

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2008**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**The Christ the Redeemer Catholic Separate Regional Division No. 3**

Legal Name of School Jurisdiction

**46 Elma Street West, Okotoks, Alberta, T1S 1J7**

Mailing Address

**(403) 938-2659**

**(403) 938-4575**

Telephone and Fax Numbers

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

The financial statements of The Christ the Redeemer Catholic Separate Regional Division No. 3 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

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

***Board of Trustees Responsibility***

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

***External Auditors***

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

***Declaration of Management and Board Chairman***

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements prescribed by Alberta Education.

**BOARD CHAIRMAN**

**Vijay Domingo**

Name

**"ORIGINAL SIGNED"**

Signature

**SUPERINTENDENT**

**Michael W. O'Brien**

Name

**"ORIGINAL SIGNED"**

Signature

**SECRETARY TREASURER OR TREASURER**

**Dennis Schneider**

Name

**"ORIGINAL SIGNED"**

Signature

**29-Nov-08**

Board-approved Release Date

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## AUDITORS' REPORT

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**To: The Board of Trustees  
Christ the Redeemer Catholic Separate Regional Division #3**

We have audited the statement of financial position of Christ the Redeemer Catholic Separate Regional Division #3 as at August 31, 2008 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2008, and the results of its operations, changes in cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

**HIGH RIVER, ALBERTA  
OCTOBER 30, 2008**

*Catalyst LLP*

**CHARTERED ACCOUNTANTS**

**STATEMENT OF FINANCIAL POSITION**  
as at August 31, 2008

(in dollars)

	2008	2007 (Note)
<b>ASSETS</b>		
Current assets		
Cash and temporary investments	\$19,435,818	\$17,372,652
Accounts receivable (net after allowances)	\$2,371,770	\$1,653,161
Prepaid expenses	\$258,026	\$286,203
Other current assets	\$388,088	\$410,993
<b>Total current assets</b>	<b>\$22,453,702</b>	<b>\$19,723,009</b>
School generated assets	\$529,827	\$543,212
Trust assets	\$88,753	\$72,167
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets		
Land	\$370,796	\$370,796
Buildings	\$84,930,978	
Less: accumulated amortization	(\$22,388,926)	\$62,542,052
Equipment	\$6,889,764	
Less: accumulated amortization	(\$4,276,589)	\$2,613,175
Vehicles	\$254,541	
Less: accumulated amortization	(\$176,503)	\$78,038
<b>Total capital assets</b>	<b>\$65,604,061</b>	<b>\$55,025,432</b>
<b>TOTAL ASSETS</b>	<b>\$88,676,343</b>	<b>\$75,363,820</b>
<b>LIABILITIES</b>		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$2,814,482	\$2,017,918
Deferred revenue	\$2,027,344	\$1,323,522
Deferred capital allocations	\$14,772,298	\$14,795,182
Current portion of all long term debt	\$616,878	\$632,987
<b>Total current liabilities</b>	<b>\$20,231,002</b>	<b>\$18,769,609</b>
School generated liabilities	\$529,827	\$543,212
Trust liabilities	\$88,753	\$72,167
Employee future benefits liability	\$0	\$0
Long term payables and accrued liabilities	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$4,420,833	\$4,890,951
Less: Current portion of supported debt	(\$470,118)	(\$470,118)
Unsupported: Debentures and Capital Loans	\$0	\$0
Capital Leases	\$0	\$0
Mortgages	\$146,760	\$162,869
Less: Current portion of unsupported debt	(\$146,760)	(\$162,869)
Other long term liabilities	\$0	\$0
Unamortized capital allocations	\$59,963,767	\$48,937,476
<b>Total long term liabilities</b>	<b>\$64,533,062</b>	<b>\$53,973,688</b>
<b>TOTAL LIABILITIES</b>	<b>\$84,764,064</b>	<b>\$72,743,297</b>
<b>NET ASSETS</b>		
Unrestricted net assets	\$231,785	\$123,631
Operating Reserves	\$2,537,938	\$1,400,189
Accumulated Operating Surplus (Deficit)	\$2,769,723	\$1,523,820
Investment in capital assets	\$1,072,700	\$1,034,136
Capital Reserves	\$69,856	\$62,567
Total Capital Funds	\$1,142,556	\$1,096,703
<b>Total net assets</b>	<b>\$3,912,279</b>	<b>\$2,620,523</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$88,676,343</b>	<b>\$75,363,820</b>

**Note:** Input "(Restated)" in 2007 column heading where comparatives are not taken from the finalized 2006-2007 Audited Financial Statements filed with Alberta Education.

**STATEMENT OF REVENUES AND EXPENSES**  
**for the Year Ended August 31, 2008**  
(in dollars)

	Actual 2008	Budget 2008 (Note)	Actual 2007 (Note)
<b>REVENUES</b>			
Government of Alberta	\$56,110,161	\$54,107,135	\$51,550,982
Federal Government and/or First Nations	\$289,054	\$297,435	\$434,769
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$107,573	\$70,000	\$84,418
Instruction resource fees	\$562,380	\$531,979	\$531,878
Transportation fees	\$0	\$0	\$0
Other sales and services	\$197,139	\$60,000	\$277,454
Investment income	\$213,791	\$135,000	\$174,421
Gifts and donations	\$133,518	\$80,000	\$135,806
Rentals of facilities	\$30,970	\$15,000	\$24,887
Net school generated funds	\$865,198	\$700,000	\$652,310
Gains on disposal of capital assets	\$0	\$0	\$8,183
Amortization of capital allocations	\$3,152,807	\$2,200,000	\$2,993,369
<b>Total Revenues</b>	<b>\$61,662,591</b>	<b>\$58,196,549</b>	<b>\$56,868,477</b>
<b>EXPENSES</b>			
Certificated salaries	\$27,381,763	\$26,981,670	\$25,934,570
Certificated benefits	\$3,245,192	\$3,261,406	\$3,039,195
Non-certificated salaries and wages	\$9,043,571	\$9,359,697	\$8,797,670
Non-certificated benefits	\$2,295,411	\$2,485,077	\$2,218,496
Services, contracts and supplies	\$12,989,729	\$13,643,244	\$12,531,930
Net school generated funds	\$865,198	\$700,000	\$652,310
Capital and debt services			
Amortization of capital assets			
Supported	\$3,152,807	\$2,200,000	\$2,993,369
Unsupported	\$960,358	\$800,000	\$794,144
Total Amortization of capital assets	\$4,113,165	\$3,000,000	\$3,787,513
Interest on capital debt			
Supported	\$427,908	\$457,222	\$472,206
Unsupported	\$8,898	\$7,000	\$12,527
Total Interest on capital debt	\$436,806	\$464,222	\$484,733
Other interest charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$0
<b>Total Expenses</b>	<b>\$60,370,835</b>	<b>\$59,895,316</b>	<b>\$57,446,417</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM</b>	<b>\$1,291,756</b>	<b>(\$1,698,767)</b>	<b>(\$577,940)</b>
Extraordinary Item	\$0	\$0	\$0
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<b>\$1,291,756</b>	<b>(\$1,698,767)</b>	<b>(\$577,940)</b>

**Note:** Input "(Restated)" where Actual 2007 comparatives are not as presented in the finalized 2006-2007 Audited Financial Statements filed with Alberta Education. Budget 2008 comparatives presented are "FINAL APPROVED" budget amounts formally adopted by the Board.

**STATEMENT OF CASH FLOWS**  
for the Year Ended August 31, 2008

(in dollars)

	2008	2007 (Note)
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATIONS</b>		
Excess (deficiency) of revenues over expenses for the year	\$1,291,756	(\$577,940)
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$3,152,807)	(\$2,993,369)
Total amortization expense	\$4,113,165	\$3,787,513
Gains on disposal of capital assets	\$0	(\$8,183)
Losses on disposal of capital assets	\$0	\$0
Changes in accrued accounts:		
Accounts receivable	(\$718,609)	\$1,154,855
Prepays and other current assets	\$51,082	(\$153,351)
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Payables and accrued liabilities	\$796,564	\$265,314
Deferred revenue	\$703,822	\$1,066,964
Employee future benefit expense (recovery)	\$0	\$0
Other (describe)	\$0	\$0
<b>Total sources (uses) of cash from Operations</b>	<b>\$3,084,973</b>	<b>\$2,541,803</b>
<b>B. INVESTING ACTIVITIES</b>		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$14,237,551)	(\$5,927,041)
Equipment	(\$433,681)	(\$461,169)
Vehicles	(\$20,562)	(\$56,134)
Net proceeds from disposal of capital assets	\$0	\$10,616
Other (describe)	\$0	\$0
<b>Total sources (uses) of cash from Investing activities</b>	<b>(\$14,691,794)</b>	<b>(\$6,433,728)</b>
<b>C. FINANCING ACTIVITIES</b>		
Capital allocations	\$13,686,096	\$19,363,023
Issue of long term debt	\$0	\$0
Repayment of long term debt	(\$486,227)	(\$556,085)
Add back: supported portion	\$470,118	\$481,368
Other (describe)	\$0	\$0
<b>Total sources (uses) of cash from Financing activities</b>	<b>\$13,669,987</b>	<b>\$19,288,306</b>
<b>Net sources (uses) of cash during year</b>	<b>\$2,063,166</b>	<b>\$15,396,381</b>
<b>Cash and temporary investments, net of bank indebtedness, at Aug. 31/07</b>	<b>\$17,372,652</b>	<b>\$1,976,271</b>
<b>Cash and temporary investments, net of bank indebtedness, at Aug. 31/08</b>	<b>\$19,435,818</b>	<b>\$17,372,652</b>

**Note:** Input "(Restated)" where Actual 2007 comparatives are not as presented in the finalized 2006-2007 Audited Financial Statements filed with Alberta Education.

**STATEMENT OF CHANGES IN NET ASSETS**  
**for the Year Ended August 31, 2008**  
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
<b>Balance at August 31, 2007</b>	\$2,620,523	\$1,034,136	\$123,631	\$1,400,189	\$62,567
Retrospective Restatements (describe)					
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
<b>Adjusted Balance, Aug. 31, 2007</b>	\$2,620,523	\$1,034,136	\$123,631	\$1,400,189	\$62,567
Excess(def) of revenue over expenses	\$1,291,756		\$1,291,756		
Board funded capital transactions		\$982,813	\$0	(\$962,251)	(\$20,562)
Direct credits to net assets	\$0	\$0			
Amortization of capital assets		(\$4,113,165)	\$4,113,165		
Amortization of capital allocations		\$3,152,807	(\$3,152,807)		
Disposal of unsupported capital assets	\$0	\$0	\$0		\$0
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0		\$0
Debt principal payments (unsupported)		\$16,109	(\$16,109)		
Net transfers to operating reserves			(\$2,100,000)	\$2,100,000	
Net transfers from operating reserves			\$0	\$0	
Net transfers to capital reserves			(\$27,851)		\$27,851
Net transfers from capital reserves			\$0		\$0
Assumption/transfer of other operations's net assets	\$0	\$0	\$0	\$0	\$0
<b>Balance at August 31, 2008</b>	\$3,912,279	\$1,072,700	\$231,785	\$2,537,938	\$69,856

**STATEMENT OF CAPITAL ALLOCATIONS**  
**(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)**  
**for the Year Ended August 31, 2008**  
(in dollars)

	<b>Deferred Capital Allocations</b>	<b>Unamortized Capital Allocations</b>
<b>Balance at August 31, 2007</b>	\$14,795,182	\$48,937,476
<b>Prior period adjustment</b>	\$0	\$0
<b>Adjusted balance, August 31, 2007</b>	\$14,795,182	\$48,937,476
<b>Add:</b>		
<b>Restricted capital allocations from:</b> Alberta Education-School/Modular Project Capital *	\$12,854,445	
Infrastructure & Transportation-School/Modular Project Capital *	\$0	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$0	
<b>Interest earned on provincial government capital allocations</b>	\$831,651	
<b>Other capital grants and donations</b>	\$0	
<b>Net Proceeds on disposal of supported capital assets</b>	\$0	
<b>Insurance proceeds (and related interest)</b>	\$0	
<b>Donated capital assets</b> (amortizable, @ fair market value)		\$0
<b>Transferred in capital assets</b> (amortizable, @ net book value)		\$0
<b>Current Year Debenture Principal Repayment</b>		\$470,118
<b>Expended capital allocations - current year</b>	(\$13,708,980)	\$13,708,980
<b>Less:</b>		
<b>Net book value of supported capital assets disposition, write-off, or transfer; Other</b>	\$0	\$0
<b>Capital allocations amortized to revenue</b>		\$3,152,807
<b>Balance at August 31, 2008</b>	\$14,772,298	\$59,963,767

\* Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations are excluded from this Statement, since those contributions are not externally restricted to capital.

# CHRIST THE REDEEMER CATHOLIC SEPARATE REGIONAL DIVISION NO. 3

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2008

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### 1. AUTHORITY AND PURPOSE

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

The jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

### 2. CHANGE IN ACCOUNTING POLICIES

Effective October 1, 2007, the Division adopted the new accounting standards issued by the Accounting Standards Board (AcSB): Handbook Section 1530, Comprehensive Income, Section 3855, Financial Instruments – Recognition and Measurement, Section 3251, Equity, and Section 3861, Financial Instruments – Disclosure and Presentation. The Division has evaluated the impact of these new standards and determined that no adjustments are currently required.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP). 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 and approximations. 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) Revenue Recognition

Revenue is recognized as follows:

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.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received or receivable.

b) Capital Assets

Capital Assets are recorded at cost, and 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%
Equipment & Furnishings	10% to 20%

Capital assets with costs in excess of \$5,000 are capitalized. Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

- c) School Generated Funds  
These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)
- d) Vacation Pay  
Vacation Pay is accrued in the period in which the employee earns the benefit.
- e) 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 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 Christ the Redeemer Catholic Separate Regional Division No. 3 does not make pension contributions for certificated staff.  
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 \$ 525,404 for the year ended August 31, 2008. At December 31, 2007, the Local Authorities Pension Plan reported deficiencies of \$1,183,334,000 (2006 deficiency of \$746,651,000).  
The school board also participates in a Supplemental Integrated Pension Plan for executive employees designated by the Board to be a member of the plan. The expense for the registered portion is \$ 26,129 and for the non-registered portion \$ 8,225 for the year ended August 31, 2008
- f) Inventories  
Inventories are recorded at the lower of cost or net realizable value and are accounted for using the first in, first out method.
- g) Prepaid Expenses  
Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.
- h) 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. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.
- i) Financial Instruments  
These consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act*.
- j) Operating and Capital Reserves  
Reserves are established at the discretion of the Board of Trustees of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.
- k) Employee Future Benefits  
The jurisdiction accrues its obligations under employee future benefit plans and expenses the related costs. As at August 31, 2008, the recorded obligation is nil.
- l) Investments  
Short term Investments are valued at the lower of cost or market and have maturities of one year or less. Long term investments are valued at cost or, where there has been other than a temporary impairment in the value of the investment, at market value.

#### 4. ACCOUNTS RECEIVABLE

	2008	2007
Alberta Education	\$ 75,784	\$ 66,544
Alberta Finance	295,402	324,716
Federal Government	556,881	412,468
First Nations	109,134	0
Other Province of Alberta	8,800	24,709
Alberta Municipalities	743,131	782,724
Other	582,638	42,000
Total	\$2,371,770	\$1,653,161

#### 5. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of \$1,000,000 that bears interest at the bank prime rate minus .5%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2008.

#### 6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2008	2007
Alberta Education	\$ 719,702	\$ 798,786
Alberta Finance	295,402	324,716
Federal Government	0	0
Other Alberta School Jurisdictions	145,003	157,420
Other Trade Payables and Accrued Liabilities	1,654,375	736,996
Total	\$2,814,482	\$2,017,918

#### 7. DEFERRED REVENUE

	2008	2007
Infrastructure Maintenance Renewal	\$1,255,129	\$1,252,102
Alberta Education One-Time/LRC	714,744	10,543
Alberta Municipalities FCSS	13,333	26,800
Other Alberta Government	0	0
Other School and related fees	44,138	34,077
Total	\$2,027,344	\$1,323,522

#### 8. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction.

	2008	2007
Deferred Salary Leave Plan	\$ 73,753	\$ 57,492
Scholarship Trusts	15,000	14,675
Student Health Initiative Trust (SHI Banker Board)	0	0
Children and Youth with Complex Needs (Banker Board)	0	0
Total	\$ 88,753	\$ 72,167

#### 9. LONG TERM DEBT

##### a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2008-2009	\$ 470,118	\$ 412,248	\$ 882,366
2009-2010	449,718	367,275	816,993
2010-2011	445,143	324,438	769,581
2011-2012	439,143	282,081	721,224
2012-2013	439,143	240,429	679,572
2013 to maturity	2,177,568	650,449	2,828,017
Total	\$ 4,420,833	\$ 2,276,920	\$ 6,697,753

##### b) Mortgages – Unsupported

Mortgages unsupported include two mortgages with Community Savings on properties purchased for use as administration offices. Both mortgages bear interest at the bank's prime lending rate; 4.75% as of August 31, 2008 and are secured by a general security agreement covering all revenues of the jurisdiction and specific charges against the purchased properties.

Although extended repayment terms have been accepted by the bank, both mortgages are repayable on demand and accordingly the entire balance on each has been classified as a current liability. Details are as follows:

Mortgage #1, repayable in equal monthly principal payments of \$888 plus interest to maturity.	2008 \$ 71,575	2007 \$ 82,267
Mortgage #2, repayable in equal monthly principal payments of \$450 plus interest to maturity.	<u>\$ 75,185</u>	<u>\$ 80,602</u>
Amounts included in current liabilities	<u>\$146,760</u>	<u>\$162,869</u>

If the bank does not demand repayment sooner, principal payments due over the next five years and beyond would be as follows:

2008 – 2009	\$ 16,056
2009 – 2010	16,056
2010 – 2011	16,056
2011 – 2012	16,056
2012 – 2013	16,056
2013 – maturity	<u>66,480</u>

\$ 146,760

## 10. DEFERRED CAPITAL ALLOCATIONS

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

## 11. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

## 12. 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 jurisdiction has no known asset retirement obligations.

## 13. COMMITMENTS

- a) Building Projects: The jurisdiction is committed to further capital expenditures of approximately \$17,382,791. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Education.

Major projects include:

Drumheller School Project	\$ 13,792,827
Canmore K-12 School	3,347,382
Okotoks Mould Remedial	113,328
Modular Classrooms	129,254

- b) Building Leases: The jurisdiction is committed to lease office space (Centre for Learning @Home and Special Education) for a term of five years ending on the 30<sup>th</sup> day of June, 2010. The annual rent amounts to \$93,944 inclusive of GST. Additional leased space (St. Luke's Outreach Centre) for a term of three years ending on the 30<sup>th</sup> day of June, 2010. The annual rent amounts to \$39,219 inclusive of GST.
- c) Equipment Leases: As at August 31, 2008, the jurisdiction has equipment lease obligations of \$131,984 ending March 2010; \$25,790 ending on July 2010; \$85,970 ending August 2010 and \$24,686 ending October 2010.

## 14. CONTINGENCIES

- a) The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

## 15. RELATED PARTY TRANSACTIONS

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The Christ the Redeemer Catholic Separate Regional Division No. 3 had related party transactions for the year ended August 31, 2008 recorded on the Statement of Revenues and Expenses and Statement of Financial Position, at amount of consideration agreed upon between the related parties.

2007-2008	Balances		Transactions	
	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
<b>Government of Alberta:</b>				
Education	\$ 75,784	\$2,689,575	\$ 56,053,045	\$ 0
Infrastructure & Transportation	0	0	0	0
Finance	295,402	295,402	427,908	3,527
Health & Wellness	0	0	0	0
Human Resources/Employment	8,800	0	8,800	0
Other Gov't of Alberta departments	0	0	48,316	0
<b>Other:</b>				
Health authorities	0	0	0	4,192
Post-secondary institutions	0	0	0	3,774
Other Alberta school jurisdictions	0	145,003	0	350,553
Other related parties	0	0	0	0
<b>TOTAL 2007-2008</b>	<b>\$ 379,986</b>	<b>\$3,129,980</b>	<b>\$56,538,069</b>	<b>\$362,046</b>
<b>TOTAL 2006-2007</b>	<b>\$ 443,745</b>	<b>\$2,543,567</b>	<b>\$51,615,531</b>	<b>\$342,160</b>

## 16. 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.

## 17. TARGETED FUNDING FOR PROVINCIAL INITIATIVES EXPENSES

TARGETED FUNDING FOR PROVINCIAL INITIATIVES	Certificated Remuneration	Non-Certificated Remuneration	Supplies & Services	Other Expenses
Alberta Initiative for School Improvement	\$550,985	\$33,316	\$188,590	\$183,690
Children and Youth with Complex Needs	\$0	\$0	\$0	\$0
Francophone Student Health Services	\$0	\$0	\$0	\$0
Small Class Size Initiative	\$1,338,192	\$0	\$0	\$0
Student Health Initiative	\$23,297	\$253,274	\$10,633	\$0
SuperNet Service	\$0	\$0	\$120,563	\$0

## 18. SUBSEQUENT EVENTS

Subsequent to the year end, the jurisdiction entered into an irrevocable letter of credit with the School Board Employer Bargaining Authority for \$400,000 for teacher negotiations.



**UNAUDITED SCHEDULES**  
**TO THE**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2008**  
**[School Act, Section 276]**

**The Christ the Redeemer Catholic Separate Regional Division No. 3**

Legal Name of School Jurisdiction

**46 Elma Street West, Okotoks, Alberta, T1S 1J7**

Mailing Address

**(403) 938-2659**

**(403) 938-4575**

Telephone and Fax Numbers

***Declaration of Secretary-Treasurer / Chief Financial Officer***

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

SECRETARY TREASURER OR TREASURER

**Dennis Schneider**  
Name

**"ORIGINAL SIGNED"**  
Signature

**29-Nov-08**

Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,  
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5  
EMAIL: TO COME  
PHONE: (780) TO COME FAX: (780) 422-6996

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SCHEDULE A

School Jurisdiction Code:

4208

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2007-2008

REVENUES	TOTAL	ECS Instruction	Grades 1-12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	\$55,625,137	\$3,021,692	\$41,003,273	\$6,093,313	\$3,970,241	\$1,536,618	\$0
(2) Other - Government of Alberta	\$485,024	\$0	\$0	\$436,708	\$0	\$0	\$48,316
(3) Federal Government and/or First Nations	\$289,054	\$0	\$289,054	\$0	\$0	\$0	\$0
(4) Alberta Municipalities-special tax levies	\$107,573	\$0	\$18,940	\$0	\$0	\$0	\$88,633
(5) Instruction resource fees	\$662,380	\$28,505	\$553,875				
(6) Transportation fees-ECS	\$0				\$0		
(7) Transportation fees-Grades 1-12	\$0				\$0		
(8) Net school generated funds	\$865,198	\$0	\$865,198			\$0	
(9) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(10) Amortization of capital allocations	\$3,152,807	\$0	\$3,152,807	\$0	\$0	\$0	\$0
(11) Other revenues	\$575,418	\$0	\$478,498	\$30,970	\$65,950	\$0	\$0
(12) TOTAL REVENUES	\$61,662,591	\$3,050,197	\$43,188,838	\$9,713,798	\$4,036,191	\$1,536,618	\$136,949
<b>EXPENSES</b>							
(13) Certificated salaries	\$27,381,763	\$1,049,640	\$26,072,437			\$259,686	\$0
(14) Certificated benefits	\$3,245,192	\$125,753	\$3,083,010			\$36,429	\$0
(15) Non-certificated salaries and wages	\$9,043,571	\$904,076	\$5,406,734	\$2,016,667	\$82,380	\$522,360	\$111,354
(16) Non-certificated benefits	\$2,295,411	\$197,634	\$1,446,840	\$464,686	\$19,889	\$144,216	\$22,146
(17) SUB - TOTAL	\$41,965,937	\$2,277,103	\$36,009,021	\$2,481,353	\$102,269	\$962,691	\$133,500
(18) Supplies and Services	\$12,989,729	\$427,109	\$6,478,873	\$2,407,260	\$3,123,657	\$549,381	\$3,449
(19) Net school generated funds	\$865,198	\$0	\$865,198				
(20) Amortization of capital assets	\$4,113,165	\$0	\$941,151	\$3,152,807	\$0	\$19,207	\$0
(21) Interest charges	\$436,806	\$0	\$3,559	\$427,908	\$0	\$5,339	\$0
(22) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(23) TOTAL EXPENSES	\$60,370,835	\$2,704,212	\$44,297,802	\$6,469,328	\$3,225,926	\$1,536,618	\$136,949
(24) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$1,291,756	\$345,985	(\$1,108,964)	\$1,244,470	\$810,265	\$0	\$0

Note: The reporting of ECS transportation fees and ECS intrusion program revenues and expenses separately from Grades 1-12 is optional for 2007-2008 ONLY.

**SCHEDULE B  
SCHOOL GENERATED FUNDS (SGF) - 2007-2008**

<b>Unexpended SGF - Opening Balance August 31, 2007</b>			\$543,212
<b>Sources of School Generated Funds:</b>	<b>Gross SGF</b>	<b>Related Expenses</b>	<b>Net SGF</b>
Fundraising activities	\$1,224,939	\$869,707	\$355,232
Student fees (Non-Instructional) (Note 1)	\$674,386	\$215,803	\$458,583
Donations and grants to schools	\$101,729	\$86,469	\$15,260
Other (describe): Interest and Bank Charges	\$23,202	\$464	\$22,738
<b>Net Additions to SGF</b>	\$2,024,256	\$1,172,443	\$851,813
<b>Net SGF Available</b>			\$1,395,025
<b>Uses of Net School Generated Funds:</b>			
Extra-curricular activities			\$782,847
Field Trips			\$70,049
Other (describe): Interest and Bank Charges			\$12,302
<b>Total Uses of Net SGF</b> (Note 2)			\$865,198
<b>Unexpended SGF - Closing Balance August 31, 2008</b> (Note 3)			\$529,827
<p>School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school I</p> <p><b>Notes:</b></p> <ol style="list-style-type: none"> <li>1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees related to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Fees charged for</li> <li>2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues &amp; Expenses of the Financial Statements.</li> <li>3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position.</li> </ol>			