year	<u>\$ 19,306,981</u>	<u>\$ 195,009,019</u>	<u>\$ 2,728,566</u>	<u>\$ 182,968,364</u>
Government grants	18,926,886	101,158,648	22,577,830	15,111,479
Interest earned	97,516	-	96,026	-
Net proceeds on disposal of supported capital assets	-	-	25,100	-
Expended on capital assets	(30,487,978)	30,487,978	(5,704,466)	5,704,466
Capital revenue recognized	<u>(2,692,305)</u>	<u>(9,180,040)</u>	<u>(416,075)</u>	<u>(8,775,290)</u>
Balances, end of year	<u>\$ 5,151,100</u>	<u>\$ 317,475,605</u>	<u>\$ 19,306,981</u>	<u>\$ 195,009,019</u>

Included in government grants and expended on tangible capital assets are contributions related to buildings totaling \$131,630,918 (2015 - \$16,030,077).

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

14. School generated funds - unexpended

	<u>2016</u>	<u>2015</u>
Balance, beginning of year	\$ 436,050	\$ 43,920
Gross receipts		
Fees	3,140,518	2,445,707
Fundraising	520,253	634,637
Gifts and donations	4,385,213	3,961,967
Other sales and services	883,866	1,507,661
Total gross receipts	<u>8,929,850</u>	<u>8,549,972</u>
Total direct costs and use of funds	<u>8,929,187</u>	<u>8,257,842</u>
Balance, end of year	<u>\$ 386,713</u>	<u>\$ 436,050</u>

Total direct costs include cost of goods sold to raise funds. Unexpended school generated funds are included in fees and other funds in deferred revenue (Note 8).

15. Trusts under administration

These balances represent mainly cash held in trust on behalf of the Regional Collaborative Service Delivery (RCSD), cash held to fund scholarships and cash held for the Deferred Salary Leave Plan. The RCSD was created so that school-aged children in Edmonton, 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 RCSD and is responsible for distributing the cash in accordance with the wishes of the RCSD. These cash balances are not recorded on the statements of the District.

	<u>2016</u>	<u>2015</u>
Regional Collaborative Service Delivery	\$ 1,103,584	\$ 2,021,735
Scholarships	168,647	185,445
Deferred Salary Leave Plan	1,684,738	1,274,525
Other	11,649	34,542
	<u>\$ 2,968,618</u>	<u>\$ 3,516,247</u>

16. Economic dependence on related third party

The District's primary source of income is from the Alberta Government. The District received allocations from Alberta Education, a related party. The District's ability to continue viable operations is dependent on this funding. In the current year \$442,885,974 or 90.7% (2015 - \$411,044,289 or 91.3%) of operating revenue was recognized from the Government of Alberta. Included in accounts receivable at August 31, 2016 was \$nil (2015 - \$nil) related to this revenue (Note 4).

In the current year, \$63,355,176 or 12.97% (2015 - \$60,284,008 or 13.39%) of operating revenue was recognized from the City of Edmonton supplementary requisition of municipal taxes from Catholic rate payers. Included in accounts receivable at August 31, 2016 is \$10,689,372 (2015 - \$10,676,091) related to this revenue (Note 4).

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

17. Related party transactions

Effective 2005-2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in *PSAS Section 1300 – Government reporting entity*. 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

The District is related to the Edmonton Catholic Schools Foundation by virtue of providing significant financial support and representation on the board of the Foundation.

The Foundation was established in 2013 with a mission to raise public awareness concerning the benefits of and to enhance the funding for; Catholic education in the City of Edmonton. The Foundation was incorporated under the *Companies Act* of the Province of Alberta. Under the provisions of the *Income Tax Act*, the Foundation is exempt from income tax.

The Foundation is not a controlled entity and has not been consolidated with the District's financial statements.

The District had the following related party transactions for the year ended August 31, 2016.

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenue	Expenses
Government of Alberta (GOA)				
Alberta Education				
Accounts receivable / Accounts payable	\$17,678,677	\$11,140,490		
Prepaid expenses / Deferred operating revenue	-	-		
Unexpended deferred capital revenue		-		
Expended deferred capital revenue		120,085,534	11,872,345	
Grant revenue & expenses			405,031,240	
ATRF payments made on behalf of district			25,571,090	
Other revenues & expenses			-	434,525
Other Alberta school jurisdictions	-	-	119,167	-
Alberta Health Services	-	-	226,392	257,436
Enterprise and Advanced Education	-	-	3,881	-
Post-secondary institutions	-	-	57,661	14,231
Alberta Infrastructure	-	-	-	3,000
Human Services	-	-	34,044	-
Culture & Tourism	-	-	89,321	840
Environment and Parks	-	-	-	655
Other				
Local Authorities Pension Plan	-	798,359	-	16,936,150
Edmonton Catholic Schools Foundation	-	-	167,110	230,000
TOTAL 2015/2016	\$17,678,677	\$132,024,383	\$443,172,251	\$17,876,837

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

TOTAL 2014/2015	\$ 1,842,317	\$ 48,656,657	\$411,312,377	\$15,625,330
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During the year, capital allocations of \$104,247,902 (2015 - \$35,783,997) were received from Alberta Education.

Maintenance costs totaling \$776,579 (2015 - \$1,075,352) related to the four schools constructed under the ASAP project were paid by Alberta Education and are recorded as an increase in revenue from Alberta Education and an increase in services, contracts and supplies expense included in plant operations and maintenance.

18. Contractual obligations

The District has commitments relating to various operating lease, service and construction contracts under which the District will be required to make annual payments. The estimated minimum annual payments required under these agreements are as follows:

	<u>Services</u>	<u>Construction</u>	<u>Leases</u>	<u>Total</u>
2017	\$12,595,052	\$33,550,334	\$462,401	\$46,607,787
2018	15,600	-	292,107	307,707
2019	-	-	247,372	247,372
2020	-	-	17,775	17,775
	<u>\$12,610,652</u>	<u>\$33,550,334</u>	<u>\$1,019,655</u>	<u>\$47,180,641</u>

The District made a commitment to the City of Edmonton regarding a Sports Facility in west Edmonton. The District will make an annual operating contribution to cover the operating costs of the facility equal to 30% of the total usage of the Facility by the District. The District will provide additional operating contributions if the actual expenditures of the Facility exceeded the annual operation contributions and the District will be reimbursed if the actual expenditures are less than the annual operating contributions. The District also committed to 22% of the cost of major/life cycle maintenance of the Facility if there are insufficient funds in the Facility's Reserve Account. The agreement expires September 16, 2038.

The District entered into an agreement for the purchase of electricity at a flat rate of 5.47 cents per kilowatt hour. This agreement expires December 31, 2019.

19. Contingent liabilities

The District is involved in various claims and litigation arising in the normal course of operations. While the outcome of these matters are uncertain and there is no assurance that such matters will be resolved in the District's favour, the District does not currently believe that the disposition of claims presently outstanding will be significant to the overall financial position of the District. Therefore no provision for these claims and litigation has been included in these financial statements.

Edmonton Catholic Separate School District No.7

Notes to the Financial Statements

August 31, 2016

20. Statement of cash flows – supplemental disclosures

Supplemental cash flows are as follows:

	<u>2016</u>	<u>2015</u>
Interest paid		
Supported	\$ -	\$ 6,738
Unsupported	946,006	963,351
	<u>\$946,006</u>	<u>\$970,089</u>

SCHEDULE 8

UNAUDITED SCHEDULE OF FEE REVENUES
for the Year Ending August 31, 2016 (in dollars)

	Actual 2016	Actual 2015
FEES		
Transportation fees	\$5,606,938	\$5,149,980
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$2,994,060	\$3,881,618
Technology user fees	\$367,333	\$479,751
Alternative program fees	\$3,301,575	\$3,230,296
Fees for optional courses (band, art, etc.)	\$1,543,088	\$957,364
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$794,625	\$721,825
Kindergarten & preschool	\$716,010	\$675,018
Extracurricular fees (sports teams and clubs)	\$171,556	\$278,263
Field trips (related to curriculum)	\$1,921,057	\$1,141,920
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$246,610	\$110,985
Other (describe)* PASS, Summer School & Tutorial	\$240,704	\$234,919
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
TOTAL FEES	\$17,903,556	\$16,861,939

*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 2016	Actual 2015
Cafeteria sales, hot lunch, milk programs	\$479,988	\$516,967
Special events, graduation, tickets	\$1,034,360	\$956,623
Student travel (international, recognition trips, non-curricular)	\$901,952	\$1,278,181
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$1,622,891	\$1,997,970
Adult education revenue	\$0	\$0
Child care & before and after school care	\$0	\$0
Other (describe) Lost item replacement	\$12,451	\$6,636
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$4,051,642	\$4,756,377

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING
for the Year Ended August 31, 2016 (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	2,917	1,180	7,754		
Federally Funded Students	136				
REVENUES					
Alberta Education allocated funding	\$ 3,436,518	\$ 25,035,856	\$ 9,134,398	\$ 24,619,657	\$ -
Other funding allocated by the board to the program	\$ 250,000	\$ -	\$ -	\$ 13,886,948	\$ -
TOTAL REVENUES	\$ 3,686,518	\$ 25,035,856	\$ 9,134,398	\$ 38,506,605	\$ -
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits	\$ 1,708,013	\$ 1,692,421	\$ 5,154,459	\$ 13,647,472	
Instructional non-certificated salaries & benefits	\$ 1,931,065	\$ 19,700,999	\$ 2,179,531	\$ 24,776,987	
SUB TOTAL	\$ 3,639,078	\$ 21,393,420	\$ 7,333,990	\$ 38,424,459	
Supplies, contracts and services	\$ 137,871	\$ 2,465,439	\$ 1,195,059	\$ 1,607,302	
Program planning, monitoring & evaluation	\$ 98,172	\$ 63,287	\$ 84,537	\$ -	
Facilities (required specifically for program area)	\$ -	\$ -	\$ 15,954	\$ -	
Administration (administrative salaries & services)	\$ -	\$ 1,033,954	\$ 84,000	\$ 236,259	
Other - Transportation	\$ -	\$ 115,251	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 3,875,121	\$ 25,071,351	\$ 8,713,540	\$ 40,268,020	
NET FUNDING SURPLUS (SHORTFALL)	\$ (188,603)	\$ (35,495)	\$ 420,858	\$ (1,761,415)	

SCHEDULE 10

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES for the Year Ended August 31, 2016 (in dollars)								
EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs			TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	
Office of the superintendent	\$ 1,103,123	\$ 300,771	\$ -	\$ 1,403,894	\$ -	\$ -	\$ -	\$ 1,403,894
Educational administration (excluding superintendent)	\$ 731,064	\$ 66,365	\$ -	\$ 797,429	\$ -	\$ -	\$ -	\$ 797,429
Business administration	\$ 2,500,252	\$ 457,939	\$ -	\$ 2,958,191	\$ -	\$ -	\$ -	\$ 2,958,191
Board governance (Board of Trustees)	\$ 581,038	\$ 877,889	\$ -	\$ 1,458,927	\$ -	\$ -	\$ -	\$ 1,458,927
Information technology	\$ 741,856	\$ 26,777	\$ -	\$ 768,633	\$ -	\$ -	\$ -	\$ 768,633
Human resources	\$ 2,606,638	\$ 960,970	\$ -	\$ 3,567,608	\$ -	\$ -	\$ -	\$ 3,567,608
Central purchasing, communications, marketing	\$ 1,301,037	\$ 342,421	\$ -	\$ 1,643,458	\$ -	\$ -	\$ -	\$ 1,643,458
Payroll	\$ 1,093,199	\$ 30,133	\$ -	\$ 1,123,332	\$ -	\$ -	\$ -	\$ 1,123,332
Administration - insurance			\$ -	\$ -			\$ -	\$ -
Administration - amortization			\$ 169,657	\$ 169,657			\$ -	\$ 169,657
Administration - other (admin building, interest)			\$ 10,459	\$ 10,459			\$ -	\$ 10,459
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 10,658,207	\$ 3,063,265	\$ 180,116	\$ 13,901,588	\$ -	\$ -	\$ -	\$ 13,901,588