

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

Calgary Science School

Legal Name of School Jurisdiction

5915 Lewis Drive SW, Calgary Alberta T3E 5Z4

Mailing Address

403-282-2890, 403-282-2896

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Calgary Science School 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

Mr. Dave Robinson
Name

"ORIGINAL SIGNED"
Signature

SUPERINTENDENT

Dr. Garry McKinnon
Name

"ORIGINAL SIGNED"
Signature

SECRETARY TREASURER OR TREASURER

Myra C. Penberthy
Name

"ORIGINAL SIGNED"
Signature

23-Nov-10

Board-approved Release Date

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AUDITORS' REPORT

To the Members of Calgary Science School Society

We have audited the financial position of the Calgary Science School Society as at August 31, 2010 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Calgary, Alberta
October 29, 2010

DCS Chartered Accountants

STATEMENT OF FINANCIAL POSITION
as at August 31, 2010

(in dollars)

	2010	2009 (Note)
ASSETS		
Current assets		
Cash and temporary investments (Note 3)	\$1,734,142	\$1,929,836
Accounts receivable (net after allowances) (Note 4)	\$97,428	\$48,241
Prepaid expenses (Note 2 (c))	\$76,165	\$73,520
Other current assets	\$0	\$0
Total current assets	\$1,907,735	\$2,051,597
School generated assets	\$16,518	\$0
Trust assets	\$0	\$0
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets (Note 5)		
Land	\$0	\$0
Construction in Progress	\$0	\$0
Buildings	\$894,209	
Less: accumulated amortization	(\$142,907)	\$0
Equipment	\$294,672	
Less: accumulated amortization	(\$221,894)	\$440,026
Vehicles	\$35,352	
Less: accumulated amortization	(\$9,613)	\$23,177
Total capital assets	\$849,819	\$463,203
TOTAL ASSETS	\$2,774,072	\$2,514,800
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities (Note 6)	\$151,405	\$73,801
Deferred revenue (Note 7)	\$611,669	\$791,393
Deferred capital allocations (Note 9)	\$0	\$291,591
Current portion of long term debt	\$0	\$0
Total current liabilities	\$763,074	\$1,156,785
School generated liabilities	\$16,518	\$0
Trust liabilities	\$0	\$0
Employee future benefit liabilities	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$0	\$0
Less: Current portion	\$0	\$0
Unsupported: Debentures and Capital Loans	\$0	\$0
Capital Leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion	\$0	\$0
Other long term liabilities	\$0	\$0
Unamortized capital allocations (Note 9)	\$620,419	\$0
Total long term liabilities	\$636,937	\$0
TOTAL LIABILITIES	\$1,400,011	\$1,156,785
NET ASSETS		
Unrestricted net assets	\$0	\$0
Operating Reserves	\$1,098,661	\$894,812
Accumulated Operating Surplus (Deficit)	\$1,098,661	\$894,812
Investment in capital assets	\$275,400	\$463,203
Capital Reserves	\$0	\$0
Total Capital Funds	\$275,400	\$463,203
Total net assets	\$1,374,061	\$1,358,015
TOTAL LIABILITIES AND NET ASSETS	\$2,774,072	\$2,514,800

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 (Note12)	Actual 2009
REVENUES			
Government of Alberta	\$5,766,835	\$5,708,408	\$5,652,062
Federal Government and First Nations	\$0	\$0	\$0
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Instruction resource fees	\$247,020	\$244,520	\$241,088
Transportation fees	\$324,433	\$303,872	\$286,095
Other sales and services	\$47,999	\$38,500	\$42,741
Investment income	\$28,049	\$10,200	\$27,849
Gifts and donations	\$7,937	\$0	\$30,639
Rental of facilities	\$2,546	\$11,300	\$1,782
Gross school generated funds	\$263,122	\$219,900	\$210,937
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$69,831	\$57,600	\$57,563
Other revenue	\$1,588	\$0	\$2,879
Total Revenues	\$6,759,360	\$6,594,300	\$6,553,635
EXPENSES			
Certificated salaries (Note 15)	\$2,939,263	\$2,897,200	\$2,627,946
Certificated benefits (Note 15)	\$222,924	\$222,100	\$209,533
Non-certificated salaries and wages (Note 15)	\$458,099	\$463,700	\$460,608
Non-certificated benefits (Note 15)	\$103,399	\$88,100	\$97,270
Services, contracts and supplies	\$2,628,824	\$2,660,340	\$2,506,268
Gross school generated funds	\$263,122	\$219,900	\$210,937
Capital and debt services			
Amortization of capital assets			
Supported	\$69,831	\$57,600	\$57,563
Unsupported	\$57,852	\$70,900	\$120,591
Total Amortization of capital assets	\$127,683	\$128,500	\$178,154
Interest on capital debt			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$0	\$0	\$0
Other interest and charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$2,613
Other expense	\$0	\$0	\$0
Total Expenses	\$6,743,314	\$6,679,840	\$6,293,329
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$16,046	(\$85,540)	\$260,306
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$16,046	(\$85,540)	\$260,306

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	\$16,046	\$260,306
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$69,831)	(\$57,563)
Total amortization expense	\$127,683	\$178,154
Gains on disposal of capital assets	\$0	\$0
Losses on disposal of capital assets	\$0	\$2,613
Changes in:		
Accounts receivable	(\$49,187)	(\$1,857)
Prepays and other current assets	(\$2,645)	\$8,192
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Accounts payable and accrued liabilities	\$77,604	(\$48,892)
Deferred revenue	(\$179,724)	\$225,757
Employee future benefit liabilities	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from Operations	(\$80,054)	\$566,710
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$506,272)	\$0
Equipment	\$0	(\$13,722)
Vehicles	(\$8,027)	\$0
Net proceeds from disposal of capital assets	\$0	\$9,685
Other (describe)	\$0	(\$61,341)
Total cash flows from Investing activities	(\$514,299)	(\$65,378)
C. FINANCING ACTIVITIES		
Capital allocations	\$398,659	\$61,341
Issue of long term debt	\$0	\$0
Repayment of long term debt	\$0	\$0
Add back: supported portion	\$0	\$0
Other (describe)	\$0	\$0
Total cash flows from financing activities	\$398,659	\$61,341
Net cash flows from during the year	(\$195,694)	\$562,673
Cash and temporary investments, net of bank indebtedness, at Aug. 31/09	\$1,929,836	\$1,367,163
Cash and temporary investments, net of bank indebtedness, at Aug. 31/10	\$1,734,142	\$1,929,836

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**

(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						(14) Operating Reserves	(15) Capital Reserves
						(6) School & Instruction Related		(7) Operations & Maintenance		(8) Board & System Admin.			
				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	\$1,358,015	\$463,203		\$894,812	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Prior period adjustments (describe)													
	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Adjusted Balance, Aug. 31, 2009	\$1,358,015	\$463,203	\$0	\$894,812	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Excess (deficiency) of revenues over expenses	\$16,046		\$16,046										
Board funded capital additions		(\$129,951)	\$129,951	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Disposal of unsupported capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Disposal of supported capital assets (board funded portion)	\$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		(\$127,683)	\$127,683										
Amortization of capital allocations		\$69,831	(\$69,831)										
Debt principal repayments (unsupported)		\$0	\$0										
Net transfers to operating reserves			(\$203,849)	\$203,849	\$203,849	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net transfers from operating reserves			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net transfers to capital reserves			\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net transfers from capital reserves			\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Assumption/transfer of other operations' net assets	\$0	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Balance at August 31, 2010	\$1,374,061	\$275,400	\$0	\$1,098,661	\$0	\$1,098,661	\$0	\$0	\$0	\$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	\$291,591	\$0
Prior period adjustments		
Adjusted balance, August 31, 2009	\$291,591	\$0
Add:		
Restricted capital allocations from: Alberta Education including school and modular projects	\$398,659	
Other Government of Alberta	\$0	
Federal Government and First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$0	
Other capital grants and donations	\$0	
Net proceeds on disposal of supported capital assets	\$0	
Insurance proceeds (and related interest)	\$0	
Donated capital assets (amortizable, @ fair market value)		\$0
Transferred in capital assets (amortizable, @ net book value)		\$0
Current Year Debenture Principal Repayment		\$0
Expended capital allocations - current year	(\$690,250)	\$690,250
Deduct:		
Net book value of supported capital assets dispositions, write-offs, or transfer; Other		\$0
Capital allocations amortized to revenue		\$69,831
Balance at August 31, 2010	\$0	\$620,419

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

Note 1 - Authority and Purposes

The Calgary Science School Society (the "Society") is a not-for-profit society incorporated under the Society's Act of Alberta. The Society operates the Calgary Science School, which is a registered charter school under the Province of Alberta School Act. In addition, the Society is a registered charitable organization with the Canada Revenue Agency. On February 9, 2009, the Society's Charter was renewed by Alberta Education until August 31, 2014.

Note 2 - Significant Accounting Policies

These financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles (GAAP) and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions. The precise determination of many assets and liabilities are dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant policies as follows:

(a) Revenue recognition

The Society uses the deferral method of recognizing contributions and fund raising which are reported as income in the year spent, except for funds designated as reserve funds created at the discretion of the Board of Directors.

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

Unrestricted donations are recognized as revenue when received. Donations in – kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the year in which the restriction is complied with.

(b) Capital Assets

Purchased property and equipment are recorded at cost. Contributed property and equipment are recorded at fair market value when fair market value is reasonably determinable at the time of contribution. Property and equipment with costs in excess of \$5,000 are capitalized.

Amortization commences, subsequent to the year of purchase, over their estimated useful life (which cannot exceed the 5 year charter), on a straight-line basis, which are as follows:

Computer equipment	30% per annum
Office furniture and equipment	20% per annum
Vehicles and equipment	20% per annum
Site improvements	20% per annum

Unamortized capital allocations relate to the Outdoor Activity Centre and Instructional Activity Centre and consist of fundraising initiatives and grants specifically for those capital assets. Unamortized capital allocations are amortized into revenue over the same period as the amortization expense.

Note 2 - Significant Accounting Policies (*Continued*)

(c) Prepaid expenses

Certain expenditures incurred before the close of the school year are for school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses also fall into this category.

(d) Contributed services

Volunteers provide assistance to the School in carrying out certain activities. The value of the contributed services is not recognized in these financial statements as it is not possible to determine the fair value of such assistance.

(e) School generated funds

School generated funds in the amount of \$263,122, come under the control and responsibility of the school principal, and are for school activities. They are collected, retained and expended at the school level.

(f) Reserves for future expenditures

Reserves are established at the discretion of the board for future operating and capital expenditures. In 2008/09 the board established a technology sustainability fund of \$300,000. Transfers to and/or from capital reserves are shown as an adjustment to the capital equity.

(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 Calgary Science School Division 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 \$42,249 for the year ended August 31, 2010 (2009 - \$36,883). At December 31, 2009, the Local Authorities Pension Plan reported an actuarial deficiency of \$3,998,614,000 (2008 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.

CALGARY SCIENCE SCHOOL SOCIETY

Notes to Financial Statements

For the year ended August 31, 2010

Note 2 - Significant Accounting Policies (Continued)

(h) Financial instruments

The Society's financial instruments consist of cash, short-term deposits, accounts receivable and accounts payable and accrued liabilities. It is management's opinion that the Society is not exposed to significant interest or currency risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

Note 3 - Short Term Deposits

These amounts are included in the cash and temporary investments balance on the statement of financial position

	2010			2009		
	Effective Market Yield	Cost	Fair Value	Effective Market Yield	Cost	Fair Value
Cash and cash equivalents		\$ 406,610	\$ 406,610		\$ 629,017	\$ 629,017
Short term deposits						
T-Bill savings	0.25-6%	202,482	202,482	0.5%	400,819	400,819
GIC's	1.25-3.25%	1,125,050	1,125,050	2%-3.25%	900,000	900,000
		<u>\$ 1,734,142</u>	<u>\$1,734,142</u>		<u>\$ 1,929,836</u>	<u>\$ 1,929,836</u>

Note 4 - Accounts Receivable

Accounts receivable consists of the following:

Alberta Education receivable for instructional activity
 Miscellaneous and accrued receivables
 GST refundable

	2010	2009
	\$ 46,000	\$ -
	12,515	19,295
	38,913	28,946
	<u>\$ 97,428</u>	<u>\$ 48,241</u>

CALGARY SCIENCE SCHOOL SOCIETY

Notes to Financial Statements

For the year ended August 31, 2010

Note 5 - Capital Assets

	Computer Equipment	Furniture and Equipment	Subtotal	Vehicles	Buildings	Total August 31, 2010	Total August 31, 2009
Useful life	3 years (30%)	5 years (20%)		5 years (20%)	5 years (20%)		
Historical costs							
September 1, 2009	\$ 150,008	\$ 144,664	\$ 294,672	\$ 27,325	\$ 387,937	\$ 709,934	\$ 1,063,072
Additions	-	-	-	8,027	506,272	514,299	75,062
Disposals	-	-	-	-	-	-	428,200
August 31, 2010	150,008	144,664	294,672	35,352	894,209	1,224,233	709,934
Amortization							
September 1, 2009	109,232	68,032	177,264	4,148	65,319	246,731	484,480
Additions	22,879	21,751	44,630	5,465	77,588	127,683	178,154
Disposals	-	-	-	-	-	-	415,903
August 31, 2010	132,111	89,783	221,894	9,613	142,907	374,414	246,731
Net book value at August 31, 2010	\$ 17,897	\$ 54,881	\$ 72,778	\$ 25,739	\$ 751,302	\$ 849,819	\$ 463,203

Site improvements with a historical cost of \$387,937 and accumulated amortization of \$65,319 were reclassified from equipment to buildings effective September 1, 2009.

Note 6 - Accounts Payable

	2010	2009
Accounts payable and accrued liabilities	\$ 151,607	\$ 73,176
Payroll liabilities	(202)	625
	<u>\$ 151,405</u>	<u>\$ 73,801</u>

CALGARY SCIENCE SCHOOL SOCIETY

Notes to Financial Statements

For the year ended August 31, 2010

Note 7 - Deferred Revenue

Deferred revenues represent funds received during the school year, which have not been taken into income during the school year in which the funds were received. These funds are recognized as income, when expenses related to the projects are incurred. Deferred revenues are as follows:

	2009	Add Restricted funds received or receivable	Deduct Restricted funds paid or payable	2010
Alberta Education Institute Activity Centre Grant	\$ 168,659	\$ -	\$ 168,659	\$ -
Other deferred revenue				
Enrichment fees	\$ 246,278	\$ 236,189	\$ 246,278	\$ 236,189
Transportation	292,750	239,488	292,750	239,488
Camps	25,375	29,399	25,375	29,399
Lunchroom fees	16,549	28,532	16,549	28,532
2008/2009 transportation fees	16,745	-	16,745	-
Miscellaneous	25,037	78,061	25,037	78,061
Total other deferred revenue	622,734	611,669	622,734	611,669
Total deferred revenue	\$ 791,393	\$ 611,669	\$ 791,393	\$ 611,669

These funds have been co-mingled with the Society's general bank account.

Note 8 - Long Term Commitments

On June 16, 2009, the Society entered into a five year operating lease agreement with the Calgary Board of Education commencing August 1, 2009. This lease expires on July 31, 2014. Aggregate annual lease payments in each of the next four years are \$764,713.

On May 29, 2008, the Society entered into a four year operating lease agreement with CIT Financial Ltd., for 329 Apple Laptop computers, commencing June 1, 2008. This lease expires on May 30, 2012. Aggregate annual lease payments in each of the next 2 years are \$111,133 and \$83,350.

On September 21, 2009, the Society entered into a four year operating lease agreement with Apple Financial Services, for 136 Apple laptop computers, commencing Sept 23, 2009. The lease expires on August 23, 2013. Aggregate annual lease payments in each of the next 3 years are \$47,588.

On June 18, 2010, the Society entered into a four year operating lease agreement with DeLage Landen Financial Services, for 117 laptop computers, commencing July 1, 2010 for 48 months. The lease expires on June 1, 2014. Aggregate annual lease payments in the next 3 years are \$32,252 and the final year \$26,877.

CALGARY SCIENCE SCHOOL SOCIETY

Notes to Financial Statements

For the year ended August 31, 2010

Note 9 - Unamortized Capital Allocations

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the life of the related capital asset. The unamortized capital allocations consist of restricted donations and grants related to the Outdoor Activity Centre and the Instructional Activity Centre (Site improvements contained within Buildings on the Statement of Financial Position). This revenue will be amortized over the life of the asset or at 20% per annum. The deferred capital allocations, August 31, 2009, have been reclassified as unamortized capital allocations at August 31, 2010. There is also an accrual for a receivable from Alberta Education, for August 31, 2010, for \$46,000 related to the final payment which is due in regards to the Instructional Activity Centre.

Note 10 - Internally Restricted Net Assets

The excess of revenues over expenses for the year are designated as internally restricted net assets resulting from the Board passing a resolution implementing this policy. In 2008/09 the board established a technology sustainability fund of \$300,000.

Note 11 - Donations and Grants

Donations and grants received from sponsors and through the fund raising efforts of both the Board of Directors and the School Council consist of the following:

	<u>2010</u>	<u>2009</u>
Outdoor Activity Centre - Donations	\$ -	\$ 5,124
Outdoor Activity Centre - Grants	-	25,000
Miscellaneous	7,937	515
	<u>\$ 7,937</u>	<u>\$ 30,639</u>

Note 12 - Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Directors on October 27, 2009. It has been presented for information purposes only and has not been audited.

Note 13 - Economic Dependence on Related Third Party

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

CALGARY SCIENCE SCHOOL SOCIETY

Notes to Financial Statements

For the year ended August 31, 2010

Note 14 - Related Party Transactions

Effective 2005/2006 school jurisdictions are controlled by the Government of Alberta according to criteria set out in PASB 1300. All entries consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. The Calgary Science School Society had related party transactions for the year ended August 31, 2010 with the Government of Alberta, recorded on the Statement of Revenues and Expenses and Statement of Financial Position, at the amount of consideration agreed upon between the related parties. The Calgary Science School Society also had a lease with the Calgary Board of Education for its premises

	Balances		Transactions	
	Assets (at cost or net realizable value)	Liabilities (at fair value)	Revenues	Expenses
2009/2010				
Government of Alberta Education	\$ 46,000	\$ -	\$ 5,766,835	\$ -
Other school jurisdictions				
Calgary Board of Education	-	-	-	764,713
Total 2009 – 2010	<u>\$ 46,000</u>	<u>\$ -</u>	<u>\$ 5,766,835</u>	<u>\$ 764,713</u>
Total 2008 - 2009	<u>\$ -</u>	<u>\$ 168,659</u>	<u>\$ 5,652,062</u>	<u>\$ 764,713</u>

Total assets for 2009-2010 is the Alberta Education grant receivable for the Instructional Activity Centre spent in 2009-2010.

Total liabilities for 2008-2009 is the Alberta Education grant for the Instructional Activity Centre not spent until 2009-2010.

CALGARY SCIENCE SCHOOL SOCIETY

Notes to Financial Statements

For the year ended August 31, 2010

Note 15 - Remuneration and Monetary Incentives

The Calgary Science School Society has 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:

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's Other	Total	Expenses
Dave Robinson, Chair	1.0	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dr. Torben Bech- Hansen	1.0	-	-	-	-	-	-	-
Lorraine Chan	1.0	-	-	-	-	-	-	-
Tom Collins	0.25	-	-	-	-	-	-	-
Catherine Cook	1.0	-	-	-	-	-	-	-
Stephanie Davis	1.0	-	-	-	-	-	-	-
Tim Edwards	1.0	-	-	-	-	-	-	-
Cheryl Lemieux	1.0	-	-	-	-	-	-	-
Harold Lemieux	1.0	-	-	-	-	-	-	-
Sean McLean	0.75	-	-	-	-	-	-	-
Margaret Mills	1.0	-	-	-	-	-	-	-
Debra Pylypiw	1.0	-	-	-	-	-	-	-
Tom Short	1.0	-	-	-	-	-	-	-
Dr. Norman Vaughan	1.0	-	-	-	-	-	-	-
Lori Wilhelm Einsporn	1.0	-	-	-	-	-	-	-
Subtotal	14.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Superintendent	0.4	\$ 74,363	\$ -	\$ -	\$ -	\$ -	\$ 74,363	\$ 2,062
Secretary/Treasurer	1.0	93,429	17,249	-	-	-	110,678	1,029
Certificated salaries	35.6	2,864,900	222,924	-	-	-	3,087,824	-
Uncertificated salaries and wages	9.0	364,671	86,150	-	-	-	450,821	-
		<u>\$ 3,397,363</u>	<u>\$ 326,323</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,723,686</u>	<u>\$ 3,091</u>

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

Calgary Science School Society

Legal Name of School Jurisdiction

5915 Lewis Drive SW, Calgary Alberta T3E 5Z4

Mailing Address

403-282-2890 Ext 121, 403-282-2896

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

Myra C. Penberthy

Name

"ORIGINAL SIGNED"

Signature

23-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 B	School Generated Funds (SGF)	4
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SCHEDULE A

School Jurisdiction Code: _____

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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	\$0	\$4,078,814	\$1,267,254	\$222,646	\$198,121	\$0	\$5,766,835
(2) Other - Government of Alberta	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(3) Federal Government and First Nations	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(4) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5) Out of province authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(6) Alberta Municipalities-special tax levies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7) Instruction resource fees	\$0	\$247,020					\$247,020
(8) Transportation fees-ECS				\$0			\$0
(9) Transportation fees-Grades 1-12				\$324,433			\$324,433
(10) Other sales and services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(11) Investment income	\$0	\$28,049	\$0	\$0	\$0	\$0	\$28,049
(12) Gifts and donations	\$0	\$7,937	\$0	\$0	\$0	\$0	\$7,937
(13) Rental of facilities	\$0	\$2,546	\$0	\$0	\$0	\$0	\$2,546
(14) Gross school generated funds	\$0	\$263,122	\$0	\$0	\$0	\$0	\$263,122
(15) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(16) Amortization of capital allocations	\$0	\$69,831	\$0	\$0	\$0	\$0	\$69,831
(17) Other revenue	\$0	\$49,587	\$0	\$0	\$0	\$0	\$49,587
(18) TOTAL REVENUES	\$0	\$4,746,906	\$1,267,254	\$547,079	\$198,121	\$0	\$6,759,360
EXPENSES							
(19) Certificated salaries	\$0	\$2,864,900			\$74,363	\$0	\$2,939,263
(20) Certificated benefits	\$0	\$222,924			\$0	\$0	\$222,924
(21) Non-certificated salaries and wages	\$0	\$135,220	\$210,724	\$18,727	\$93,429	\$0	\$458,100
(22) Non-certificated benefits	\$0	\$34,544	\$49,793	\$1,813	\$17,249	\$0	\$103,399
(23) SUB - TOTAL	\$0	\$3,257,588	\$260,517	\$20,540	\$185,041	\$0	\$3,723,686
(24) Services, contracts and supplies	\$0	\$970,806	\$987,840	\$539,542	\$128,043	\$0	\$2,626,231
(25) Gross school generated funds	\$0	\$263,122					\$263,122
(26) Amortization of capital assets	\$0	\$127,682	\$0	\$0	\$0	\$0	\$127,682
(27) Interest and charges	\$0	\$0	\$0	\$0	\$2,593	\$0	\$2,593
(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	\$0	\$4,619,198	\$1,248,357	\$560,082	\$315,677	\$0	\$6,743,314
(31) EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$0	\$127,708	\$18,897	(\$13,003)	(\$117,556)	\$0	\$16,046

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

Unexpended SGF - Opening Balance August 31, 2009 (Note 1)			\$0
Sources of School Generated Funds:	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$43,011	\$0	\$43,011
Student fees (Non-Instructional) (Note 1)	\$194,162	\$0	\$194,162
Donations and grants to schools	\$0	\$0	\$0
Other (describe): Leadership, debate, recycling, grad	\$42,467	\$0	\$42,467
Net Additions to SGF	\$279,640	\$0	\$279,640
Net SGF Available			\$279,640
Uses of Net School Generated Funds:			
Extra-curricular activities			\$0
Field Trips			\$194,919
Other (describe): Leadership, debate, recycling, grad, fun lunches, SUTP			\$68,203
Total Uses of Net SGF (Note 2)			\$263,122
Unexpended SGF - Closing Balance August 31, 2010 (Note 3)			\$16,518

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	\$210,724	\$0	\$0	\$0	\$0		\$210,724		\$210,724
Uncertificated benefits	\$49,793	\$0	\$0	\$0	\$0		\$49,793		\$49,793
Sub-total Remuneration	\$260,517	\$0	\$0	\$0	\$0		\$260,517		\$260,517
Supplies and services	\$39,719	\$87,341	\$0	\$0	\$764,713		\$891,773		\$891,773
Electricity			\$41,327				\$41,327		\$41,327
Natural Gas/Heating Fuel			\$32,186				\$32,186		\$32,186
Sewer and Water			\$8,716				\$8,716		\$8,716
Telecommunications			\$13,838				\$13,838		\$13,838
Insurance					\$0		\$0		\$0
Amortization of capital assets									
Supported								\$0	\$0
Unsupported								\$0	\$0
Total Amortization								\$0	\$0
Interest on capital debt									
Supported								\$0	\$0
Unsupported								\$0	\$0
Other interest charges									
Losses on disposal of capital assets									
TOTAL EXPENSES	\$300,236	\$87,341	\$96,067	\$0	\$764,713	\$0	\$1,248,357	\$0	\$1,248,357
SQUARE METRES									
School Buildings									7,107.0
Non School Buildings									0.0

Note:

- Custodial:** All expenses related to activities undertaken to keep the school environment and maintenance shops clean and safe.
- Maintenance:** All expenses associated with the repair, replacement, enhancement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components. Maintenance expenses exclude operational costs related to expensed IMR & Modular Unit Relocations, as they are reported on separately.
- Utilities & Telecommunications:** All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
- Expensed IMR & Modular Unit Relocations:** All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects (AKA IMP and BQRP) and modular unit (portable) relocations.
- Facility Planning & Operations Administration:** All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees & contractors, school facility planning & project administration, administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.
- Supported Capital & Debt Services:** All expenses related to supported capital assets amortization and interest on supported capital debt.