

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

ALMADINA SCHOOL SOCIETY

Legal Name of School Jurisdiction

225 28 Street SE Calgary AB T2A 5K4

Mailing Address

P: 403-543-5078 F:403-543-5079

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of ALMADINA SCHOOL SOCIETY 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

Mohamad Abbas

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

Beverly Hammond

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

Janice LeDuc, CMA

Name

"ORIGINAL SIGNED"

Signature

1-Dec-09

Board-approved Release Date

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BDO Dunwoody LLP
Chartered Accountants
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Auditors' Report

To the Members of Almadina School Society

We have audited the statement of financial position of Almadina School Society as at August 31, 2009 and the statements of revenue and expenses, changes in net assets, cash flows and capital allocations for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 common with many not-for-profit organizations, the Society derives revenue from gifts and donations and net school generated funds, the completeness of which is not susceptible to satisfactory audit verification. Accordingly verification of these revenues was limited to the amounts recorded in the records of the Society and we were not able to determine whether any adjustments might be necessary to gifts and donations and net school generated funds, excess of revenue over expenses, current assets and net assets.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves as to the completeness of gifts and donations and net school generated funds, as explained in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

BDO Dunwoody LLP
Chartered Accountants

Calgary, Alberta
October 20, 2009

STATEMENT OF FINANCIAL POSITION
as at August 31, 2009

(in dollars)

	2009	2008 (Note)
ASSETS		
Current assets		
Cash and temporary investments (Note 3)	\$978,849	\$897,763
Accounts receivable (net after allowances) (Note 4)	\$128,457	\$133,744
Prepaid expenses	\$139,585	\$177,324
Other current assets	\$0	\$0
Total current assets	\$1,246,891	\$1,208,831
School generated assets	\$6,299	\$3,552
Trust assets	\$0	\$0
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets (Note 5)		
Land	\$0	\$0
Construction in Progress	\$0	\$0
Buildings	\$116,186	
Less: accumulated amortization	(\$50,402)	\$65,784
Equipment	\$87,495	
Less: accumulated amortization	(\$25,960)	\$61,535
Vehicles	\$0	
Less: accumulated amortization	\$0	\$0
Total capital assets	\$127,319	\$130,414
TOTAL ASSETS	\$1,380,509	\$1,342,797
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities (Note 6)	\$267,262	\$277,032
Deferred revenue (Note 8)	\$84,984	\$47,525
Deferred capital allocations	\$0	\$0
Current portion of long term debt	\$0	\$0
Total current liabilities	\$352,246	\$324,557
School generated liabilities	\$6,299	\$3,552
Trust liabilities	\$0	\$0
Employee future benefit liabilities	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$0	\$0
Less: Current portion	\$0	\$0
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 7)	\$17,500	\$26,250
Total long term liabilities	\$23,799	\$29,802
TOTAL LIABILITIES	\$376,045	\$354,359
NET ASSETS		
Unrestricted net assets	\$894,645	\$884,274
Operating Reserves	\$0	\$0
Accumulated Operating Surplus (Deficit)	\$894,645	\$884,274
Investment in capital assets	\$109,819	\$104,164
Capital Reserves	\$0	\$0
Total Capital Funds	\$109,819	\$104,164
Total net assets	\$1,004,464	\$988,438
TOTAL LIABILITIES AND NET ASSETS	\$1,380,509	\$1,342,797

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	\$7,215,421	\$7,174,091	\$6,910,074
Federal Government and First Nations	\$0	\$0	\$0
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	\$0	\$0	\$0
Transportation fees	\$90,555	\$70,000	\$86,394
Other sales and services	\$0	\$0	\$0
Investment income	\$8,576	\$15,000	\$32,532
Gifts and donations	\$0	\$2,500	\$9,638
Rental of facilities	\$0	\$0	\$0
Net school generated funds	\$26,161	\$25,000	\$25,686
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$8,750	\$8,750	\$8,750
Other revenue	\$0	\$0	\$0
Total Revenues	\$7,349,463	\$7,295,341	\$7,073,074
EXPENSES			
Certificated salaries	\$3,419,864	\$3,426,250	\$2,980,787
Certificated benefits	\$301,325	\$305,000	\$292,202
Non-certificated salaries and wages	\$719,806	\$780,170	\$542,245
Non-certificated benefits	\$102,518	\$98,400	\$83,458
Services, contracts and supplies	\$2,721,257	\$3,147,735	\$3,152,467
Net school generated funds	\$26,161	\$25,000	\$25,686
Capital and debt services			
Amortization of capital assets			
Supported	\$8,750	\$8,750	\$8,750
Unsupported	\$33,756	\$26,250	\$18,377
Total Amortization of capital assets	\$42,506	\$35,000	\$27,127
Interest on capital debt			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$0	\$0	\$0
Other interest and charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$17,804
Other expense	\$0	\$0	\$0
Total Expenses	\$7,333,437	\$7,817,555	\$7,121,776
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	\$16,026	(\$522,214)	(\$48,702)
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$16,026	(\$522,214)	(\$48,702)

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	\$16,026	(\$48,702)
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$8,750)	(\$8,750)
Total amortization expense	\$42,506	\$27,127
Gains on disposal of capital assets	\$0	\$0
Losses on disposal of capital assets	\$0	\$17,804
Changes in:		
Accounts receivable	\$5,287	\$4,719
Prepays and other current assets	\$37,739	(\$117,173)
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Accounts payable and accrued liabilities	(\$9,770)	\$9,753
Deferred revenue	\$37,459	\$15,365
Employee future benefit liabilities	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from Operations	\$120,497	(\$99,857)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	\$0	(\$46,142)
Equipment	(\$39,411)	\$0
Vehicles	\$0	\$0
Net proceeds from disposal of capital assets	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from Investing activities	(\$39,411)	(\$46,142)
C. FINANCING ACTIVITIES		
Capital allocations	\$0	\$0
Issue of long term debt	\$0	\$0
Repayment of long term debt	\$0	\$0
Add back: supported portion	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from financing activities	\$0	\$0
Net cash flows from during the year	\$81,086	(\$145,999)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/08	\$897,763	\$1,043,762
Cash and temporary investments, net of bank indebtedness, at Aug. 31/09	\$978,849	\$897,763

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: 6021

(in dollars)

	(1) TOTAL NET ASSETS Cols. 2+3+4+5	(2) INVESTMENT IN CAPITAL ASSETS	(3) UNRESTRICTED NET ASSETS	(4) - (15) INTERNALLY RESTRICTED NET ASSETS																		
				(5) TOTAL OPERATING RESERVES Cols. 6+8+10+12+14	(6) School & Instruction Related		(7) Operations & Maintenance		(8) Board & System Admin.		(9) Transportation		(10) External Services									
					(11) Operating Reserves	(12) Capital Reserves	(13) Operating Reserves	(14) Capital Reserves	(15) Operating Reserves	(16) Capital Reserves	(17) Operating Reserves	(18) Capital Reserves	(19) Operating Reserves	(20) Capital Reserves								
Balance at August 31, 2008	\$988,438	\$104,164	\$884,274	\$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	\$988,438	\$104,164	\$884,274	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Excess (deficiency) of revenue over expenses	\$16,026		\$16,026																			
Board funded capital additions		\$39,411	(\$39,411)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Disposal of unsupported capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Direct credits to net assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Amortization of capital assets		(\$42,506)	\$42,506																			
Amortization of capital allocations		\$8,750	(\$8,750)																			
Debt principal repayments (unsupported)		\$0	\$0																			
Net transfers to operating reserves			\$0												\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net transfers from operating reserves			\$0												\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net transfers to capital reserves			\$0												\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net transfers from capital reserves			\$0												\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$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	\$0
Balance at August 31, 2009	\$1,004,464	\$109,819	\$894,645	\$0	\$0	\$0	\$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	\$0	\$26,250
Prior period adjustments	\$0	\$0
Adjusted balance, August 31, 2008	\$0	\$26,250
Add:		
Restricted capital allocations from: Alberta Education including school and modular projects	\$0	
Other Government of Alberta	\$0	
Federal Government and First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$0	
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	\$0	\$0
Deduct:		
Net book value of supported capital assets dispositions, write-offs, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$8,750
Balance at August 31, 2009	\$0	\$17,500

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

Almadina School Society
Notes to Financial Statements
August 31, 2009

1. Authority, Purpose and Nature of Operations

Almadina School Society is a non-profit Society incorporated under the Society's Act of Alberta. The Society operates as Almadina Language Charter Academy which is a public school under Part 2, Division 2.1 of the School Act of Alberta. Under a charter granted by the Minister of Education, the Society offers educational programs from Early Childhood Services to Grade 9 with special emphasis on English as a Second Language. The Charter is scheduled for renewal on August 31, 2011.

The Society is registered with the Canada Revenue Agency as a Charitable Organization and for income tax purposes is a non-taxable organization.

These financial statements have been prepared on a going concern basis that assumes the realization of assets and the payment of liabilities in the ordinary course of business. A substantial portion of the Society's funding is provided by the Government of Alberta and as such the Society is dependent on these instruction and support grants for its continued operations. These financial statements do not include the adjustments that would be necessary should the Society not continue its operations and such adjustments could be significant.

2. Significant Accounting Policies

The financial statements of the Society have been prepared by management in accordance with Canadian generally accepted accounting principles. The financial statements have, in management's opinion, been properly prepared using careful judgment within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Estimates are used when accounting for amortization and estimating future cash flows related to long lived assets.

(b) Revenue Recognition

The Society follows the deferral method of accounting for revenue.

Instruction and support grants are recognized in the year to which they relate. Unrestricted contributions are recognized as revenue when received or receivable. Grants received, restricted donations and fees collected, in advance of the provision of related services, are deferred. Interest is recognized as it is earned on an accrual basis in accordance with the terms of the related instrument.

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

(c) Capital Assets

Assets with individual costs in excess of \$5,000 are capitalized. Capital Assets are recorded at cost and amortized over their estimated useful lives (equipment) or the remaining term of the lease (site and leasehold improvements) on a straight-line basis commencing in the year subsequent to purchase at the following rates:

Almadina School Society
Notes to Financial Statements
August 31, 2009

Computer, Software and Audio Visual Equipment	20%
Office Equipment	25%
Site Improvements	lease term
Leasehold Improvements	lease term

In accordance with CICA handbook section 4430, assets are tested for impairment when impairment indicators are present. This would occur when a capital asset no longer contributes to the organization's capability to provide services.

(d) School Generated Funds

School Generated Revenues and Expenses come under the control and responsibility of a principal for school activities (e.g. yearbook, celebrations, graduation, and camps) and are collected and expended at the school level. Unexpended funds at the close of the school year are shown as both Asset (funds on deposit) and Liability (restricted for use by the school).

(e) Vacation Pay

Vacation pay is paid and expensed in the period in which the employee earns the benefit.

(f) Pensions

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, Almadina School Society does not make pension contributions for staff.

(g) Prepaid Expenses

Expenditures incurred before the close of the school year for services and supplies which will be consumed subsequent to the year-end are recorded as prepaid expenses. These include school supplies, memberships, lease prepayment and insurance.

(h) Contributed Services

Volunteers assist the school in carrying out certain activities, notably for field trip supervision and the raising of school generated funds. Because of the difficulty of determining their fair market value and of the fact that such assistance is generally not otherwise purchased, contributed services of this nature are not recognized in the financial statements.

(i) Cash and Temporary Investments

Cash and temporary investments include a GIC with a maturity date of less than 1 year, and are redeemable at any time on demand without penalty.

(j) Financial Instruments

The following is a summary of the accounting classifications that the Society has elected to apply to each of its significant categories of financial instruments outstanding at August 31, 2009:

Cash	Held-for-trading (HFT)
School generated assets	Held-for-trading
Temporary investments	Held-to-maturity (HTM)
Accounts receivable	Loans and receivables
Accounts payable and accrued liabilities	Other financial liabilities
School generated liabilities	Other financial liabilities

The Society initially measures all its financial instruments at fair value. Subsequent measurement and treatment of any gain or loss is recorded as follows:

- HFT financial assets are measured at fair value at the balance sheet date with any gain or loss recognized immediately in the Statement of Revenues and Expenses. Interest

Almadina School Society
Notes to Financial Statements
August 31, 2009

and dividends earned from held-for-trading assets are also included in revenues and expenditures for the year.

- HTM financial assets are measured at amortized cost using the effective interest rate method. Any gains or losses are recognized in revenues and expenditures on maturity.
- Loans and receivables are measured at amortized cost using the effective interest method. Any gains or losses are recognized in revenues and expenditures.
- Other financial liabilities are measured at amortized cost using the effective interest method.

Transaction costs related to all financial assets and liabilities are recognized as an expense of the period.

Financial Instrument Risk Exposure

Credit Risk

Credit risk is the risk that the Society will incur a financial loss because a client has failed to discharge an obligation. The Society is exposed to credit risk on its accounts receivable. This risk is mitigated by the fact that accounts receivable is primarily comprised of lease support funding due from Alberta Education and a GST rebate receivable due from the Government of Canada. Included in accounts receivable at year end is \$91,667 (2008 - \$86,667) due from Alberta Education and \$23,395 (2008 - \$31,890) due from the Government of Canada.

Counterparty credit risk is the financial loss the Society would experience if a counterparty to a financial instrument, in which the Society has an amount owing from the counterparty, failed to meet its obligations in accordance with the terms and conditions of its contracts with the Society. The Society is exposed to counterparty credit risk due to the fact that all of its cash and temporary investments are held with one banking institution. The Society attempts to minimize its credit exposure on financial instruments by entering into transactions and placing its cash and cash equivalents with high-quality financial institutions.

Interest Rate Risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of investments. The Society is exposed to interest rate risk through its temporary investments as the interest payments will fluctuate as a result of changes in market rates. The Society has no long-term borrowings.

As at August 31, 2009 if interest rates had increased or decreased by 1%, with all other variables held constant, interest received in the year would change by \$4,257 (2008 - \$4,154).

Liquidity Risk

Liquidity risk is the risk that the Society will not be able to meet its financial obligations as they become due. The Society's approach to managing liquidity risk is to maintain adequate cash and cash equivalent balances with high quality counterparties.

(k) **Changes in Accounting Policies**

General Standards of Financial Statements (Section 1400)

Effective September 1, 2008, the Society has adopted the additional requirements of the CICA Handbook section 1400 – General Standards of Financial Statements. The additional requirements require management to make an assessment of the Society's ability to continue as a going concern, and to disclose any material uncertainties related to events or conditions that may cast significant doubt upon the Society's ability to continue as a going concern.

Capital Disclosures (Section 1535)

This standard requires that an entity disclose information that enables users of its financial statements to evaluate the Society's objectives, policies and procedures for managing capital,

Almadina School Society
Notes to Financial Statements
August 31, 2009

including disclosures of any externally imposed capital requirements and the consequences of non-compliance. The Society's annual school budget process helps to ensure good practices of capital management are in place and followed.

Adoption of the above Standards did not result in any changes to the amounts recorded in the Financial Statements of the Society but resulted in additional disclosures in Notes 1, and 12.

(I) **Changes in Accounting Policies Not Yet Adopted**

Financial Statement Concepts

CICA Handbook Section 1000, Financial Statement Concepts has been amended to focus on the capitalization of costs that truly meet the definition of an asset and de-emphasizes the matching principle. The revised requirements are effective for financial statements relating to fiscal years beginning on or after October 1, 2008.

Cash Flow Statements

Section 1540 was amended to include not-for-profit organizations with its scope. This standard is effective for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2009.

Financial Statement Presentation by Not-For-Profit Organizations

Section 4400 has been amended for the treatment of net assets invested in capital assets and for the presentation of revenues and expenses. The new standard is effective for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2009.

Disclosure of Related Party Transactions by Not-For-Profit Organizations

Section 4460 has been amended to make the language in Section 4460 consistent with Related Party Transactions, Section 3840. The changes are effective for interim and annual financial statements beginning on or after January 1, 2009.

Disclosure of Allocated Expenses by Not-For-Profit Organizations

This new Section 4470 establishes disclosure standards for not-for-profit organizations that choose to classify their expenses by function and allocate expenses from one function to another. The changes are effective for interim and annual financial statements beginning on or after January 1, 2009.

Accounting Changes

This new Section 1506 has been amended to exclude from its scope changes in accounting policies upon the complete replacement of an entity's primary basis of accounting. The amendment applies to interim and annual financial statements relating to fiscal years beginning on or after July 1, 2009.

Financial Instruments – Disclosures

Section 3862 has been amended to include additional disclosure requirements about fair value measurements of financial instruments and to enhance liquidity risk disclosure requirements for publicly accountable enterprises and other entities that choose to apply this Section. The amendments apply to annual financial statements relating to fiscal years ending after November 30, 2009.

The Society is currently evaluating the impact of these standards on the disclosure and presentation within its financial statements.

Almadina School Society
Notes to Financial Statements
August 31, 2009

3. Cash and Temporary Investments

	2009			2008		
	Effective Yield	Cost	Fair Value	Effective Yield	Cost	Fair Value
Cash and cash equivalents		\$553,180	\$553,180		\$482,360	\$482,360
Temporary Investments	.001%	\$425,669	\$425,669	.025%	\$415,403	\$415,403
Fixed-Income Securities		\$0	\$0		\$0	\$0
Total cash and temporary investments		\$978,849	\$978,849		\$897,763	\$897,763

The Society has a 12 month prime-linked redeemable term deposit maturing January 15, 2010.

4. Accounts Receivable

	2009	2008
Alberta Education	\$91,667	\$86,667
Alberta Finance	0	0
Federal Government	25,669	36,609
First Nations	0	0
Other Alberta School Jurisdictions	0	0
Foundations	7,100	0
Other	4,021	10,468
Total	\$128,457	\$133,744

5. Capital Assets

	Land	CIP- New	Building Leaseholds	Equipment - Computer Hardware & Software	Other Equipment	Vehicle	Total Aug. 31, 2009	Total Aug. 31, 2008
Estimated Useful life			Lease Term	5 Years	4 and 5 Years	5-10 Years		
Historical cost								
September 1, 2008	\$0	\$0	\$116,186	\$23,361	\$24,722	\$0	\$164,269	\$147,799
Additions	0	0	0	0	39,411	0	39,411	46,142
Transfers in (out)	0	0	0	0	0	0	0	0
Less disposals	0	0	0	0	0	0	0	(29,673)
August 31, 2009	\$0	\$0	\$116,186	\$23,361	\$64,133	\$0	\$203,680	\$164,269
Accumulated amortization								
September 1, 2008	-	-	\$17,511	\$11,399	\$4,944	\$0	\$33,854	\$18,596
Amortization expense	-	-	32,890	4,672	4,944	0	42,506	27,128
Transfers in (out)	-	-	0	0	0	0	0	0
Effect of disposals	-	-	0	0	0	0	0	(11,869)
August 31, 2009	-	-	\$50,401	\$16,071	\$9,889	\$0	\$76,361	\$33,855
Net Book Value at August 31, 2009	\$0	\$0	\$65,785	\$7,290	\$54,244	\$0	\$127,319	\$130,414

**Almadina School Society
Notes to Financial Statements
August 31, 2009**

6. Accounts Payable and Accrued Liabilities

	2009	2008
Alberta Education	\$31,320	\$42,982
Federal Government	56,961	53,330
Other Trade Payables and Accrued Liabilities	178,981	180,720
Total	\$267,262	\$277,032

7. Unamortized Capital Allocations

Unamortized capital allocations represent externally restricted capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The Community Facility Enhancement Grant of \$35,000 received in 2007 falls into this category.

	2009	2008
Unamortized Capital Allocations	\$35,000	\$35,000
Amortization of Capital Allocations	(17,500)	(8,750)
	\$17,500	\$26,250

8. Deferred Revenue

SOURCE AND GRANT OR FUND TYPE	Deferred Revenue	Add: 2009 Funds	Deduct: Funds Expended	2009 Repaid	Deferred Revenue
	31-Aug-08	Received	Expended		31-Aug-09
AB Education Restricted Funding					
Alberta Initiative for School Improvement	\$0	\$89,148	(\$89,148)	\$0	\$0
Small Class Size Initiative	\$0	\$300,742	(\$300,742)	\$0	\$0
SuperNet Service	\$0	\$6,042	(\$6,042)	\$0	\$0
Technology in the Classroom	\$0	\$22,422	(\$22,422)	\$0	\$0
Bus Safety Initiative	\$0	\$3,500	(\$3,500)	\$0	\$0
Other Deferred Revenue					
Transportation Fees	\$47,525	\$124,714	(\$90,555)	(\$3,800)	\$77,884
Alberta Foundation for the Arts	\$0	\$7,100	\$0	\$0	\$7,100
Total	\$47,525	\$553,668	(\$512,409)	(\$3,800)	\$84,984

9. Commitments

The Society leases school facilities from the Calgary Board of Education (a related party – see Note 13) for the elementary program at Mountain View campus and from the Muslim Community Foundation of Calgary for kindergarten and junior high programs at Franklin Park campus. The facilities leases both expire July 31, 2011.

The Society has a contract for janitorial services with White Snow Janitorial Services that expires August 31, 2010.

**Almadina School Society
Notes to Financial Statements
August 31, 2009**

The Society has a contract for Information Technology support with Square Keys Services that expires January 1, 2010.

Lease agreements with Ricoh Canada for office equipment expire in early Sept 2010.

Total Commitments	2010	2011
Calgary Board of Education	\$432,337	\$432,337
Muslim Community Foundation	555,000	483,333
White Snow Janitorial Services	178,152	0
Square Keys Services	29,545	0
Ricoh Canada	10,511	0
	<u>\$1,205,545</u>	<u>\$915,670</u>

10. Economic Dependence on Related Party

The Society's primary source of income is from the Alberta Government who controls the Society. The Society's ability to continue viable operations is dependent on this funding. The funding expected to be received will be reduced in the school year 2009/2010 by \$82,572 which is the Society's share of the Alberta Education recovery of accumulated operating surplus funds for all public school authorities to be implemented in the next school year. Operations for 2009 are not affected by this future funding reduction.

11. Budgeted Amounts

The budget as submitted to Alberta Education was approved by the Board of Directors on June 17, 2008. As required by Alberta Education, the budget update was revised by the school jurisdiction based on September 2008 funded enrolment and received by the Board on November 26, 2008. The updated budget is presented for information purposes only and has not been subject to an audit.

12. Capital Disclosure

The Society considers its capital to be its net assets, restricted and unrestricted with restricted assets consisting of amounts invested in capital assets. The Society's objectives in managing its capital are to safeguard its ability to continue as a going concern so that it can provide services to its clients. Annual budgets are developed and monitored to ensure the Society's capital is maintained at an appropriate level.

13. Related Party Transactions

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.

Almadina School Society had related party transactions with these entities and other related parties according to the table below for the year ended August 31, 2009.

Almadina School Society
Notes to Financial Statements
August 31, 2009

Related Party Transactions	Balances		Transactions	
	Assets	Liabilities	Revenues	Expenses
2009				
Alberta Education	\$91,667	\$35,296	\$7,215,421	\$81,581
Health & Wellness		0		14,276
Post Secondary Institutions		0		967
Calgary Board of Education (lease, repairs)		122		439,084
Other Alberta School Jurisdictions		795		2919
Other Related Parties		9838		198,006
Almadina Board of Directors		12,950		25,547
	\$91,667	\$59,001	\$7,215,421	\$762,380
2008	\$86,667	\$59,049	\$6,910,074	\$889,250

Amounts paid to Other Related Parties and Almadina Board Members are listed in Note 14, except for \$12,597 paid to a company related to one of the Directors for supplies. These transactions are in the normal course of operations and are measured at the exchange value; the amount of consideration established and agreed to by the related parties.

**Almadina School Society
Notes to Financial Statements
August 31, 2009**

14. Remuneration and Monetary Incentives

The Almadina School Society 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:

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Expenses
Chair							
Mohamad El-Jabali	0.3	\$0	\$0	\$0			\$105
Mohamad Abbas	0.7	\$2,475	\$0	\$0			\$0
Other members							
Mohamad Abbas	0.3	\$0	\$0	\$0			\$0
Bashar Abou Hassan	1.0	\$2,500	\$0	\$0			\$74
Ahmed Abdullahi	0.2	\$0	\$0	\$0			\$0
Mohamad El-Jabali	0.7	\$2,500	\$0	\$0			\$0
Mohamad El Rafih	1.0	\$1,725	\$0	\$0			\$0
Ali Farhan	0.4	\$0	\$0	\$0			\$0
Safa Ismail	0.7	\$1,125	\$0	\$0			\$0
Samir Jalloul	0.7	\$900	\$0	\$0			\$0
Fakruddin Quraishi	0.8	\$975	\$0	\$0			\$0
Alaa Al-Wadeiah	0.4	\$750	\$0	\$0			\$0
Subtotal	7.0	\$12,950	\$0	\$0			\$179
Staff							
Superintendent:							
Dr. Pier De Paola	0.00	\$0	\$0	\$0	\$6,300	\$0	\$0
Dr. Marie Keenan	0.83	\$87,264	\$0	\$0	\$0	\$0	\$1,791
Shakila Raja (Acting)	0.17	\$26,380	\$1,767	\$0	\$0	\$0	\$122
Secretary/Treasurer:							
Janice LeDuc	0.53	\$49,840	\$2,753	\$0	\$0	\$0	\$1,183
Board Secretary:							
Tracy Hodal	0.25	\$20,282					\$324
Certificated Teachers	45.5	\$3,306,220	\$299,558	\$0	\$0	\$0	
Non-certificated - Other	15.0	\$649,684	\$99,765				
TOTALS		\$4,152,620	\$403,843	\$0	\$6,300	\$0	

Almadina School Society
Notes to Financial Statements
August 31, 2009

Note 14 Continued – Remuneration Reconciliation

	Salaries		Benefits
Above Superintendent	\$87,264		
Above Acting Superintendent	26,380	Above Acting Superintendent	1,767
Above Certificated Teachers	3,306,220	Above Certificated Benefits	299,558
Certificated Salaries	\$3,419,864	Certificated Benefits	301,325
Above Secretary Treasurer	49,840		
Above Board Secretary	20,282	Above Sec Treasurer Benefits	2,753
Above Non-Certificated-Other	649,684	Above Non-Certificated Benefits	99,765
Uncertificated Salaries	\$719,806	Uncertificated Benefits	102,518
Services Contract	12,950		
Above Total	\$4,152,620		

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

ALMADINA SCHOOL SOCIETY

Legal Name of School Jurisdiction

225 28 St SE Calgary AB T2A 5K4

Mailing Address

P: 403-543-5078 F: 403-543-5079

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

JANICE LEDUC, CMA
Name

"ORIGINAL SIGNED"
Signature

1-Dec-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: 6021

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	\$305,765	\$4,537,961	\$1,449,718	\$507,128	\$414,849	\$0	\$7,215,421
(2) Other - Government of Alberta	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(3) Federal Government and First Nations	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(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	\$0					\$0
(8) Transportation fees-ECS				\$12,300			\$12,300
(9) Transportation fees-Grades 1-12				\$78,255			\$78,255
(10) Other sales and services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(11) Investment income	\$3,576	\$5,000	\$0	\$0	\$0	\$0	\$8,576
(12) Gifts and donations	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(13) Rental of facilities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(14) Net school generated funds	\$856	\$25,305	\$0				\$26,161
(15) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(16) Amortization of capital allocations	\$0	\$8,750	\$0	\$0	\$0	\$0	\$8,750
(17) Other revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(18) TOTAL REVENUES	\$310,197	\$4,577,016	\$1,449,718	\$597,663	\$414,849	\$0	\$7,349,463
EXPENSES							
(19) Certificated salaries	\$451,479	\$2,850,634			\$117,751	\$0	\$3,419,864
(20) Certificated benefits	\$36,080	\$265,245			\$0	\$0	\$301,325
(21) Non-certificated salaries and wages	\$55,749	\$535,322	\$0	\$0	\$128,735	\$0	\$719,806
(22) Non-certificated benefits	\$13,098	\$79,930	\$0	\$0	\$9,490	\$0	\$102,518
(23) SUB - TOTAL	\$556,406	\$3,731,131	\$0	\$0	\$255,976	\$0	\$4,543,513
(24) Services, contracts and supplies	\$19,974	\$561,080	\$1,381,825	\$642,112	\$116,266	\$0	\$2,721,257
(25) Net school generated funds	\$856	\$25,305					\$26,161
(26) Amortization of capital assets	\$0	\$42,506	\$0	\$0	\$0	\$0	\$42,506
(27) Interest and charges	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(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	\$577,236	\$4,360,022	\$1,381,825	\$642,112	\$372,242	\$0	\$7,333,437
(31) OVER EXPENSES BEFORE EXTRAORDINARY ITEM	(\$267,039)	\$216,994	\$67,893	(\$44,429)	\$42,607	\$0	\$16,026

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

Unexpended SGF - Opening Balance August 31, 2008 (Note 1)			\$3,552
Sources of School Generated Funds:	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$3,768	\$0	\$3,768
Student fees (Non-Instructional) (Note 1)	\$24,257	\$0	\$24,257
Donations and grants to schools	\$883	\$0	\$883
Other (describe):	\$0	\$0	\$0
Net Additions to SGF	\$28,908	\$0	\$28,908
Net SGF Available			\$32,460
Uses of Net School Generated Funds:			
Extra-curricular activities			\$9,908
Field Trips			\$16,253
Other (describe):			\$0
Total Uses of Net SGF (Note 2)			\$26,161
Unexpended SGF - Closing Balance August 31, 2009 (Note 3)			\$6,299

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	\$0	\$0	\$0	\$0	\$0		\$0		\$0
Uncertificated benefits	\$0	\$0	\$0	\$0	\$0		\$0		\$0
Sub-total Remuneration	\$0	\$0	\$0	\$0	\$0		\$0		\$0
Supplies and services	\$181,786	\$85,317	\$0	\$0	\$0		\$267,103		\$267,103
Electricity			\$76,589				\$76,589		\$76,589
Natural Gas/Heating Fuel			\$48,820				\$48,820		\$48,820
Sewer and Water			\$214				\$214		\$214
Telecommunications			\$29,389				\$29,389		\$29,389
Insurance					\$2,373		\$2,373		\$2,373
Amortization of capital assets									
Supported								\$0	\$0
Unsupported								\$0	\$0
Total Amortization								\$0	\$0
Interest on capital debt									
Supported								\$0	\$0
Unsupported								\$0	\$0
Other interest charges									
Losses on disposal of capital assets									
TOTAL EXPENSES	\$181,786	\$85,317	\$155,012	\$0	\$2,373	\$0	\$424,488	\$0	\$424,488
SQUARE METRES									
School Buildings									7,580.0
Non School Buildings									0.0

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.