

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

East Central Francophone Education Region No. 3

Legal Name of School Jurisdiction

Box 249, St-Paul, Alberta, T0A 3A0

Mailing Address

780-645-3888 780-645-2045

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of ^{East Central Francophone Education Region 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

Reginald Roy

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

Donald Michaud

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

Claude Lampron

Name

"ORIGINAL SIGNED"

Signature

12-Nov-08

Board-approved Release Date

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Joly, M^cCarthy & Dion

**CHARTERED
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AUDITORS' REPORT

TO THE BOARD OF TRUSTEES

East Central Francophone Education Region No. 3

We have audited the statement of financial position of the East Central Francophone Education Region No. 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 jurisdiction'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 as to 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 jurisdiction as at August 31, 2008 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

ST. PAUL, ALBERTA
November 10, 2008

Joly McCarthy + Dion
CHARTERED ACCOUNTANTS



Members of
The Institute of Chartered Accountants of Alberta

STATEMENT OF FINANCIAL POSITION
as at August 31, 2008

(in dollars)

	2008	2007 (Note)
ASSETS		
Current assets		
Cash and temporary investments	\$910,053	\$690,965
Accounts receivable (net after allowances)	\$421,673	\$328,967
Prepaid expenses	\$6,275	\$4,835
Other current assets	\$150,000	\$0
Total current assets	\$1,488,001	\$1,024,767
School generated assets	\$93,115	\$72,971
Trust assets	\$444,905	\$174,057
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets		
Land	\$126,554	\$126,554
Buildings	\$19,638,782	
Less: accumulated amortization	(\$3,590,159)	\$16,048,623
Equipment	\$1,587,208	
Less: accumulated amortization	(\$662,211)	\$924,997
Vehicles	\$134,165	
Less: accumulated amortization	(\$76,370)	\$57,795
Total capital assets	\$17,157,969	\$14,994,057
TOTAL ASSETS	\$19,183,990	\$16,265,852
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$90,400	\$102,070
Deferred revenue	\$535,377	\$256,332
Deferred capital allocations	\$180,442	\$97,480
Current portion of all long term debt	\$21,545	\$24,486
Total current liabilities	\$827,764	\$480,368
School generated liabilities	\$93,115	\$72,971
Trust liabilities	\$444,905	\$174,057
Employee future benefits liability	\$0	\$0
Long term payables and accrued liabilities	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$0	\$0
Less: Current portion of supported debt	\$0	\$0
Unsupported: Debentures and Capital Loans	\$21,545	\$45,500
Capital Leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion of unsupported debt	(\$21,545)	(\$24,486)
Other long term liabilities	\$0	\$0
Unamortized capital allocations	\$16,655,352	\$14,459,075
Total long term liabilities	\$17,193,372	\$14,727,117
TOTAL LIABILITIES	\$18,021,136	\$15,207,485
NET ASSETS		
Unrestricted net assets	\$524,167	\$526,300
Operating Reserves	\$157,615	\$42,585
Accumulated Operating Surplus (Deficit)	\$681,782	\$568,885
Investment in capital assets	\$481,072	\$489,482
Capital Reserves	\$0	\$0
Total Capital Funds	\$481,072	\$489,482
Total net assets	\$1,162,854	\$1,058,367
TOTAL LIABILITIES AND NET ASSETS	\$19,183,990	\$16,265,852

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)
REVENUES			
Government of Alberta	\$8,556,833	\$8,562,315	\$8,281,758
Federal Government and/or First Nations	\$374,028	\$201,083	\$488,345
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Instruction resource fees	\$27,503	\$26,460	\$25,784
Transportation fees	\$3,333	\$2,300	\$6,055
Other sales and services	\$50,316	\$120,000	\$24,246
Investment income	\$39,433	\$0	\$25,450
Gifts and donations	\$5,518	\$0	\$5,843
Rentals of facilities	\$0	\$0	\$0
Net school generated funds	\$47,774	\$50,000	\$58,362
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$607,113	\$594,065	\$594,065
Total Revenues	\$9,711,851	\$9,556,223	\$9,509,908
EXPENSES			
Certificated salaries	\$4,387,354	\$4,281,062	\$3,960,643
Certificated benefits	\$499,211	\$492,054	\$446,400
Non-certificated salaries and wages	\$857,782	\$709,709	\$798,257
Non-certificated benefits	\$213,229	\$203,300	\$204,707
Services, contracts and supplies	\$2,941,279	\$3,278,124	\$2,680,862
Net school generated funds	\$47,774	\$50,000	\$58,362
Capital and debt services			
Amortization of capital assets			
Supported	\$607,113	\$594,065	\$594,065
Unsupported	\$51,973	\$39,335	\$39,336
Total Amortization of capital assets	\$659,086	\$633,400	\$633,401
Interest on capital debt			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$0	\$0	\$0
Other interest charges	\$1,649	\$0	\$545
Losses on disposal of capital assets	\$0	\$0	\$508
Total Expenses	\$9,607,364	\$9,647,649	\$8,783,685
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	\$104,487	(\$91,426)	\$726,223
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$104,487	(\$91,426)	\$726,223

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)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	\$104,487	\$726,223
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$607,113)	(\$594,065)
Total amortization expense	\$659,086	\$633,401
Gains on disposal of capital assets	\$0	\$0
Losses on disposal of capital assets	\$0	\$508
Changes in accrued accounts:		
Accounts receivable	(\$92,706)	(\$85,771)
Prepays and other current assets	(\$151,440)	\$1,202
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Payables and accrued liabilities	(\$11,670)	(\$23,763)
Deferred revenue	\$279,045	\$22
Employee future benefit expense (recovery)	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Operations	\$179,689	\$657,757
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$2,735,294)	(\$3,110)
Equipment	(\$87,704)	(\$250,685)
Vehicles	\$0	(\$40,033)
Net proceeds from disposal of capital assets	\$0	\$9,010
Other (describe)	\$0	\$0
Total sources (uses) of cash from Investing activities	(\$2,822,998)	(\$284,818)
C. FINANCING ACTIVITIES		
Capital allocations	\$2,886,352	\$3,110
Issue of long term debt	\$0	\$19,086
Repayment of long term debt	(\$23,955)	(\$30,435)
Add back: supported portion	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Financing activities	\$2,862,397	(\$8,239)
Net sources (uses) of cash during year	\$219,088	\$364,700
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	\$690,965	\$326,265
Cash and temporary investments, net of bank indebtedness, at Aug. 31/08	\$910,053	\$690,965

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
Balance at August 31, 2007	\$1,058,367	\$489,482	\$526,300	\$42,585	\$0
Retrospective Restatements (describe)					
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
Adjusted Balance, Aug. 31, 2007	\$1,058,367	\$489,482	\$526,300	\$42,585	\$0
Excess(def) of revenue over expenses	\$104,487		\$104,487		
Board funded capital transactions		\$19,608	(\$19,608)	\$0	\$0
Direct credits to net assets	\$0	\$0			
Amortization of capital assets		(\$659,086)	\$659,086		
Amortization of capital allocations		\$607,113	(\$607,113)		
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)		\$23,955	(\$23,955)		
Net transfers to operating reserves			(\$150,000)	\$150,000	
Net transfers from operating reserves			\$34,970	(\$34,970)	
Net transfers to capital reserves			\$0		\$0
Net transfers from capital reserves			\$0		\$0
Assumption/transfer of other operations's net assets	\$0	\$0	\$0	\$0	\$0
Balance at August 31, 2008	\$1,162,854	\$481,072	\$524,167	\$157,615	\$0

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

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2007	\$97,480	\$14,459,075
Prior period adjustment	\$0	\$0
Adjusted balance, August 31, 2007	\$97,480	\$14,459,075
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	\$2,885,294	
Infrastructure & Transportation-School/Modular Project Capital *	\$0	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$1,058	
Other capital grants and donations	\$0	
Net Proceeds on disposal of supported capital assets	\$0	
Insurance proceeds (and related interest)	\$0	
Donated capital assets (amortizable, @ fair market value)		\$0
Transferred in capital assets (amortizable, @ net book value)		\$0
Current Year Debenture Principal Repayment		\$0
Expended capital allocations - current year	(\$2,803,390)	\$2,803,390
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$607,113
Balance at August 31, 2008	\$180,442	\$16,655,352

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

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2008

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.

The jurisdiction is exempt from tax under the Income Tax Act.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. 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.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2008

2. Summary of Significant Accounting Policies (continued)

b) Capital Assets

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

Buildings	2.5-4%
Equipment	10-20%
Vehicles	20%

Only capital assets with costs in excess of \$5,000 are capitalized. The amortization of the asset will commence in the fiscal year following the year of acquisition. Any 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 trips, etc.).

d) Vacation Pay

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

e) 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.

f) 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.

g) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdictions to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED AUGUST 31, 2008

2. Summary of Significant Accounting Policies (continued)

h) Pensions

Pension costs included in these statements comprise the cost 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 East Central Francophone Education Region No. 3 does not make pension contributions for certified staff.

The school board along with the active uncertified members contribute to an RRSP plan. The employer expense for this pension plan is \$50,027 for the year ended August 31, 2008 (2007 - \$45,777).

i) Investments

Short-term investments are valued at the lower of cost or market.

3. 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.

4. Accounts Receivable

	<u>2008</u>	<u>2007</u>
Alberta Education	\$ 209,895	\$ 121,948
Other Province of Alberta	19,350	--
Federal Government	101,123	139,692
Other	<u>91,305</u>	<u>67,327</u>
	<u>\$ 421,673</u>	<u>\$ 328,967</u>

5. Bank Indebtedness

The jurisdiction has negotiated a line of credit in the amount of \$800,000 that bears interest at the bank prime. This line of credit is secured by a borrowing resolution and a general security agreement. The maximum line of credit limit will be reduced as follows:

September 1, 2008	\$ 600,000
September 1, 2009	400,000

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED AUGUST 31, 2008

6. Accounts Payable and Accrued Liabilities

	<u>2008</u>	<u>2007</u>
Other Province of Alberta	\$ 48,053	\$ --
Other	<u>42,347</u>	<u>102,070</u>
	<u>\$ 90,400</u>	<u>\$ 102,070</u>

7. Deferred Revenue

	<u>Deferred Revenue Aug. 31, 2007</u>	<u>Restricted Funds Received</u>	<u>Restricted Funds Expended</u>	<u>Deferred Revenue Aug. 31, 2008</u>
Alberta Education Restricted Operational Funding:				
Infrastructure Maintenance Renewal	\$ 233,253	\$ 97,320	\$ 102,621	\$227,952
Infrastructure Maintenance Program	5,883	5,619	11,502	--
Minor Modernization	9,636	--	9,636	--
Alberta Initiative for School Improvements	--	73,458	52,727	20,731
Other Government of Alberta Restricted Funding:				
H R & E Contract	7,560	79,250	77,779	9,031
Skills Canada Alberta	<u>--</u>	<u>277,663</u>	<u>--</u>	<u>277,663</u>
	<u>\$ 256,332</u>	<u>\$ 533,310</u>	<u>\$ 254,265</u>	<u>\$ 535,377</u>

8. Trust Assets and Liabilities

This balance represents cash held in trust by the jurisdiction.

	<u>2008</u>	<u>2007</u>
Francophone Distance Learning	<u>\$ 444,905</u>	<u>\$ 174,057</u>

9. 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 has not been made at year end. When expended, these deferred capital allocations are transferred to unamortized capital allocations.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED AUGUST 31, 2008

10. Long Term Debt

Loans - Unsupported	<u>2008</u>	<u>2007</u>
a) GMAC loan, due in year 2009 payable \$487 monthly without interest. Secured by vehicle.	\$ 4,869	\$ 10,712
b) GMAC loan, due in year 2008 payable \$541 monthly without interest. Secured by vehicle.	--	541
c) GMAC loan, due in year 2009 payable \$978 monthly without interest. Secured by vehicle.	9,783	21,523
d) Ford Credit loan, due in year 2009 payable \$530 monthly without interest. Secured by vehicle.	<u>6,893</u>	<u>12,724</u>
	21,545	45,500
Less current portion of long term debt	<u>21,545</u>	<u>24,486</u>
	\$ <u> --</u>	\$ <u>21,014</u>

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.

12. Economic Dependence on Related Third Party

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

13. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

14. Commitments

a) Operating Lease:

The school jurisdiction currently leases its administration offices. The future minimum payments under this operating lease is as follows:

2009	\$ 7,800
2010	7,800
2011	<u>1,300</u>
	\$ <u>16,900</u>

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2008

14. Commitments (continued):

b) Capital Projects:

The jurisdiction is committed to capital expenditures for the construction of the following new schools. It is anticipated that the full amount of the projects will be funded by capital allocations from Alberta Education.

	<u>Expended to date</u>	<u>Commitments</u>
Bonnyville school	\$ 2,732,904	\$ 11,579,477
St. Paul school	5,500	943,000

Included in other current assets is a \$150,000 deposit on land for the new St. Paul school.

15. Contingent Asset

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.

16. Comparative Figures

The comparative figures have been reclassified where necessary to conform to the 2008 presentation.

17. Change in Accounting Policy

On May 1, 2007, the jurisdiction adopted CICA Handbook Section 3855, "Financial Instruments – recognition and measurement". This standard provides recommendations on recognizing and measuring financial assets and financial liabilities. The main changes in accounting for financial instruments resulting from the adoption of this accounting standard are described below.

With the adoption of this new standard, the jurisdiction classified its cash and term deposit as financial assets and liabilities held for trading. Receivables are classified as loans and receivables. Accounts payable and accrued liabilities, and long-term debt, including accrued interest, are classified as other liabilities, each of which is measured on an amortized cost basis.

18. Related Party Transactions

Effective 2005/2006, school jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB1300. 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 East Central Francophone Education Region No. 3 had related party transactions for the year ended August 31, 2008 with the following entities recorded on the statement of Revenues and Expenses and Statement of Financial Position, at the amount of consideration agreed upon between the related parties.

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED AUGUST 31, 2008

18. Related Party Transactions (continued)

	<u>Balances</u>		<u>Transactions</u>	
	<u>Assets</u>	<u>Liabilities</u>	<u>Revenue</u>	<u>Expenses</u>
<u>2007-2008</u>				
Government of Alberta:				
Education	\$209,895	\$ 248,683	\$ 8,457,554	\$ --
Other departments	19,350	515,189	99,279	127,324
Other:				
Post-secondary institutions	7,286	--	--	--
Other Alberta school jurisdictions	--	--	--	<u>72,028</u>
Total 2007-2008	<u>\$ 236,531</u>	<u>\$ 763,872</u>	<u>\$ 8,556,833</u>	<u>\$ 199,352</u>
Total 2006-2007	<u>\$ 127,781</u>	<u>\$ 256,332</u>	<u>\$ 8,281,758</u>	<u>\$ 268,115</u>

19. Remuneration and Monetary Incentives

The East Central Francophone Education Region No. 3 has paid or accrued expenses for the year ended August 31, 2008 to or on behalf of the following positions and persons in groups as follows:

	<u>FTE</u>	<u>Remuneration</u>	<u>Benefits</u>	<u>Total</u>	<u>Expenses</u>
Board Members					
Chairperson					
Reginald Roy	1.00	\$ 5,575	\$ 33	\$ 5,608	\$ 2,238
Other Board Members					
Murielle St. Arnault	1.00	550	--	550	100
Leo Piquette	1.00	450	--	450	248
Allain Dallaire	1.00	3,569	7	3,576	2,301
Ernest Piquette	1.00	4,610	22	4,632	624
Guy Genereux	1.00	5,570	62	5,632	2,414
Michelle Dallaire	1.00	<u>3,855</u>	<u>20</u>	<u>3,875</u>	<u>2,317</u>
Subtotal		24,179	144	24,323	10,242
Superintendent					
Donald Michaud	1.00	133,000	10,548	143,548	19,160
Secretary/Treasurer					
Claude Lamperon	.60	65,000	9,404	74,404	5,895
Certified Teachers	56.44	4,254,354	488,663	4,743,017	
Non-certified - other	26.89	<u>768,603</u>	<u>203,681</u>	<u>972,284</u>	
Total		<u>\$ 5,245,136</u>	<u>\$ 712,440</u>	<u>\$ 5,957,576</u>	

EAST CENTRAL FRANCOPHONE EDUCATION REGION NO. 3
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED AUGUST 31, 2008

20. Targeted Funding For Provincial Initiatives Expenses

<u>Targeted Funding For Provincial Initiatives</u>	<u>Certified Remuneration</u>	<u>Non-Certified Remuneration</u>	<u>Supplies and Services</u>
Alberta Initiative for School Improvements	\$ 40,335	\$ 387	\$ 12,005
Small Class Size Initiative	71,840	--	--
SuperNet Service	--	--	29,478
Video Conferencing	--	--	20,000
Technology one-time	--	--	54,544

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

East Central Francophone Education Region No. 3

Legal Name of School Jurisdiction

Box 249, St-Paul, Alberta, T0A 3B0

Mailing Address

780-645-3888 780-645-2045

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

Claude Lampron
Name

"SIGNED AND DATED ELECTRONICALLY"
Signature

November 24, 2008

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 B	School Generated Funds (SGF)	4

SCHEDULE A

School Jurisdiction Code:

8060

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	\$8,457,554	\$170,531	\$5,467,101	\$987,820	\$1,144,598	\$560,384	\$107,120
(2) Other - Government of Alberta	\$99,279	\$0	\$77,779	\$21,500	\$0	\$0	\$0
(3) Federal Government and/or First Nations	\$374,028	\$138,975	\$55,901	\$0	\$0	\$0	\$179,152
(4) Alberta Municipalities-special tax levies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5) Instruction resource fees	\$27,503	\$2,250	\$25,253				
(6) Transportation fees-ECS	\$0						
(7) Transportation fees-Grades 1-12	\$3,333				\$3,333		
(8) Net school generated funds	\$47,774	\$0	\$47,774			\$0	\$0
(9) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(10) Amortization of capital allocations	\$607,113	\$0	\$119,122	\$487,991	\$0	\$0	\$0
(11) Other revenues	\$95,267	\$0	\$90,439	\$104	\$317	\$4,407	\$0
(12) TOTAL REVENUES	\$9,711,851	\$311,756	\$5,883,369	\$1,497,415	\$1,148,248	\$584,791	\$286,272
EXPENSES							
(13) Certificated salaries	\$4,387,954	\$333,861	\$3,882,659			\$154,083	\$16,751
(14) Certificated benefits	\$499,211	\$41,188	\$443,645			\$12,443	\$1,935
(15) Non-certificated salaries and wages	\$857,782	\$30,648	\$538,113	\$118,186	\$30,675	\$105,773	\$34,387
(16) Non-certificated benefits	\$213,229	\$10,869	\$137,283	\$31,319	\$6,707	\$19,744	\$7,307
(17) SUB - TOTAL	\$5,957,576	\$416,566	\$5,001,700	\$149,505	\$37,982	\$292,043	\$60,380
(18) Supplies and Services	\$2,941,279	\$12,355	\$700,037	\$687,990	\$1,036,781	\$278,224	\$225,892
(19) Net school generated funds	\$47,774	\$0	\$47,774				
(20) Amortization of capital assets	\$659,086	\$0	\$134,359	\$507,800	\$3,684	\$13,243	\$0
(21) Interest charges	\$1,649	\$0	\$0	\$0	\$0	\$1,649	\$0
(22) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(23) TOTAL EXPENSES	\$9,607,364	\$428,921	\$5,883,670	\$1,345,295	\$1,077,847	\$585,159	\$286,272
(24) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$104,487	(\$117,165)	(\$501)	\$152,120	\$70,401	(\$368)	\$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**

Unexpended SGF - Opening Balance August 31, 2007			\$72,972
Sources of School Generated Funds:	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$285,002	\$217,598	\$67,404
Student fees (Non-Instructional) (Note 1)	\$0	\$0	\$0
Donations and grants to schools	\$373	\$0	\$373
Other (describe): interest	\$140	\$0	\$140
Net Additions to SGF	\$285,515	\$217,598	\$67,917
Net SGF Available			\$140,889
Uses of Net School Generated Funds:			
Extra-curricular activities			\$43,464
Field Trips			\$643
Other (describe): books			\$3,667
Total Uses of Net SGF (Note 2)			\$47,774
Unexpended SGF - Closing Balance August 31, 2008 (Note 3)			\$93,115
<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>Notes:</p> <ol style="list-style-type: none"> 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 2 Total uses of net SGF is reported as revenue and expense in the Statement of Revenues & Expenses of the Financial Statements. 3 Unexpended SGF is reported as SGF assets and SGF liabilities in the Statement of Financial Position. 			