

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

Holy Spirit Roman Catholic Separate Regional Division No. 4

Legal Name of School Jurisdiction

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Mailing Address

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Holy Spirit Roman Catholic Separate Regional Division No. 4 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

Nadine King

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

Christopher Smeaton

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

Lisa Palmarin

Name

"ORIGINAL SIGNED"

Signature

25-Nov-09

Board-approved Release Date

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AUDITORS' REPORT TO THE BOARD OF TRUSTEES

We have audited the statement of financial position of the Holy Spirit Roman Catholic Separate Regional Division No. 4 as at August 31, 2009 and the statements of revenue 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 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, cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in Schedules A, B and C is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

KPMG LLP

Chartered Accountants

Lethbridge, Canada
October 30, 2009

STATEMENT OF FINANCIAL POSITION
as at August 31, 2009

(in dollars)

	2009	2008 (Note) Restated
ASSETS		
Current assets		
Cash and temporary investments	\$8,263,482	\$9,480,116
Accounts receivable (net after allowances) (Note 4)	\$3,614,982	\$12,327,647
Prepaid expenses	\$65,731	\$545,693
Other current assets	\$311,477	\$9,000
Total current assets	\$12,255,672	\$22,362,456
School generated assets		
Trust assets (Note 9)	\$247,941	\$239,035
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets (Note 5)		
Land	\$218,706	\$292,038
Construction in Progress	\$12,887,480	\$0
Buildings	\$62,842,655	
Less: accumulated amortization	(\$18,336,369)	\$47,003,796
Equipment	\$2,792,080	
Less: accumulated amortization	(\$1,917,027)	\$875,053
Vehicles	\$381,359	
Less: accumulated amortization	(\$120,255)	\$261,104
Total capital assets	\$58,748,629	\$47,863,238
TOTAL ASSETS	\$72,281,566	\$70,989,814
LIABILITIES		
Current liabilities		
Bank indebtedness (Note 6)	\$0	\$0
Accounts payable and accrued liabilities (Note 7)	\$1,337,732	\$1,867,465
Deferred revenue (Note 8)	\$1,982,864	\$2,087,344
Deferred capital allocations (Note 11)	\$7,427,628	\$18,368,799
Current portion of long term debt	\$337,993	\$351,053
Total current liabilities	\$11,086,217	\$22,674,661
School generated liabilities		
Trust liabilities (Note 9)	\$247,941	\$239,035
Employee future benefit liabilities	\$0	\$0
Long term debt (Note 10)		
Supported: Debentures and other supported debt	\$1,113,795	\$1,464,849
Less: Current portion	(\$337,993)	(\$351,053)
Unsupported: Debentures and Capital Loans	\$0	\$0
Capital Leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion	\$0	\$0
Other long term liabilities	\$0	\$0
Unamortized capital allocations (Note 12)	\$53,161,976	\$42,435,566
Total long term liabilities	\$55,215,043	\$44,313,482
TOTAL LIABILITIES	\$66,301,260	\$66,988,143
NET ASSETS		
Unrestricted net assets	\$0	\$38,848
Operating Reserves	\$722,024	\$0
Accumulated Operating Surplus (Deficit)	\$722,024	\$38,848
Investment in capital assets	\$4,472,858	\$3,962,823
Capital Reserves	\$785,424	\$0
Total Capital Funds	\$5,258,282	\$3,962,823
Total net assets	\$5,980,306	\$4,001,671
TOTAL LIABILITIES AND NET ASSETS	\$72,281,566	\$70,989,814

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	\$40,598,779	\$39,026,392	\$38,638,911
Federal Government and First Nations	\$1,079,833	\$1,211,654	\$1,088,880
Other Alberta school authorities	\$0	\$7,000	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Instruction resource fees	\$398,512	\$160,051	\$570,536
Transportation fees	\$0	\$0	\$0
Other sales and services	\$192,157	\$424,919	\$282,202
Investment income	\$23,195	\$0	\$26,056
Gifts and donations	\$5,023	\$0	\$0
Rental of facilities	\$0	\$0	\$0
Net school generated funds	\$1,614,533	\$750,000	\$738,702
Gains on disposal of capital assets	\$599,623	\$100,000	\$0
Amortization of capital allocations	\$1,552,323	\$1,393,489	\$1,411,769
Other revenue	\$0	\$0	\$0
Total Revenues	\$46,063,978	\$43,073,505	\$42,757,056
EXPENSES			
Certificated salaries (Note 18)	\$21,015,819	\$21,032,824	\$21,004,210
Certificated benefits (Note 18)	\$2,553,797	\$2,374,297	\$2,595,799
Non-certificated salaries and wages (Note 18)	\$7,751,835	\$7,122,098	\$7,659,662
Non-certificated benefits (Note 18)	\$2,218,442	\$2,552,010	\$2,235,946
Services, contracts and supplies	\$7,027,138	\$7,177,378	\$6,384,492
Net school generated funds	\$1,614,533	\$750,000	\$738,702
Capital and debt services			
Amortization of capital assets			
Supported	\$1,552,323	\$1,393,489	\$1,411,769
Unsupported	\$232,198	\$179,140	\$210,171
Total Amortization of capital assets	\$1,784,521	\$1,572,629	\$1,621,940
Interest on capital debt			
Supported	\$119,258	\$133,665	\$159,113
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$119,258	\$133,665	\$159,113
Other interest and charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$0
Other expense	\$0	\$0	\$0
Total Expenses	\$44,085,343	\$42,714,901	\$42,399,864
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$1,978,635	\$358,604	\$357,192
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$1,978,635	\$358,604	\$357,192

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	\$1,978,635	\$357,190
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$1,552,323)	(\$1,411,769)
Total amortization expense	\$1,784,521	\$1,621,940
Gains on disposal of capital assets	(\$599,623)	\$0
Losses on disposal of capital assets	\$0	\$0
Changes in:		
Accounts receivable	\$8,712,665	\$5,520,831
Prepays and other current assets	\$177,485	(\$443,968)
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Accounts payable and accrued liabilities	(\$529,733)	\$751,472
Deferred revenue	(\$104,480)	\$681,779
Employee future benefit liabilities	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from Operations	\$9,867,147	\$7,077,475
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	(\$12,469)	\$0
Buildings	(\$12,160,999)	(\$6,916,090)
Equipment	(\$428,586)	(\$199,748)
Vehicles	(\$83,924)	(\$59,124)
Net proceeds from disposal of capital assets	\$685,424	\$0
Other (describe)	\$0	\$0
Total cash flows from Investing activities	(\$12,000,554)	(\$7,174,962)
C. FINANCING ACTIVITIES		
Capital allocations	\$916,773	\$9,017,748
Issue of long term debt	\$0	\$0
Repayment of long term debt	(\$351,054)	(\$467,223)
Add back: supported portion	\$351,054	\$467,223
Other (describe)	\$0	\$0
Total cash flows from financing activities	\$916,773	\$9,017,748
Net cash flows from during the year	(\$1,216,634)	\$8,920,261
Cash and temporary investments, net of bank indebtedness, at Aug. 31/08	\$9,480,116	\$559,855
Cash and temporary investments, net of bank indebtedness, at Aug. 31/09	\$8,263,482	\$9,480,116

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: 4481

(in dollars)

	(1) TOTAL NET ASSETS Cols. 2+3+4+5	(2) INVESTMENT IN CAPITAL ASSETS	(3) UNRESTRICTED NET ASSETS	(4) - (5) INTERNALLY RESTRICTED NET ASSETS						(6) TOTAL OPERATING RESERVES Cols. 6+8+10+12+14	(7) SCHOOL & INSTRUCTION RELATED	(8) - (9) OPERATIONS & MAINTENANCE		(10) - (11) BOARD & SYSTEM ADMIN.		(12) - (13) TRANSPORTATION		(14) - (15) EXTERNAL SERVICES							
				(4) TOTAL OPERATING RESERVES Cols. 6+8+10+12+14		(5) TOTAL CAPITAL RESERVES Cols. 7+9+11+13+15		(8) OPERATING RESERVES				(9) CAPITAL RESERVES		(10) OPERATING RESERVES		(11) CAPITAL RESERVES		(12) OPERATING RESERVES		(13) CAPITAL RESERVES		(14) OPERATING RESERVES		(15) CAPITAL RESERVES	
				Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves			Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	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	\$4,001,671	\$3,962,823	\$38,848	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				
Prior period adjustments (describe)																									
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				
Adjusted Balance, Aug. 31, 2008	\$4,001,671	\$3,962,823	\$38,848	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				
Excess (deficiency) of revenue over expenses	\$1,978,635		\$1,978,635																						
Board funded capital additions		\$828,034	(\$828,034)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				
Disposal of unsupported capital assets	\$0	(\$85,801)	\$85,801																						
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0																						
Direct credits to net assets	\$0																								
Amortization of capital assets		(\$1,784,521)	\$1,784,521																						
Amortization of capital allocations		\$1,552,323	(\$1,552,323)																						
Debt principal repayments (unsupported)		\$0	\$0																						
Net transfers to operating reserves			(\$722,024)																						
Net transfers from operating reserves			\$0																						
Net transfers to capital reserves			(\$785,424)																						
Net transfers from capital reserves			\$0																						
Assumption/transfer of other operations' net assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				
Balance at August 31, 2009	\$5,980,306	\$4,472,858	\$0	\$722,024	\$785,424	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0				

**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	\$18,368,799	\$42,435,566
Prior period adjustments	\$0	\$0
Adjusted balance, August 31, 2008	\$18,368,799	\$42,435,566
Add:		
Restricted capital allocations from:		
Alberta Education including school and modular projects	\$604,592	
Other Government of Alberta	\$200,000	
Federal Government and First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$112,181	
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)		\$69,735
Transferred in capital assets (amortizable, @ net book value)		\$0
Current Year Debenture Principal Repayment		\$351,054
Expended capital allocations - current year	(\$11,857,944)	\$11,857,944
Deduct:		
Net book value of supported capital assets dispositions, write-offs, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$1,552,323
Balance at August 31, 2009	\$7,427,628	\$53,161,976

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

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

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 School Jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for 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 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 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:

Equipment and furnishings	5 years
Vehicles	10 years
Buildings	40 years
Buildings additions	25 years

Capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

d) Vacation pay:

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

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

2. Summary of significant accounting policies (continued):

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 Holy Spirit Roman Catholic Separate Regional Division No. 4 does not make pension contributions for certificated staff.

The School Jurisdiction participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. Pension costs included in these financial statements comprise the employer contributions of \$548,608 for the year ended August 31, 2009 (2008 - \$542,317). At December 31, 2008, the Local Authorities Pension Plan reported an actuarial deficiency of \$4,413,971,000 (2007 deficiency of \$1,183,334,000). Effective for the 2008 – 2009 fiscal year, the Government of Alberta has taken responsibility for the LAPP unfunded liabilities.

f) Inventories:

In June 2007, the Canadian Institute of Chartered Accountants (the "CICA") issued a new accounting standard, Section 3031 Inventories which provides guidance on the recognition, measurement and disclosure of inventories. The standard provides specific direction for not-for-profit organizations to record inventories held for consumption or distribution at no charge at the lower of cost or current replacement cost.

On September 1, 2008, the School Jurisdiction adopted this new standard, but did not adjust opening balances or restate prior periods because the adoption did not have a material impact.

Inventories held for consumption or distribution at no charge are recorded at the lower of cost and current replacement cost. All other inventories are recorded at the lower of cost and net realizable value.

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.

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

2. Summary of significant accounting policies (continued):

i) Financial instruments:

The Jurisdiction has classified its financial assets and financial liabilities as follows:

<u>Financial Assets and Liabilities</u>	<u>Classification</u>
Cash and temporary investments	Held for trading
School generated assets	Held for trading
Accounts receivable	Loans and receivables
Accounts payable	Other financial liabilities
Long-term debt	Other financial liabilities

Initial measurement of financial instruments is at fair value and subsequent measurement and recognition changes in value depend upon the classification. Financial assets "held for trading" are recorded at fair value with changes in fair value recorded through the excess of revenue over expenses in each period. "Loans and receivables", and financial liabilities classified as "other financial liabilities" are measured at amortized cost using the effective interest method.

The Jurisdiction does not use hedge accounting and accordingly, is not impacted by the requirements of Section 3865 Hedges. The Jurisdiction as a Not-For-Profit Organization has elected not to apply the standards for embedded derivatives in non-financial contracts.

The carrying values of current cash, cash equivalents and investments, accounts receivable and accounts payable approximate their fair value because of the short-term nature of these items. It is management's opinion that the Jurisdiction is not exposed to significant interest, currency or credit risks arising for its financial instruments.

The Jurisdiction has opted to apply the CICA Handbook Section 3861 Financial Instruments – Disclosures and Presentation in place of CICA Handbook Section 3862 Financial Instruments – Disclosures and 3863 Financial Instruments – Presentation as allowed under generally accepted accounting principles.

Transaction costs associated with the acquisition and disposal of investments are expensed when incurred. The purchase and sale of investments are accounted for using the trade date.

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) Capital disclosure:

Effective September 1, 2008, the School Jurisdiction implemented new capital disclosure requirements per section 1535 in the CICA Handbook. For operating purposes, the School Jurisdiction defines capital as including working capital, unrestricted net assets, and restricted net assets restricted for operating purposes. For capital purposes, the School Jurisdiction defines capital as deferred capital allocations, long-term debt, unamortized capital allocations, and investment in capital assets and restricted net assets restricted for capital purposes.

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

2. Summary of significant accounting policies (continued):

k) Capital disclosure (continued):

The School Jurisdiction's objectives for managing capital are:

- In the short term to safeguard the Jurisdiction's financial ability to continue to provide the appropriate level of services to its stakeholders.
- In the long term to plan and ensure that it has sufficient capacity to meet future needs of its operations.

The School Jurisdiction has external restrictions on its capital. Alberta Education provides capital funding and requires the funding to be spent on specific projects. When the School Jurisdiction disposes of supported assets it is required to use the funding for other supported capital projects upon approval of Alberta Education. The School Jurisdiction does have certain internally imposed restrictions to which it adheres to. The School Jurisdiction has processes in place to ensure that restrictions that do exist are met prior to the utilization of these resources.

Management and the Board of Trustees monitor financial performance and the capital of the School Jurisdiction to ensure that it will be able to meet the School Jurisdiction's short-term and long-term objectives.

3. Correction of error:

With retrospective effect, the School Jurisdiction has corrected the presentation of School Generated Funds and Trust assets and Trust liabilities. The effect of this correction was to decrease the opening balance of School Generated Fund Assets and School Generated Fund Liabilities by \$2,572,541 and to decrease the opening balance of Trust assets and Trust liabilities by \$102,500.

4. Accounts receivable:

	2009	2008
Alberta Education	\$ 3,137,023	\$ 11,324,498
Alberta Finance	63,373	84,004
Federal Government	134,716	579,709
First Nations	--	17,963
Other	279,870	321,473
	\$ 3,614,982	\$ 12,327,647

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

5. Tangible capital assets:

	Land	Construction in progress new building	Estimated useful life			Vehicles	Total 2009	Total 2008
			25 – 40 years	5 – 10 years	5 – 10 years			
Historical costs:								
September 1,								
2008	\$ 292,038	\$ 4,052,300	\$ 59,638,669	\$ 2,274,373	\$ 227,699	\$ 66,485,079	\$ 59,310,117	
Additions	12,469	8,835,180	3,325,817	428,587	153,660	12,755,713	7,174,962	
Transfers in (out)	--	--	(121,831)	121,831	--	--	--	
Less disposals including write-offs	(85,801)	--	--	(32,711)	--	(118,512)	--	
August 31, 2009	218,706	12,887,480	62,842,655	2,792,080	381,359	79,122,280	66,485,079	
Accumulated amortization:								
September 1, 2008	--	--	16,687,173	1,825,178	109,490	18,621,841	16,999,901	
Amortization expense	--	--	1,649,196	129,473	10,765	1,789,434	1,621,940	
Transfers in (out)	--	--	--	--	--	--	--	
Effect on disposals	--	--	--	(37,624)	--	(37,624)	--	
August 31, 2009	--	--	18,336,369	1,917,027	120,255	20,373,651	18,621,841	
Net book value at August 31, 2009	\$ 218,706	\$ 12,887,480	\$ 44,506,286	\$ 875,053	\$ 261,104	\$ 58,748,629	\$ 47,863,238	

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

6. Bank indebtedness:

The Jurisdiction has negotiated a line of credit with RBC in the amount of \$1,000,000 that bears interest at the bank's prime rate minus .25%. 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, 2009 (2008 – nil).

7. Accounts payable and accrued liabilities:

	2009	2008
Alberta finance	\$ 63,716	\$ 84,004
Other trade payables and accrued liabilities	1,274,016	1,783,461
	\$ 1,337,732	\$ 1,867,465

8. Deferred revenue:

	Deferred revenue 2008	Restricted funds received/ receivable	Restricted funds expended (paid/payable)	Deferred revenue 2009
Alberta Education Restricted Operational Funding:				
Alberta Initiative for School Improvement	\$ 155,404	\$ 608,303	\$ (730,850)	\$ 32,857
Infrastructure Maintenance Renewal	1,312,109	761,241	(826,011)	1,247,339
Modernization Block Funding	27,892	--	(5,118)	22,774
French Language Initiative	24,379	165,000	(82,321)	107,058
Other Alberta Education deferred revenue	--	9,000	--	9,000
Other Government of Alberta Restricted Funding:				
Skills Canada	226,135	--	(189,690)	36,445
One Time Grant	292,690	--	(145,849)	146,841
Community Spirit Donation Grant	--	21,098	--	21,098
Developing Capacity Grant	--	295,000	(68,776)	226,224
Other Deferred Revenue:				
Donations	15,540	5,083	(4,523)	16,100
Foreign tuition	4,000	63,330	(49,415)	17,915
Instruction resource fees	29,195	54,193	(29,195)	54,193
INAC Tuition	--	563,702	(518,682)	45,020
Total	\$ 2,087,344	\$ 2,545,950	\$ (2,650,430)	\$ 1,982,864

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

9. Trust assets and liabilities:

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

	2009	2008
Scholarships Trusts	\$ 247,941	\$ 239,035

Trust assets consist of guaranteed investment certificates with effective interest rates of 0.60% - 4.40% with maturities from May, 2010 to June, 2010.

10. Long-term debt:

Debenture Debt – Supported

The debenture debt bears interest at rates varying between 8.875% and 12%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next four years are:

	Principal	Interest	Total
2009-2010	\$ 337,993	\$ 105,681	\$ 443,674
2010-2011	330,668	73,263	403,931
2011-2012	325,506	41,724	367,230
2012-2013	119,628	11,511	131,139
	\$ 1,113,795	\$ 232,179	\$ 1,345,974

11. 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.

12. 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

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

13. 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 a legal obligation to remove hazardous material located in one of its schools. A liability, however, has not been recognized because the fair value cannot be reasonably estimated.

14. Commitments:

The Jurisdiction is committed to further capital expenditures for the modernization, replacement, and addition of schools of approximately \$2,629,046. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

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.

	Balances		Transactions	
	Assets (at cost or net realizable value)	Liabilities (at fair value)	Revenue	Expenses
Government of Alberta:				
Education	\$ 138,775	\$ --	\$39,772,768	\$ --
Infrastructure and Transportation	2,998,248	7,057,104	706,753	--
Finance	63,716	63,716	119,258	119,258
Human Resources/ Employment	10,147	--	--	--
Other:				
Health Authorities	6,310	--	--	--
Post-secondary institutions	20,948	--	--	--
Other Alberta school jurisdictions	100,140	--	--	--
Total 2009	\$ 3,338,284	\$ 7,120,820	\$ 40,598,779	\$ 119,258
Total 2008	\$11,681,975	\$ 2,186,567	\$ 38,638,911	\$ 159,113

HOLY SPIRIT ROMAN CATHOLIC SEPARATE REGIONAL DIVISION NO. 4

Notes to Financial Statements

Year ended August 31, 2009

16. 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.

17. Remuneration and monetary incentives:

The School 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:

	FTE	Remuneration	Benefits	Negotiated allowances	Expenses
Board members:					
N. King, Chair	1.0	\$ 11,010	\$ 2,209	\$ --	\$ 9,216
K. Milder, Vice Chair	1.0	9,860	2,162	--	10,032
B. Baptista	1.0	8,715	874	--	3,773
C. Spearman	1.0	8,715	450	--	260
D. Decock	1.0	8,715	2,116	--	4,285
B. Spitzig	1.0	8,715	2,116	--	8,438
S. Dufresne	1.0	8,715	2,301	--	5,294
T. O'Donnell	1.0	8,715	2,001	--	11,358
D. Ponjavic	1.0	8,715	208	--	1,840
	9.0	81,875	14,437	--	54,496
D. Keohane, Superintendent	1.0	123,333	11,790	3,167	17,058
C. Smeaton, Board Secretary	1.0	128,523	14,806	3,000	20,162
L. Palmarin, Board Treasurer	1.0	111,661	18,992	2,360	14,542
	3.0	363,517	45,588	8,527	51,762
	12.0	\$ 445,392	\$ 60,025	\$ 8,527	\$ 106,258
Certified teachers	249.0	\$ 20,763,963	\$2,527,201	\$ 11,662	
Non-certified teachers	214.5	7,558,299	2,185,013	31,744	
Totals		\$ 28,767,654	\$4,772,239	\$ 51,933	

18. Budget amounts:

The budget was prepared by the School Jurisdiction and approved by the Board of Trustees on June 18, 2008. It is presented for information purposes only and has not been audited.

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

Holy Spirit Roman Catholic Separate Regional Division No. 4

Legal Name of School Jurisdiction

620 12 Street 'B' North Lethbridge, AB T1H 2L7

Mailing Address

Phone: 403-327-9555 Fax: 403-327-9595

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

Lisa Palmarin
Name

"Original Signed"
Signature

25-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: 4481

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	\$2,869,848	\$30,099,688	\$3,860,432	\$1,302,804	\$1,639,996	\$0	\$39,772,768
(2) Other - Government of Alberta	\$0	\$0	\$826,011	\$0	\$0	\$0	\$826,011
(3) Federal Government and First Nations	\$0	\$1,079,833	\$0	\$0	\$0	\$0	\$1,079,833
(4) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(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	\$0	\$398,512	\$0	\$0	\$0	\$0	\$398,512
(8) Transportation fees-ECS							\$0
(9) Transportation fees-Grades 1-12				\$0			\$0
(10) Other sales and services	\$131,849	\$60,308	\$0	\$0	\$0	\$0	\$192,157
(11) Investment income	\$0	\$0	\$0	\$0	\$23,195	\$0	\$23,195
(12) Gifts and donations	\$0	\$5,023	\$0	\$0	\$0	\$0	\$5,023
(13) Rental of facilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(14) Net school generated funds	\$0	\$1,614,533	\$0	\$0	\$0	\$0	\$1,614,533
(15) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$599,623	\$0	\$599,623
(16) Amortization of capital allocations	\$0	\$0	\$1,552,323	\$0	\$0	\$0	\$1,552,323
(17) Other revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(18) TOTAL REVENUES	\$3,001,697	\$33,257,897	\$6,238,766	\$1,302,804	\$2,262,814	\$0	\$46,063,978
EXPENSES							
(19) Certificated salaries	\$796,799	\$19,914,214			\$255,355	\$0	\$20,966,368
(20) Certificated benefits	\$91,955	\$2,416,326			\$45,516	\$0	\$2,553,797
(21) Non-certificated salaries and wages	\$1,127,878	\$4,289,762	\$1,729,567	\$54,277	\$599,802	\$0	\$7,801,286
(22) Non-certificated benefits	\$373,817	\$1,254,345	\$455,936	\$9,352	\$124,992	\$0	\$2,218,442
(23) SUB - TOTAL	\$2,390,449	\$27,874,647	\$2,185,503	\$63,629	\$1,025,665	\$0	\$33,539,893
(24) Services, contracts and supplies	\$139,710	\$3,206,318	\$1,961,463	\$1,174,360	\$545,287	\$0	\$7,027,138
(25) Net school generated funds	\$0	\$1,614,533					\$1,614,533
(26) Amortization of capital assets	\$0	\$154,827	\$1,628,084	\$0	\$1,610	\$0	\$1,784,521
(27) Interest and charges	\$0	\$0	\$119,258	\$0	\$0	\$0	\$119,258
(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	\$2,530,159	\$32,850,325	\$5,894,308	\$1,237,989	\$1,572,562	\$0	\$44,085,343
(31) OVER EXPENSES BEFORE EXTRAORDINARY ITEM	\$471,538	\$407,572	\$344,458	\$64,815	\$690,252	\$0	\$1,978,635

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

Unexpended SGF - Opening Balance August 31, 2008 (Note 1)			\$525,085
Sources of School Generated Funds:	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$767,715	\$261,858	\$505,857
Student fees (Non-Instructional) (Note 1)	\$1,528,654	\$0	\$1,528,654
Donations and grants to schools	\$84,261	\$0	\$84,261
Other (describe):	\$0	\$0	\$0
Net Additions to SGF	\$2,380,630	\$261,858	\$2,118,772
Net SGF Available			\$2,643,857
Uses of Net School Generated Funds:			
Extra-curricular activities			\$1,088,929
Field Trips			\$397,187
Other (describe): Donations/family Literacy			\$128,417
Total Uses of Net SGF (Note 2)			\$1,614,533
Unexpended SGF - Closing Balance August 31, 2009 (Note 3)			\$1,029,324

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	\$1,448,090	\$179,834	\$0	\$0	\$101,643		\$1,729,567		\$1,729,567
Uncertificated benefits	\$381,735	\$47,407	\$0	\$0	\$26,794		\$455,936		\$455,936
Sub-total Remuneration	\$1,829,825	\$227,241	\$0	\$0	\$128,437		\$2,185,503		\$2,185,503
Supplies and services	\$189,137	\$515,142	\$758	\$342,896	\$52,369		\$1,100,302		\$1,100,302
Electricity			\$407,959				\$407,959		\$407,959
Natural Gas/Heating Fuel			\$274,383				\$274,383		\$274,383
Sewer and Water			\$96,586				\$96,586		\$96,586
Telecommunications			\$3,907				\$3,907		\$3,907
Insurance					\$78,326		\$78,326		\$78,326
Amortization of capital assets									
Supported								\$1,552,323	\$1,552,323
Unsupported							\$75,761	\$75,761	\$75,761
Total Amortization							\$75,761	\$75,761	\$1,628,084
Interest on capital debt									
Supported								\$119,258	\$119,258
Unsupported							\$0	\$0	\$0
Other interest charges							\$0	\$0	\$0
Losses on disposal of capital assets							\$0	\$0	\$0
TOTAL EXPENSES	\$2,018,962	\$742,383	\$783,593	\$342,896	\$259,132		\$4,222,727	\$1,671,581	\$5,894,308
SQUARE METRES									
School Buildings									57,948.0
Non School Buildings									2,400.0

Note:

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

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

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

Expensed IMR & Modular Unit 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.