



MNP

Fort Vermilion School Division

August 31, 2022

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Financial statements
Fort Vermilion School Division
August 31, 2022

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2022**
[Education Act, Sections 139, 140, 244]

1250 The Fort Vermilion School Division

Legal Name of School Jurisdiction

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Contact Numbers and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of 1250 The Fort Vermilion School Division 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 Canadian Public Sector Accounting Standards 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 Chair

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations, remeasurement gains and losses, changes in net financial assets (debt), and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Mr. Marc Beland
Name


Signature

SUPERINTENDENT

Mr. Michael McMann
Name


Signature

SECRETARY-TREASURER OR TREASURER

Mr. Norman Buhler
Name


Signature

November 30, 2022
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
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To the Board of Trustees of Fort Vermilion School Division:

Opinion

We have audited the financial statements of Fort Vermilion School Division (the "School Division"), which comprise the statement of financial position as at August 31, 2022, and the statements of operations, cash flows, change in net financial assets, remeasurement gains and losses and the related schedules for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School Division as at August 31, 2022, and the results of its operations, its remeasurement gains and losses, changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the School Division in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the School Division's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School Division's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Division's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Leduc, Alberta

November 30, 2022

MNP LLP

Chartered Professional Accountants

MNP

STATEMENT OF FINANCIAL POSITION
As at August 31, 2022 (in dollars)

| | 2022 | 2021 |
|---|----------------------|----------------------|
| FINANCIAL ASSETS | | |
| Cash and cash equivalents (Schedule 5; Note 4) | \$ 14,308,683 | \$ 15,240,607 |
| Accounts receivable (net after allowances) (Note 5) | \$ 5,752,806 | \$ 3,002,686 |
| Portfolio investments | | |
| Operating | \$ - | \$ - |
| Endowments | \$ - | \$ - |
| Inventories for resale | \$ - | \$ - |
| Other financial assets | \$ - | \$ - |
| Total financial assets | \$ 20,061,489 | \$ 18,243,293 |
| LIABILITIES | | |
| Bank indebtedness | \$ - | \$ - |
| Accounts payable and accrued liabilities (Note 6) | \$ 3,881,397 | \$ 5,555,798 |
| Unspent deferred contributions (Schedule 2) | \$ 4,641,814 | \$ 5,667,390 |
| Employee future benefits liabilities (Note 7) | \$ 84,929 | \$ 80,882 |
| Environmental liabilities | \$ - | \$ - |
| Other liabilities | \$ - | \$ - |
| Debt | | |
| Unsupported: Debentures | \$ - | \$ - |
| Mortgages and capital loans | \$ - | \$ - |
| Capital leases | \$ - | \$ - |
| Total liabilities | \$ 8,608,140 | \$ 11,304,070 |
| Net financial assets | \$ 11,453,349 | \$ 6,939,223 |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (Schedule 6) | \$ 59,078,498 | \$ 49,660,673 |
| Inventory of supplies | \$ - | \$ - |
| Prepaid expenses (Note 8) | \$ 536,307 | \$ 754,779 |
| Other non-financial assets | \$ - | \$ - |
| Total non-financial assets | \$ 59,614,805 | \$ 50,415,452 |
| Net assets before spent deferred capital contributions | \$ 71,068,154 | \$ 57,354,675 |
| Spent deferred capital contributions (Schedule 2) | \$ 48,622,597 | \$ 40,206,067 |
| Net assets | \$ 22,445,557 | \$ 17,148,608 |
| Net assets (Note 9) | | |
| Accumulated surplus (deficit) (Schedule 1) | \$ 22,445,557 | \$ 17,148,608 |
| Accumulated remeasurement gains (losses) | \$ - | \$ - |
| | \$ 22,445,557 | \$ 17,148,608 |
| Contractual obligations (Note 10) | | |
| Contingent liabilities (Note 11) | | |

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2022 (in dollars)

| | Budget 2022 | Actual 2022 | Actual 2021 |
|---|----------------------|----------------------|----------------------|
| REVENUES | | | |
| Government of Alberta | \$ 49,153,724 | \$ 53,501,152 | \$ 49,773,468 |
| Federal Government and other government grants | \$ 5,127,074 | \$ 5,230,562 | \$ 5,064,643 |
| Property taxes | \$ - | \$ - | \$ - |
| Fees | \$ 100,000 | \$ 162,432 | \$ 9,373 |
| Sales of services and products | \$ 520,000 | \$ 434,973 | \$ 782,246 |
| Investment income | \$ 100,000 | \$ 179,464 | \$ 79,062 |
| Donations and other contributions | \$ 500,000 | \$ 660,792 | \$ 276,490 |
| Other revenue | \$ 280,000 | \$ 411,261 | \$ 333,022 |
| Total revenues | \$ 55,780,798 | \$ 60,580,636 | \$ 56,318,304 |
| EXPENSES | | | |
| Instruction - ECS | \$ 1,514,787 | \$ 1,510,953 | \$ 1,477,496 |
| Instruction - Grades 1 to 12 | \$ 39,109,593 | \$ 38,754,571 | \$ 38,305,799 |
| Operations and maintenance (Schedule 4) | \$ 8,463,700 | \$ 8,231,454 | \$ 10,083,261 |
| Transportation | \$ 3,322,735 | \$ 3,679,216 | \$ 3,145,048 |
| System administration | \$ 2,217,000 | \$ 2,052,785 | \$ 2,226,738 |
| External services | \$ 1,152,983 | \$ 1,054,708 | \$ 1,186,069 |
| Total expenses | \$ 55,780,798 | \$ 55,283,687 | \$ 56,424,411 |
| Annual operating surplus (deficit) | \$ - | \$ 5,296,949 | \$ (106,107) |
| Endowment contributions and reinvested income | \$ - | \$ - | \$ - |
| Annual surplus (deficit) | \$ - | \$ 5,296,949 | \$ (106,107) |
| Accumulated surplus (deficit) at beginning of year | \$ 17,148,608 | \$ 17,148,608 | \$ 17,254,715 |
| Accumulated surplus (deficit) at end of year | \$ 17,148,608 | \$ 22,445,557 | \$ 17,148,608 |

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2022 (in dollars)

| | 2022 | 2021 |
|--|------------------------|-----------------------|
| CASH FLOWS FROM: | | |
| A. OPERATING TRANSACTIONS | | |
| Annual surplus (deficit) | \$ 5,296,949 | \$ (106,107) |
| Add (Deduct) items not affecting cash: | | |
| Amortization of tangible capital assets | \$ 3,015,650 | \$ 3,414,652 |
| Net (gain)/loss on disposal of tangible capital assets | \$ (86,215) | \$ (27,723) |
| Transfer of tangible capital assets (from)/to other entities | \$ - | \$ - |
| (Gain)/Loss on sale of portfolio investments | \$ - | \$ - |
| Spent deferred capital recognized as revenue | \$ (2,099,220) | \$ (2,532,052) |
| Deferred capital revenue write-down / adjustment | \$ - | \$ - |
| Increase/(Decrease) in employee future benefit liabilities | \$ 4,047 | \$ 5,155 |
| Donations in kind | \$ - | \$ - |
| | \$ - | \$ - |
| | \$ 6,131,211 | \$ 753,925 |
| (Increase)/Decrease in accounts receivable | \$ (2,750,120) | \$ 2,392,792 |
| (Increase)/Decrease in inventories for resale | \$ - | \$ - |
| (Increase)/Decrease in other financial assets | \$ - | \$ - |
| (Increase)/Decrease in inventory of supplies | \$ - | \$ 45,445 |
| (Increase)/Decrease in prepaid expenses | \$ 218,472 | \$ (191,840) |
| (Increase)/Decrease in other non-financial assets | \$ - | \$ - |
| Increase/(Decrease) in accounts payable, accrued and other liabilities | \$ (1,674,401) | \$ 1,873,472 |
| Increase/(Decrease) in unspent deferred contributions | \$ (1,025,576) | \$ 4,670,460 |
| Increase/(Decrease) in environmental liabilities | \$ - | \$ - |
| Capital construction in accounts payable and other adjustments | \$ (2,091,725) | \$ (1,411,946) |
| Total cash flows from operating transactions | \$ (1,192,139) | \$ 8,132,308 |
| B. CAPITAL TRANSACTIONS | | |
| Acquisition of tangible capital assets | \$ (12,442,882) | \$ (5,661,438) |
| Net proceeds from disposal of unsupported capital assets | \$ 92,402 | \$ 26,166 |
| Capital construction in accounts payable | \$ 2,094,945 | \$ 1,416,711 |
| Total cash flows from capital transactions | \$ (10,255,535) | \$ (4,218,561) |
| C. INVESTING TRANSACTIONS | | |
| Purchases of portfolio investments | \$ - | \$ - |
| Proceeds on sale of portfolio investments | \$ - | \$ - |
| | \$ - | \$ - |
| | \$ - | \$ - |
| Total cash flows from investing transactions | \$ - | \$ - |
| D. FINANCING TRANSACTIONS | | |
| Debt issuances | \$ - | \$ - |
| Debt repayments | \$ - | \$ - |
| Increase (decrease) in spent deferred capital contributions | \$ 10,515,750 | \$ 3,324,489 |
| Capital lease issuances | \$ - | \$ - |
| Capital lease payments | \$ - | \$ - |
| | \$ - | \$ - |
| | \$ - | \$ - |
| Total cash flows from financing transactions | \$ 10,515,750 | \$ 3,324,489 |
| Increase (decrease) in cash and cash equivalents | \$ (931,924) | \$ 7,238,236 |
| Cash and cash equivalents, at beginning of year | \$ 15,240,607 | \$ 8,002,371 |
| Cash and cash equivalents, at end of year | \$ 14,308,683 | \$ 15,240,607 |

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended August 31, 2022 (in dollars)

| | Budget 2022 | 2022 | 2021 |
|--|----------------|-----------------|----------------|
| Annual surplus (deficit) | \$ - | \$ 5,296,949 | \$ (106,107) |
| Effect of changes in tangible capital assets | | | |
| Acquisition of tangible capital assets | \$ (4,150,000) | \$ (12,442,882) | \$ (5,661,438) |
| Amortization of tangible capital assets | \$ 3,010,196 | \$ 3,015,650 | \$ 3,414,652 |
| Net (gain)/loss on disposal of tangible capital assets | \$ - | \$ (86,215) | \$ (27,723) |
| Net proceeds from disposal of unsupported capital assets | \$ - | \$ 92,402 | \$ 26,166 |
| Write-down carrying value of tangible capital assets | \$ - | \$ - | \$ - |
| Transfer of tangible capital assets (from)/to other entities | \$ - | \$ - | \$ - |
| Other changes | \$ - | \$ 3,220 | \$ 4,765 |
| Total effect of changes in tangible capital assets | \$ (1,139,804) | \$ (9,417,825) | \$ (2,243,578) |
| Acquisition of inventory of supplies | \$ - | \$ - | \$ 45,445 |
| Consumption of inventory of supplies | \$ - | \$ - | \$ - |
| (Increase)/Decrease in prepaid expenses | \$ - | \$ 218,472 | \$ (191,840) |
| (Increase)/Decrease in other non-financial assets | \$ - | \$ - | \$ - |
| Net remeasurement gains and (losses) | \$ - | \$ - | \$ - |
| Change in spent deferred capital contributions (Schedule 2) | | \$ 8,416,530 | \$ 792,437 |
| Other changes | \$ - | \$ - | \$ - |
| Increase (decrease) in net financial assets | \$ (1,139,804) | \$ 4,514,126 | \$ (1,703,643) |
| Net financial assets at beginning of year | \$ 6,939,223 | \$ 6,939,223 | \$ 8,642,866 |
| Net financial assets at end of year | \$ 5,799,419 | \$ 11,453,349 | \$ 6,939,223 |

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2022 (in dollars)

| | 2022 | 2021 |
|---|------|------|
| Unrealized gains (losses) attributable to: | | |
| Portfolio investments | \$ - | \$ - |
| Other | \$ - | \$ - |
| Amounts reclassified to the statement of operations: | | |
| Portfolio investments | \$ - | \$ - |
| Other | \$ - | \$ - |
| Other Adjustment (Describe) | \$ - | \$ - |
| Net remeasurement gains (losses) for the year | \$ - | \$ - |
| Accumulated remeasurement gains (losses) at beginning of year | \$ - | \$ - |
| Accumulated remeasurement gains (losses) at end of year | \$ - | \$ - |

The accompanying notes and schedules are part of these financial statements.

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2022 (in dollars)

| | NET ASSETS | ACCUMULATED REMEASUREMENT GAINS (LOSSES) | ACCUMULATED SURPLUS (DEFICIT) | INVESTMENT IN TANGIBLE CAPITAL ASSETS | ENDOWMENTS | UNRESTRICTED SURPLUS | INTERNALLY RESTRICTED TOTAL OPERATING RESERVES | TOTAL CAPITAL RESERVES |
|--|---------------|--|-------------------------------|---------------------------------------|------------|----------------------|--|------------------------|
| Balance at August 31, 2021 | \$ 17,148,608 | \$ - | \$ 17,148,608 | \$ 9,454,498 | \$ - | \$ - | \$ 3,053,401 | \$ 4,640,709 |
| Prior period adjustments: | | | | | | | | |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted Balance, August 31, 2021 | \$ 17,148,608 | \$ - | \$ 17,148,608 | \$ 9,454,498 | \$ - | \$ - | \$ 3,053,401 | \$ 4,640,709 |
| Operating surplus (deficit) | \$ 5,296,949 | | \$ 5,296,949 | | | \$ 5,296,949 | | |
| Board funded tangible capital asset additions | | | | | | | | |
| Disposal of unsupported tangible capital assets or board funded portion of supported | \$ - | | \$ - | \$ 1,927,132 | | \$ (1,927,132) | | \$ - |
| Write-down of unsupported tangible capital assets or board funded portion of supported | \$ - | | \$ - | \$ (6,187) | | \$ (82,995) | | \$ 89,182 |
| Net remeasurement gains (losses) for the year | \$ - | \$ - | \$ - | \$ - | | | | \$ - |
| Endowment expenses & disbursements | \$ - | | \$ - | | \$ - | | | |
| Endowment contributions | \$ - | | \$ - | | \$ - | | | |
| Reinvested endowment income | \$ - | | \$ - | | \$ - | | | |
| Direct credits to accumulated surplus (Describe) | \$ - | | \$ - | | \$ - | | | \$ - |
| Amortization of tangible capital assets | \$ - | | \$ - | \$ (3,015,650) | | \$ 3,015,650 | | |
| Capital revenue recognized | \$ - | | \$ - | \$ 2,099,220 | | \$ (2,099,220) | | |
| Debt principal repayments (unsupported) | \$ - | | \$ - | | | | | |
| Additional capital debt or capital leases | \$ - | | \$ - | | | | | |
| Net transfers to operating reserves | \$ - | | \$ - | | | \$ (4,203,252) | \$ 4,203,252 | |
| Net transfers from operating reserves | \$ - | | \$ - | | | | | |
| Net transfers to capital reserves | \$ - | | \$ - | | | | | \$ - |
| Net transfers from capital reserves | \$ - | | \$ - | | | | | \$ - |
| ARO | \$ - | | \$ - | | | | | \$ - |
| Other Changes | \$ - | | \$ - | | | | | \$ - |
| Balance at August 31, 2022 | \$ 22,445,557 | \$ - | \$ 22,445,557 | \$ 10,459,013 | \$ - | \$ - | \$ 7,256,653 | \$ 4,729,891 |

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2022 (in dollars)

| | INTERNALLY RESTRICTED RESERVES BY PROGRAM | | | | | | | | | | | |
|--|---|------------------|--------------------------|------------------|-----------------------|------------------|--------------------|------------------|--------------------|------------------|--------------------|------------------|
| | School & Instruction Related | | Operations & Maintenance | | System Administration | | Transportation | | External Services | | | |
| | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves |
| Balance at August 31, 2021 | \$ 3,053,401 | \$ 309,996 | \$ - | \$ 3,620,762 | \$ - | \$ 188,528 | \$ - | \$ 521,423 | \$ - | \$ - | \$ - | \$ - |
| Prior period adjustments: | | | | | | | | | | | | |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted Balance, August 31, 2021 | \$ 3,053,401 | \$ 309,996 | \$ - | \$ 3,620,762 | \$ - | \$ 188,528 | \$ - | \$ 521,423 | \$ - | \$ - | \$ - | \$ - |
| Operating surplus (deficit) | | | | | | | | | | | | |
| Board funded tangible capital asset additions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Disposal of unsupported tangible capital assets or board funded portion of supported | \$ - | \$ 44,200 | | \$ 33,620 | | \$ - | | \$ 11,362 | | \$ - | | \$ - |
| Write-down of unsupported tangible capital assets or board funded portion of supported | \$ - | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Net remeasurement gains (losses) for the year | | | | | | | | | | | | |
| Endowment expenses & disbursements | | | | | | | | | | | | |
| Endowment contributions | | | | | | | | | | | | |
| Reinvested endowment income | | | | | | | | | | | | |
| Direct credits to accumulated surplus (Describe) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Amortization of tangible capital assets | | | | | | | | | | | | |
| Capital revenue recognized | | | | | | | | | | | | |
| Debt principal repayments (unsupported) | | | | | | | | | | | | |
| Additional capital debt or capital leases | | | | | | | | | | | | |
| Net transfers to operating reserves | \$ 4,203,252 | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | |
| Net transfers from operating reserves | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | |
| Net transfers to capital reserves | \$ - | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Net transfers from capital reserves | \$ - | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| ARO | \$ - | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Other Changes | \$ - | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Balance at August 31, 2022 | \$ 7,256,653 | \$ 354,196 | \$ - | \$ 3,654,382 | \$ - | \$ 188,528 | \$ - | \$ 532,785 | \$ - | \$ - | \$ - | \$ - |

SCHEDULE 2

SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2022 (in dollars)

| | Alberta Education | | | | Other GoA Ministries | | | | | |
|---|-------------------|--------------|--------------------------------------|----------------|----------------------|------------------------|---------------------|--------------|----------------------|----------------------------|
| | IMR | CMR | Safe Return to Class/Safe Indoor Air | Others | Total Education | Alberta Infrastructure | Children's Services | Health | Other GoA Ministries | Total Other GoA Ministries |
| Deferred Operating Contributions (DOC) | | | | | | | | | | |
| Balance at August 31, 2021 | \$ 539,826 | \$ - | \$ - | \$ 446,052 | \$ 985,878 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Prior period adjustments - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted ending balance August 31, 2021 | \$ 539,826 | \$ - | \$ - | \$ 446,052 | \$ 985,878 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Received during the year (excluding investment income) | \$ 425,519 | \$ 383,708 | \$ 52,304 | \$ 1,717,181 | \$ 2,578,712 | \$ - | \$ - | \$ 347,296 | \$ - | \$ 347,296 |
| Transfer (to) grant/donation revenue (excluding investment income) | \$ (480,363) | \$ - | \$ (52,304) | \$ (1,761,985) | \$ (2,294,652) | \$ - | \$ - | \$ (347,296) | \$ - | \$ (347,296) |
| Investment earnings - Received during the year | \$ 8,578 | \$ 2,920 | \$ - | \$ - | \$ 11,498 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Transferred to investment income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from UDCC | \$ (252,352) | \$ (386,628) | \$ - | \$ - | \$ (638,980) | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred directly (to) SDCC | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| UDCC closing balance at August 31, 2022 | \$ 241,208 | \$ - | \$ - | \$ 401,248 | \$ 642,456 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Unspent Deferred Capital Contributions (UDCC) | | | | | | | | | | |
| Balance at August 31, 2021 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Prior period adjustments - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted ending balance August 31, 2021 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Received during the year (excluding investment income) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 6,202,506 | \$ - | \$ - | \$ - | \$ 6,202,506 |
| UDCC Receivable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,992,110 | \$ - | \$ - | \$ - | \$ 2,992,110 |
| Transfer (to) grant/donation revenue (excluding investment income) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Received during the year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Transferred to investment income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Proceeds on disposition of supported capital/ Insurance proceeds (and related interest) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred from (to) DOC | \$ 252,352 | \$ 386,628 | \$ - | \$ - | \$ 638,980 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred from UDCC | \$ (252,352) | \$ (386,628) | \$ - | \$ - | \$ (638,980) | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (9,194,616) | \$ - | \$ - | \$ - | \$ (9,194,616) |
| UDCC closing balance at August 31, 2022 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Total Unspent Deferred Contributions at August 31, 2022 | \$ 241,208 | \$ - | \$ - | \$ 401,248 | \$ 642,456 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Spent Deferred Capital Contributions (SDCC) | | | | | | | | | | |
| Balance at August 31, 2021 | \$ 1,424,180 | \$ 2,409,969 | \$ - | \$ - | \$ 3,834,149 | \$ 36,371,918 | \$ - | \$ - | \$ - | \$ 36,371,918 |
| Prior period adjustments - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted ending balance August 31, 2021 | \$ 1,424,180 | \$ 2,409,969 | \$ - | \$ - | \$ 3,834,149 | \$ 36,371,918 | \$ - | \$ - | \$ - | \$ 36,371,918 |
| Donated tangible capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Alberta Infrastructure managed projects | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred from DOC | \$ 252,352 | \$ 386,628 | \$ - | \$ - | \$ 638,980 | \$ 9,194,616 | \$ - | \$ - | \$ - | \$ 9,194,616 |
| Amounts recognized as revenue (Amortization of SDCC) | \$ (76,743) | \$ (125,000) | \$ - | \$ - | \$ (201,743) | \$ (1,897,477) | \$ - | \$ - | \$ - | \$ (1,897,477) |
| Disposal of supported capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| SDCC closing balance at August 31, 2022 | \$ 1,598,789 | \$ 2,671,597 | \$ - | \$ - | \$ 4,271,386 | \$ 43,669,057 | \$ - | \$ - | \$ - | \$ 43,669,057 |

SCHEDULE 2

| | Other Sources | | | Total other sources |
|---|-----------------|----------------------------------|--------------|---------------------|
| | Gov't of Canada | Donations and grants from others | Other | |
| Deferred Operating Contributions (DOC) | | | | |
| Balance at August 31, 2021 | \$ - | \$ - | \$ 2,335 | \$ 2,335 |
| Prior period adjustments - please explain: | | | | |
| Adjusted ending balance August 31, 2021 | \$ - | \$ - | \$ 2,335 | \$ 2,335 |
| Received during the year (excluding investment income) | \$ - | \$ - | \$ - | \$ - |
| Transfer (to) grant/donation revenue (excluding investment income) | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Received during the year | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Transferred to investment income | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from UDCC | \$ - | \$ - | \$ - | \$ - |
| Transferred directly (to) SDCC | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - |
| DOC closing balance at August 31, 2022 | \$ - | \$ - | \$ 2,335 | \$ 2,335 |
| Unspent Deferred Capital Contributions (UDCC) | | | | |
| Balance at August 31, 2021 | \$ - | \$ - | \$ 4,679,177 | \$ 4,679,177 |
| Prior period adjustments - please explain: | | | | |
| Adjusted ending balance August 31, 2021 | \$ - | \$ - | \$ 4,679,177 | \$ 4,679,177 |
| Received during the year (excluding investment income) | \$ - | \$ - | \$ - | \$ - |
| UDCC Receivable | \$ - | \$ - | \$ - | \$ - |
| Transfer (to) grant/donation revenue (excluding investment income) | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Received during the year | \$ - | \$ - | \$ - | \$ - |
| Investment earnings - Transferred to investment income | \$ - | \$ - | \$ - | \$ - |
| Proceeds on disposition of supported capital/ insurance proceeds (and related interest) | \$ - | \$ - | \$ - | \$ - |
| Transferred from (to) DOC | \$ - | \$ - | \$ - | \$ - |
| Transferred from (to) SDCC | \$ - | \$ - | \$ (682,154) | \$ (682,154) |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - |
| UDCC closing balance at August 31, 2022 | \$ - | \$ - | \$ 3,997,023 | \$ 3,997,023 |
| Total Unspent Deferred Contributions at August 31, 2022 | \$ - | \$ - | \$ 3,999,358 | \$ 3,999,358 |
| Spent Deferred Capital Contributions (SDCC) | | | | |
| Balance at August 31, 2021 | \$ - | \$ - | \$ - | \$ - |
| Prior period adjustments - please explain: | | | | |
| Adjusted ending balance August 31, 2021 | \$ - | \$ - | \$ - | \$ - |
| Donated tangible capital assets | \$ - | \$ - | \$ - | \$ - |
| Alberta Infrastructure managed projects | \$ - | \$ - | \$ - | \$ - |
| Transferred from DOC | \$ - | \$ - | \$ - | \$ - |
| Transferred from UDCC | \$ - | \$ - | \$ 682,154 | \$ 682,154 |
| Amounts recognized as revenue (Amortization of SDCC) | \$ - | \$ - | \$ - | \$ - |
| Disposal of supported capital assets | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - |
| SDCC closing balance at August 31, 2022 | \$ - | \$ - | \$ 682,154 | \$ 682,154 |
| Total | | | | |
| | \$ 988,213 | \$ - | \$ - | \$ 988,213 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 988,213 | \$ - | \$ 2,335 | \$ 990,548 |
| | \$ 2,926,008 | \$ - | \$ - | \$ 2,926,008 |
| | \$ (2,641,948) | \$ - | \$ - | \$ (2,641,948) |
| | \$ 11,498 | \$ - | \$ - | \$ 11,498 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ (638,980) | \$ - | \$ - | \$ (638,980) |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 644,791 | \$ - | \$ 2,335 | \$ 647,126 |
| | \$ 4,679,177 | \$ - | \$ 4,679,177 | \$ 9,358,354 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 4,679,177 | \$ - | \$ 4,679,177 | \$ 9,358,354 |
| | \$ 6,202,506 | \$ - | \$ - | \$ 6,202,506 |
| | \$ 2,992,110 | \$ - | \$ - | \$ 2,992,110 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 638,980 | \$ - | \$ - | \$ 638,980 |
| | \$ (10,515,750) | \$ - | \$ - | \$ (10,515,750) |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 3,997,023 | \$ - | \$ 3,997,023 | \$ 7,994,046 |
| | \$ 4,641,814 | \$ - | \$ 3,999,358 | \$ 8,641,172 |
| | \$ 40,206,067 | \$ - | \$ - | \$ 40,206,067 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 40,206,067 | \$ - | \$ - | \$ 40,206,067 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 10,515,750 | \$ - | \$ 682,154 | \$ 11,197,904 |
| | \$ (2,099,220) | \$ - | \$ - | \$ (2,099,220) |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 48,622,597 | \$ - | \$ 682,154 | \$ 49,304,751 |

SCHEDULE OF PROGRAM OPERATIONS
For the Year Ended August 31, 2022 (in dollars)

| REVENUES | 2022 | | | | | | 2021 | |
|--|--------------|---------------|----------------------------|--------------|----------------|-----------------------|-------------------|---------------|
| | Instruction | | Operations and Maintenance | | Transportation | System Administration | External Services | TOTAL |
| | ECS | Grades 1 - 12 | | | | | | |
| (1) Alberta Education | \$ 983,676 | \$ 41,562,654 | \$ 3,735,717 | \$ 2,649,754 | \$ - | \$ 2,614,652 | \$ - | \$ 51,546,453 |
| (2) Alberta Infrastructure | \$ - | \$ - | \$ 1,897,477 | \$ - | \$ - | \$ - | \$ - | \$ 1,897,477 |
| (3) Other - Government of Alberta | \$ - | \$ 57,222 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 57,222 |
| (4) Federal Government and First Nations | \$ 87,651 | \$ 3,336,137 | \$ 416,492 | \$ 232,217 | \$ - | \$ 103,357 | \$ 1,054,708 | \$ 5,230,562 |
| (5) Other Alberta school authorities | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (6) Out of province authorities | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (7) Alberta municipalities-special tax levies | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (8) Property taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (9) Fees | \$ - | \$ 79,168 | \$ - | \$ 83,264 | \$ - | \$ - | \$ - | \$ 162,432 |
| (10) Sales of services and products | \$ - | \$ 431,717 | \$ - | \$ 3,256 | \$ - | \$ - | \$ - | \$ 434,973 |
| (11) Investment income | \$ 3,292 | \$ 138,200 | \$ 20,451 | \$ 9,168 | \$ - | \$ 8,353 | \$ - | \$ 179,464 |
| (12) Gifts and donations | \$ - | \$ 18,847 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 18,847 |
| (13) Rental of facilities | \$ - | \$ - | \$ 318,859 | \$ - | \$ - | \$ - | \$ - | \$ 318,859 |
| (14) Fundraising | \$ - | \$ 641,945 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 641,945 |
| (15) Gains on disposal of tangible capital assets | \$ - | \$ 44,200 | \$ 33,620 | \$ 14,582 | \$ - | \$ - | \$ - | \$ 92,402 |
| (16) Other | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (17) TOTAL REVENUES | \$ 1,074,619 | \$ 46,310,090 | \$ 6,422,616 | \$ 2,992,241 | \$ - | \$ 2,726,362 | \$ 1,054,708 | \$ 60,580,636 |
| EXPENSES | | | | | | | | |
| (18) Certificated salaries | \$ 1,005,862 | \$ 18,993,706 | \$ - | \$ - | \$ - | \$ 418,678 | \$ 652,830 | \$ 21,071,076 |
| (19) Certificated benefits | \$ 121,106 | \$ 4,523,862 | \$ - | \$ - | \$ - | \$ 56,363 | \$ 83,520 | \$ 4,784,851 |
| (20) Non-certificated salaries and wages | \$ 302,289 | \$ 7,138,612 | \$ 1,723,854 | \$ 1,700,449 | \$ - | \$ 875,744 | \$ 181,893 | \$ 11,922,841 |
| (21) Non-certificated benefits | \$ 55,993 | \$ 1,401,579 | \$ 312,173 | \$ 383,211 | \$ - | \$ 199,457 | \$ 31,898 | \$ 2,384,311 |
| (22) SUB - TOTAL | \$ 1,485,250 | \$ 32,057,759 | \$ 2,036,027 | \$ 2,083,660 | \$ - | \$ 1,550,242 | \$ 950,141 | \$ 40,163,079 |
| (23) Services, contracts and supplies | \$ 25,703 | \$ 6,595,258 | \$ 3,833,424 | \$ 1,084,768 | \$ - | \$ 455,051 | \$ 104,567 | \$ 12,098,771 |
| (24) Amortization of supported tangible capital assets | \$ - | \$ - | \$ 2,099,220 | \$ - | \$ - | \$ - | \$ - | \$ 2,099,220 |
| (25) Amortization of unsupported tangible capital assets | \$ - | \$ 101,554 | \$ 262,783 | \$ 504,601 | \$ - | \$ 47,492 | \$ - | \$ 916,430 |
| (26) Unsupported interest on capital debt | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (27) Other interest and finance charges | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (28) Losses on disposal of tangible capital assets | \$ - | \$ - | \$ - | \$ 6,187 | \$ - | \$ - | \$ - | \$ 6,187 |
| (29) Other expense | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (30) TOTAL EXPENSES | \$ 1,510,953 | \$ 38,754,571 | \$ 8,231,454 | \$ 3,679,216 | \$ - | \$ 2,052,785 | \$ 1,054,708 | \$ 55,283,687 |
| (31) OPERATING SURPLUS (DEFICIT) | \$ (436,334) | \$ 7,555,519 | \$ (1,808,838) | \$ (686,975) | \$ - | \$ 673,577 | \$ - | \$ 5,296,949 |
| | | | | | | | | \$ (106,107) |

SCHEDULE OF OPERATIONS AND MAINTENANCE
For the Year Ended August 31, 2022 (In dollars)

| EXPENSES | Custodial | Maintenance | Utilities and Telecomm. | Expensed IMR/CMR, Modular Unit Relocations & Lease Payments | Facility Planning & Operations Administration | Unsupported Amortization & Other Expenses | Supported Capital & Debt Services | 2022 TOTAL Operations and Maintenance | 2021 TOTAL Operations and Maintenance |
|---|---------------------|---------------------|-------------------------|---|---|---|-----------------------------------|---------------------------------------|---------------------------------------|
| Non-certificated salaries and wages | \$ 1,131,296 | \$ 447,975 | \$ - | \$ - | \$ 144,583 | | | \$ 1,723,854 | \$ 1,745,017 |
| Non-certificated benefits | \$ 195,203 | \$ 83,687 | \$ - | \$ - | \$ 33,283 | | | \$ 312,173 | \$ 293,778 |
| SUB-TOTAL REMUNERATION | \$ 1,326,499 | \$ 531,662 | \$ - | \$ - | \$ 177,866 | | | \$ 2,038,027 | \$ 2,038,795 |
| Supplies and services | \$ 170,627 | \$ 487,633 | \$ - | \$ 480,363 | \$ 9,135 | | | \$ 1,147,758 | \$ 2,751,206 |
| Electricity | | | \$ 455,769 | | | | | \$ 455,769 | \$ 446,683 |
| Natural gas/heating fuel | | | \$ 506,569 | | | | | \$ 506,569 | \$ 423,286 |
| Sewer and water | | | \$ 115,870 | | | | | \$ 115,870 | \$ 98,779 |
| Telecommunications | | | \$ 6,577 | | | | | \$ 6,577 | \$ 8,156 |
| Insurance | | | | | \$ 1,600,881 | | | \$ 1,600,881 | \$ 1,558,607 |
| ASAP maintenance & renewal payments | | | | | | | \$ - | \$ - | \$ - |
| Amortization of tangible capital assets | | | | | | | \$ - | \$ - | \$ - |
| Supported | | | | | | | \$ 2,099,220 | \$ 2,099,220 | \$ 2,532,052 |
| Unsupported | | | | | | \$ 262,783 | | \$ 262,783 | \$ 225,697 |
| TOTAL AMORTIZATION | | | | | | \$ 262,783 | \$ 2,099,220 | \$ 2,362,003 | \$ 2,757,749 |
| Interest on capital debt | | | | | | | | | |
| Unsupported | | | | | | | | | |
| Lease payments for facilities | | | | \$ - | | | | \$ - | \$ - |
| Other interest charges | | | | | | | | \$ - | \$ - |
| Losses on disposal of capital assets | | | | | | | | \$ - | \$ - |
| TOTAL EXPENSES | \$ 1,497,126 | \$ 1,019,295 | \$ 1,084,785 | \$ 480,363 | \$ 1,787,882 | \$ 262,783 | \$ 2,099,220 | \$ 8,231,454 | \$ 10,083,261 |
| SQUARE METRES | | | | | | | | 45,313.0 | 44,324 |
| School buildings | | | | | | | | 3,397.3 | 3,690 |
| Non school buildings | | | | | | | | | |

Notes:

- 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 Infrastructure Maintenance Renewal (IMR), CMR & 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.
- Insured IMR, CMR & Modular Unit Relocation & Lease Payments:** All operational expenses associated with non-capitalized IMR and CMR projects, modular unit (portable) relocation, and payments on leased facilities.
- 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.
- Unsupported Amortization & Other Expenses:** All expenses related to unsupported capital assets amortization and interest on unsupported capital debt.
- Supported Capital & Debt Services:** All expenses related to supported capital assets amortization and interest on supported capital debt.

SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
For the Year Ended August 31, 2022 (in dollars)

Cash & Cash Equivalents

| | 2022 | | | 2021 |
|---|----------------------------------|---------------|----------------|----------------|
| | Average Effective (Market) Yield | Cost | Amortized Cost | Amortized Cost |
| Cash | 3% | \$ 14,308,683 | \$ 14,308,683 | \$ 15,240,607 |
| Cash equivalents | | | | |
| Government of Canada, direct and guaranteed | 0.00% | - | - | - |
| Provincial, direct and guaranteed | 0.00% | - | - | - |
| Corporate | 0.00% | - | - | - |
| Other, including GIC's | 0.00% | - | - | - |
| Total cash and cash equivalents | | \$ 14,308,683 | \$ 14,308,683 | \$ 15,240,607 |

See Note 4 for additional detail.

Portfolio Investments

| | 2022 | | | 2021 | |
|------------------------------------|----------------------------------|------|------------|---------|---------|
| | Average Effective (Market) Yield | Cost | Fair Value | Balance | Balance |
| Interest-bearing securities | | | | | |
| Deposits and short-term securities | 0.00% | \$ - | \$ - | \$ - | \$ - |
| Bonds and mortgages | 0.00% | - | - | - | - |
| | 0.00% | - | - | - | - |
| Equities | | | | | |
| Canadian equities | 0.00% | \$ - | \$ - | \$ - | \$ - |
| Global developed equities | 0.00% | - | - | - | - |
| Emerging markets equities | 0.00% | - | - | - | - |
| Private equities | 0.00% | - | - | - | - |
| Pooled investment funds | 0.00% | - | - | - | - |
| | 0.00% | - | - | - | - |
| Other | | | | | |
| 0 | 0.00% | \$ - | \$ - | \$ - | \$ - |
| 0 | 0.00% | - | - | - | - |
| 0 | 0.00% | - | - | - | - |
| 0 | 0.00% | - | - | - | - |
| | 0.00% | - | - | - | - |
| Total portfolio investments | 0.00% | \$ - | \$ - | \$ - | \$ - |

Portfolio investments

Operating

Cost

Unrealized gains and losses

Endowments

Cost

Unrealized gains and losses

Deferred revenue

Total portfolio investments

| | 2022 | 2021 |
|-----------------------------|------|------|
| Cost | \$ - | \$ - |
| Unrealized gains and losses | - | - |
| Cost | \$ - | \$ - |
| Unrealized gains and losses | - | - |
| Deferred revenue | - | - |
| Total portfolio investments | \$ - | \$ - |

The following represents the maturity structure for portfolio investments based on principal amount:

| | 2022 | 2021 |
|----------------|------|------|
| Under 1 year | 0.0% | 0.0% |
| 1 to 5 years | 0.0% | 0.0% |
| 6 to 10 years | 0.0% | 0.0% |
| 11 to 20 years | 0.0% | 0.0% |
| Over 20 years | 0.0% | 0.0% |
| | 0.0% | 0.0% |

SCHEDULE 6

School Jurisdiction Code: 1250

SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2022 (in dollars)

| | 2022 | | | | | | 2021 | |
|---|------------|-------------------|--------------------------|-------------------------|------------------------|---|----------------|----------------|
| | Land | Work In Progress* | Buildings 10-40 Years | Equipment 5-20 Years | Vehicles 5-10 Years | Computer Hardware & Software 5 Years | Total | Total |
| Tangible Capital Assets | | | | | | | | |
| Estimated useful life | | | | | | | | |
| Historical cost | | | | | | | | |
| Beginning of year | \$ 943,630 | \$ 2,537,375 | \$ 102,617,807 | \$ 4,032,278 | \$ 9,225,904 | \$ 1,313,040 | \$ 120,670,034 | \$ 117,043,466 |
| Prior period adjustments | - | - | - | - | - | - | - | - |
| Additions | - | 10,163,870 | 1,446,886 | 280,968 | 503,698 | 47,460 | 12,442,882 | 5,661,438 |
| Transfers in (out) | - | (449,618) | 449,618 | - | - | - | - | - |
| Less disposals including write-offs | - | - | - | (229,678) | (567,929) | - | (797,607) | (2,034,870) |
| Historical cost, August 31, 2022 | \$ 943,630 | \$ 12,251,627 | \$ 104,514,311 | \$ 4,083,568 | \$ 9,161,673 | \$ 1,360,500 | \$ 132,315,309 | \$ 120,670,034 |
| Accumulated amortization | | | | | | | | |
| Beginning of year | \$ - | \$ - | \$ 60,539,845 | \$ 3,241,496 | \$ 5,918,997 | \$ 1,309,023 | \$ 71,009,361 | \$ 69,626,371 |
| Prior period adjustments | - | - | - | - | - | - | - | - |
| Amortization | - | - | 2,309,859 | 135,588 | 569,197 | 1,005 | 3,015,649 | 3,414,651 |
| Other additions | - | - | - | - | - | - | - | - |
| Transfers in (out) | - | - | - | - | - | - | - | - |
| Less disposals including write-offs | - | - | - | (229,678) | (558,521) | - | (788,199) | (2,031,661) |
| Accumulated amortization, August 31, 2022 | \$ - | \$ - | \$ 62,849,704 | \$ 3,147,406 | \$ 5,929,673 | \$ 1,310,028 | \$ 73,236,811 | \$ 71,009,361 |
| Net Book Value at August 31, 2022 | \$ 943,630 | \$ 12,251,627 | \$ 41,664,607 | \$ 936,162 | \$ 3,232,000 | \$ 50,472 | \$ 59,078,498 | \$ - |
| Net Book Value at August 31, 2021 | \$ 943,630 | \$ 2,537,375 | \$ 42,077,962 | \$ 790,782 | \$ 3,306,907 | \$ 4,017 | \$ - | \$ 49,660,673 |

| | 2022 | 2021 |
|--|------|------|
| Total cost of assets under capital lease | \$ - | \$ - |
| Total amortization of assets under capital lease | \$ - | \$ - |

*Work in Progress includes \$12,251,627 (2021 - \$2,537,375) in betterments to existing buildings.

SCHEDULE 7

School Jurisdiction Code: 1250

SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2022 (in dollars)

| Board Members: | FTE | Remuneration | Benefits | Allowances | Performance Bonuses | ERIP's / Other Paid | Other Accrued Unpaid Benefits | Expenses |
|--------------------------|---------------|---------------------|--------------------|-----------------|---------------------|---------------------|-------------------------------|-----------------|
| Marc Beland | 1.00 | \$19,690 | \$6,163 | \$0 | \$0 | | | \$1,178 |
| Tim Driedger | 1.00 | \$17,987 | \$6,048 | \$0 | \$0 | | | \$546 |
| John Zacharias | 1.00 | \$16,975 | \$5,984 | \$0 | \$0 | | | \$1,552 |
| Henry Goertzen | 1.00 | \$16,713 | \$5,967 | \$0 | \$0 | | | \$3,721 |
| Linda Kowal | 1.00 | \$16,725 | \$5,968 | \$0 | \$0 | | | \$400 |
| Dale Lederer | 1.00 | \$16,588 | \$5,961 | \$0 | \$0 | | | \$2,189 |
| Shane Lloyd | 0.83 | \$13,224 | \$4,878 | \$0 | \$0 | | | \$640 |
| Amanda Paul | 0.83 | \$14,486 | \$4,881 | \$0 | \$0 | | | \$3,082 |
| Benjamin Friesen | 0.83 | \$13,224 | \$4,878 | \$0 | \$0 | | | \$479 |
| Clark McAskille | 0.17 | \$3,673 | \$322 | \$0 | \$0 | | | \$78 |
| Leah Lizotte | 0.17 | \$3,064 | \$1,047 | \$0 | \$0 | | | \$0 |
| | - | \$0 | \$0 | \$0 | \$0 | | | \$0 |
| | - | \$0 | \$0 | \$0 | \$0 | | | \$0 |
| Subtotal | 8.83 | \$152,349 | \$52,097 | \$0 | \$0 | \$0 | \$0 | \$13,865 |
| Name, Superintendent 1 | 1.00 | \$216,076 | \$54,255 | \$12,276 | \$0 | \$0 | \$0 | \$19,330 |
| Name, Superintendent 2 | - | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Name, Superintendent 3 | - | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Name, Treasurer 1 | 1.00 | \$175,501 | \$43,190 | \$12,276 | \$0 | \$0 | \$0 | \$9,569 |
| Name, Treasurer 2 | - | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Name, Treasurer 3 | - | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Name, Other | - | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Certificated | | \$20,853,000 | \$4,718,320 | \$0 | \$0 | \$0 | \$0 | \$0 |
| School based | 218.00 | | | | | | | |
| Non-School based | 5.00 | | | | | | | |
| Non-certificated | | \$11,594,991 | \$2,276,748 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Instructional | 165.00 | | | | | | | |
| Operations & Maintenance | 31.00 | | | | | | | |
| Transportation | 50.00 | | | | | | | |
| Other | 16.00 | | | | | | | |
| TOTALS | 495.83 | \$32,993,917 | \$7,144,610 | \$24,552 | \$0 | \$0 | \$0 | \$42,764 |

FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022

1. AUTHORITY AND PURPOSE

Fort Vermilion School Division (the "School Division") delivers education programs under the authority of the *Education Act*, 2012, Chapter E-0.3 (formerly *School Act*).

The School Division receives funding for instruction and support under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The School Division is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the CPA Canada public sector accounting standards ("PSAS"). 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) Cash and Cash Equivalents

Cash and cash equivalents include cash and investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These short-term investments have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

b) Accounts Receivable

Accounts receivable are recognized at the lower of cost or net recoverable value. A valuation allowance is recognized when recovery is uncertain.

c) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School Division to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Spent Deferred Capital Contributions.
- Buildings that are demolished or destroyed are written off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.

FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School Division are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School Division's rate for incremental borrowing or the interest rate implicit in the lease.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

| | |
|--------------------------------|----------------|
| Buildings | 10 to 40 years |
| Equipment | 5 to 20 years |
| Vehicles | 5 to 10 years |
| Computer hardware and software | 5 years |
| Work in progress | not amortized |

d) Deferred Contributions

Deferred contributions include contributions received for operations which have stipulations that meet the definition of a liability per PSAS PS 3200. These contributions are recognized as deferred contributions by the School Division once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred contributions are recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability.

Deferred contributions also include contributions for capital expenditures, unspent and spent:

- Unspent Deferred Capital Contributions

Unspent Deferred Capital Contributions (UDCC) represents externally restricted supported capital funds provided for a specific capital purpose received or receivable by the School Division, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per PS 3200 when expended.

- Spent Deferred Capital Contributions

Spent Deferred Capital Contributions (SDCC) represents externally restricted supported capital funds that have been expended but have yet to be amortized over the useful life of the related capital asset. Amortization over the useful life of the related capital asset is due to certain stipulations related to the contributions that require that the School Division use the asset in a prescribed manner over the life of the associated asset.

**FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

e) Employee Future Benefit Liability

The School Division provides benefits including allowing employees to accumulate holidays and carry them forward into the future pursuant to certain contract agreements. The School Division accrues its obligation and related costs under employee future benefit liabilities. The future benefit cost is determined using carry-forward holidays salary cost as at August 31, 2022.

f) Liability for Contaminated Sites

Contaminated sites are a result of contamination of a chemical, organic or radioactive material or live organism that exceeds an environmental standard, being introduced into soil, water or sediment. The liability is recognized net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all of the following criteria met:

- an environmental standard exists;
- containment exceeds the environmental standard;
- the School Division is directly responsible or accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made

g) Other Assets

Intangible assets, assets acquired by right, works of art, historical treasures, collections, certain land, and construction-in-progress managed by Alberta Infrastructure are not recognized in these financial statements.

h) Operating and Capital Reserves

Certain amounts, as approved by the Board of Trustees, are internally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Board of Trustees. Capital reserves are restricted to capital purposes and may only be used for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Net Assets.

i) Revenue Recognition

Revenue is recorded on an accrual basis. 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.

**FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Contributed services are not recognized in the financial statements.

Eligibility criteria are criteria that the School Division has to meet in order to receive certain contributions. *Stipulations* describe what the School Division must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with PS 3200. Such liabilities are recorded as deferred contributions. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year the stipulated related expenses are incurred;
- Unspent Deferred Capital Contributions; or
- Spent Deferred Capital Contributions.

j) Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed, and services received during the year is expensed.

Allocation of Costs

- Actual salaries of personnel assigned to two or more programs are allocated based on the time spent in each program.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

k) 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 Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teachers Pension Plan Act*, the School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the School Division is included in both revenue and expenses. For the year ended August 31, 2022, the amount contributed by the Government was \$2,156,356 (2021 - \$2,230,495).

**FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The School Division 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 \$61,276 for the year ended August 31, 2022 (2021 - \$53,574). At December 31, 2021, the Local Authorities Pension Plan reported a surplus of \$11,922,000,000 (2020 - surplus of \$4,961,337,000).

The School Division also participates in the registered Supplemental Integrated Pension Plan (SiPP). This multi-employer plan provides supplementary pension plan benefits to a prescribed class of employees in addition to Local Authorities Pension Plan or Alberta Teacher Retirement Fund. The expense for this pension plan is equivalent to the annual contributions of \$33,440 for the year ended August 31, 2022 (2021 - \$31,944). There are four employees who are eligible to participate in the plan; all are currently participating.

l) Program Reporting

The School Division's operations have been segmented into operating segments established to facilitate the achievement of the School Division's long-term objectives to aid in resource allocation decisions, and to assess operational performance. The segments are differentiated by major activity as follows:

- **ECS Instruction:** The provision of ECS education instructional services that fall under the basic public education mandate.
- **Grades 1 to 12 Instruction:** The provision of instructional services for Grades 1 - 12 that fall under the basic public education mandate.
- **Operations and Maintenance:** The operation and maintenance of all school buildings and maintenance shop facilities.
- **Transportation:** The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation facility expenses.
- **System Administration:** The provision of board governance and system-based / central office administration.
- **External Services:** All projects, activities, and services offered outside the public education mandate for ECS children and students in grades 1-12. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs.

The allocation of revenue and expenses are reported by program, source, and object on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as a proportionate share of supplies and services, school administration and instruction support, and system instructional support.

FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

m) Trusts Under Administration

The School Division has property that has been transferred or assigned to it to be administered or directed by a trust agreement or statute. The School Division holds title to the property for the benefit of the beneficiary.

Trusts under administration have been excluded from the financial reporting of the School Division. Trust balances can be found in Note 12.

n) Measurement Uncertainty (Use of Estimates)

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. 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. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization, useful lives of tangible capital assets, collectability of accounts receivable, estimated employee future benefits, and accounts receivable due from insurance claims not settled at the year-end.

o) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School Division recognizes a financial instrument when it becomes a party to a financial instrument contract.

The School Division's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, and employee future benefits liabilities. Unless otherwise indicated, it is management's opinion that the School Division is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

Financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from derecognition of a financial instrument is recognized in the Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

3. FUTURE CHANGES IN ACCOUNTING STANDARDS

During the fiscal year 2022-23, School Division will adopt the following new accounting standard of the Public Sector Accounting Board:

- PS 3280 Asset Retirement Obligations
This accounting standard provides guidance on how to account for and report liabilities for retirement of tangible capital assets. School Division plans to adopt this accounting standard on a modified retroactive basis, consistent with the transitional provision in PS 3280, and information presented for comparative purposes will be restated. The impact of the adoption of this accounting standard on the financial statements is currently being analyzed.

FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022

3. FUTURE CHANGES IN ACCOUNTING STANDARDS (continued)

In addition to the above, the Public Sector Accounting Board has approved the following accounting standards, which are effective for fiscal years starting on or after April 1, 2023:

- **PS 3400 Revenue (effective September 1, 2023)**
 This standard provide guidance on how to account for and report on revenue, and specifically, it addresses revenue arising from exchange transactions and non-exchange transactions.

- **PS 3160 Public Private Partnerships**
 This accounting standard provides guidance on how to account for public private partnerships between public and private sector entities, where the public sector entity procures infrastructure using a private sector partner.

School Division has not yet adopted these two accounting standards. Management is currently assessing the impact of these standards on the financial statements.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include \$3,999,358 (2021 – \$4,679,177) in restricted cash advanced by the Holy Family Catholic Regional Division for remediation and restoration of a school site damaged by flooding that was owned by the Holy Family Catholic Regional Division but operated by the School Division.

5. ACCOUNTS RECEIVABLE

| | 2022 | | | 2021 |
|--|------------------|---------------------------------|----------------------|----------------------|
| | Gross Amount | Allowance for Doubtful Accounts | Net Realizable Value | Net Realizable Value |
| Government of Alberta - Infrastructure | 4,577,123 | - | 4,577,123 | \$1,687,630 |
| Government of Alberta – Education | 67,446 | - | - | - |
| Federal government | 649,743 | - | 649,743 | 434,849 |
| First Nations | 344,662 | - | 344,662 | 454,200 |
| Other | 113,832 | - | 113,832 | 426,007 |
| Total | <u>5,752,806</u> | <u>-</u> | <u>5,752,806</u> | <u>\$3,002,686</u> |

FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | 2022 | 2021 |
|--|---------------------------|---------------------------|
| Federal government | 596,147 | 537,730 |
| Other salaries & benefit costs | (113,861) | (136,208) |
| Other trade payables and accrued liabilities | 3,399,111 | 2,660,570 |
| Alberta Education - WMA | - | 2,493,706 |
| Total | <u>\$3,881,397</u> | <u>\$5,555,798</u> |

7. EMPLOYEE FUTURE BENEFIT LIABILITIES

| | 2022 | 2021 |
|------------------------------------|-------------------------|-------------------------|
| Accumulated vacation pay liability | 84,929 | 80,882 |
| Total | <u>\$ 84,929</u> | <u>\$ 80,882</u> |

8. PREPAID EXPENSES

| | 2022 | 2021 |
|----------------------------------|-------------------------|-------------------------|
| Prepaid insurance | 263,239 | \$434,055 |
| School startup prepaid purchases | 240,249 | 287,450 |
| Other | 32,819 | 33,274 |
| Total | <u>\$536,307</u> | <u>\$754,779</u> |

9. NET ASSETS

| | 2022 | 2021 |
|---------------------------------------|-----------------------------|-----------------------------|
| Unrestricted surplus | \$ - | \$ - |
| Operating reserves | <u>7,256,653</u> | <u>3,053,401</u> |
| Accumulated surplus from operations | 7,256,653 | 3,053,401 |
| Investment in tangible capital assets | 10,459,013 | 9,454,498 |
| Capital reserves | 4,729,891 | 4,640,709 |
| Accumulated surplus | <u>\$ 22,445,557</u> | <u>\$ 17,148,608</u> |

**FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022**

9. NET ASSETS (continued)

Included in Accumulated surplus from operations are school generated funds to which the School Division has no claim. Adjusted accumulated surplus represents funds owned by the School Division

| | 2022 | 2021 |
|--|---------------------|---------------------|
| Accumulated surplus from operations | \$ 7,256,653 | \$ 3,053,401 |
| Deduct: School generated funds included in accumulated surplus (Note 13) | <u>495,780</u> | <u>572,908</u> |
| Adjusted accumulated surplus from operations ⁽¹⁾ | <u>\$ 6,760,873</u> | <u>\$ 2,480,493</u> |

(1) Adjusted accumulated surplus represents funding available for use by the School Division after deducting funds committed for use by the schools.

10. CONTRACTUAL OBLIGATIONS

| | 2022 | 2021 |
|----------------------------------|--------------|--------------|
| Building projects ⁽¹⁾ | \$ 1,289,513 | \$ 8,601,787 |
| Building leases ⁽²⁾ | 262,840 | 238,143 |
| Total | \$ 1,552,353 | \$ 8,839,930 |

⁽¹⁾ Building projects: The School Division is committed to capital expenditures of \$1,289,513 for the addition and modernization of two schools. It is anticipated that \$1,289,513 of these costs will be funded by capital revenue from Alberta Infrastructure and insurance proceeds.

⁽²⁾ Building leases: The School Division is committed to lease space for instructional space and staff residences.

Estimated payments required for each of the next two years are as follows:

| | Building Projects | Building Leases |
|-----------|--------------------------|------------------------|
| 2022-2023 | \$ 1,289,513 | \$ 151,240 |
| 2023-2024 | - | 111,600 |
| Total | \$ 1,289,513 | \$ 262,840 |

FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022

11. CONTINGENT LIABILITIES

The School Division is a member of reciprocal insurance exchanges called Alberta Risk Management Insurance Consortium (ARMIC). 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. Under the terms of its membership, the School Division could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. The extent of any potential liability cannot be reasonably estimated.

The School Division entered an agreement to provide educational programs and joint use for St. Mary's Elementary School. Under the terms of the agreement, the School Division could become liable for \$5,000,000 if the agreement is terminated.

12. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the School Division. They are not recorded on the financial statements of the School Division.

| | 2022 | 2021 |
|--|-------------------|-------------------|
| Divisional Bursaries | \$ 8,650 | \$ 8,650 |
| Regional Collaborative Service Delivery (Banker board) | 119,986 | 119,986 |
| Northern Student Teacher Bursaries Program | 214,585 | 445,270 |
| Northern Student Teacher Practicum Program | 138,458 | 139,054 |
| Total | <u>\$ 481,679</u> | <u>\$ 712,960</u> |

13. SCHOOL GENERATED FUNDS

| | 2022 | 2021 |
|--|-------------------|-------------------|
| School Generated Funds, Beginning of Year | \$ 572,908 | \$ 673,438 |
| Gross Receipts: | | |
| Fees | 79,168 | 426 |
| Fundraising | 641,946 | 264,390 |
| Gifts and donations | 12,347 | - |
| Grants to schools | 2 | 10,800 |
| Other sales and services | 122,698 | 47,771 |
| Total gross receipts | 856,161 | 323,387 |
| Total Related Expenses and Uses of Funds | 331,640 | 234,389 |
| Total Direct Costs Including Cost of Goods Sold to Raise Funds | 601,649 | 189,528 |
| School Generated Funds, End of Year | <u>\$ 495,780</u> | <u>\$ 572,908</u> |
| Balance included in Accumulated Surplus (Operating Reserves) | \$ 495,780 | \$ 572,908 |

**FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022**

14. RELATED PARTY TRANSACTIONS

Related parties are entities consolidated or accounted for on a modified equity basis in the Government of Alberta Consolidated Financial Statements. Related parties also include key management personnel in division and their close family members.

All entities that are consolidated in the accounts of the Government of Alberta are related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

| | Balances | | Transactions | |
|---|--|---------------------------------|---------------------|------------------|
| | Financial Assets (at cost or net realizable value) | Liabilities (at amortized cost) | Revenues | Expenses |
| Government of Alberta (GOA): | | | | |
| Alberta Education | | | | |
| Accounts receivable / Accounts payable | \$ 67,446 | \$ 0 | | |
| Prepaid expenses / Deferred operating contributions | - | 642,456 | | |
| Spent deferred capital contributions | | 4,271,386 | 201,743 | |
| Grant revenue & expenses | | | 49,188,354 | |
| ATRF payments made on behalf of district | | | 2,156,356 | |
| Alberta Health | - | - | 57,222 | - |
| Alberta Infrastructure | | | | |
| Accounts receivable / Accounts payable | 4,577,123 | - | - | - |
| Spent deferred capital contributions | | 43,669,057 | 1,897,477 | |
| Local Authorities Pension Plan | - | - | - | 61,276 |
| TOTAL 2021/2022 | <u>\$4,644,569</u> | <u>\$ 48,582,899</u> | <u>\$53,501,152</u> | <u>\$ 61,276</u> |
| TOTAL 2020/2021 | <u>\$ 1,687,630</u> | <u>\$ 43,685,651</u> | <u>\$49,773,468</u> | <u>\$ 53,574</u> |

The School Division and its employees paid or collected certain taxes and amounts set by regulation or local policy. These amounts were incurred in the normal course of business, reflect charges applicable to all users and have been excluded from this schedule.

**FORT VERMILION SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2022**

15. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

16. FINANCIAL INSTRUMENTS

CREDIT CONCENTRATION

Accounts receivable from one funder represents 81% (2021 – 56%) of total accounts receivable as at August 31, 2022. The School Division believes that there is minimal risk associated with the collection of these amounts as they are from government bodies. Allowances for potentially uncollectible accounts receivable are considered each year.

17. BUDGET

The budget was prepared by the School Division and approved by the Board of Trustees on May 19, 2021.

18. COMPARATIVE FIGURES

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

SCHEDULE 8

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2022 (in dollars)

| | Actual Fees Collected 2020/2021 | Budgeted Fee Revenue 2021/2022 | (A) Actual Fees Collected 2021/2022 | (B) Unspent September 1, 2021* | (C) Funds Raised to Defray Fees 2021/2022 | (D) Expenditures 2021/2022 | (A) + (B) + (C) - (D) Unspent Balance at August 31, 2022* |
|---|---------------------------------|--------------------------------|-------------------------------------|--------------------------------|---|----------------------------|---|
| Transportation Fees | \$7,999 | \$0 | \$83,264 | \$0 | \$0 | \$196,225 | \$0 |
| Basic Instruction Fees | | | | | | | |
| Basic instruction supplies | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Fees to Enhance Basic Instruction | | | | | | | |
| Technology user fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Alternative program fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Fees for optional courses | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Activity fees | \$168 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Early childhood services | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Other fees to enhance education | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Non-Curricular fees | | | | | | | |
| Extracurricular fees | \$258 | \$100,000 | \$79,168 | \$0 | \$0 | \$103,587 | \$0 |
| Non-curricular travel | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Lunch supervision and noon hour activity fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Non-curricular goods and services | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Other Fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL FEES | \$8,425 | \$100,000 | \$162,432 | \$0 | \$0 | \$299,812 | \$0 |

*Unspent balances cannot be less than \$0

| | Actual 2022 | Actual 2021 |
|--|-------------|-------------|
| Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue): | | |
| Cafeteria sales, hot lunch, milk programs | \$122,698 | \$47,771 |
| Special events, graduation, tickets | \$0 | \$0 |
| International and out of province student revenue | \$0 | \$0 |
| Sales or rentals of other supplies/services (clothing, agendas, yearbooks) | \$0 | \$0 |
| Adult education revenue | \$0 | \$0 |
| Preschool | \$0 | \$0 |
| Child care & before and after school care | \$0 | \$0 |
| Lost item replacement fee | \$0 | \$0 |
| 0 | \$0 | \$0 |
| 0 | \$0 | \$0 |
| 0 | \$0 | \$0 |
| TOTAL | \$122,698 | \$47,771 |

SCHEDULE 9

**UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION
For the Year Ended August 31, 2022 (in dollars)**

| EXPENSES | Allocated to System Administration 2022 | | | |
|---|--|---------------------|------------------|---------------------|
| | Salaries & Benefits | Supplies & Services | Other | TOTAL |
| Office of the superintendent | \$ 369,913 | \$ 31,128 | \$ - | \$ 401,041 |
| Educational administration (excluding superintendent) | - | - | - | - |
| Business administration | 463,548 | 199,568 | - | 663,116 |
| Board governance (Board of Trustees) | 204,446 | 91,475 | - | 295,921 |
| Information technology | - | 98,848 | - | 98,848 |
| Human resources | 365,985 | 17,523 | - | 383,508 |
| Central purchasing, communications, marketing | - | - | - | - |
| Payroll | 146,349 | - | - | 146,349 |
| Administration - insurance | - | - | 16,510 | 16,510 |
| Administration - amortization | - | - | 47,492 | 47,492 |
| Administration - other (admin building, interest) | - | - | - | - |
| | - | - | - | - |
| | - | - | - | - |
| TOTAL EXPENSES | \$ 1,550,241 | \$ 438,542 | \$ 64,002 | \$ 2,052,785 |
| Less: Amortization of unsupported tangible capital assets | | | | (\$47,492) |
| TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES | | | | 2,005,293 |

| REVENUES | 2022 |
|--|------------------|
| System Administration grant from Alberta Education | 2,614,652 |
| System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc) | |
| System Administration funding from others | 111,710 |
| TOTAL SYSTEM ADMINISTRATION REVENUES | 2,726,362 |
| Transfers (to)/from System Administration reserves | - |
| Transfers to other programs | - |
| SUBTOTAL | 2,726,362 |
| 2021 - 22 System Administration expense (over) under spent | \$721,069 |