

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2010**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

East Central Alberta Catholic Separate Schools Regional Division No. 16

Legal Name of School Jurisdiction

1018 - 1st Avenue Wainwright Alberta T9W 1G9

Mailing Address

Telephone (780) 842-3992 - Facsimile (780) 842-5322

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of East Central Alberta Catholic Separate Schools Regional Division No. 16 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

JIM BRADY

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

STEPHEN MACKENZIE

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

IVA PAULIK

Name

"ORIGINAL SIGNED"

Signature

NOVEMBER 29 2010

Board-approved Release Date

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AUDITORS' REPORT

To the Board of Trustees of
EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16

We have audited the statement of financial position of the **East Central Alberta Catholic Separate Schools Regional Division No. 16** as at August 31, 2010 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform 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, 2010 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.

Meyus Norris Perry LLP

November 16, 2010
Lloydminster, Saskatchewan

CHARTERED ACCOUNTANTS

STATEMENT OF FINANCIAL POSITION
as at August 31, 2010

(in dollars)

	2010	2009 (Note (Note 20))
ASSETS		
Current assets		
Cash and temporary investments (Note 3)	\$5,556,790	\$9,999,189
Accounts receivable (net after allowances) (Note 4)	\$687,610	\$496,215
Prepaid expenses	\$85,163	\$158,095
Other current assets	\$0	\$0
Total current assets	\$6,329,563	\$10,653,499
School generated assets		
Trust assets (Note 9)	\$78,083	\$62,539
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets (Note 5)		
Land	\$49,698	\$49,698
Construction in Progress	\$0	\$0
Buildings	\$29,931,323	
Less: accumulated amortization	(\$8,278,078)	\$21,653,245
Equipment	\$640,206	
Less: accumulated amortization	(\$328,045)	\$312,161
Vehicles	\$627,153	
Less: accumulated amortization	(\$151,176)	\$475,977
Total capital assets	\$22,491,081	\$18,136,894
TOTAL ASSETS	\$29,170,247	\$29,171,439
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities (Note 6)	\$1,079,104	\$1,012,429
Deferred revenue (Note 7)	\$542,108	\$650,536
Deferred capital allocations (Note 10)	\$0	\$4,183,882
Current portion of long term debt	\$0	\$50,000
Total current liabilities	\$1,621,212	\$5,896,847
School generated liabilities		
Trust liabilities (Note 9)	\$271,520	\$318,507
Employee future benefit liabilities	\$78,083	\$62,539
Other long term liabilities	\$0	\$0
Long term debt (Note 8)		
Supported: Debentures and other supported debt	\$0	\$50,000
Less: Current portion	\$0	(\$50,000)
Unsupported: Debentures and Capital Loans	\$0	\$0
Capital Leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion	\$0	\$0
Unamortized capital allocations (Note 11)	\$19,534,980	\$15,366,165
Total long term liabilities	\$19,884,583	\$15,747,211
TOTAL LIABILITIES	\$21,505,795	\$21,644,058
NET ASSETS		
Unrestricted net assets	\$1,530,429	\$1,823,171
Operating Reserves (Note 12)	\$2,076,630	\$1,993,925
Accumulated Operating Surplus (Deficit)	\$3,607,059	\$3,817,096
Investment in capital assets	\$2,956,117	\$2,720,743
Capital Reserves (Note 13)	\$1,101,276	\$989,542
Total Capital Funds	\$4,057,393	\$3,710,285
Total net assets	\$7,664,452	\$7,527,381
TOTAL LIABILITIES AND NET ASSETS	\$29,170,247	\$29,171,439

Note: Please input "(Restated)" in 2009 column heading where comparatives are not taken from the finalized 2008-2009 Audited Financial Statements filed with Alberta Education.

STATEMENT OF REVENUES AND EXPENSES
for the Year Ended August 31, 2010
(in dollars)

	Actual 2010	Budget 2010 (Note 19) Revised	Actual 2009 (Note 20)
REVENUES			
Government of Alberta	\$19,708,879	\$19,143,836	\$19,866,021
Federal Government and First Nations	\$1,273	\$0	\$1,762
Other Alberta school authorities	\$16,612	\$25,737	\$16,280
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Instruction resource fees	\$134,163	\$116,675	\$121,560
Transportation fees	\$13,852	\$12,000	\$14,658
Other sales and services	\$6,038	\$5,697	\$47,818
Investment income	\$55,731	\$62,000	\$94,944
Gifts and donations	\$0	\$0	\$525
Rental of facilities	\$4,500	\$4,000	\$0
Gross school generated funds	\$770,975	\$400,000	\$401,746
Gains on disposal of capital assets	\$0	\$0	\$8,153
Amortization of capital allocations	\$604,926	\$555,241	\$587,647
Other revenue	\$92,681	\$73,735	\$263,843
Total Revenues	\$21,409,630	\$20,398,921	\$21,424,957
EXPENSES			
Certificated salaries (Note 17)	\$11,151,225	\$10,963,632	\$10,531,544
Certificated benefits (Note 17)	\$1,154,749	\$1,170,086	\$1,105,269
Non-certificated salaries and wages (Note 17)	\$2,499,188	\$2,376,135	\$2,292,190
Non-certificated benefits (Note 17)	\$628,372	\$607,293	\$547,061
Services, contracts and supplies	\$4,151,360	\$4,556,538	\$5,185,030
Gross school generated funds	\$770,975	\$400,000	\$401,746
Capital and debt services			
Amortization of capital assets			
Supported	\$604,926	\$555,241	\$587,647
Unsupported	\$306,396	\$287,829	\$183,409
Total Amortization of capital assets	\$911,322	\$843,070	\$771,056
Interest on capital debt			
Supported	\$5,368	\$5,368	\$17,440
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$5,368	\$5,368	\$17,440
Other interest and charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$21,199
Other expense	\$0	\$0	\$0
Total Expenses	\$21,272,559	\$20,922,122	\$20,872,535
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$137,071	(\$523,201)	\$552,422
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$137,071	(\$523,201)	\$552,422

Note: Please input "(Restated)" where Actual 2009 comparatives are not as presented in the finalized 2008-2009 Audited Financial Statements filed with Alberta Education. Budget 2010 comparatives presented are final budget amounts formally approved by the Board.

STATEMENT OF CASH FLOWS
for the Year Ended August 31, 2010

(in dollars)

	2010	2009 (Note (Note 20))
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses	\$137,071	\$552,422
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$604,926)	(\$587,647)
Total amortization expense	\$911,322	\$771,056
Gains on disposal of capital assets	\$0	(\$8,153)
Losses on disposal of capital assets	\$0	\$21,199
Changes in:		
Accounts receivable	(\$191,395)	(\$16,073)
Prepays and other current assets	\$72,932	\$33,930
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Accounts payable and accrued liabilities	\$66,675	\$492,165
Deferred revenue	(\$108,428)	(\$927,645)
Employee future benefit liabilities	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from Operations	\$283,251	\$331,254
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$5,228,017)	(\$1,885,740)
Equipment	(\$37,492)	(\$229,279)
Vehicles	\$0	(\$502,279)
Net proceeds from disposal of capital assets	\$0	\$8,968
Other (describe)	\$0	\$0
Total cash flows from Investing activities	(\$5,265,509)	(\$2,608,330)
C. FINANCING ACTIVITIES		
Capital allocations	\$539,859	\$4,509,589
Issue of long term debt	\$0	\$0
Repayment of long term debt	(\$50,000)	(\$109,786)
Add back: supported portion	\$50,000	\$109,786
Other (describe)	\$0	(\$556,367)
Total cash flows from financing activities	\$539,859	\$3,953,222
Net cash flows from during the year	(\$4,442,399)	\$1,676,146
Cash and temporary investments, net of bank indebtedness, at Aug. 31/09	\$9,999,189	\$8,323,043
Cash and temporary investments, net of bank indebtedness, at Aug. 31/10	\$5,556,790	\$9,999,189

Note: Please input "(Restated)" where Actual 2009 comparatives are not as presented in the finalized 2008-2009 Audited Financial Statement filed with Alberta Education.

**STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2010**

School Jurisdiction Code: 4330

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	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, 2009	\$7,527,381	\$2,720,743	\$1,823,171	\$1,993,925	\$989,542	\$1,533,383	\$969,542	\$207,886	\$0	\$243,566	\$0	\$9,090	\$20,000	\$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
Adjusted Balance, Aug. 31, 2009	\$7,527,381	\$2,720,743	\$1,823,171	\$1,993,925	\$989,542	\$1,533,383	\$969,542	\$207,886	\$0	\$243,566	\$0	\$9,090	\$20,000	\$0	\$0
Excess (deficiency) of revenues over expenses	\$137,071		\$137,071												
Board funded capital additions		\$541,770	(\$316,011)	(\$37,493)	(\$188,266)	(\$24,327)	(\$188,266)	\$0	\$0	(\$13,166)	\$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
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Direct credits to net assets	\$0	\$0	\$0												
Amortization of capital assets		(\$911,322)	\$911,322												
Amortization of capital allocations		\$604,926	(\$604,926)												
Debt principal repayments (unsupported)		\$0	\$0												
Net transfers to operating reserves			(\$377,962)	\$377,962		\$377,962		\$0						\$0	
Net transfers from operating reserves			\$257,764	(\$257,764)		(\$257,764)		\$0						\$0	
Net transfers to capital reserves			(\$300,000)		\$300,000				\$0		\$250,000		\$50,000		\$0
Net transfers from capital reserves			\$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
Balance at August 31, 2010	\$7,664,452	\$2,956,117	\$1,530,429	\$2,076,630	\$1,101,276	\$1,629,254	\$781,276	\$207,886	\$0	\$230,400	\$250,000	\$9,090	\$70,000	\$0	\$0

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2010
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2009	\$4,183,882	\$15,366,165
Prior period adjustments	\$0	\$0
Adjusted balance, August 31, 2009	\$4,183,882	\$15,366,165
Add:		
Restricted capital allocations from:		
Alberta Education including school and modular projects	\$531,433	
Other Government of Alberta	\$0	
Federal Government and First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$8,426	
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		\$50,000
Expended capital allocations - current year	(\$4,723,741)	\$4,723,741
Deduct:		
Net book value of supported capital assets dispositions, write-offs, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$604,926
Balance at August 31, 2010	\$0	\$19,534,980

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

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2010

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 on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and 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.

b) Capital Assets

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

Buildings - 2.5% to 4%

Equipment & Furnishings - 10% to 20%

Vehicles & Busses - 10% to 20%

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

c) School Generated Funds

These are funds which come under the control and responsibility of a school principal for school activities. They are usually collected, retained, and expended at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

d) Vacation Pay

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

e) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses.

f) 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.

g) Financial Instruments

The School Division's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable and accrued liabilities, school generated assets and liabilities, trust assets and liabilities and long-term debt. It is management's opinion that the School Division is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustees Act*.

(i) Held for trading

The Division has classified cash and temporary investments, school generated assets and trust assets as held for trading. These instruments are initially recognized at their fair value, determined by published price quotations in an active market. Transactions to purchase or sell these items are recorded on the settlement date.

Held for trading financial instruments are subsequently measured at their fair value, without any deduction for transaction costs incurred on sale or other disposal. Gains and losses arising from changes in fair value are recognized immediately in income.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

g) Financial Instruments (continued)

(ii) Available for sale

The Division has not classified any financial assets as available for sale.

(iii) Loans and receivables

The Division has classified accounts receivable as loans and receivables. The assets are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the settlement date.

Loans and receivables are subsequently measured at their amortized cost using the effective interest method. Under this method, estimated future cash receipts are discounted over the asset's expected life, or other appropriate period, to its net carrying value. Amortized cost is the amount at which the financial asset is measured at initial recognition less any reduction for uncollectability. Gains and losses arising from changes in fair value are recognized in net income upon derecognition or impairment.

(iv) Held to maturity

The Division has not classified any financial assets as held to maturity.

(v) Other financial liabilities

The Division has classified accounts payable and accrued liabilities, school generated liabilities, trust liabilities and long term debt as other financial liabilities. These liabilities are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the settlement date.

Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Under this method, estimate future cash payments are discounted over the liability's expected life, or other appropriate period, to their net carrying value. Amortized cost is the amount at which the financial liability is measured at initial recognition less principal repayments, and plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount. Gains and losses arising from changes in fair value are recognized in net income upon derecognition.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the East Central Alberta Catholic Separate Schools Regional Division No. 16 does not make pension contributions for certificated staff.

The jurisdiction participates in a multi-employer pension plan, the Local Authorities Pension Plan and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$194,059 for the year ended August 31, 2010 (2009 - \$154,959). At December 31, 2009, the Local Authorities Pension Plan reported a deficiency of \$3,998,614,000 (2008 - a deficiency of \$4,413,971,000). In 2010, the Province recorded a liability of \$314,000,000 (2009 - \$186,000,000) for its portion of the unfunded pension obligation related to organizations controlled by the Province.

j) Investments

Short-term investments are recorded at fair value, with changes in fair value recorded as investment income or loss.

k) 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of capital assets.

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2010

3. CASH AND TEMPORARY INVESTMENTS	2010	2009
Cash	\$ 1,959,971	\$ 6,410,796
Temporary Investments	3,596,819	3,588,393
	\$ 5,556,790	\$ 9,999,189

The jurisdiction has invested in a redeemable guaranteed certificate for the deferred capital contributions. This GIC bears interest at prime rate less 1.75% and matures in November 2010. In addition, the jurisdiction has a non-redeemable GIC invested at the 2.1% interest rate maturing on September 2, 2010.

4. ACCOUNTS RECEIVABLE	2010	2009
Alberta Education	\$ 149,497	\$ 38,166
Alberta Finance	-	3,159
Other Province of Alberta	3,290	3,290
Federal Government	278,455	201,914
Alberta Municipalities	161,870	156,826
Other Alberta School Jurisdictions	29,688	16,280
Health Authorities	13,108	-
Post-secondary Institutions	30,555	-
Other Accounts Receivable	21,147	76,580
	\$ 687,610	\$ 496,215

5. CAPITAL ASSETS

Capital Asset Continuity Schedule	Land	Buildings (except CIP)	Equipment - Computer Hardware and Software	Equipment - Other	Vehicles	Total
Estimated Useful Life*		20 - 40 Years	3 - 5 Years	10 Years	5 - 10 Years	
<u>Historical Cost</u>						
Balance at September 1, 2009	\$49,698	\$24,703,306	\$422,179	\$180,535	\$627,153	\$25,982,871
Additions, including ARO's	-	\$5,228,017	-	\$37,492	-	\$5,265,509
Dispositions	-	-	-	-	-	-
Balance at August 31, 2010	<u>\$49,698</u>	<u>\$29,931,323</u>	<u>\$422,179</u>	<u>\$218,027</u>	<u>\$627,153</u>	<u>\$31,248,380</u>
Accumulated Amortization						
Balance at September 1, 2009		\$7,531,351	\$133,178	\$84,486	\$96,961	\$7,845,976
Amortization Expense		\$746,727	\$84,435	\$25,946	\$54,215	\$911,323
Less: Accumulated Amortization on Disposals		-	-	-	-	-
Balance at August 31, 2010		<u>\$8,278,078</u>	<u>\$217,613</u>	<u>\$110,432</u>	<u>\$151,176</u>	<u>\$8,757,299</u>
Net Book Value at August 31, 2010	<u>\$49,698</u>	<u>\$21,653,245</u>	<u>\$204,566</u>	<u>\$107,595</u>	<u>\$475,977</u>	<u>\$22,491,081</u>

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	2010	2009
Alberta Education	\$ 186,380	\$ 179,487
Alberta Finance	-	3,159
Other Alberta School Jurisdictions	29,335	23,776
Other Trade Payables and Accrued Liabilities	863,389	806,007
	\$ 1,079,104	\$ 1,012,429

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2010

	As at Aug.31 2009	ADD:2009/2010 Restricted Funds Received/ Receivable	DEDUCT:2009/2010 Restricted Funds Expended (Paid/Payable)	ADD (DEDUCT): Adjustments or Returned Funds	As at Aug. 31 2010
7. DEFERRED REVENUE					
Alberta Infrastructure and Transportation					
Infrastructure Maintenance Program	\$ -	\$ -	\$ -	\$ -	\$ -
Infrastructure Modernization Grant	73,277	16,183	-	(89,460)	-
Alberta Education					
Infrastructure Maintenance Renewal	470,484	312,056	411,585	104,925	475,880
Infrastructure Modernization Grant	15,465	-	-	(15,465)	-
Alberta Initiative for School Improvement	-	388,787	341,502	-	47,285
Class Size Initiative	-	-	-	-	-
Other Deferred Revenues	91,310	13,943	86,310	-	18,943
	\$ 650,536	\$ 730,969	\$ 839,397	\$ -	\$ 542,108

8. LONG TERM DEBT

The long term debt was fully paid in 2009-2010. The debenture debt's interest was at 10.7%. The debenture debt is fully supported by Alberta Finance. Interest paid on long term debt during 2010 was \$ 5,368 (2009 - \$17,440).

9. TRUST ASSETS AND LIABILITIES

	2010	2009
Family School Liaison Program	\$ 22,777	\$ 30,095
Emile & Marie Chanut Scholarship	11,452	11,412
Deferred Salary Leave Plan	43,854	21,032
	\$ 78,083	\$ 62,539

10. DEFERRED CAPITAL ALLOCATIONS

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

11. UNAMORTIZED CAPITAL ALLOCATIONS

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

	2010	2009
Opening balance	\$ 15,366,165	\$ 14,271,501
Debenture and loan principal repaid	50,000	109,786
Amortization for the year	(604,926)	(587,647)
Net capital allocations	4,723,741	959,445
Transferred in capital asset	-	613,080
	\$ 19,534,980	\$ 15,366,165

12. OPERATING RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Schools	\$ 1,533,382	\$ 377,962	\$ (282,091)	\$ 1,629,253
Administration	243,567	-	(13,166)	230,401
Operations/maintenance	207,886	-	-	207,886
Transportation	9,090	-	-	9,090
	\$ 1,993,925	\$ 377,962	\$ (295,257)	\$ 2,076,630

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2010

13. CAPITAL RESERVES

	Opening	Transfer to Reserve	Transfer from Reserve	Closing
Buildings	\$ 719,542	\$ -	\$ (188,266)	\$ 531,276
Vehicles	20,000	50,000	-	70,000
Equipment - System admin	-	250,000	-	250,000
Equipment - Instruction	250,000	-	-	250,000
	\$ 989,542	\$ 300,000	\$ (188,266)	\$ 1,101,276

14. REDUCTION IN PROVINCIAL FUNDING

In response to provincial measures to address the provincial budget deficit, the Government of Alberta announced in August 2009 that school jurisdictions would be required to provide contributions based on their accumulated surplus as at August 31, 2008. The amount of contribution from each jurisdiction is calculated as a percentage of the balance of the surplus remaining after a deduction of 3.25 per cent of the jurisdiction's total reported expenses. Based on this calculation, the jurisdiction was required to contribute \$422,829 by way of seven equal reductions from the monthly funding due from Alberta Education in the 2009-2010 fiscal year. Consequently, the revenues from Alberta Education in 2009-2010 were reduced by \$422,829.

15. CONTINGENCIES

Contingent Asset

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

Contingent Liability

The jurisdiction is a member of a reciprocal insurance exchange called ASBIE. Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

16. 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.

All related-party transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

2009-2010	Balances		Transactions	
	Assets	Liabilities	Revenues	Expenses
Government of Alberta:				
Education	\$ 149,497	\$ 186,380	\$ 19,564,808	\$ 105,428
Infrastructure and Transportation	-	-	104,925	-
Finance	-	-	5,368	5,368
Human Resources & Employment	3,290	-	3,290	-
Municipal Finance Corporation	-	-	-	-
Other Government of Alberta	-	-	30,488	-
Other:				
Health Authorities	13,108	-	-	110
Other Alberta school jurisdictions	29,688	-	-	72,470
Post-secondary institutions	30,555	-	16,612	34,218
TOTAL 2009-2010	\$ 226,138	\$ 186,380	\$ 19,725,491	\$ 217,594
TOTAL 2008-2009	\$ 60,895	\$ 815,648	\$ 19,851,920	\$ 251,174

EAST CENTRAL ALBERTA CATHOLIC SEPARATE SCHOOLS REGIONAL DIVISION NO. 16
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2010

17. DISCLOSURE OF SALARIES, BENEFITS AND REIMBURSED EXPENSES

2009-2010	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIPs/Other	Reimbursed Expenses
Jim Brady (Chairman)	1	\$ 10,950	\$ 177	\$ -	-	\$ -	\$ 8,969
Larry Wasylik (Trustee)	1	8,280	1,960	-	-	-	7,656
Harry Loonen (Vice Chairman)	1	3,960	420	-	-	-	2,044
Mardy Charlebois (Trustee)	1	3,240	2,748	-	-	-	1,827
Debra Klein (Trustee)	1	3,510	4,203	-	-	-	3,936
Chris Nichols (Trustee)	1	3,600	4,219	-	-	-	4,660
Rob Nichols (Trustee)	1	5,760	4,320	-	-	-	4,484
Greg Ibach (Trustee)	1	3,690	4,217	-	-	-	3,109
Stephen MacKenzie (Superintendent)	1	144,982	18,502	-	-	-	23,215
Iveta Paulik (Secretary-Treasurer)	1	127,759	31,132	-	-	-	12,176
Salaries - Certificated	125	10,930,527	1,136,247	-	-	75,716	-
Salaries and Wages - Uncertified	61	2,322,245	581,170	-	-	-	-
TOTAL 2009-2010		\$ 13,568,503	\$ 1,789,315	\$ -	-	\$ 75,716	\$ 71,886
TOTAL 2008-2009		12,711,847	1,652,330	37,157	-	74,730	75,416

Benefits for the superintendent do not include Alberta Education contributions to the Teachers Retirement Fund pension plan. The benefits include the employer contributions to the Supplemental Income Pension Plan.

Benefits for the secretary treasurer include the employer portion of Local Authority Pension Plan contributions and also an equivalent of annual Supplement Income Pension plan contributions used to buy back prior pension service.

Note that the reimbursed expenses were recoveries of costs incurred while on school jurisdiction business and no personal expenses were paid by the school jurisdiction.

18. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The East Central Alberta Catholic Separate Schools Regional Division No. 16's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

19. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees on November 30, 2009. Rental income from a provincial agency was restated to conform with the related party disclosure requirements. The budget amounts are presented for information purposes only and have not been audited.

20. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2010 presentation.

UNAUDITED SCHEDULES
TO THE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2010
[School Act, Section 276]

East Central Alberta Catholic Separate Schools Regional Division No. 16

Legal Name of School Jurisdiction

1018 - 1st Avenue, Wainwright, Alberta, T9W 1G9

Mailing Address

Telephone 780-842-3992 and Fax 780-842-5322 Numbers

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

Iva Paulik
Name

"ORIGINAL SIGNED"
Signature

29-Nov-10

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: 4330

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2009-2010

REVENUES	ECS Instruction	Grades 1-12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration	External Services	TOTAL
(1) Alberta Education	\$640,088	\$15,840,215	\$1,970,136	\$110,936	\$1,108,358	\$0	\$19,669,733
(2) Other - Government of Alberta	\$0	\$3,290	\$5,368	\$0	\$30,488	\$0	\$39,146
(3) Federal Government and First Nations	\$0	\$1,273	\$0	\$0	\$0	\$0	\$1,273
(4) Other Alberta school authorities	\$0	\$16,612	\$0	\$0	\$0	\$0	\$16,612
(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	\$6,153	\$128,010					\$134,163
(8) Transportation fees-ECS				\$450			\$450
(9) Transportation fees-Grades 1-12				\$13,402			\$13,402
(10) Other sales and services	\$0	\$6,038	\$0	\$0	\$0	\$0	\$6,038
(11) Investment income	\$0	\$0	\$0	\$0	\$55,731	\$0	\$55,731
(12) Gifts and donations	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(13) Rental of facilities	\$0	\$0	\$4,500	\$0	\$0	\$0	\$4,500
(14) Gross school generated funds	\$0	\$770,975	\$0	\$0	\$0	\$0	\$770,975
(15) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(16) Amortization of capital allocations	\$0	\$0	\$604,926	\$0	\$0	\$0	\$604,926
(17) Other revenue	\$0	\$75,237	\$0	\$0	\$17,444	\$0	\$92,681
(18) TOTAL REVENUES	\$646,241	\$16,841,650	\$2,584,930	\$124,788	\$1,212,021	\$0	\$21,409,630
EXPENSES							
(19) Certificated salaries	\$438,320	\$10,454,863			\$258,040	\$0	\$11,151,223
(20) Certificated benefits	\$50,722	\$1,074,846			\$29,181	\$0	\$1,154,749
(21) Non-certificated salaries and wages	\$191,181	\$1,606,521	\$196,037	\$115,136	\$390,313	\$0	\$2,499,188
(22) Non-certificated benefits	\$39,024	\$424,854	\$48,555	\$7,345	\$108,595	\$0	\$628,373
(23) SUB - TOTAL	\$719,247	\$13,561,084	\$244,592	\$122,481	\$786,129	\$0	\$15,433,533
(24) Services, contracts and supplies	\$110,665	\$2,600,104	\$968,500	\$115,370	\$356,722	\$0	\$4,151,361
(25) Gross school generated funds	\$0	\$770,975					\$770,975
(26) Amortization of capital assets	\$0	\$86,861	\$738,692	\$54,215	\$31,554	\$0	\$911,322
(27) Interest and charges	\$0	\$0	\$5,368	\$0	\$0	\$0	\$5,368
(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	\$829,912	\$17,019,024	\$1,957,152	\$292,066	\$1,174,405	\$0	\$21,272,559
(31) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	(\$183,671)	(\$177,374)	\$627,778	(\$167,278)	\$37,616	\$0	\$137,071

**SCHEDULE B
SCHOOL GENERATED FUNDS (SGF) - 2009-2010**

Unexpended SGF - Opening Balance August 31, 2009 (Note 1)			\$318,507
Sources of School Generated Funds:	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$309,580	\$162,457	\$147,123
Student fees (Non-Instructional) (Note 1)	\$208,486	\$3,857	\$204,629
Donations and grants to schools	\$60,096	\$0	\$60,096
Other (describe): Trips, lunchroom, canteen, etc	\$145,827	\$0	\$145,827
Net Additions to SGF	\$723,988	\$166,314	\$557,674
Net SGF Available			\$876,181
Uses of Net School Generated Funds:			
Extra-curricular activities			\$355,977
Field Trips			\$65,370
Other (describe): School beautification, fam/comm resources, canteen purchases			\$183,314
Total Uses of Net SGF (Note 2)			\$604,661
Unexpended SGF - Closing Balance August 31, 2010 (Note 3)			\$271,520

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 level. SGF does not include any other funds collected at the school but remitted to central office and accounted for by central office (facility rentals, capital assets purchases, etc.)

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 CEU-related activities are recorded as instruction resource fees, not SGF.
- 2 The sum of "total related expenses" and "total uses of net SGF" is reported as "gross school generated funds" in the Statement of Revenues & Expenses.
- 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 - 2009-2010**

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	\$196,037	\$0	\$0	\$0	\$0		\$196,037		\$196,037
Uncertificated benefits	\$48,555	\$0	\$0	\$0	\$0		\$48,555		\$48,555
Sub-total Remuneration	\$244,592	\$0	\$0	\$0	\$0		\$244,592		\$244,592
Supplies and services	\$197,756	\$278,177	\$0	\$95,574	\$60,962		\$632,469		\$632,469
Electricity			\$140,402				\$140,402		\$140,402
Natural Gas/Heating Fuel			\$119,233				\$119,233		\$119,233
Sewer and Water			\$31,404				\$31,404		\$31,404
Telecommunications			\$2,013				\$2,013		\$2,013
Insurance					\$42,979		\$42,979		\$42,979
Amortization of capital assets									
Supported								\$604,926	\$604,926
Unsupported						\$133,766	\$133,766		\$133,766
Total Amortization						\$133,766	\$133,766	\$604,926	\$738,692
Interest on capital debt									
Supported								\$5,368	\$5,368
Unsupported									
Other interest charges									
Losses on disposal of capital assets									
TOTAL EXPENSES	\$442,348	\$278,177	\$293,052	\$95,574	\$103,941	\$133,766	\$1,346,858	\$610,294	\$1,957,152
SQUARE METRES									
School Buildings									19,367.0
Non School Buildings									74.3

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.