

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2009**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Golden Hills School Division #75

Legal Name of School Jurisdiction

Mailing Address

403 934-5121; 403 934-5125

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Golden Hills School Division #75 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with generally accepted accounting principles and follow format prescribed by Alberta Education.

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

Board of Trustees Responsibility

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

External Auditors

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

Declaration of Management and Board Chairman

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

BOARD CHAIR

Ron Kenworthy
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

Dianne McBeth
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

Tahra Sabir
Name

"ORIGINAL SIGNED"
Signature

20-Nov-09

Board-approved Release Date

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**GREGORY,
HARRIMAN
& ASSOCIATES
PROFESSIONAL ACCOUNTANTS**

Shelley Harriman, CGA
Professional Corporation

Jean (John) Gauvin, B.A.A., CGA
Professional Corporation

Kristin Doyle, B.A., B.Comm., CA
Professional Corporation

AUDITORS' REPORT

To the Board of Trustees
Golden Hills School Division No.75

We have audited the statement of financial position of the Golden Hills School Division No. 75 as at August 31, 2009 and the statement 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 the 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, 2009 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.

Strathmore, Alberta
November 6, 2009

Gregory, Harriman & Associates
Professional Accountants

STATEMENT OF FINANCIAL POSITION
as at August 31, 2009

(in dollars)

		2009	2008 (Note)
ASSETS			
Current assets			
Cash and temporary investments	(Note 4)	\$11,984,938	\$3,687,065
Accounts receivable (net after allowances)	(Note 5)	\$3,745,876	\$2,756,618
Prepaid expenses		\$258,635	\$292,810
Other current assets		\$225,894	\$267,722
Total current assets		\$16,215,343	\$7,004,215
School generated assets			
Trust assets	(Note 10)	\$158,323	\$461,750
Long term accounts receivable		\$0	\$0
Long term investments		\$0	\$0
Capital assets (Note 6)			
Land		\$677,202	\$677,202
Construction in Progress		\$0	\$0
Buildings		\$76,524,342	
Less: accumulated amortization		(\$40,269,780)	\$33,229,597
Equipment		\$4,663,487	
Less: accumulated amortization		(\$3,035,023)	\$1,628,464
Vehicles		\$4,490,561	
Less: accumulated amortization		(\$2,732,707)	\$1,757,854
Total capital assets		\$40,318,082	\$37,296,111
TOTAL ASSETS		\$57,930,330	\$46,098,361
LIABILITIES			
Current liabilities			
Bank indebtedness	(Note 7)	\$0	\$0
Accounts payable and accrued liabilities	(Note 8)	\$2,731,337	\$2,644,336
Deferred revenue	(Note 9)	\$2,359,169	\$2,549,094
Deferred capital allocations	(Note 12)	\$10,426,938	\$632,213
Current portion of long term debt		\$624,003	\$650,629
Total current liabilities		\$16,141,447	\$6,476,272
School generated liabilities			
Trust liabilities	(Note 10)	\$158,323	\$461,750
Employee future benefit liabilities		\$0	\$0
Long term debt (Note 11)			
Supported: Debentures and other supported debt		\$1,873,264	\$2,418,688
Less: Current portion		(\$515,800)	(\$545,425)
Unsupported: Debentures and Capital Loans		\$2,154,957	\$2,260,161
Capital Leases		\$101,056	\$0
Mortgages		\$0	\$0
Less: Current portion		(\$108,203)	(\$105,204)
Other long term liabilities		\$0	\$0
Unamortized capital allocations	(Note 14)	\$30,473,362	\$27,771,048
Total long term liabilities		\$35,375,541	\$33,597,303
TOTAL LIABILITIES		\$51,516,988	\$40,073,575
NET ASSETS			
Unrestricted net assets		\$136,741	\$1,115,914
Operating Reserves		\$403,528	\$0
Accumulated Operating Surplus (Deficit)		\$540,269	\$1,115,914
Investment in capital assets		\$5,816,498	\$4,861,185
Capital Reserves		\$56,575	\$47,687
Total Capital Funds		\$5,873,073	\$4,908,872
Total net assets		\$6,413,342	\$6,024,786
TOTAL LIABILITIES AND NET ASSETS		\$57,930,330	\$46,098,361

Note: Please input "(Restated)" in 2008 column heading where comparatives are not taken from the finalized 2007-2008 Audited Financial Statements filed with Alberta Education.

STATEMENT OF REVENUES AND EXPENSES
for the Year Ended August 31, 2009
(in dollars)

	Actual 2009	Budget 2009 (Note)	Actual 2008 (Note)
REVENUES			
Government of Alberta	\$56,491,453	\$55,113,177	\$54,348,388
Federal Government and First Nations	\$2,236,384	\$0	\$2,130,009
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$45,000	\$0	\$73,200
Instruction resource fees	\$851,787	\$494,932	\$474,932
Transportation fees	\$17,374	\$0	\$19,366
Other sales and services	\$4,320,044	\$3,230,000	\$3,295,632
Investment income	\$74,491	\$0	\$218,179
Gifts and donations	\$5,145	\$0	\$23,732
Rental of facilities	\$88,254	\$0	\$106,286
Net school generated funds	\$2,985,903	\$0	\$2,816,128
Gains on disposal of capital assets	\$440	\$0	\$8,448
Amortization of capital allocations	\$2,369,613	\$2,400,000	\$2,444,244
Other revenue	\$0	\$5,245,447	\$0
Total Revenues	\$69,485,888	\$66,483,556	\$65,958,544
EXPENSES			
Certificated salaries (Note 22)	\$31,144,396	\$33,271,257	\$29,933,543
Certificated benefits (Note 22)	\$3,339,672	\$0	\$3,511,039
Non-certificated salaries and wages (Note 22)	\$10,313,726	\$12,909,595	\$9,622,418
Non-certificated benefits (Note 22)	\$2,445,144	\$0	\$2,480,214
Services, contracts and supplies	\$15,460,035	\$14,100,000	\$14,024,726
Net school generated funds	\$2,985,903	\$0	\$2,816,128
Capital and debt services			
Amortization of capital assets			
Supported	\$2,369,613	\$2,990,000	\$2,444,244
Unsupported	\$684,225	\$0	\$591,559
Total Amortization of capital assets	\$3,053,838	\$2,990,000	\$3,035,803
Interest on capital debt			
Supported	\$196,094	\$397,000	\$246,906
Unsupported	\$124,300	\$0	\$129,314
Total Interest on capital debt	\$320,394	\$397,000	\$376,220
Other interest and charges	\$19,250	\$0	\$28,261
Losses on disposal of capital assets	\$0	\$0	\$0
Other expense	\$0	\$2,800,000	\$0
Total Expenses	\$69,082,358	\$66,467,852	\$65,828,352
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$403,530	\$15,704	\$130,192
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$403,530	\$15,704	\$130,192

Note: Please input "(Restated)" where Actual 2008 comparatives are not as presented in the finalized 2007-2008 Audited Financial Statements filed with Alberta Education. Budget 2009 comparatives presented are final budget amounts formally approved by the Board.

STATEMENT OF CASH FLOWS
for the Year Ended August 31, 2009

(in dollars)

	2009	2008 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses	\$403,530	\$130,192
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$2,369,613)	(\$2,444,244)
Total amortization expense	\$3,053,838	\$3,035,803
Gains on disposal of capital assets	(\$440)	(\$8,448)
Losses on disposal of capital assets	\$0	\$0
Changes in:		
Accounts receivable	(\$989,258)	(\$1,382,775)
Prepays and other current assets	\$76,003	\$9,639
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Accounts payable and accrued liabilities	\$87,001	\$372,684
Deferred revenue	(\$189,925)	\$409,443
Employee future benefit liabilities	\$0	\$0
Other (describe)		\$159
Total cash flows from Operations	\$71,136	\$122,453
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$5,339,795)	(\$1,941,154)
Equipment	(\$241,294)	(\$376,844)
Vehicles	(\$494,720)	(\$325,789)
Net proceeds from disposal of capital assets	\$440	\$8,448
Other (describe) Adjustment to net assets	(\$14,974)	\$0
Total cash flows from Investing activities	(\$6,090,343)	(\$2,635,339)
C. FINANCING ACTIVITIES		
Capital allocations	\$14,321,227	\$570,910
Issue of long term debt	\$101,056	\$0
Repayment of long term debt	(\$650,628)	(\$647,780)
Add back: supported portion	\$545,425	\$545,425
Other (describe)	\$0	\$0
Total cash flows from financing activities	\$14,317,080	\$468,555
Net cash flows from during the year	\$8,297,873	(\$2,044,331)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/08	\$3,687,065	\$5,731,396
Cash and temporary investments, net of bank indebtedness, at Aug. 31/09	\$11,984,938	\$3,687,065

Note: Please input "(Restated)" where Actual 2008 comparatives are not as presented in the finalized 2007-2008 Audited Financial Statement filed with Alberta Education.

**STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2009**

School Jurisdiction Code: 2155

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	INTERNALLY RESTRICTED NET ASSETS														
	TOTAL NET ASSETS Cols. 2+3+4+5	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL OPERATING RESERVES Cols. 6+8+10+12+14	TOTAL CAPITAL RESERVES Cols. 7+9+11+13+15	School & Instruction Related		Operations & Maintenance		Board & System Admin.		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, 2008	\$6,024,766	\$4,861,185	\$1,115,914	\$0	\$47,687	\$47,687									
Prior period adjustments (describe)															
	\$0	\$0	\$0	\$0	\$0	\$0									
	\$0	\$0	\$0	\$0	\$0	\$0									
	\$0	\$0	\$0	\$0	\$0	\$0									
Adjusted Balance, Aug. 31, 2008	\$6,024,766	\$4,861,185	\$1,115,914	\$0	\$47,687	\$47,687									
Excess (deficiency) of revenue over expenses	\$403,530		\$403,530												
Board funded capital additions		\$1,549,307	(\$1,549,307)	\$0	\$0	\$0									
Disposal of unsupported capital assets	\$0	\$0	(\$8,888)		\$8,888							\$8,888			
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0		\$0							\$0			
Direct credits to net assets	\$0	\$0													
Amortization of capital assets		(\$3,053,838)	\$3,053,838												
Amortization of capital allocations		\$2,369,613	(\$2,369,613)												
Debt principal repayments (unsupported)		\$105,205	(\$105,205)												
Net transfers to operating reserves			(\$403,528)	\$403,528		\$403,528									
Net transfers from operating reserves			\$0	\$0		\$0									
Net transfers to capital reserves			\$0	\$0		\$0									
Net transfers from capital reserves			\$0	\$0		\$0									
Assumption/transfer of other operations' net assets	(\$14,974)	(\$14,974)	\$0	\$0		\$0									
Balance at August 31, 2009	\$6,413,342	\$5,816,498	\$136,741	\$403,528	\$56,575	\$47,687							\$8,888		

**STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2009
(in dollars)**

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2008	\$632,213	\$27,771,048
Prior period adjustments	\$0	\$0
Adjusted balance, August 31, 2008	\$632,213	\$27,771,048
Add:		
Restricted capital allocations from:		
Alberta Education including school and modular projects	\$14,098,817	
Other Government of Alberta	\$0	
Federal Government and First Nations	\$0	
Other sources	\$200,000	
Interest earned on provincial government capital allocations	\$22,410	
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		\$545,425
Expended capital allocations - current year	(\$4,526,502)	\$4,526,502
Deduct:		
Net book value of supported capital assets dispositions, write-offs, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$2,369,613
Balance at August 31, 2009	\$10,426,938	\$30,473,362

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

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



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) 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 upon 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 judgement. 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 10%
Vehicles and buses	10% to 20%
Equipment and furnishings	10% to 20%
Computer software	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 related asset's amortization expense. Assets are amortized in the years following acquisition.

c) School Generated Funds

These are funds in the community that come under the control and responsibility of the school principal for school activities. These funds 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.

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



e) 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 Golden Hills School Division No. 75 does not make pension contributions for certificated staff.

The School Jurisdiction participates in the multi-employer pension plan, 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 \$704,912, for the year ended August 31, 2009 (2008 - \$603,553). At December 31, 2008, the Local Authorities Pension Plan reported an actuarial deficiency of \$4,413,971,000 (2007, a deficiency of \$1,183,300,000). Effective for the 2008 – 2009 fiscal year, the Government of Alberta has taken responsibilities for the LAP unfunded liabilities.

f) Inventories

Inventories are recorded at the lesser of cost or net realizable value using the first-in, first-out method.

g) Prepaid Expenses

Certain expenditures incurred and paid 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 fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools that are within the jurisdiction 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) Investments

Investments are recorded at the lower of cost and market value.

j) Financial Instruments

The jurisdiction, as part of its operations, carries a number of financial instruments. These financial instruments consist of cash and temporary investments, accounts receivable, trust assets, long term investments, bank indebtedness, accounts payable and accrued liabilities, trust liabilities and long term debt. These financial instruments may be exposed to the following risks:

1. Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the jurisdiction manages exposure through its normal operating and financing activities. The jurisdiction is exposed to interest rate risk primarily through its operating line of credit. As at August 31, 2009, there is no outstanding balance on this operating line of credit.

2. Currency Risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The jurisdiction from time to time carries on transactions requiring payment in a foreign currency. The jurisdiction believes that there is no unusual exposure associated with these transactions.

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



3. **Credit Concentration Risk**

Accounts receivable from two parties represent 49% (2008 – 72%) of total accounts receivable as at August 31, 2009. The jurisdiction believes that there is no unusual exposure associated with the collection of these receivables.

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(2)(d) of the *School Act*.

k) **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.

l) **Foreign Currency Transactions**

All assets and liabilities of operations denominated in currencies other than Canadian dollars have been translated into Canadian dollars at the rate of exchange in effect at the balance sheet date.

Gains and losses resulting from the translation of assets and liabilities are reflected in net income.

Revenue and expense accounts are translated at the average rates of exchange prevailing during the period.

3) COLLECTIVE AGREEMENTS

The jurisdiction has a collective agreement with the Alberta Teachers Association Local #20, which will expire August 31, 2012. The collective agreements with the Canadian Union of Public Employees Local 2347, and the Canadian Union of Public Employees Local 1184 expired on August 31, 2009.

4) CASH AND TEMPORARY INVESTMENTS

ITEM	2009	2008
Cash and Temporary Investments	\$ 11,984,938	\$ 3,687,065
Total	\$ 11,984,938	\$ 3,687,065

5) ACCOUNTS RECEIVABLE

ITEM	2009	2008
Province of Alberta	\$ 1,018,670	\$ 1,434,304
Federal Government	283,080	210,550
Alberta Municipalities	8,700	29,732
Other	2,435,426	1,082,032
Total	\$ 3,745,876	\$ 2,756,618

6) CAPITAL ASSETS

Asset	Cost	Accumulated Amortization	Net Book Value	
			2009	2008
Land	\$ 677,202	\$ -	\$ 677,202	\$ 677,202
Buildings	76,524,342	40,269,780	36,254,562	33,229,597
Equipment	4,663,487	3,035,023	1,628,464	1,860,502
Vehicles	4,490,560	2,732,707	1,757,854	1,528,810
Total	\$ 86,355,591	\$ 46,037,510	\$ 40,318,082	\$ 37,296,111

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



7) BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of \$2,156,488, which bears interest at the bank prime rate less 0.25%. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. The amount is not to exceed receivables of the jurisdiction. The balance outstanding on the line of credit at August 31, 2009 was \$nil (2008 - \$nil).

The total amount paid in interest for the year ending August 31, 2009 was \$19,250 (2008 - \$7,226).

8) ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

ITEM	2009	2008
Province of Alberta	\$ 177,360	\$ 136,389
Federal Government	-	934
Other trade payables and accrued liabilities	2,553,977	2,507,013
Total	\$ 2,731,337	\$ 2,644,336

9) DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE AS AT AUG. 31, 2008	ADD: 2008/2009 RESTRICTED FUNDS RECEIVED/ RECEIVABLE	DEDUCT: 2008/2009 RESTRICTED FUNDS EXPENDED (PAID / PAYABLE)	ADD (DEDUCT): 2008/2009 ADJUSTMENTS OR RETURNED FUNDS	DEFERRED REVENUE AS AT AUG. 31, 2009
Alberta Initiative for School Improvement (AIS)	\$ 227,708	\$ 878,853	\$ 862,022	\$ -	\$ 244,539
International Student Services	1,305,215	3,182,927	3,032,953	-	1,455,189
Infrastructure Maintenance Program	960,762	1,185,613	1,839,531	-	306,844
Other	55,409	382,598	85,410	-	352,597
Total	\$ 2,549,094	\$ 5,629,991	\$ 5,819,916	\$ -	\$ 2,359,169

International Student Services deferred revenue includes funds advanced as tuition and boarding revenue for foreign students. The jurisdiction has a program to actively recruit students who would attend school starting September 2009.

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



10) TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for the following areas:

ITEM	2009	2008
Project Hope Trust	\$ 47,072	\$ 20,711
H.A. Brown Scholarship	-	2,267
McElroy Trust	3,763	3,468
Tro-Hills	5,355	5,358
Dougan Scholarship	1,469	1,450
Thompson Scholarship	67,758	69,837
Tullikopf Scholarship	1,917	1,891
Snyder Memorial Scholarship	8,231	8,141
Moynihan Scholarship	2,901	3,355
Carbon ECS	4,804	4,740
Carseland ECS	3,918	3,866
Gleichen ECS	9,104	8,982
Strathmore ECS	1,654	1,632
Student Health Initiative Program (SHIP)	377	326,052
Total	\$ 158,323	\$ 461,750

11) LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 7.500% to 11.625%. The debenture debt is fully funded by Alberta Finance. Debenture payments due over the next five years and beyond are:

	Principal	Interest	Total
2009-2010	\$ 515,800	\$ 167,194	\$ 682,994
2010-2011	493,300	119,716	613,016
2011-2012	493,300	74,854	568,154
2012-2013	252,030	29,992	282,022
2013-to maturity	118,834	9,076	127,910
Total	\$ 1,873,264	\$ 400,832	\$ 2,274,096

12) DEFERRED CAPITAL ALLOCATIONS

Deferred capital allocations represent externally-restricted capital funds provided for a specific capital purpose that have been received or are receivable by the jurisdiction, but the related expenditure has not yet been made at year end. When expended on supported capital projects, these deferred capital allocations are transferred to unamortized capital allocations. Details of the changes in the deferred capital allocations account are as follows:

ITEM	2009	2008
Balance, beginning of year	\$ 632,213	\$ 2,002,455
Less: Prior period adjustment	-	-
Add: Allocations received and receivable during the year	14,321,226	570,912
Less: Transfers to unamortized capital allocations (Note 14)	4,526,501	1,941,154
Less: Amounts expended on unsupported capital projects	-	-
Balance, end of year	\$ 10,426,938	\$ 632,213

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



13) ASSET RETIREMENT OBLIGATION

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 a legal obligation to remove and dispose of, in a safe manner, the hazardous material (asbestos) located within any school within its jurisdiction, upon its retirement. A liability has not been recognized, as the fair value of the liability cannot be reasonably estimated, as the range of time over which the entity may settle the obligation cannot be determined.

14) 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.

ITEM	2009	2008
Balance, beginning of year	\$ 27,771,048	\$ 27,728,713
Add: Prior period adjustment	-	-
Donated capital items	-	-
Additions: Supported debenture principal repayments	545,425	545,425
Transfer from deferred capital allocations (Note 12)	4,526,502	1,941,154
Less: Capital allocation revenue	2,369,613	2,444,244
Balance, end of year	\$ 30,473,362	\$ 27,771,048

15) CONTINGENCY

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called Alberta School Boards' Insurance Exchange (ASBIE). A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

16) COMMITMENTS

a) Building Projects

Drumheller Composite High School – the jurisdiction is committed to further capital expenditures for the modernization of Drumheller Composite High School of approximately \$10,050,000. It is anticipated these costs will be fully funded by the capital allocations from Alberta Education.

Three Hills Daycare modular – the jurisdiction is committed to further capital expenditures for the addition of a modular for the daycare program at Three Hills School of approximately \$157,000. It is anticipated these costs will be fully funded by the capital allocations from Alberta Education.

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



b) Lease Commitments

The jurisdiction leases classroom and dormitory space under lease agreements expiring between 2010 and 2013. Future minimum operating lease payments are as follows:

ITEM	AMOUNT
2010	568,351
2011	557,261
2012	553,027
2013	438,567
Total	\$ 2,117,206

c) Service Providers

Energy Contract

In April 2005, the jurisdiction entered into a contract with Enmax Energy Corporation for electricity to all of its owned facilities. This contract ends in December 2010. The total commitment under this agreement for the next year is as follows:

ITEM	AMOUNT
2010	285,974
Total	\$ 285,974

Boarding

The jurisdiction, through their international services, has commitments for boarding foreign students. The funds are advanced by the student, and the jurisdiction is using a variety of methods for boarding them.

Cafeteria Contract

In July 2008, the jurisdiction entered into a contract with Royal Canadian Legion in Drumheller to provide cafeteria services to the dormitory residents in Drumheller. This contract ends in June 2010. The total commitment under this agreement for the next year is as follows:

ITEM	AMOUNT
2010	35,560
Total	\$ 35,560

Transportation

The jurisdiction has agreements with several contractors to provide transportation services for students. These agreements are for the period July 1, 2008 – June 30, 2013, with Basic Daily Rates ranging from \$134 to \$180. The amount paid for contracted transportation services for the year ended August 31, 2009 was \$2,163,884 (2008 - \$2,151,801).

Grant Funding

The jurisdiction has committed to expenditures of \$642,000 for the implementation of the *Anytime, Anywhere* software. The jurisdiction has received \$300,000 in grant funding, which is to be used for this project.

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



17) RELATED PARTY TRANSACTIONS

Effective 2005/2006, School Jurisdictions are controlled by the Government of Alberta according to criteria set out in PSAB 1300. All entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of School Jurisdictions. These include government departments, health authorities, post-secondary institutions and other School Jurisdictions in Alberta. The Golden Hills School Division No. 75 had related party transactions for the year ended August 31, 2009, recorded on the Statement of Revenues and Expenses and Statement of Financial Position, at an amount of consideration agreed upon between the related parties.

2008-2009	Balances		Transactions	
	Assets (@ cost or net realizable value)	Liabilities (@ fair value)	Revenues	Expenses
Government of Alberta:				
Education	\$ -	\$ 1,873,264	\$ 49,218,081	\$ -
Infrastructure & Transportation	1,018,670	-	6,147,496	-
Finance	-	2,154,957	404,070	196,094
Health & Wellness	-	-	-	-
Human Resources/Employment	-	-	-	-
Other Government of Alberta departments	-	-	-	-
Other:				
Health Authorities	-	-	-	-
Post-secondary institutions	-	-	-	-
Other Alberta School Jurisdictions	-	-	-	-
Other related parties	15,216	-	-	-
Total 2008-2009	\$ 1,033,886	\$ 4,028,221	\$ 55,769,647	\$ 196,094
Total 2007-2008	\$ 1,453,773	\$ 4,816,978	\$ 54,348,387	\$ 129,314

Contingencies or Contractual Obligations with related parties are under separate disclosure.

18) BUDGET AMOUNTS

The budget was prepared by the jurisdiction and approved by the Board of Trustees on February 10, 2009. It is presented for information purposes only and has not been audited.

19) COMPARATIVE FIGURES

The Budget 2009 and Actual 2008 comparative figures have been reclassified where necessary to conform to Actual 2009 presentation.

Golden Hills Scholl Division No. 75
NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended August 31, 2009



20) FUNDS UNDER ADMINISTRATION

The jurisdiction acts as administrator for numerous trust accounts and projects. These assets are owned by the various organizations and the School Jurisdiction simply provides administration services to some of the projects. As a result, these assets and liabilities are not recorded in these financial statements. The jurisdiction is a member of the South Central Alberta Resource Centre (SCARC) organization to which services are provided.

21) ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

22) REMUNERATION AND MONETARY INCENTIVES

The jurisdiction had paid or accrued expenses for the year ended August 31, 2009, to or on behalf of the following positions and persons in groups as follows:

	FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson and Vice-Chairperson								
R. Kenworthy	1.00	\$ 21,502	\$ 4,328	\$ -	\$ -	\$ -	\$ 37,772	\$ 11,942
J. Bazant	1.00	17,984	4,140	-	-	-	26,426	4,302
Other Board Members								
B. Kletke	1.00	11,292	3,809	-	-	-	20,422	5,321
S. Buyer	1.00	11,684	-	-	-	-	16,852	5,168
T. Sundgaard	0.83	7,280	3,127	-	-	-	12,523	2,116
K. Hebbes	0.17	1,416	222	-	-	-	1,638	-
K. Harries	1.00	14,126	1,942	-	-	-	25,317	9,249
L. Maerz	1.00	14,955	-	-	-	-	22,185	7,230
B. Rangen	1.00	11,954	3,854	-	-	-	19,608	3,800
SUBTOTALS	8.00	\$ 112,193	\$ 21,422	\$ -	\$ -	\$ -	\$ 182,743	\$ 49,128
Superintendent								
D. McBeth	1.00	161,783	8,977	600	-	6,019	195,316	17,937
Secretary/Treasurer								
T. Cooper	0.08	-	1,336	-	-	108,042	109,378	-
T. Sabir	0.92	114,454	21,289	600	-	-	138,943	2,600
Certificated Salaries		30,976,595	3,330,695	-	-	-	34,307,290	
Uncertificated Salaries and Wages		9,979,036	2,401,097	-	-	-	12,380,133	
TOTALS		\$ 41,344,061	\$ 5,784,816	\$ 1,200	\$ -	\$ 114,061	\$ 47,313,803	

UNAUDITED SCHEDULES
TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2009
[School Act, Section 276]

Golden Hills School Division #75

Legal Name of School Jurisdiction

435A Hwy. #1; Strathmore, AB; T1P 1J4

Mailing Address

Phone:403-934-5121 Fax: 403-934-51215

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

Tahra Sabir
Name

"DATED AND SIGNED ELECTRONICALLY"
Signature

20-Nov-09

Dated

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Wang@gov.ab.ca
PHONE: (780) 644-5672 FAX: (780) 422-6996

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SCHEDULE A

School Jurisdiction Code: 2155

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2008-2009

REVENUES	ECS Instruction	Grades 1-12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration	External Services	TOTAL
(1) Alberta Education	\$1,902,870	\$39,961,377	\$608,178	\$3,885,534	\$2,762,317	\$115,000	\$49,235,276
(2) Other - Government of Alberta	\$0	\$94,006	\$6,958,368	\$0	\$0	\$203,803	\$7,256,177
(3) Federal Government and First Nations	\$0	\$2,216,305	\$0	\$0	\$0	\$20,079	\$2,236,384
(4) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$45,000	\$45,000
(5) Out of province authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(6) Alberta Municipalities-special tax levies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7) Instruction resource fees	\$75,884	\$775,903					\$851,787
(8) Transportation fees-ECS				\$17,374			\$17,374
(9) Transportation fees-Grades 1-12				\$0			\$0
(10) Other sales and services	\$0	\$96,271	\$0	\$6,364	\$0	\$4,217,409	\$4,320,044
(11) Investment income	\$0	\$0	\$0	\$0	\$74,491	\$0	\$74,491
(12) Gifts and donations	\$0	\$5,374	\$0	\$0	\$0	(\$229)	\$5,145
(13) Rental of facilities	\$0	\$4,814	\$83,440	\$0	\$0	\$0	\$88,254
(14) Net school generated funds	\$0	\$2,985,903	\$0	\$0	\$0	\$0	\$2,985,903
(15) Gains on disposal of capital assets	\$0	\$0	\$0	\$440	\$0	\$0	\$440
(16) Amortization of capital allocations	\$0	\$187,676	\$2,187,937	\$0	\$0	\$0	\$2,369,613
(17) Other revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(18) TOTAL REVENUES	\$1,978,754	\$46,321,629	\$9,837,923	\$3,909,712	\$2,836,808	\$4,601,062	\$69,485,888
EXPENSES							
(19) Certificated salaries	\$1,115,411	\$29,528,521			\$317,643	\$182,821	\$31,144,396
(20) Certificated benefits	\$136,191	\$3,153,740			\$35,594	\$14,147	\$3,339,672
(21) Non-certificated salaries and wages	\$349,253	\$4,984,752	\$2,239,821	\$856,164	\$1,081,014	\$802,722	\$10,313,726
(22) Non-certificated benefits	\$107,055	\$1,382,591	\$526,570	\$104,945	\$178,917	\$145,066	\$2,445,144
(23) SUB - TOTAL	\$1,707,910	\$39,049,604	\$2,766,391	\$961,109	\$1,613,168	\$1,144,756	\$47,242,938
(24) Services, contracts and supplies	\$0	\$4,257,849	\$4,395,655	\$2,824,810	\$699,387	\$3,282,334	\$15,460,035
(25) Net school generated funds	\$0	\$2,985,903					\$2,985,903
(26) Amortization of capital assets	\$0	\$416,580	\$2,227,698	\$244,084	\$101,097	\$64,379	\$3,053,838
(27) Interest and charges	\$0	\$2,859	\$196,095	\$0	\$51,651	\$89,039	\$339,644
(28) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(29) Other expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(30) TOTAL EXPENSES	\$1,707,910	\$46,712,795	\$9,585,839	\$4,030,003	\$2,465,303	\$4,580,508	\$69,082,358
(31) OVER EXPENSES BEFORE EXTRAORDINARY ITEM	\$270,844	(\$391,166)	\$252,084	(\$120,291)	\$371,505	\$20,554	\$403,530

**SCHEDULE B
SCHOOL GENERATED FUNDS (SGF) - 2008-2009**

Unexpended SGF - Opening Balance August 31, 2008 (Note 1)			\$1,336,285
Sources of School Generated Funds:	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$1,668,387	\$497,804	\$1,170,583
Student fees (Non-Instructional) (Note 1)	\$1,481,828	\$198,775	\$1,283,053
Donations and grants to schools	\$80,248	\$0	\$80,248
Other (describe):	\$702,173	\$347,857	\$354,316
Net Additions to SGF	\$3,932,636	\$1,044,436	\$2,888,200
Net SGF Available			\$4,224,485
Uses of Net School Generated Funds:			
Extra-curricular activities			\$1,883,179
Field Trips			\$795,101
Other (describe): Equipment, School Beautification, Community			\$307,623
Total Uses of Net SGF (Note 2)			\$2,985,903
Unexpended SGF - Closing Balance August 31, 2009 (Note 3)			\$1,238,582

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.

Notes:

- 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.

**SCHEDULE C
Operations and Maintenance of Schools & Maintenance Shops Program Expense Details - 2008-2009**

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMR and Modular Unit Relocations	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$1,528,252	\$625,788	\$0	\$8,920	\$76,861		\$2,239,821		\$2,239,821
Uncertificated benefits	\$506,659	\$19,232	\$0	\$679	\$0		\$526,570		\$526,570
Sub-total Remuneration	\$2,034,911	\$645,020	\$0	\$9,599	\$76,861		\$2,766,391		\$2,766,391
Supplies and services	\$486,902	\$445,147	\$1,440,009	\$0	\$0		\$2,372,058		\$2,372,058
Electricity			\$689,501				\$689,501		\$689,501
Natural Gas/Heating Fuel			\$617,678				\$617,678		\$617,678
Sewer and Water			\$222,015				\$222,015		\$222,015
Telecommunications			\$333,811				\$333,811		\$333,811
Insurance					\$160,593		\$160,593		\$160,593
Amortization of capital assets									
Supported								\$2,187,937	\$2,187,937
Unsupported								\$39,761	\$39,761
Total Amortization								\$39,761	\$39,761
Interest on capital debt									
Supported								\$196,094	\$196,094
Unsupported									
Other interest charges									
Losses on disposal of capital assets									
TOTAL EXPENSES	\$2,521,813	\$1,090,167	\$3,303,014	\$9,599	\$237,454		\$7,201,808	\$2,384,031	\$9,585,839
SQUARE METRES									
School Buildings									90,410.1
Non School Buildings									5,264.9

Note:

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

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

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

Expensed IMR & Modular Unit Relocations: All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects (AKA IMP and BQRP) and modular unit (portable) relocations.

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

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