

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

Golden Hills School Division #75

Legal Name of School Jurisdiction

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

Mailing Address

Telephone: (403) 934-5121 Fax: (403) 934-5125

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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

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

Board of Trustees Responsibility

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

External Auditors

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

Declaration of Management and Board Chairman

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

BOARD CHAIR

David Price

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

Dianne McBeth

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

Tahra Sabir

Name

"ORIGINAL SIGNED"

Signature

9-Nov-10

Board-approved Release Date

TABLE OF CONTENTS

| | Page |
|---|-------------|
| AUDITORS' REPORT INSERT | 3 |
| STATEMENT OF FINANCIAL POSITION | 4 |
| STATEMENT OF REVENUES AND EXPENSES | 5 |
| STATEMENT OF CASH FLOWS | 6 |
| STATEMENT OF CHANGES IN NET ASSETS | 7 |
| STATEMENT OF CAPITAL ALLOCATIONS | 8 |
| NOTES TO THE FINANCIAL STATEMENTS INSERT | 9 |

Auditors' Report

To the Board of Trustees
Golden Hills School Division #75

We have audited the statement of financial position of Golden Hills School Division #75 as at August 31, 2010 and the statements of revenues and expenses, cash flows and 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, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The comparative figures were audited by another firm of professional accountants.

Collins Barrow Calgary LLP

CHARTERED ACCOUNTANTS

Calgary, Alberta
October 18, 2010

STATEMENT OF FINANCIAL POSITION
as at August 31, 2010

(in dollars)

| | 2010 | 2009 (Note) |
|---|---------------------|---------------------|
| ASSETS | | |
| Current assets | | |
| Cash and temporary investments (Note 4) | \$8,332,405 | \$11,984,938 |
| Accounts receivable (net after allowances) (Note 5) | \$1,500,086 | \$3,745,876 |
| Prepaid expenses (Note 2-e) | \$172,530 | \$258,635 |
| Other current assets | \$226,863 | \$225,894 |
| Total current assets | \$10,231,885 | \$16,215,343 |
| School generated assets | | |
| Trust assets (Note 6) | \$105,290 | \$158,323 |
| Long term accounts receivable | \$0 | \$0 |
| Long term investments | \$0 | \$0 |
| Capital assets (Note 7) | | |
| Land | \$677,202 | \$677,202 |
| Construction in Progress | \$0 | \$0 |
| Buildings | \$87,814,322 | |
| Less: accumulated amortization | (\$42,504,608) | \$45,309,714 |
| Equipment | \$4,695,475 | |
| Less: accumulated amortization | (\$3,536,109) | \$1,159,366 |
| Vehicles | \$4,370,075 | |
| Less: accumulated amortization | (\$2,590,518) | \$1,779,558 |
| Total capital assets | \$48,925,840 | \$40,318,082 |
| TOTAL ASSETS | \$60,573,275 | \$57,930,330 |
| LIABILITIES | | |
| Current liabilities | | |
| Bank indebtedness (Note 8) | \$0 | \$0 |
| Accounts payable and accrued liabilities (Note 9) | \$2,798,464 | \$2,731,337 |
| Deferred revenue (Note 10) | \$2,614,015 | \$2,359,169 |
| Deferred capital allocations (Note 11) | \$853,254 | \$10,426,938 |
| Current portion of long term debt | \$613,936 | \$624,003 |
| Total current liabilities | \$6,879,669 | \$16,141,447 |
| School generated liabilities | | |
| Trust liabilities (Note 6) | \$105,290 | \$158,323 |
| Employee future benefit liabilities (Note 2-g) | \$0 | \$0 |
| Long term debt (Note 12) | | |
| Supported: Debentures and other supported debt | \$1,357,464 | \$1,873,264 |
| Less: Current portion | (\$493,300) | (\$515,800) |
| Unsupported: Debentures and Capital Loans | \$2,046,754 | \$2,154,957 |
| Capital Leases (Note 13) | \$93,733 | \$101,056 |
| Mortgages | \$0 | \$0 |
| Less: Current portion | (\$120,636) | (\$108,203) |
| Other long term liabilities | \$0 | \$0 |
| Unamortized capital allocations (Note 14) | \$40,026,800 | \$30,473,362 |
| Total long term liabilities | \$44,326,364 | \$35,375,541 |
| TOTAL LIABILITIES | \$51,206,033 | \$51,516,988 |
| NET ASSETS | | |
| Unrestricted net assets | \$0 | \$136,741 |
| Operating Reserves | \$3,801,651 | \$403,528 |
| Accumulated Operating Surplus (Deficit) | \$3,801,651 | \$540,269 |
| Investment in capital assets | \$5,494,823 | \$5,816,498 |
| Capital Reserves | \$70,768 | \$56,575 |
| Total Capital Funds | \$5,565,591 | \$5,873,073 |
| Total net assets | \$9,367,242 | \$6,413,342 |
| TOTAL LIABILITIES AND NET ASSETS | \$60,573,275 | \$57,930,330 |

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) | Actual 2009 (Note) |
|--|---------------------|--------------------------|--------------------------|
| REVENUES | | | |
| Government of Alberta | \$57,578,000 | \$57,283,166 | \$56,491,453 |
| Federal Government and First Nations | \$2,215,972 | \$2,042,258 | \$2,236,384 |
| Other Alberta school authorities | \$10,990 | \$0 | \$0 |
| Out of province authorities | \$0 | \$0 | \$0 |
| Alberta Municipalities-special tax levies | \$29,700 | \$0 | \$45,000 |
| Instruction resource fees | \$945,708 | \$400,000 | \$851,787 |
| Transportation fees | \$44,579 | \$66,800 | \$17,374 |
| Other sales and services | \$4,555,641 | \$3,804,560 | \$4,320,044 |
| Investment income | \$15,978 | \$0 | \$74,491 |
| Gifts and donations | \$0 | \$0 | \$5,145 |
| Rental of facilities | \$109,879 | \$636,929 | \$88,254 |
| Gross school generated funds | \$2,684,841 | \$0 | \$2,985,903 |
| Gains on disposal of capital assets | \$14,193 | \$0 | \$440 |
| Amortization of capital allocations | \$2,253,961 | \$2,500,000 | \$2,369,613 |
| Other revenue | \$47,964 | \$0 | \$0 |
| Total Revenues | \$70,507,406 | \$66,733,713 | \$69,485,888 |
| EXPENSES | | | |
| Certificated salaries (Note 21) | \$31,676,364 | \$34,620,951 | \$31,144,396 |
| Certificated benefits (Note 21) | \$3,476,490 | \$0 | \$3,339,672 |
| Non-certificated salaries and wages (Note 21) | \$9,743,674 | \$11,849,918 | \$10,313,726 |
| Non-certificated benefits (Note 21) | \$2,506,815 | \$0 | \$2,445,144 |
| Services, contracts and supplies | \$14,021,523 | \$15,579,312 | \$15,460,035 |
| Gross school generated funds | \$2,684,841 | \$1,263,150 | \$2,985,903 |
| Capital and debt services | | | |
| Amortization of capital assets | | | |
| Supported | \$2,253,961 | \$2,900,382 | \$2,369,613 |
| Unsupported | \$773,883 | \$0 | \$684,225 |
| Total Amortization of capital assets | \$3,027,844 | \$2,900,382 | \$3,053,838 |
| Interest on capital debt | | | |
| Supported | \$146,491 | \$520,000 | \$196,094 |
| Unsupported | \$117,328 | \$0 | \$124,300 |
| Total Interest on capital debt | \$263,819 | \$520,000 | \$320,394 |
| Other interest and charges | \$22,676 | \$0 | \$19,250 |
| Losses on disposal of capital assets | \$0 | \$0 | \$0 |
| Other expense | \$129,460 | \$0 | \$0 |
| Total Expenses | \$67,553,505 | \$66,733,713 | \$69,082,358 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM | | | |
| | \$2,953,900 | \$0 | \$403,530 |
| Extraordinary Item | \$0 | \$0 | \$0 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | \$2,953,900 | \$0 | \$403,530 |

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) |
|--|-----------------------|----------------------|
| CASH FLOWS FROM: | | |
| A. OPERATIONS | | |
| Excess (deficiency) of revenues over expenses | \$2,953,900 | \$403,530 |
| Add (Deduct) items not affecting cash: | | |
| Amortization of capital allocations revenue | (\$2,253,961) | (\$2,369,613) |
| Total amortization expense | \$3,027,844 | \$3,053,838 |
| Gains on disposal of capital assets | (\$14,193) | (\$440) |
| Losses on disposal of capital assets | \$0 | \$0 |
| Changes in: | | |
| Accounts receivable | \$2,245,790 | (\$989,258) |
| Prepays and other current assets | \$85,135 | \$76,003 |
| Long term accounts receivable | \$0 | \$0 |
| Long term investments | \$0 | \$0 |
| Accounts payable and accrued liabilities | \$67,127 | \$87,001 |
| Deferred revenue | \$254,846 | (\$189,925) |
| Employee future benefit liabilities | \$0 | \$0 |
| Other (describe) | \$0 | \$0 |
| Total cash flows from Operations | \$6,366,489 | \$71,136 |
| B. INVESTING ACTIVITIES | | |
| Purchases of capital assets | | |
| Land | \$0 | \$0 |
| Buildings | (\$11,289,980) | (\$5,339,795) |
| Equipment | (\$31,988) | (\$241,294) |
| Vehicles | (\$313,634) | (\$494,720) |
| Net proceeds from disposal of capital assets | \$14,193 | \$440 |
| Other (describe) | \$0 | (\$14,974) |
| Total cash flows from Investing activities | (\$11,621,410) | (\$6,090,343) |
| C. FINANCING ACTIVITIES | | |
| Capital allocations | \$1,717,915 | \$14,321,227 |
| Issue of long term debt | \$0 | \$101,056 |
| Repayment of long term debt | (\$631,327) | (\$650,628) |
| Add back: supported portion | \$515,800 | \$545,425 |
| Other (describe) | \$0 | \$0 |
| Total cash flows from financing activities | \$1,602,388 | \$14,317,080 |
| Net cash flows from during the year | (\$3,652,533) | \$8,297,873 |
| Cash and temporary investments, net of bank indebtedness, at Aug. 31/09 | \$11,984,938 | \$3,687,065 |
| Cash and temporary investments, net of bank indebtedness, at Aug. 31/10 | \$8,332,405 | \$11,984,938 |

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: 2155

(in dollars)

| | (1) TOTAL NET ASSETS Cols. 2+3+4+5 | (2) INVESTMENT IN CAPITAL ASSETS | (3) UNRESTRICTED NET ASSETS | (4) TOTAL OPERATING RESERVES Cols. 6+8+10+12+14 | (5) TOTAL CAPITAL RESERVES Cols. 7+9+11+13+15 | INTERNALLY RESTRICTED NET ASSETS | | | | | | | | | | | | (15) |
|--|--|---|--------------------------------------|---|---|--|---------------------------------|-----------------------|------------------------------|-----------------------|-----------------------|-----------------------|---------------------------|-----------------------|---------------------|--|--|------|
| | | | | | | (6) School & Instruction Related | (7) Operations & Maintenance | | (8) Board & System Admin. | | (9) Transportation | | (10) 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 | \$6,413,342 | \$5,816,498 | \$136,741 | \$403,528 | \$56,575 | \$403,528 | \$47,687 | \$0 | \$0 | \$0 | \$8,888 | \$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 | | | |
| Adjusted Balance, Aug. 31, 2009 | \$6,413,342 | \$5,816,498 | \$136,741 | \$403,528 | \$56,575 | \$403,528 | \$47,687 | \$0 | \$0 | \$0 | \$8,888 | \$0 | \$0 | \$0 | \$0 | | | |
| Excess (deficiency) of revenues over expenses | \$2,953,900 | | \$2,953,900 | | | | | | | | | | | | | | | |
| Board funded capital additions | | \$344,005 | (\$344,005) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | | | |
| Disposal of unsupported capital assets | \$0 | \$0 | (\$14,193) | | \$14,193 | | | | | | \$14,193 | | | | \$0 | | | |
| Disposal of supported capital assets (board funded portion) | \$0 | \$0 | \$0 | | \$0 | | | | | | \$0 | | | | \$0 | | | |
| Direct credits to net assets | \$0 | \$0 | \$0 | | | | | | | | | | | | | | | |
| Amortization of capital assets | | (\$3,027,844) | \$3,027,844 | | | | | | | | | | | | | | | |
| Amortization of capital allocations | | \$2,253,961 | (\$2,253,961) | | | | | | | | | | | | | | | |
| Debt principal repayments (unsupported) | | \$108,203 | (\$108,203) | | | | | | | | | | | | | | | |
| Net transfers to operating reserves | | | \$0 | \$0 | | \$0 | | \$0 | | | | \$0 | | \$0 | | | | |
| Net transfers from operating reserves | | | (\$3,398,123) | \$3,398,123 | | \$3,398,123 | | \$0 | | | | \$0 | | \$0 | | | | |
| Net transfers to capital reserves | | | \$0 | | \$0 | | \$0 | | \$0 | | | | \$0 | | \$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 | \$9,367,242 | \$5,494,823 | \$0 | \$3,801,651 | \$70,768 | \$3,801,651 | \$47,687 | \$0 | \$0 | \$0 | \$23,081 | \$0 | \$0 | \$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 | \$10,426,938 | \$30,473,362 |
| Prior period adjustments | \$0 | \$0 |
| Adjusted balance, August 31, 2009 | \$10,426,938 | \$30,473,362 |
| Add: | | |
| Restricted capital allocations from: | | |
| Alberta Education including school and modular projects | \$1,679,925 | |
| Other Government of Alberta | \$0 | |
| Federal Government and First Nations | \$0 | |
| Other sources | \$0 | |
| Interest earned on provincial government capital allocations | \$37,990 | |
| 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 | | \$515,800 |
| Expended capital allocations - current year | (\$11,291,599) | \$11,291,599 |
| Deduct: | | |
| Net book value of supported capital assets dispositions, write-offs, or transfer; Other | \$0 | \$0 |
| Capital allocations amortized to revenue | | \$2,253,961 |
| Balance at August 31, 2010 | \$853,254 | \$40,026,800 |

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

Golden Hills School Division #75

Notes to Financial Statements

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 School Jurisdiction receives instruction and support allocations under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The School Jurisdiction is limited on certain funding allocations and administration expenses.

The School Jurisdiction is an independent legal entity with an elected Board of Trustees as stipulated in the *School Act* (Alberta). The School Jurisdiction is registered as a charitable organization under the *Income Tax Act* (Canada) and, therefore, is exempt from income tax and may issue official receipts to donors for income tax purposes.

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) Changes in accounting policies

Effective September 1, 2009, the School Jurisdiction adopted the revised Canadian Institute of Chartered Accountants ("CICA") Handbook Section 4400 – "*Financial Statement Presentation by Not-for-Profit Organizations*". Under the revised standards, not-for-profit organizations are no longer required to report net assets invested in capital assets as a separate component of net assets. Instead, the revised standard permits a not-for-profit organization to present such an amount as a category of internally restricted net assets. Revenues and expenses must now be recognized and presented on a gross basis when a not-for-profit organization is acting as a principal in transactions. Not-for-profit organizations are also required to apply the same standards as profit-oriented enterprises with respect to interim financial statements and statements of cash flows. The amendments to this standard did not have an impact on the financial statements.

Effective September 1, 2009, the School Jurisdiction adopted the revised CICA Handbook Section 4430 – "*Capital Assets Held by Not-for-Profit Organizations*". Under the revised standards, not-for-profit organizations that capitalize their capital assets must do so for all classes of capital assets and must consistently follow guidance for amortization and impairment losses. The amendments to this standard did not have an impact on the financial statements.

Golden Hills School Division #75

Notes to Financial Statements

August 31, 2010

Effective September 1, 2009, the School Jurisdiction adopted CICA Handbook Section 4470 – “*Disclosure of Allocated Expenses by Not-for-Profit Organizations*”, which will require not-for-profit organizations that make allocations of general support and fundraising costs to other functions to disclose the policies adopted for the allocation of expenses among functions, the nature of the expenses being allocated, the basis on which allocations have been made and the functions to which they have been allocated. The new requirement did not have any impact on the financial statements.

(b) 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.

(c) Capital assets

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

| | |
|-----------------|---------------|
| Buildings | 25 - 40 years |
| Other equipment | 5 - 10 years |
| Vehicles | 5 - 10 years |

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

(d) 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.

Funds generated from school-based activities are included as assets, liabilities, revenue and expenses of the School Jurisdiction because the accountability and control/ownership of these funds rests with the School Jurisdiction officials or their appointee. Revenue from school generated funds is recognized as the related expenses are incurred.

Golden Hills School Division #75

Notes to Financial Statements

August 31, 2010

(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. Certain insurance expenses also fall into this category.

(f) Vacation pay

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

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

The school board 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 \$740,745 for the year ended August 31, 2010 (2009 – \$704,912). 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.

(h) Inventory

Inventory is recorded at the lower of cost and net realizable value. The cost of inventory is determined on a first-in, first-out basis and includes expenditures incurred in acquiring the inventory and other costs incurred in bringing it to its existing location and condition. Inventory is included in other current assets on the statement of financial position. In establishing the appropriate inventory obsolescence, management estimates the likelihood that inventory carrying values will be affected by changes in market demand which would make inventory on hand obsolete. At year-end, no inventory was considered to be obsolete.

Golden Hills School Division #75

Notes to Financial Statements

August 31, 2010

(i) Financial instruments

Financial instruments are detailed in note 17.

(j) Contributed materials and services

Contributed materials and services which are used in the normal course of the School Jurisdiction's operations and would otherwise have been purchased are recorded at their fair value at the date of contribution if fair value can be reasonably estimated.

Volunteers assist the school in carrying out certain activities. 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.

(k) Operating and capital reserves

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

(l) Future accounting pronouncements

In February 2008, the CICA Accounting Standards Board confirmed that the changeover to International Financial Reporting Standards ("IFRS") from Canadian GAAP will be required for publicly accountable entities effective for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. Non-publicly accountable enterprises will not be required to adopt IFRS. Instead, the CICA has developed a new GAAP framework for private enterprises. The accounting standards for private enterprises were issued December 15, 2009 and will be effective for years beginning on or after January 1, 2011. In March 2010, the Accounting Standards Board issued an Exposure Draft - "*Accounting Standards for Not-for-Profit Organizations*". Not-for-profit organizations in the private sector can choose to apply IFRS or the proposed Part III of the CICA Handbook. Initially, Part III will comprise: the existing 4400 series of standards for not-for-profit organizations, the additional standards and amendment proposal, and the standards included in Private Enterprise GAAP to the extent that they would apply to not-for-profit organizations. The AcSB notes that the standards themselves are not substantially changing and the options proposed in the Exposure Draft are not likely to result in a significant change in many not-for-profit organizations. The AcSB expects that the final standards will be issued late in 2010 and would be applicable to fiscal years beginning on or after January 1, 2012 with earlier application permitted.

Golden Hills School Division #75

Notes to Financial Statements

August 31, 2010

3. Measurement uncertainty

The valuation of accounts receivable is based on management's best estimate of the provision for doubtful accounts.

The valuation of inventory is based on management's best estimates of the provision for slow-moving and obsolete inventory.

The valuation of capital assets is based on management's best estimates of the future recoverability of these assets and the determination of costs subject to classification as capital assets. The amounts recorded for amortization of the capital assets and the related amortization of unamortized capital allocations are based on management's best estimates of the remaining useful lives and period of future benefit of the related assets.

By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

4. Cash and temporary investments

| | 2010 | | 2009 | |
|---------------------------|---------------------|---------------------|---------------------|---------------------|
| | Cost | Fair Value | Cost | Fair Value |
| Cash and cash equivalents | <u>\$ 8,332,405</u> | <u>\$ 8,332,405</u> | <u>\$11,984,938</u> | <u>\$11,984,938</u> |

5. Accounts receivable

| | 2010 | 2009 |
|------------------------|---------------------|---------------------|
| | Alberta Education | \$ 423,530 |
| Alberta Municipalities | 7,901 | 8,700 |
| Federal Government | 184,215 | 283,080 |
| First Nations | 101,757 | 401,717 |
| Other | <u>782,683</u> | <u>2,033,709</u> |
| | <u>\$ 1,500,086</u> | <u>\$ 3,745,876</u> |

6. Trust assets and liabilities

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

| | 2010 | 2009 |
|--|--------------------|-------------------|
| | Scholarship Trusts | \$ 105,076 |
| Student Health Initiative Trust (SHI Banker Board) | <u>214</u> | <u>377</u> |
| | <u>\$ 105,290</u> | <u>\$ 158,323</u> |

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

7. Capital assets

| | Land | Buildings | Other Equipment | Vehicles | Total 2010 | Total 2009 |
|-------------------------------------|-------------------|----------------------|---------------------|---------------------|----------------------|----------------------|
| Estimated useful life | | 25-40 years | 5-10 years | 5-10 years | | |
| Cost | | | | | | |
| September 1, 2009 | \$ 677,202 | \$ 76,524,342 | \$ 4,663,487 | \$ 4,490,561 | \$ 86,355,592 | \$ 79,764,584 |
| Additions | - | 11,289,980 | 31,988 | 313,634 | 11,635,602 | 6,591,008 |
| Less disposals including write-offs | <u>-</u> | <u>-</u> | <u>-</u> | <u>(434,118)</u> | <u>(434,118)</u> | <u>-</u> |
| August 31, 2010 | <u>677,202</u> | <u>87,814,322</u> | <u>4,695,475</u> | <u>4,370,077</u> | <u>97,557,076</u> | <u>86,355,592</u> |
| Accumulated amortization | | | | | | |
| September 1, 2009 | - | 40,269,780 | 3,035,023 | 2,732,707 | 46,037,510 | 42,983,672 |
| Amortization expense | - | 2,234,828 | 501,086 | 291,930 | 3,027,844 | 3,053,838 |
| Effect of disposals | <u>-</u> | <u>-</u> | <u>-</u> | <u>(434,118)</u> | <u>(434,118)</u> | <u>-</u> |
| August 31, 2010 | <u>-</u> | <u>42,504,608</u> | <u>3,536,109</u> | <u>2,590,519</u> | <u>48,631,236</u> | <u>46,037,510</u> |
| Net book value | <u>\$ 677,202</u> | <u>\$ 45,309,714</u> | <u>\$ 1,159,366</u> | <u>\$ 1,779,558</u> | <u>\$ 48,925,840</u> | <u>\$ 40,318,082</u> |

Included in vehicles are assets under capital lease with a net book value of \$93,733 (2009 - \$101,056).

Amortization of assets under capital lease is \$8,939 (2009 - \$NIL) and is included in amortization expense.

8. Bank indebtedness

The School Jurisdiction has negotiated a line of credit in the amount of \$4,000,000 that bears interest at the bank prime rate plus 0.25% per annum. 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, 2010 (2009 - \$NIL).

9. Accounts payable and accrued liabilities

| | 2010 | 2009 |
|--|---------------------|---------------------|
| Alberta Finance | \$ 90,837 | \$ 177,360 |
| Other trade payables and accrued liabilities | <u>2,707,627</u> | <u>2,553,977</u> |
| | <u>\$ 2,798,464</u> | <u>\$ 2,731,337</u> |

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

10. Deferred revenue

| Source and Grant or Fund Type | Deferred Revenue as at August 31, 2009 | Add: 2009/2010 Restricted Funds Received/Receivable | Deduct: 2009/2010 Restricted Funds Expended (Paid/Payable) | Deferred Revenue as at August 31, 2010 |
|--|--|---|--|--|
| Alberta Education Restricted Operational Funding: | | | | |
| Alberta Initiative for School Improvement | \$ 244,539 | \$ 878,853 | \$ (759,899) | \$ 363,493 |
| Infrastructure Maintenance Renewal | 306,844 | 1,086,045 | (1,311,564) | 81,325 |
| Other Government of Alberta Restricted Funding | | | | |
| CTS Evergreening | - | 153,594 | (106,809) | 46,785 |
| Innovative Classroom | 300,000 | - | (8,705) | 291,295 |
| Rural Trades Initiative | - | 82,033 | (48,861) | 33,172 |
| Technology in Classroom | - | 206,423 | (69,061) | 137,362 |
| Other Deferred Revenue | | | | |
| Community Incentive Fund Grant | 26,571 | - | (26,571) | - |
| Comprehensive School Health Project | - | 25,000 | (10,990) | 14,010 |
| Hutterite Conference Fees | 13,970 | - | - | 13,970 |
| Infrastructure Rental Income | 5,144 | 82,330 | (81,809) | 5,665 |
| International Student Fees | 1,455,189 | 171,249 | - | 1,626,438 |
| Other | <u>6,912</u> | <u>500</u> | <u>(6,912)</u> | <u>500</u> |
| | <u>\$ 2,359,169</u> | <u>\$ 2,686,027</u> | <u>\$(2,431,181)</u> | <u>\$ 2,614,015</u> |

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.

| | 2010 | 2009 |
|--|---------------------|----------------------|
| Balance, beginning of year | \$ 10,426,938 | \$ 632,213 |
| Add: Contributions received | 1,717,915 | 14,321,226 |
| Less: Amounts transferred to unamortized capital allocations | <u>(11,291,599)</u> | <u>(4,526,501)</u> |
| Balance, end of year | <u>\$ 853,254</u> | <u>\$ 10,426,938</u> |

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

12. Long-term debt

(a) Debenture debt - supported

The debenture debt bears interest at rates varying between 7.50% and 10.75%. The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are:

| | Principal | Interest | Total |
|-----------|---------------------|-------------------|---------------------|
| 2010-2011 | \$ 493,300 | \$ 119,719 | \$ 613,019 |
| 2011-2012 | 493,300 | 74,854 | 568,154 |
| 2012-2013 | 252,030 | 29,992 | 282,022 |
| 2013-2014 | <u>118,834</u> | <u>9,075</u> | <u>127,909</u> |
| | <u>\$ 1,357,464</u> | <u>\$ 233,640</u> | <u>\$ 1,591,104</u> |

(b) Unsupported debentures

The School Jurisdiction previously entered into an unsupported debenture in the amount of \$1,200,000. The capital loan bears interest at 6.25% per annum, is unsecured and expires on August 25, 2025. The following is a summary of principal and interest payments on related long term debt outstanding at August 31, 2010:

| | Principal | Interest | Total |
|------------------|-------------------|-------------------|---------------------|
| 2010-2011 | \$ 48,000 | \$ 45,000 | \$ 93,000 |
| 2011-2012 | 48,000 | 42,000 | 90,000 |
| 2012-2013 | 48,000 | 39,000 | 87,000 |
| 2013-2014 | 48,000 | 36,000 | 84,000 |
| 2014-2015 | 48,000 | 33,000 | 81,000 |
| 2015 to maturity | <u>480,000</u> | <u>165,000</u> | <u>645,000</u> |
| | <u>\$ 720,000</u> | <u>\$ 360,000</u> | <u>\$ 1,080,000</u> |

The School Jurisdiction previously entered into an unsupported debenture in the amount of \$1,622,853. The capital loan bears interest at 5.175% per annum, is unsecured and expires on Sept 15, 2024. The following is a summary of principal and interest payments on related long term debt outstanding at August 31, 2010:

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

| | Principal | Interest | Total |
|------------------|---------------------|-------------------|---------------------|
| 2010-2011 | \$ 63,359 | \$ 67,850 | \$ 131,209 |
| 2011-2012 | 66,680 | 64,529 | 131,209 |
| 2012-2013 | 70,176 | 61,034 | 131,210 |
| 2013-2014 | 73,854 | 57,355 | 131,209 |
| 2014-2015 | 77,726 | 53,484 | 131,210 |
| 2015 to maturity | <u>974,959</u> | <u>271,528</u> | <u>1,246,487</u> |
| | <u>\$ 1,326,754</u> | <u>\$ 575,780</u> | <u>\$ 1,902,534</u> |

13. Obligation under capital lease

| | 2010 | 2009 |
|---|------------------|------------------|
| Obligation under capital lease, payable in monthly instalments of \$976, including interest at 2.77%, secured by the underlying vehicle | \$ 93,733 | \$ 101,056 |
| Less: Portion due within one year | <u>9,277</u> | <u>7,323</u> |
| | <u>\$ 84,456</u> | <u>\$ 93,733</u> |

Payments due on the obligation under capital lease are as follows:

| | |
|--------------------------------|------------------|
| 2011 | \$ 11,712 |
| 2012 | 11,712 |
| 2013 | 11,712 |
| 2014 | 11,712 |
| 2015 and beyond | <u>58,769</u> |
| | 105,617 |
| Payments representing interest | <u>11,884</u> |
| | <u>\$ 93,733</u> |

14. Unamortized capital allocations

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

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

| | 2010 | 2009 |
|---|----------------------|----------------------|
| Balance, beginning of year | \$ 30,473,362 | \$ 27,771,048 |
| Add: Supported debenture principal repayments | 515,800 | 545,425 |
| Transfer from deferred capital allocations | 11,291,599 | 4,526,502 |
| Less: Amortization | <u>(2,253,961)</u> | <u>(2,369,613)</u> |
| Balance, end of year | <u>\$ 40,026,800</u> | <u>\$ 30,473,362</u> |

15. Asset retirement obligation

Asset retirement obligation represents legal obligations associated with the retirement of a tangible long-lived asset that results from its acquisition, construction, development or normal operation. The School Jurisdiction has a legal obligation to remove and dispose of, in a safe manner, the hazardous material (asbestos) located within any school within its jurisdiction upon its retirement. A liability has not been recognized, as the fair value of the liability cannot be reasonably estimated, as the range of time over which the entity may settle the obligation cannot be determined.

16. Commitments

(a) Building projects

The School Jurisdiction is committed to further capital expenditures for the addition at Drumheller Composite High School of approximately \$1,882,000. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Education.

(b) Acme Daycare modular

The School Jurisdiction is committed to further capital expenditures for the addition of a modular for the daycare program at Acme of approximately \$193,850. All costs up to \$200,000 are fully funded by capital allocations from Alberta Education.

(c) Transportation

The School Jurisdiction has agreements with several contractors to provide transportation services for students. These agreements are for the period July 1, 2008 to June 30, 2013, with basic daily rates ranging from \$115 to \$251.

(d) Lease commitments

The School Jurisdiction leases classroom and dormitory space under lease agreements expiring between 2011 and 2013. Future minimum operating lease payments are as follows:

Golden Hills School Division #75

Notes to Financial Statements

August 31, 2010

| | |
|------|---------------------|
| 2011 | \$ 887,073 |
| 2012 | 504,467 |
| 2013 | <u>393,971</u> |
| | <u>\$ 1,785,511</u> |

17. Financial instruments

The School Jurisdiction uses CICA Handbook Section 3861 when determining disclosures for financial instruments. The School Jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, school generated assets and liabilities, trust assets and liabilities and long-term debt. The School Jurisdiction has designated its cash, school generated assets and trust assets as held for trading, which are measured at fair value. Accounts receivable are classified as loans and receivables. Accounts payable and accrued liabilities, school generated liabilities, trust liabilities and long-term debt are classified as other financial liabilities, both of which are measured at amortized cost. Unless otherwise noted, the School Jurisdiction is not exposed to significant credit or currency risk arising from these or other financial instruments.

(a) Fair values

The fair values of the School Jurisdiction's cash, accounts receivable, accounts payable and accrued liabilities, school generated funds and trust funds approximate their carrying values because of their short-term nature. The fair value of the long-term debt approximates book value because the long-term debt bears interest at market rates.

(b) Credit risk

The financial instruments that potentially subject the company to a significant concentration of credit risk consist primarily of cash, accounts receivable, school generated assets and trust assets. Cash, school generated assets and trust assets are held with a major Canadian financial institution.

The School Jurisdiction has a concentration of credit risk with respect to accounts receivable in that 28% (2009 - 27%) of its accounts receivable is due from the Alberta government.

(c) Interest rate risk

The School Jurisdiction is exposed to interest rate cash flow risk to the extent that the line of credit bears interest at a variable rate.

The School Jurisdiction is exposed to interest rate price risk to the extent that the long-term debt bears interest at a fixed rate.

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

18. Contingencies

The School Jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

19. 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 | Liabilities | Revenues | Expenses |
| | <i>(at cost or net realizable value)</i> | <i>(at amortized cost)</i> | | |
| Government of Alberta | | | | |
| Education | \$ - | \$ 1,357,464 | \$ 46,143,564 | \$ - |
| Infrastructure and transportation | 423,530 | - | 6,979,956 | - |
| Finance | <u>-</u> | <u>2,046,754</u> | <u>332,960</u> | <u>146,491</u> |
| Total 2009-2010 | <u>\$ 423,530</u> | <u>\$ 3,404,218</u> | <u>\$ 53,456,480</u> | <u>\$ 146,491</u> |
| Total 2008-2009 | <u>\$ 1,033,886</u> | <u>\$ 4,028,221</u> | <u>\$ 55,769,647</u> | <u>\$ 196,094</u> |

Contingencies or contractual obligations with related parties are under separate disclosure.

20. Economic dependence on related third party

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

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

21. Remuneration and monetary incentives

The Golden Hills School Division #75 had paid or accrued expenses for the year ended August 31, 2010 to or on behalf of the following positions and persons in groups as follows:

| Board Members | FTE | Remuneration | Benefits | Negotiated Allowances | Expenses |
|--------------------------|------------|----------------------|---------------------|------------------------------|------------------|
| Ron Kenworthy, Chair | 1.0 | \$ 21,362 | \$ 4,587 | \$ - | \$ 10,834 |
| Joyce Bazant, Vice Chair | 1.0 | 19,053 | 4,473 | - | 5,327 |
| Shirley Buyer | 1.0 | 10,427 | - | - | 3,921 |
| Karen Harries | 1.0 | 13,431 | 1,986 | - | 4,001 |
| Barry Kletke | 1.0 | 12,008 | 4,124 | - | 5,184 |
| Lawrence Maerz | 1.0 | 12,617 | - | - | 4,804 |
| Barbara Rangen | 1.0 | 12,790 | 4,163 | - | 2,345 |
| Robert McKay | 0.8 | <u>8,573</u> | <u>219</u> | - | <u>1,215</u> |
| Subtotal | 7.8 | 110,261 | 19,552 | - | 37,631 |
| Superintendent | 1.0 | 171,473 | 14,696 | 600 | 4,383 |
| Secretary Treasurer | 1.0 | 123,400 | 24,105 | 600 | 5,887 |
| Certificated Teachers | | 31,676,364 | 3,476,490 | - | - |
| Non-certificated | | <u>9,743,674</u> | <u>2,506,815</u> | - | - |
| Totals | | <u>\$ 41,825,172</u> | <u>\$ 6,041,658</u> | <u>\$ 1,200</u> | <u>\$ 47,901</u> |

22. Capital disclosures

The School Jurisdiction defines its capital as the amounts included in its net assets.

The School Jurisdiction's objective when managing capital is to safeguard its ability to continue as a going concern so that it can continue to provide an array of educational services to its student population.

In order to facilitate the management of its capital requirements, the School Jurisdiction prepares annual capital and operating budgets that are updated as necessary, depending on various factors, including the market valuation of the investments and general industry conditions. The annual budgets are approved by the Board of Trustees.

The majority of the School Jurisdiction's operating funds are from Alberta Education which are generally paid every month. As a result, significantly less working capital is required. The School Jurisdiction monitors its working capital and cash flow forecasts.

The School Jurisdiction has restricted a portion of its capital against certain capital projects and specific lease payment obligations.

The School Jurisdiction sets the amount of internally restricted funds in proportion to risk, manages the net asset structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets.

The School Jurisdiction is not subject to any externally imposed capital restrictions.

Golden Hills School Division #75
Notes to Financial Statements
August 31, 2010

23. Budget amounts

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

24. Comparative figures

Certain comparative figures have been reclassified to conform with the current year's presentation.

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

Golden Hills School Division #75

Legal Name of School Jurisdiction

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

Mailing Address

Telephone: (403) 934-5121 Fax: (403) 934-5125

Telephone and Fax Numbers

Declaration of Secretary-Treasurer / Chief Financial Officer

To the best of my knowledge and belief, these unaudited schedules have been prepared following Alberta Education's reporting requirements for Alberta school jurisdictions. These schedules were submitted to the board for information purposes.

SECRETARY TREASURER OR TREASURER

Tahra Sabir
Name

"ORIGINAL SIGNED"
Signature

9-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

TABLE OF CONTENTS

| | | Page |
|-------------------|--|-------------|
| SCHEDULE A | Allocation of Revenues and Expenses to Programs | 3 |
| SCHEDULE B | School Generated Funds (SGF) | 4 |
| SCHEDULE C | Operations and Maintenance Program Expenses | 5 |

SCHEDULE A

School Jurisdiction Code: 2155

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 | \$1,443,870 | \$41,946,486 | \$7,588,142 | \$3,637,545 | \$2,482,427 | \$0 | \$57,098,470 |
| (2) Other - Government of Alberta | \$0 | \$333,040 | \$146,490 | \$0 | \$0 | \$0 | \$479,530 |
| (3) Federal Government and First Nations | \$0 | \$2,215,972 | \$0 | \$0 | \$0 | \$0 | \$2,215,972 |
| (4) Other Alberta school authorities | \$0 | \$10,990 | \$0 | \$0 | \$0 | \$0 | \$10,990 |
| (5) Out of province authorities | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (6) Alberta Municipalities-special tax levies | \$0 | \$29,700 | \$0 | \$0 | \$0 | \$0 | \$29,700 |
| (7) Instruction resource fees | \$113,937 | \$828,471 | | | | | \$942,408 |
| (8) Transportation fees-ECS | | | | \$3,300 | | | \$3,300 |
| (9) Transportation fees-Grades 1-12 | | | | \$44,579 | | | \$44,579 |
| (10) Other sales and services | \$0 | \$822,828 | \$564 | \$12,131 | \$2,343 | \$3,717,775 | \$4,555,641 |
| (11) Investment income | \$0 | \$0 | \$50 | \$0 | \$15,928 | \$0 | \$15,978 |
| (12) Gifts and donations | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (13) Rental of facilities | \$0 | \$5,887 | \$103,992 | \$0 | \$0 | \$0 | \$109,879 |
| (14) Gross school generated funds | \$0 | \$2,684,841 | \$0 | \$0 | \$0 | \$0 | \$2,684,841 |
| (15) Gains on disposal of capital assets | \$0 | \$0 | \$0 | \$14,193 | \$0 | \$0 | \$14,193 |
| (16) Amortization of capital allocations | \$0 | \$199,971 | \$2,053,990 | \$0 | \$0 | \$0 | \$2,253,961 |
| (17) Other revenue | \$0 | \$0 | \$47,964 | \$0 | \$0 | \$0 | \$47,964 |
| (18) TOTAL REVENUES | \$1,557,807 | \$49,078,186 | \$9,941,192 | \$3,711,748 | \$2,500,698 | \$3,717,775 | \$70,507,406 |
| EXPENSES | | | | | | | |
| (19) Certificated salaries | \$667,307 | \$30,392,715 | | | \$329,687 | \$286,655 | \$31,676,364 |
| (20) Certificated benefits | \$87,797 | \$3,320,692 | | | \$38,957 | \$29,044 | \$3,476,490 |
| (21) Non-certificated salaries and wages | \$407,261 | \$4,830,920 | \$2,286,996 | \$877,159 | \$897,573 | \$443,765 | \$9,743,674 |
| (22) Non-certificated benefits | \$100,953 | \$1,417,404 | \$611,208 | \$115,313 | \$192,671 | \$69,266 | \$2,506,815 |
| (23) SUB - TOTAL | \$1,263,318 | \$39,961,731 | \$2,898,204 | \$992,472 | \$1,458,888 | \$828,730 | \$47,403,343 |
| (24) Services, contracts and supplies | \$181,266 | \$3,941,305 | \$4,627,586 | \$2,644,526 | \$541,449 | \$2,085,391 | \$14,021,523 |
| (25) Gross school generated funds | \$0 | \$2,684,841 | | | | | \$2,684,841 |
| (26) Amortization of capital assets | \$0 | \$431,307 | \$2,137,666 | \$268,570 | \$101,097 | \$89,204 | \$3,027,844 |
| (27) Interest and charges | \$0 | \$2,517 | \$146,492 | \$2,954 | \$47,750 | \$86,782 | \$286,495 |
| (28) Losses on disposal of capital assets | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| (29) Other expense | \$0 | \$129,460 | \$0 | \$0 | \$0 | \$0 | \$129,460 |
| (30) TOTAL EXPENSES | \$1,444,584 | \$47,151,161 | \$9,809,948 | \$3,908,522 | \$2,149,184 | \$3,090,107 | \$67,553,506 |
| (31) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES | \$113,223 | \$1,927,025 | \$131,244 | (\$196,774) | \$351,514 | \$627,668 | \$2,953,900 |

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

| | | | |
|--|------------------|-------------------------|----------------|
| Unexpended SGF - Opening Balance August 31, 2009 (Note 1) | | | \$1,238,582 |
| Sources of School Generated Funds: | Gross SGF | Related Expenses | Net SGF |
| Fundraising activities | \$1,117,213 | \$331,617 | \$785,596 |
| Student fees (Non-Instructional) (Note 1) | \$1,224,555 | \$132,416 | \$1,092,139 |
| Donations and grants to schools | \$76,589 | \$0 | \$76,589 |
| Other (describe): | \$338,162 | \$231,728 | \$106,434 |
| Net Additions to SGF | \$2,756,519 | \$695,761 | \$2,060,758 |
| Net SGF Available | | | \$3,299,340 |
| Uses of Net School Generated Funds: | | | |
| Extra-curricular activities | | | \$1,254,497 |
| Field Trips | | | \$529,664 |
| Other (describe): Equipment, School Beautification, Community | | | \$204,919 |
| Total Uses of Net SGF (Note 2) | | | \$1,989,080 |
| Unexpended SGF - Closing Balance August 31, 2010 (Note 3) | | | \$1,310,260 |

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 | \$1,489,520 | \$797,478 | \$0 | \$0 | \$0 | | \$2,286,998 | | \$2,286,998 |
| Uncertificated benefits | \$413,321 | \$197,887 | \$0 | \$0 | \$0 | | \$611,208 | | \$611,208 |
| Sub-total Remuneration | \$1,902,841 | \$995,365 | \$0 | \$0 | \$0 | | \$2,898,206 | | \$2,898,206 |
| Supplies and services | \$399,352 | \$905,972 | \$534,761 | \$1,311,564 | \$0 | | \$3,151,649 | | \$3,151,649 |
| Electricity | | | \$597,381 | | | | \$597,381 | | \$597,381 |
| Natural Gas/Heating Fuel | | | \$535,113 | | | | \$535,113 | | \$535,113 |
| Sewer and Water | | | \$192,370 | | | | \$192,370 | | \$192,370 |
| Telecommunications | | | \$19,506 | | | | \$19,506 | | \$19,506 |
| Insurance | | | | | \$131,567 | | \$131,567 | | \$131,567 |
| Amortization of capital assets | | | | | | | | | |
| Supported | | | | | | | | \$2,053,990 | \$2,053,990 |
| Unsupported | | | | | | | \$83,675 | | \$83,675 |
| Total Amortization | | | | | | | \$83,675 | \$2,053,990 | \$2,137,665 |
| Interest on capital debt | | | | | | | | | |
| Supported | | | | | | | | \$0 | \$0 |
| Unsupported | | | | | | | \$146,491 | | \$146,491 |
| Other interest charges | | | | | | | \$0 | | \$0 |
| Losses on disposal of capital assets | | | | | | | \$0 | | \$0 |
| TOTAL EXPENSES | \$2,302,193 | \$1,901,337 | \$1,879,131 | \$1,625,405 | \$131,567 | \$0 | \$7,755,958 | \$2,053,990 | \$9,809,948 |
| SQUARE METRES | | | | | | | | | |
| School Buildings | | | | | | | | | 90,410.1 |
| Non School Buildings | | | | | | | | | 5,264.9 |

Note:

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

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

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

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

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

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