

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2017**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**Medicine Hat School District No. 76**

Legal Name of School Jurisdiction

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**SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

The financial statements of Medicine Hat School District No. 76 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 audit 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. Rick Massini**

Name

Signature

**SUPERINTENDENT**

**Mr. Mark Davidson**

Name

Signature

**SECRETARY-TREASURER OR TREASURER**

**Mr. Jerry Labossiere**

Name

Signature

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the  
Medicine Hat School District No. 76

We have audited the accompanying financial statements of Medicine Hat School District No.76, which comprise the statement of financial position as at August 31, 2017, and the statements of operations, change in net debt, remeasurement gains and losses, and cash flows for the year ended August 31, 2017 and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

### Auditor's Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Medicine Hat School District No.76 as at August 31, 2017, and the results of its operations, changes in its net debt, remeasurement gains and losses, and its cash flows for the year ended August 31, 2017 in accordance with Canadian public sector accounting standards.

Lethbridge, Alberta  
November 28, 2017

Chartered Professional Accountants

**STATEMENT OF FINANCIAL POSITION**  
As at August 31, 2017 (in dollars)

|   |                       | 2017            | 2016            |
|---|-----------------------|-----------------|-----------------|
| <b>FINANCIAL ASSETS</b>                           |                       |                 |                 |
| Cash and cash equivalents                         | (Schedule 5)          | \$ 14,317,114   | \$ 20,002,270   |
| Accounts receivable (net after allowances)        | (Note 3)              | \$ 5,685,018    | \$ 3,238,588    |
| Portfolio investments                             | (Schedule 5)          | \$ 1,881,517    | \$ 1,848,930    |
| Other financial assets                            |                       | \$ -            | \$ -            |
| <b>Total financial assets</b>                     |                       | \$ 21,883,649   | \$ 25,089,788   |
| <b>LIABILITIES</b>                                |                       |                 |                 |
| Bank indebtedness                                 |                       | \$ -            | \$ -            |
| Accounts payable and accrued liabilities          | (Note 4)              | \$ 9,907,654    | \$ 10,012,506   |
| Deferred revenue                                  | (Note 5)              | \$ 102,212,859  | \$ 69,782,263   |
| Employee future benefits liabilities              | (Note 6)              | \$ 843,497      | \$ 779,024      |
| Liability for contaminated sites                  |                       | \$ -            | \$ -            |
| Other liabilities                                 |                       | \$ -            | \$ -            |
| <b>Debt</b>                                       |                       |                 |                 |
| Supported: Debentures and other supported debt    |                       | \$ -            | \$ -            |
| Unsupported: Debentures and capital loans         |                       | \$ -            | \$ -            |
| Mortgages   |                       | \$ -            | \$ -            |
| Capital leases                                    | (Note 7)              | \$ 279,422      | \$ 398,509      |
| <b>Total liabilities</b>                          |                       | \$ 113,243,432  | \$ 80,972,302   |
| <b>Net financial assets (debt)</b>                |                       | \$ (91,359,783) | \$ (55,882,514) |
| <b>NON-FINANCIAL ASSETS</b>                       |                       |                 |                 |
| Tangible capital assets                           | (Schedule 6)          |                 |                 |
| Land  |                       | \$ 1,933,849    | \$ 1,933,849    |
| Construction in progress                          |                       | \$ 873,963      | \$ 24,129,264   |
| Buildings   |                       | \$ 140,229,386  |                 |
| Less: Accumulated amortization                    |                       | \$ (36,981,554) | \$ 103,247,832  |
| Equipment   |                       | \$ 5,074,056    |                 |
| Less: Accumulated amortization                    |                       | \$ (1,306,800)  | \$ 3,767,256    |
| Vehicles  |                       | \$ 698,798      |                 |
| Less: Accumulated amortization                    |                       | \$ (415,545)    | \$ 283,253      |
| Computer Equipment                                |                       | \$ 9,151,798    |                 |
| Less: Accumulated amortization                    |                       | \$ (6,802,762)  | \$ 2,349,036    |
| Total tangible capital assets                     |                       | \$ 112,455,189  | \$ 77,477,639   |
| Prepaid expenses                                  | (Note 8)              | \$ 272,883      | \$ 373,737      |
| Other non-financial assets                        | (Note 9)              | \$ 20           | \$ 20           |
| <b>Total non-financial assets</b>                 |                       | \$ 112,728,092  | \$ 77,851,396   |
| <b>Accumulated surplus</b>                        | (Schedule 1; Note 10) | \$ 21,368,309   | \$ 21,968,882   |
| Accumulating surplus / (deficit) is comprised of: |                       |                 |                 |
| Accumulated operating surplus (deficit)           |                       | \$ 21,229,939   | \$ 21,816,870   |
| Accumulated remeasurement gains (losses)          |                       | \$ 138,370      | \$ 152,012      |
|   |                       | \$ 21,368,309   | \$ 21,968,882   |
| <b>Contractual obligations</b>                    | (Note 11)             |                 |                 |
| <b>Contingent liabilities</b>                     | (Note 12)             |                 |                 |

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

**STATEMENT OF OPERATIONS**  
For the Year Ended August 31, 2017 (in dollars)

|   | Budget<br>2017 | Actual<br>2017 | Actual<br>2016 |
|---|----------------|----------------|----------------|
| <b>REVENUES</b>                           |                |                |                |
| Alberta Education                         | \$ 83,216,500  | \$ 83,799,919  | \$ 82,231,247  |
| Other - Government of Alberta             | \$ 699,700     | \$ 691,981     | \$ 861,724     |
| Federal Government and First Nations      | \$ -           | \$ -           | \$ -           |
| Other Alberta school authorities          | \$ 138,700     | \$ 138,467     | \$ 138,158     |
| Out of province authorities               | \$ -           | \$ -           | \$ -           |
| Alberta municipalities-special tax levies | \$ -           | \$ -           | \$ -           |
| Property taxes                            | \$ -           | \$ -           | \$ -           |
| Fees (Schedule 8)                         | \$ 1,764,500   | \$ 1,441,370   | \$ 1,633,960   |
| Other sales and services                  | \$ 1,218,900   | \$ 2,646,148   | \$ 2,230,245   |
| Investment income                         | \$ 138,400     | \$ 186,770     | \$ 121,103     |
| Gifts and donations                       | \$ 454,500     | \$ 377,000     | \$ 305,306     |
| Rental of facilities                      | \$ 74,100      | \$ 74,298      | \$ 74,730      |
| Fundraising                               | \$ 975,000     | \$ 485,120     | \$ 542,875     |
| Gains on disposal of capital assets       | \$ -           | \$ -           | \$ 43,978      |
| Other revenue                             | \$ -           | \$ -           | \$ -           |
| <b>Total revenues</b>                     | \$ 88,680,300  | \$ 89,841,073  | \$ 88,183,326  |
| <b>EXPENSES</b>                           |                |                |                |
| Instruction - ECS                         | \$ 10,759,800  | \$ 10,372,989  | \$ 10,667,366  |
| Instruction - Grades 1 - 12               | \$ 61,191,900  | \$ 62,370,365  | \$ 60,392,469  |
| Plant operations and maintenance          | \$ 10,261,600  | \$ 10,809,911  | \$ 9,768,111   |
| Transportation                            | \$ 2,227,600   | \$ 2,215,955   | \$ 2,152,831   |
| Board & system administration             | \$ 2,723,000   | \$ 3,204,254   | \$ 2,739,544   |
| External services                         | \$ 1,516,400   | \$ 1,454,530   | \$ 1,659,499   |
| <b>Total expenses</b>                     | \$ 88,680,300  | \$ 90,428,004  | \$ 87,379,820  |
| <b>Operating surplus (deficit)</b>        | \$ -           | \$ (586,931)   | \$ 803,506     |

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

**STATEMENT OF CASH FLOWS**  
For the Year Ended August 31, 2017 (in dollars)

|  | 2017            | 2016            |
|--|-----------------|-----------------|
| <b>CASH FLOWS FROM:</b>  |                 |                 |
| <b>A. OPERATING TRANSACTIONS</b>   |                 |                 |
| Operating surplus (deficit)  | \$ (586,931)    | \$ 803,506      |
| Add (Deduct) items not affecting cash:                                   |                 |                 |
| Total amortization expense   | \$ 2,938,208    | \$ 2,707,684    |
| Gains on disposal of tangible capital assets                             | \$ -            | \$ (43,978)     |
| Losses on disposal of tangible capital assets                            | \$ 952          | \$ -            |
| Expended deferred capital revenue recognition                            | \$ (1,772,641)  | \$ (1,749,793)  |
| Deferred capital revenue write-down / adjustment                         | \$ -            | \$ 7,474        |
| Donations in kind  | \$ -            | \$ -            |
| Changes in:  |                 |                 |
| Accounts receivable  | \$ (2,446,430)  | \$ (2,377,357)  |
| Prepays  | \$ 100,854      | \$ (132,306)    |
| Other financial assets   | \$ -            | \$ -            |
| Non-financial assets   | \$ -            | \$ -            |
| Accounts payable, accrued and other liabilities                          | \$ (104,852)    | \$ 6,149,710    |
| Deferred revenue (excluding EDCR)  | \$ 33,625,117   | \$ 15,410,807   |
| Employee future benefit liabilities                                      | \$ 64,473       | \$ 34,969       |
| 0  | \$ -            | \$ -            |
| <b>Total cash flows from operating transactions</b>                      | \$ 31,818,750   | \$ 20,810,716   |
| <b>B. CAPITAL TRANSACTIONS</b>   |                 |                 |
| Purchases of tangible capital assets                                     |                 |                 |
| Land   | \$ -            | \$ -            |
| Buildings  | \$ (34,543,795) | \$ (24,796,692) |
| Equipment  | \$ (1,987,862)  | \$ (283,075)    |
| Vehicles   | \$ (190,163)    | \$ (67,783)     |
| Computer equipment   | \$ (638,200)    | \$ (747,899)    |
| Net proceeds from disposal of unsupported capital assets                 | \$ 21,430       | \$ 99,727       |
| 0  | \$ -            | \$ -            |
| <b>Total cash flows from capital transactions</b>                        | \$ (37,338,590) | \$ (25,795,722) |
| <b>C. INVESTING TRANSACTIONS</b>   |                 |                 |
| Purchases of portfolio investments                                       | \$ (46,229)     | \$ (23,393)     |
| Dispositions of portfolio investments                                    | \$ -            | \$ -            |
| Remeasurement (gains) losses reclassified to the statement of operations | \$ -            | \$ -            |
| Change in endowments   | \$ -            | \$ -            |
| 0  | \$ -            | \$ -            |
| <b>Total cash flows from investing transactions</b>                      | \$ (46,229)     | \$ (23,393)     |
| <b>D. FINANCING TRANSACTIONS</b>   |                 |                 |
| Issue of debt  | \$ -            | \$ -            |
| Repayment of debt  | \$ -            | \$ -            |
| Other factors affecting debt (describe)                                  | \$ -            | \$ -            |
| Issuance of capital leases   | \$ -            | \$ -            |
| Repayment of capital leases  | \$ (119,087)    | \$ (111,168)    |
| Other (describe)   | \$ -            | \$ -            |
| Other (describe)   | \$ -            | \$ -            |
| <b>Total cash flows from financing transactions</b>                      | \$ (119,087)    | \$ (111,168)    |
| <b>Increase (decrease) in cash and cash equivalents</b>                  | \$ (5,685,156)  | \$ (5,119,567)  |
| <b>Cash and cash equivalents, at beginning of year</b>                   | \$ 20,002,270   | \$ 25,121,837   |
| <b>Cash and cash equivalents, at end of year</b>                         | \$ 14,317,114   | \$ 20,002,270   |

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

**STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)**  
**For the Year Ended August 31, 2017 (in dollars)**

|   | 2017            | 2016            |
|---|-----------------|-----------------|
| Operating surplus (deficit)                                   | \$ (586,931)    | \$ 803,506      |
| <b>Effect of changes in tangible capital assets</b>           |                 |                 |
| Acquisition of tangible capital assets                        | \$ (37,938,140) | \$ (25,895,449) |
| Amortization of tangible capital assets                       | \$ 2,938,208    | \$ 2,707,684    |
| Net carrying value of tangible capital assets disposed of     | \$ 22,382       | \$ 63,223       |
| Write-down carrying value of tangible capital assets          | \$ -            | \$ -            |
| Other changes   | \$ -            | \$ -            |
| <b>Total effect of changes in tangible capital assets</b>     | \$ (34,977,550) | \$ (23,124,542) |
| <b>Changes in:</b>  |                 |                 |
| Prepaid expenses  | \$ 100,854      | \$ (132,306)    |
| Other non-financial assets                                    | \$ -            | \$ -            |
| Net remeasurement gains and (losses)                          | \$ (13,642)     | \$ 23,806       |
| Endowments  | \$ -            | \$ -            |
| <b>Increase (decrease) in net financial assets (net debt)</b> | \$ (35,477,269) | \$ (22,429,536) |
| <b>Net financial assets (net debt) at beginning of year</b>   | \$ (55,882,514) | \$ (33,452,978) |
| <b>Net financial assets (net debt) at end of year</b>         | \$ (91,359,783) | \$ (55,882,514) |

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

**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**

For the Year Ended August 31, 2017 (in dollars)

|  | 2017              | 2016              |
|--|-------------------|-------------------|
| <b>Accumulated remeasurement gains (losses) at beginning of year</b> | \$ 152,012        | \$ 128,206        |
| Prior Period Adj. (Explain) - Linked to Sch. 1                       | \$ -              | \$ -              |
| Prior Period Adjustment (Explain)                                    | \$ -              | \$ -              |
| Unrealized gains (losses) attributable to:                           |                   |                   |
| Portfolio investments  | \$ (13,642)       | \$ 23,806         |
| Other  | \$ -              | \$ -              |
| Amounts reclassified to the statement of operations:                 |                   |                   |
| Portfolio investments  | \$ -              | \$ -              |
| Other  | \$ -              | \$ -              |
| Net remeasurement gains (losses) for the year                        | \$ (13,642)       | \$ 23,806         |
| <b>Accumulated remeasurement gains (losses) at end of year</b>       | <b>\$ 138,370</b> | <b>\$ 152,012</b> |

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



**SCHEDULE 1**

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2017 (in dollars)

|  | ACCUMULATED SURPLUS | ACCUMULATED REMEASUREMENT GAINS (LOSSES) | ACCUMULATED OPERATING SURPLUS | INVESTMENT IN TANGIBLE CAPITAL ASSETS | ENDOWMENTS   | UNRESTRICTED SURPLUS | INTERNALLY RESTRICTED    |                        |
|--|---------------------|--|-------------------------------|---------------------------------------|--------------|----------------------|--------------------------|------------------------|
|  |                     |  |                               |                                       |              |                      | TOTAL OPERATING RESERVES | TOTAL CAPITAL RESERVES |
| <b>Balance at August 31, 2016</b>  | \$ 21,968,882       | \$ 152,012                               | \$ 21,816,870                 | \$ 12,628,062                         | \$ 1,758,959 | \$ 1,856,253         | \$ 4,815,996             | \$ 757,600             |
| <b>Prior period adjustments:</b>   |                     |  |                               |                                       |              |                      |                          |                        |
|  | \$ -                | \$ -                                     | \$ -                          | \$ -                                  | \$ -         | \$ (1,000,000)       | \$ 1,000,000             | \$ -                   |
|  | \$ -                | \$ -                                     | \$ -                          |                                       | \$ -         |                      | \$ -                     | \$ -                   |
| <b>Adjusted Balance, August 31, 2016</b>   | \$ 21,968,882       | \$ 152,012                               | \$ 21,816,870                 | \$ 12,628,062                         | \$ 1,758,959 | \$ 856,253           | \$ 5,815,996             | \$ 757,600             |
| Operating surplus (deficit)  | \$ (586,931)        |  | \$ (586,931)                  |                                       |              | \$ (586,931)         |                          |                        |
| Board funded tangible capital asset additions  |                     |  |                               | \$ 2,346,914                          |              | \$ (2,346,914)       | \$ -                     | \$ -                   |
| Disposal of unsupported tangible capital assets or board funded portion of supported   | \$ -                |  | \$ -                          | \$ (22,382)                           |              | \$ 22,382            |                          | \$ -                   |
| Write-down of unsupported tangible capital assets or board funded portion of supported | \$ -                |  | \$ -                          | \$ -                                  |              | \$ -                 |                          | \$ -                   |
| Net remeasurement gains (losses) for the year  | \$ (13,642)         | \$ (13,642)                              |                               |                                       |              |                      |                          |                        |
| Endowment expenses & disbursements   | \$ -                |  | \$ -                          |                                       | \$ -         | \$ -                 |                          |                        |
| Endowment contributions  | \$ -                |  | \$ -                          |                                       | \$ -         | \$ -                 |                          |                        |
| Reinvested endowment income  | \$ -                |  | \$ -                          |                                       | \$ 29,282    | \$ (29,282)          |                          |                        |
| Direct credits to accumulated surplus (Describe)                                       | \$ -                |  | \$ -                          | \$ -                                  | \$ -         | \$ -                 | \$ -                     | \$ -                   |
| Amortization of tangible capital assets  | \$ -                |  |                               | \$ (2,938,208)                        |              | \$ 2,938,208         |                          |                        |
| Capital revenue recognized   | \$ -                |  |                               | \$ 1,772,641                          |              | \$ (1,772,641)       |                          |                        |
| Debt principal repayments (unsupported)  | \$ -                |  |                               | \$ 119,087                            |              | \$ (119,087)         |                          |                        |
| Additional capital debt or capital leases  | \$ -                |  |                               | \$ -                                  |              | \$ -                 |                          |                        |
| Net transfers to operating reserves  | \$ -                |  |                               |                                       |              | \$ (33,600)          | \$ 33,600                |                        |
| Net transfers from operating reserves  | \$ -                |  |                               |                                       |              | \$ 1,576,396         | \$ (1,576,396)           |                        |
| Net transfers to capital reserves  | \$ -                |  |                               |                                       |              | \$ (432,700)         |                          | \$ 432,700             |
| Net transfers from capital reserves  | \$ -                |  |                               |                                       |              | \$ 35,200            |                          | \$ (35,200)            |
| Assumption/transfer of other operations' surplus                                       | \$ -                |  | \$ -                          | \$ -                                  | \$ -         | \$ -                 | \$ -                     | \$ -                   |
| Other Changes  | \$ -                |  | \$ -                          | \$ -                                  | \$ -         | \$ -                 | \$ -                     | \$ -                   |
| <b>Balance at August 31, 2017</b>  | \$ 21,368,309       | \$ 138,370                               | \$ 21,229,939                 | \$ 13,906,114                         | \$ 1,788,241 | \$ 107,284           | \$ 4,273,200             | \$ 1,155,100           |

**SCHEDULE 1**

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS  
for the Year Ended August 31, 2017 (in dollars)**

|  | INTERNALLY RESTRICTED RESERVES BY PROGRAM |                  |                          |                  |                               |                  |                    |                  |                    |                  |
|--|---|------------------|--------------------------|------------------|-------------------------------|------------------|--------------------|------------------|--------------------|------------------|
|  | School & Instruction Related              |                  | Operations & Maintenance |                  | Board & 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 |
| <b>Balance at August 31, 2016</b>  | \$ 4,423,596                              | \$ 283,500       | \$ 231,100               | \$ 103,100       | \$ 63,200                     | \$ 280,800       | \$ 54,500          | \$ -             | \$ 43,600          | \$ 90,200        |
| <b>Prior period adjustments:</b>   |   |                  |                          |                  |                               |                  |                    |                  |                    |                  |
|  | \$ -                                      | \$ -             | \$ -                     | \$ -             | \$ 1,000,000                  | \$ -             | \$ -               | \$ -             | \$ -               | \$ -             |
|  | \$ -                                      | \$ -             | \$ -                     | \$ -             | \$ -                          | \$ -             | \$ -               | \$ -             | \$ -               | \$ -             |
| <b>Adjusted Balance, August 31, 2016</b>   | \$ 4,423,596                              | \$ 283,500       | \$ 231,100               | \$ 103,100       | \$ 1,063,200                  | \$ 280,800       | \$ 54,500          | \$ -             | \$ 43,600          | \$ 90,200        |
| Operating surplus (deficit)  |   |                  |                          |                  |                               |                  |                    |                  |                    |                  |
| Board funded tangible capital asset additions  | \$ -                                      | \$ -             | \$ -                     | \$ -             | \$ -                          | \$ -             | \$ -               | \$ -             | \$ -               | \$ -             |
| Disposal of unsupported tangible capital assets or board funded portion of supported   |   | \$ -             |                          | \$ -             |                               | \$ -             |                    | \$ -             |                    | \$ -             |
| 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  | \$ -                                      |                  | \$ 32,300                |                  | \$ -                          |                  | \$ 1,300           |                  | \$ -               |                  |
| Net transfers from operating reserves  | \$ (778,896)                              |                  | \$ -                     |                  | \$ (791,800)                  |                  | \$ -               |                  | \$ (5,700)         |                  |
| Net transfers to capital reserves  |   | \$ 160,300       |                          | \$ 216,000       |                               | \$ 51,300        |                    | \$ 5,100         |                    | \$ -             |
| Net transfers from capital reserves  |   | \$ -             |                          | \$ -             |                               | \$ -             |                    | \$ -             |                    | \$ (35,200)      |
| Assumption/transfer of other operations' surplus                                       | \$ -                                      | \$ -             | \$ -                     | \$ -             | \$ -                          | \$ -             | \$ -               | \$ -             | \$ -               | \$ -             |
| Other Changes  | \$ -                                      | \$ -             | \$ -                     | \$ -             | \$ -                          | \$ -             | \$ -               | \$ -             | \$ -               | \$ -             |
| <b>Balance at August 31, 2017</b>  | \$ 3,644,700                              | \$ 443,800       | \$ 263,400               | \$ 319,100       | \$ 271,400                    | \$ 332,100       | \$ 55,800          | \$ 5,100         | \$ 37,900          | \$ 55,000        |

**SCHEDULE OF CAPITAL REVENUE**  
**(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)**  
for the Year Ended August 31, 2017 (in dollars)

|  | Unexpended Deferred Capital Revenue                             |   |   |  | Expended<br>Deferred<br>Capital<br>Revenue |
|--|---|---|---|--|--|
|  | Provincially<br>Approved<br>& Funded<br>Projects <sup>(A)</sup> | Surplus from<br>Provincially<br>Approved<br>Projects <sup>(B)</sup> | Proceeds on<br>Disposal of<br>Provincially<br>Funded<br>Tangible Capital<br>Assets <sup>(C)</sup> | Unexpended<br>Deferred<br>Capital<br>Revenue from<br>Other<br>Sources <sup>(D)</sup> |  |
| <b>Balance at August 31, 2016</b>  | \$ 1,435,818  | \$ -  | \$ -  | \$ 154,246   | \$ 64,451,671                              |
| Prior period adjustments   | \$ -  | \$ -  | \$ -  | \$ -   | \$ -                                       |
| Adjusted balance, August 31, 2016  | \$ 1,435,818  | \$ -  | \$ -  | \$ 154,246   | \$ 64,451,671                              |
| Add:   |   |   |   |  |  |
| Unexpended capital revenue <u>received</u> from:   |   |   |   |  |  |
| Alberta Education school building & modular projects (excl. IMR)                               | \$ 28,861,783   |   |   |  |  |
| Infrastructure Maintenance & Renewal capital related to school facilities                      | \$ -  |   |   |  |  |
| Other sources: Fundraising donations   | \$ -  |   |   | \$ 168,648   |  |
| Other sources:   | \$ -  |   |   | \$ -   |  |
| Unexpended capital revenue <u>receivable</u> from:   |   |   |   |  |  |
| Alberta Education school building & modular (excl. IMR)  | \$ 4,720,411  |   |   |  |  |
| Other sources: Fundraising donations   | \$ -  |   |   | \$ 206,150   |  |
| Other sources:   | \$ -  |   |   | \$ -   |  |
| Interest earned on unexpended capital revenue  | \$ -  | \$ -  | \$ -  | \$ -   |  |
| Other unexpended capital revenue:  |   |   |   | \$ -   |  |
| Proceeds on disposition of supported capital   |   |   | \$ -  | \$ -   |  |
| Insurance proceeds (and related interest)  |   |   | \$ -  | \$ -   |  |
| Donated tangible capital assets: Donated football team building                                |   |   |   |  | \$ 578,120                                 |
| Alberta Infrastructure managed projects  |   |   |   |  | \$ -                                       |
| Transferred in (out) tangible capital assets (amortizable, @ net book value)                   |   |   |   |  | \$ -                                       |
| Expended capital revenue - current year  | \$ (34,488,086)   | \$ -  | \$ -  | \$ (525,021)   | \$ 35,013,107                              |
| Surplus funds approved for future project(s)   | \$ -  | \$ -  |   |  |  |
| Other adjustments:   | \$ -  | \$ -  | \$ -  | \$ -   | \$ -                                       |
| Deduct:  |   |   |   |  |  |
| Net book value of supported tangible capital dispositions or write-offs                        |   |   |   |  | \$ -                                       |
| Other adjustments:   |   | \$ -  | \$ -  | \$ -   | \$ -                                       |
| Capital revenue recognized - Alberta Education   |   |   |   |  | \$ 1,772,641                               |
| Capital revenue recognized - Other Government of Alberta                                       |   |   |   |  | \$ -                                       |
| Capital revenue recognized - Other revenue   |   |   |   |  | \$ -                                       |
| <b>Balance at August 31, 2017</b>  | \$ 529,926  | \$ -  | \$ -  | \$ 4,023   | \$ 98,270,257                              |
|  | (A)   | (B)   | (C)   | (D)  |  |
| <b>Balance of Unexpended Deferred Capital Revenue at August 31, 2017 (A) + (B) + (C) + (D)</b> |   |   |   | \$ 533,949   |  |

**Unexpended Deferred Capital Revenue**

(A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only. Please specify department if funds received from a source other than Alberta Education.

(B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.

(C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved capital assets per 10(2)(a) of Disposition of Property Reg. 181/2010.

(D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

**SCHEDULE OF PROGRAM OPERATIONS**  
for the Year Ended August 31, 2017 (in dollars)

| REVENUES   | 2017          |               |                      |                |                               |                   |               | 2016          |
|--|---------------|---------------|----------------------|----------------|-------------------------------|-------------------|---------------|---------------|
|  | Instruction   |               | Plant Operations and | Transportation | Board & System Administration | External Services | TOTAL         | TOTAL         |
|  | ECS           | Grades 1 - 12 | Maintenance          |                |                               |                   |               |               |
| (1) Alberta Education                                    | \$ 10,235,071 | \$ 58,054,977 | \$ 10,367,264        | \$ 2,291,307   | \$ 2,851,300                  | \$ -              | \$ 83,799,919 | \$ 82,231,247 |
| (2) Other - Government of Alberta                        | \$ -          | \$ 6,561      | \$ 8,400             | \$ -           | \$ 17,300                     | \$ 659,720        | \$ 691,981    | \$ 861,724    |
| (3) Federal Government and First Nations                 | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (4) Other Alberta school authorities                     | \$ -          | \$ -          | \$ -                 | \$ -           | \$ 48,367                     | \$ 90,100         | \$ 138,467    | \$ 138,158    |
| (5) Out of province authorities                          | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (6) Alberta municipalities-special tax levies            | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (7) Property taxes                                       | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (8) Fees   | \$ 194,178    | \$ 1,247,192  | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ 1,441,370  | \$ 1,633,960  |
| (9) Other sales and services                             | \$ 53,028     | \$ 1,486,443  | \$ 20,455            | \$ -           | \$ 322,669                    | \$ 763,553        | \$ 2,646,148  | \$ 2,230,245  |
| (10) Investment income                                   | \$ 3,208      | \$ 85,857     | \$ 12,807            | \$ 1,323       | \$ 79,197                     | \$ 4,378          | \$ 186,770    | \$ 121,103    |
| (11) Gifts and donations                                 | \$ 13,480     | \$ 360,780    | \$ -                 | \$ -           | \$ 2,740                      | \$ -              | \$ 377,000    | \$ 305,306    |
| (12) Rental of facilities                                | \$ -          | \$ -          | \$ 74,298            | \$ -           | \$ -                          | \$ -              | \$ 74,298     | \$ 74,730     |
| (13) Fundraising   | \$ 17,473     | \$ 467,647    | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ 485,120    | \$ 542,875    |
| (14) Gains on disposal of tangible capital assets        | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ 43,978     |
| (15) Other revenue                                       | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (16) <b>TOTAL REVENUES</b>                               | \$ 10,516,438 | \$ 61,709,457 | \$ 10,483,224        | \$ 2,292,630   | \$ 3,321,573                  | \$ 1,517,751      | \$ 89,841,073 | \$ 88,183,326 |
| <b>EXPENSES</b>  |               |               |                      |                |                               |                   |               |               |
| (17) Certificated salaries                               | \$ 3,559,622  | \$ 37,293,441 | \$ -                 | \$ -           | \$ 610,022                    | \$ -              | \$ 41,463,085 | \$ 41,033,923 |
| (18) Certificated benefits                               | \$ 812,281    | \$ 9,659,772  | \$ -                 | \$ -           | \$ 97,502                     | \$ -              | \$ 10,569,555 | \$ 10,561,460 |
| (19) Non-certificated salaries and wages                 | \$ 2,256,357  | \$ 5,894,805  | \$ 2,765,381         | \$ 66,460      | \$ 1,108,935                  | \$ 741,560        | \$ 12,833,498 | \$ 12,630,182 |
| (20) Non-certificated benefits                           | \$ 531,920    | \$ 1,556,151  | \$ 705,416           | \$ 18,897      | \$ 321,793                    | \$ 114,792        | \$ 3,248,969  | \$ 3,122,423  |
| (21) SUB - TOTAL   | \$ 7,160,180  | \$ 54,404,169 | \$ 3,470,797         | \$ 85,357      | \$ 2,138,252                  | \$ 856,352        | \$ 68,115,107 | \$ 67,347,988 |
| (22) Services, contracts and supplies                    | \$ 3,173,696  | \$ 6,919,403  | \$ 5,559,088         | \$ 2,125,500   | \$ 953,800                    | \$ 573,399        | \$ 19,304,886 | \$ 17,262,133 |
| (23) Amortization of supported tangible capital assets   | \$ 6,791      | \$ 181,747    | \$ 1,584,103         | \$ -           | \$ -                          | \$ -              | \$ 1,772,641  | \$ 1,749,793  |
| (24) Amortization of unsupported tangible capital assets | \$ 29,907     | \$ 800,426    | \$ 194,971           | \$ 5,098       | \$ 110,386                    | \$ 24,779         | \$ 1,165,567  | \$ 957,891    |
| (25) Supported interest on capital debt                  | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (26) Unsupported interest on capital debt                | \$ 732        | \$ 19,578     | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ 20,310     | \$ 28,227     |
| (27) Other interest and finance charges                  | \$ 1,683      | \$ 45,042     | \$ -                 | \$ -           | \$ 1,816                      | \$ -              | \$ 48,541     | \$ 33,788     |
| (28) Losses on disposal of tangible capital assets       | \$ -          | \$ -          | \$ 952               | \$ -           | \$ -                          | \$ -              | \$ 952        | \$ -          |
| (29) Other expense                                       | \$ -          | \$ -          | \$ -                 | \$ -           | \$ -                          | \$ -              | \$ -          | \$ -          |
| (30) <b>TOTAL EXPENSES</b>                               | \$ 10,372,989 | \$ 62,370,365 | \$ 10,809,911        | \$ 2,215,955   | \$ 3,204,254                  | \$ 1,454,530      | \$ 90,428,004 | \$ 87,379,820 |
| (31) <b>OPERATING SURPLUS (DEFICIT)</b>                  | \$ 143,449    | \$ (660,908)  | \$ (326,687)         | \$ 76,675      | \$ 117,319                    | \$ 63,221         | \$ (586,931)  | \$ 803,506    |

**SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES**  
for the Year Ended August 31, 2017 (in dollars)

| EXPENSES                                | Custodial           | Maintenance         | Utilities and Telecomm. | Expensed IMR, Modular Unit Relocations & Lease Payments | Facility Planning & Operations Administration | Unsupported Amortization & Other Expenses | Supported Capital & Debt Services | 2017 TOTAL Operations and Maintenance | 2016 TOTAL Operations and Maintenance |
|---|---------------------|---------------------|-------------------------|---|---|---|-----------------------------------|---------------------------------------|---------------------------------------|
| Uncertificated salaries and wages       | \$ 2,107,492        | \$ 332,000          | \$ -                    | \$ -  | \$ 325,889                                    |   |                                   | \$ 2,765,381                          | \$ 2,769,228                          |
| Uncertificated benefits                 | \$ 581,769          | \$ 56,895           | \$ -                    | \$ -  | \$ 66,752                                     |   |                                   | \$ 705,416                            | \$ 731,461                            |
| Sub-total Remuneration                  | \$ 2,689,261        | \$ 388,895          | \$ -                    | \$ -  | \$ 392,641                                    |   |                                   | \$ 3,470,797                          | \$ 3,500,689                          |
| Supplies and services                   | \$ 169,858          | \$ 1,069,182        | \$ 28,025               | \$ 2,654,440  | \$ 9,022                                      |   |                                   | \$ 3,930,527                          | \$ 3,104,560                          |
| Electricity                             |                     |                     | \$ 539,173              |   |   |   |                                   | \$ 539,173                            | \$ 560,843                            |
| Natural gas/heating fuel                |                     |                     | \$ 315,155              |   |   |   |                                   | \$ 315,155                            | \$ 189,968                            |
| Sewer and water                         |                     |                     | \$ 281,714              |   |   |   |                                   | \$ 281,714                            | \$ 219,387                            |
| Telecommunications                      |                     |                     | \$ -                    |   |   |   |                                   | \$ -                                  | \$ -                                  |
| Insurance                               |                     |                     |                         |   | \$ 220,595                                    |   |                                   | \$ 220,595                            | \$ 203,777                            |
| ASAP maintenance & renewal payments     |                     |                     |                         |   |   |   | \$ 267,110                        | \$ 267,110                            | \$ 282,923                            |
| Amortization of tangible capital assets |                     |                     |                         |   |   |   |                                   |                                       |                                       |
| Supported                               |                     |                     |                         |   |   |   | \$ 1,584,103                      | \$ 1,584,103                          | \$ 1,523,521                          |
| Unsupported                             |                     |                     |                         |   |   | \$ 194,971                                |                                   | \$ 194,971                            | \$ 178,155                            |
| Total Amortization                      |                     |                     |                         |   |   | \$ 194,971                                | \$ 1,584,103                      | \$ 1,779,074                          | \$ 1,701,676                          |
| Interest on capital debt                |                     |                     |                         |   |   |   |                                   |                                       |                                       |
| Supported                               |                     |                     |                         |   |   |   | \$ -                              | \$ -                                  | \$ -                                  |
| Unsupported                             |                     |                     |                         |   |   | \$ -                                      |                                   | \$ -                                  | \$ -                                  |
| Lease payments for facilities           |                     |                     |                         | \$ 4,814  |   |   |                                   | \$ 4,814                              | \$ 4,288                              |
| Other interest charges                  |                     |                     |                         |   |   | \$ -                                      |                                   | \$ -                                  | \$ -                                  |
| Losses on disposal of capital assets    |                     |                     |                         |   |   | \$ 952                                    |                                   | \$ 952                                | \$ -                                  |
| <b>TOTAL EXPENSES</b>                   | <b>\$ 2,859,119</b> | <b>\$ 1,458,077</b> | <b>\$ 1,164,067</b>     | <b>\$ 2,659,254</b>                                     | <b>\$ 622,258</b>                             | <b>\$ 195,923</b>                         | <b>\$ 1,851,213</b>               | <b>\$ 10,809,911</b>                  | <b>\$ 9,768,111</b>                   |
| <b>SQUARE METRES</b>                    |                     |                     |                         |   |   |   |                                   |                                       |                                       |
| School buildings                        |                     |                     |                         |   |   |   |                                   | 93,452.0                              | 96,142.0                              |
| Non school buildings                    |                     |                     |                         |   |   |   |                                   | 3,668.0                               | 3,668.0                               |

**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 Relocation & Lease Pmts:** All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal 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, 2017 (in dollars)**

| <b>Cash &amp; Cash Equivalents</b>          | <b>2017</b>                             |                      |                       | <b>2016</b>           |
|---|---|----------------------|-----------------------|-----------------------|
|   | <b>Average Effective (Market) Yield</b> | <b>Cost</b>          | <b>Amortized Cost</b> | <b>Amortized Cost</b> |
| Cash  | 1%                                      | \$ 14,317,114        | \$ 14,317,114         | \$ 20,002,270         |
| Cash equivalents                            |   |                      |                       |                       |
| Government of Canada, direct and guaranteed | 0.00%                                   | -                    | -                     | -                     |
| Provincial, direct and guaranteed           | 0.00%                                   | -                    | -                     | -                     |
| Corporate                                   | 0.00%                                   | -                    | -                     | -                     |
| Municipal                                   | 0.00%                                   | -                    | -                     | -                     |
| Pooled investment funds                     | 0.00%                                   | -                    | -                     | -                     |
| Other, including GIC's                      | 0.00%                                   | -                    | -                     | -                     |
| <b>Total cash and cash equivalents</b>      | <b>0.00%</b>                            | <b>\$ 14,317,114</b> | <b>\$ 14,317,114</b>  | <b>\$ 20,002,270</b>  |

| <b>Portfolio Investments</b>                | <b>2017</b>                             |                     |                     |                     | <b>2016</b>         |
|---|---|---------------------|---------------------|---------------------|---------------------|
|   | <b>Average Effective (Market) Yield</b> | <b>Cost</b>         | <b>Fair Value</b>   | <b>Balance</b>      | <b>Balance</b>      |
| Long term deposits                          | 0.00%                                   | \$ -                | \$ -                | \$ -                | \$ -                |
| Guaranteed investment certificates          | 0.00%                                   | -                   | -                   | -                   | -                   |
| Fixed income securities                     |   |                     |                     |                     |                     |
| Government of Canada, direct and guaranteed | 0.00%                                   | \$ -                | \$ -                | \$ -                | \$ -                |
| Provincial, direct and guaranteed           | 0.00%                                   | -                   | -                   | -                   | -                   |
| Municipal                                   | 0.00%                                   | -                   | -                   | -                   | -                   |
| Corporate                                   | 0.00%                                   | -                   | -                   | -                   | -                   |
| Pooled investment funds                     | 1.77%                                   | 1,122,684           | 1,144,209           | 1,144,209           | 1,099,055           |
| <b>Total fixed income securities</b>        | <b>1.77%</b>                            | <b>1,122,684</b>    | <b>1,144,209</b>    | <b>1,144,209</b>    | <b>1,099,055</b>    |
| Equities                                    |   |                     |                     |                     |                     |
| Canadian                                    | 9.01%                                   | \$ 262,797          | \$ 335,850          | \$ 335,850          | \$ 438,456          |
| Foreign                                     | 8.63%                                   | 354,166             | 397,958             | 397,958             | 307,919             |
| <b>Total equities</b>                       | <b>8.80%</b>                            | <b>616,963</b>      | <b>733,808</b>      | <b>733,808</b>      | <b>746,375</b>      |
| Supplemental integrated pension plan assets | 0.00%                                   | \$ -                | \$ -                | \$ -                | \$ -                |
| Restricted investments                      | 0.00%                                   | -                   | -                   | -                   | -                   |
| Other - Mineral Rights                      | 0.00%                                   | 3,500               | 3,500               | 3,500               | 3,500               |
| Other (Specify)                             | 0.00%                                   | -                   | -                   | -                   | -                   |
| <b>Total portfolio investments</b>          | <b>4.51%</b>                            | <b>\$ 1,743,147</b> | <b>\$ 1,881,517</b> | <b>\$ 1,881,517</b> | <b>\$ 1,848,930</b> |

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

|                | <b>2017</b>   | <b>2016</b>   |
|----------------|---------------|---------------|
| Under 1 year   | 6.4%          | 6.3%          |
| 1 to 5 years   | 42.3%         | 40.4%         |
| 6 to 10 years  | 26.5%         | 28.2%         |
| 11 to 20 years | 24.8%         | 25.1%         |
| Over 20 years  | 0.0%          | 0.0%          |
|                | <b>100.0%</b> | <b>100.0%</b> |

**SCHEDULE 6**

School Jurisdiction Code: 3050

**SCHEDULE OF CAPITAL ASSETS  
for the Year Ended August 31, 2017 (in dollars)**

| <b>Tangible Capital Assets</b>            | <b>2017</b>  |                                 |                  |                  |                 |   | <b>2016</b>    |
|---|--------------|---------------------------------|------------------|------------------|-----------------|---|----------------|
|   | <b>Land</b>  | <b>Construction In Progress</b> | <b>Buildings</b> | <b>Equipment</b> | <b>Vehicles</b> | <b>Computer Hardware &amp; Software</b> | <b>Total</b>   |
| Estimated useful life                     |              |                                 | 25-50 Years      | 5-10 Years       | 5-10 Years      | 3-5 Years                               |                |
| <b>Historical cost</b>                    |              |                                 |                  |                  |                 |   |                |
| Beginning of year                         | \$ 1,933,849 | \$ 24,129,264                   | \$ 81,852,170    | \$ 3,176,319     | \$ 521,843      | \$ 8,513,598                            | \$ 120,127,043 |
| Prior period adjustments                  | -            | -                               | -                | -                | -               | -                                       | -              |
| Additions                                 | -            | 811,863                         | 34,310,052       | 1,987,862        | 190,163         | 638,200                                 | 37,938,140     |
| Transfers in (out)                        | -            | (24,067,164)                    | 24,067,164       | -                | -               | -                                       | -              |
| Less disposals including write-offs       | -            | -                               | -                | (90,125)         | (13,208)        | -                                       | (103,333)      |
| Historical cost, August 31, 2017          | \$ 1,933,849 | \$ 873,963                      | \$ 140,229,386   | \$ 5,074,056     | \$ 698,798      | \$ 9,151,798                            | \$ 157,961,850 |
| <b>Accumulated amortization</b>           |              |                                 |                  |                  |                 |   |                |
| Beginning of year                         | \$ -         | \$ -                            | \$ 35,249,995    | \$ 1,095,612     | \$ 340,581      | \$ 5,963,216                            | \$ 42,649,404  |
| Prior period adjustments                  | -            | -                               | -                | -                | -               | -                                       | -              |
| Amortization                              | -            | -                               | 1,731,559        | 289,278          | 77,826          | 839,546                                 | 2,938,209      |
| Other additions                           | -            | -                               | -                | -                | -               | -                                       | -              |
| Transfers in (out)                        | -            | -                               | -                | -                | -               | -                                       | -              |
| Less disposals including write-offs       | -            | -                               | -                | (78,090)         | (2,862)         | -                                       | (80,952)       |
| Accumulated amortization, August 31, 2017 | \$ -         | \$ -                            | \$ 36,981,554    | \$ 1,306,800     | \$ 415,545      | \$ 6,802,762                            | \$ 45,506,661  |
| <b>Net Book Value at August 31, 2017</b>  | \$ 1,933,849 | \$ 873,963                      | \$ 103,247,832   | \$ 3,767,256     | \$ 283,253      | \$ 2,349,036                            | \$ 112,455,189 |
| <b>Net Book Value at August 31, 2016</b>  | \$ 1,933,849 | \$ 24,129,264                   | \$ 46,602,175    | \$ 2,080,707     | \$ 181,262      | \$ 2,550,382                            | \$ 77,477,639  |

|  | <b>2017</b> | <b>2016</b> |
|--|-------------|-------------|
| Total cost of assets under capital lease         | \$ 643,107  | \$ 643,107  |
| Total amortization of assets under capital lease | \$ 385,864  | \$ 257,243  |

Assets under capital Lease includes computer printing equipment with a total cost of \$643,107 and accumulated amortization of \$385,864.

**SCHEDULE 7**

School Jurisdiction Code: 3050

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES  
for the Year Ended August 31, 2017 (in dollars)**

| <b>Board Members:</b>                 | <b>FTE</b>    | <b>Remuneration</b> | <b>Benefits</b>     | <b>Negotiated Allowances</b> | <b>Performance Bonuses</b> | <b>ERIP's / Other Paid</b> | <b>Other Accrued Unpaid Benefits</b> | <b>Expenses</b> |
|---------------------------------------|---------------|---------------------|---------------------|------------------------------|----------------------------|----------------------------|--------------------------------------|-----------------|
| Chair: Rick Massini                   | 1.00          | \$23,880            | \$547               | \$0                          |                            |                            | \$0                                  | \$6,902         |
| Other members                         | -             |                     |                     |                              |                            |                            |                                      |                 |
| Catherine Wilson-Fraser               | 1.00          | \$20,673            | \$2,215             | \$0                          |                            |                            | \$0                                  | \$9,284         |
| Carolyn Freeman                       | 1.00          | \$17,430            | \$2,073             | \$0                          |                            |                            | \$0                                  | \$4,160         |
| Deborah Forbes                        | 1.00          | \$17,549            | \$3,698             | \$0                          |                            |                            | \$0                                  | \$1,814         |
| Terry Riley                           | 1.00          | \$23,954            | \$666               | \$0                          |                            |                            | \$0                                  | \$10,977        |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
| <b>Subtotal</b>                       | <b>5.00</b>   | <b>\$103,486</b>    | <b>\$9,199</b>      | <b>\$0</b>                   |                            |                            | <b>\$0</b>                           | <b>\$33,137</b> |
| Mark Davidson, Superintendent         | 1.00          | \$204,289           | \$53,745            | \$6,960                      | \$0                        | \$0                        | \$0                                  | \$21,467        |
| Jerry Labossiere, Secretary Treasurer | 1.00          | \$173,666           | \$45,475            | \$4,260                      | \$0                        | \$0                        | \$0                                  | \$7,017         |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
| Certificated teachers                 | 426.80        | \$41,258,796        | \$10,156,083        | \$68,325                     | \$0                        | \$284,442                  | \$0                                  |                 |
| Non-certificated - other              | 306.20        | \$12,556,346        | \$3,166,754         | \$23,281                     | \$0                        | \$0                        | \$0                                  |                 |
|                                       |               |                     |                     |                              |                            |                            |                                      |                 |
| <b>TOTALS</b>                         | <b>740.00</b> | <b>\$54,296,583</b> | <b>\$13,431,256</b> | <b>\$102,826</b>             | <b>\$0</b>                 | <b>\$284,442</b>           | <b>\$0</b>                           | <b>\$61,621</b> |



**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**1. AUTHORITY AND PURPOSE**

Medicine Hat School District No. 76 ("the District") is an independent legal entity with an elected Board of Trustees as stipulated in the *School Act* (Alberta). The District is registered as a charitable organization under the *Income Tax Act* (Canada) and, therefore, is exempt from income tax and may issue official receipts to donors for income tax purposes.

The District delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. The District 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 District is limited on certain funding allocations and administration expenses.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

These financial statements have been prepared in accordance with CPA Canadian 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 significant accounting policies summarized below:

**i. 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.

**ii. ACCOUNTS RECEIVABLE**

Accounts receivable are shown net of allowance for doubtful accounts.

**iii. PORTFOLIO INVESTMENTS**

The District has investments in mutual funds that have no maturity date or a maturity greater than three months. Portfolio investments in equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are derecognized. Upon derecognition, the accumulated remeasurement gains or losses associated with the derecognized portfolio investments are reversed and reclassified to the Statement of Operations.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. A subsequent increase in value would be recognized on the Statement of Remeasurement Gains and Losses and realized on the Statement of Operations only when sold. Detailed information regarding portfolio investments is disclosed in the Schedule of Cash, Cash Equivalents, and Portfolio Investments.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**iv. TANGIBLE CAPITAL ASSETS**

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts directly related to the acquisition, design, construction, development, 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 a transfer to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the District 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 Expended Deferred Capital Revenue (EDCR).
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- 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 Board 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 District's rate for incremental borrowing or the interest rate implicit in the lease. A schedule of repayments and amount of interest on the leases is provided in Note 7.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

|                              |               |
|------------------------------|---------------|
| Buildings                    | 25 – 50 years |
| Equipment                    | 5 – 10 years  |
| Vehicles                     | 5 – 10 years  |
| Computer Hardware & Software | 3 - 10 years  |

**v. DEFERRED REVENUE**

Deferred revenue includes contributions received for operations which have stipulations that meet the definition of a liability per *Public Sector Accounting Standard (PSAS) PS 3200*. These contributions are recognized by the District once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred revenue is 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.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Deferred revenue also includes contributions for capital expenditures, unexpended and expended.

Unexpended Deferred Capital Revenue (UDCR) represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the District, 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.

Expended Deferred Capital Revenue (EDCR) represent externally restricted supported capital funds that have been expended but have yet to be amortized over the useful life of the related capital asset. Amortization over the useful life of the related capital asset is due to certain stipulations related to the contributions that require that the District use the asset in a prescribed manner over the life of the associated asset.

**vi. EMPLOYEE FUTURE BENEFITS**

The District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include multi-employer defined-benefit retirement plans, vested or accumulating sick leave, early retirement, retirement/severance, job-training and counseling, post-employment benefit continuation and various qualifying compensated absences.

**vii. ASSET RETIREMENT OBLIGATIONS**

The District has determined that it has a conditional asset retirement obligation relating to certain school sites. These obligations will be discharged in the future by funding through the Alberta Government. The District believes that there is insufficient information to estimate the fair value of the asset retirement obligation because the settlement date or the range of potential settlement dates has not been determined and information is not available to apply an expected present value technique.

**viii. OPERATING AND CAPITAL RESERVES**

Certain amounts are internally or externally 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 Changes in Accumulated Surplus.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**ix. REVENUE RECOGNITION**

Revenue is recognized on an accrual basis as follows:

Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

*Eligibility criteria* are criteria that the School District has to meet in order to receive certain contributions. *Stipulations* describe what the School District 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 that the stipulations are met, except 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 revenue.

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board 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.

**x. 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.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**xi. PENSIONS**

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

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the District does not make pension contributions for certified staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the District is included in both revenues and expenses. For the school year ended August 31, 2017, the amount contributed by the Government was \$4,714,566 (2016 - \$4,906,535).

The school board participates in the multi-employer pension plan, 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 \$754,751 for the year ended August 31, 2017 (2016 - \$693,390). At December 31, 2016, the Local Authorities Pension Plan reported an actuarial deficiency of \$637,357,000 (2015 deficiency of \$923,416,000).

The District participates in the Alberta School Boards Association Supplemental Integrated Pension Plan (SIPP) for Senior Management. The expenses for this pension plan are equivalent to the annual contributions of \$27,869 for the year ended August 31, 2017 (2016 - \$24,794).

**xii. PROGRAM REPORTING**

The District's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services educational instructional services that fall under the basic public education mandate.
- **Grade 12 Instruction:** The provision of instructional services for grades 1 - 12 instructional services that fall under the basic public education mandate.
- **Plant 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 facilities.
- **Board & 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 revenues 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 & services, school administration & instruction support, and System Instructional Support.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**xiii. SCHOLARSHIP ENDOWMENT FUNDS**

Contributions and income pertaining to scholarship endowment funds are recognized on the Statement of Operations and must be held in perpetuity in accordance with the agreement with the donor. Provisions of the agreement require that a portion of the income is reinvested each year. The residual may be disbursed for the purposes of the scholarship.

Unrealized gains and losses associated with the endowment are recorded in the Statement of Remeasurement Gains and Losses.

**xiv. TRUSTS UNDER ADMINISTRATION**

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

Trusts under administration have been excluded from the financial reporting of the District. Trust balances can be found in Note 13.

**xv. 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 District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities, debt and other liabilities. Unless otherwise noted, it is management's opinion that the District is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

Portfolio investments in equity instruments quoted in an active market are recorded at fair value. All other 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.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**xvi. MEASUREMENT UNCERTAINTY**

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits.

**3. ACCOUNTS RECEIVABLE**

|                                    | 2017               |                                 |                      | 2016                 |
|------------------------------------|--------------------|---------------------------------|----------------------|----------------------|
|                                    | Gross Amount       | Allowance for Doubtful Accounts | Net Realizable Value | Net Realizable Value |
| Alberta Education - Grants         | \$ 45,000          | \$ -                            | \$ 45,000            | \$ 138,155           |
| Alberta Education - Capital        | 5,006,871          | -                               | 5,006,871            | 2,298,641            |
| Other Alberta school jurisdictions | 12,242             | -                               | 12,242               | 34,904               |
| Alberta Health                     | 99,303             | -                               | 99,303               | 67,220               |
| Post-secondary institutions        | -                  | -                               | -                    | 831                  |
| Federal government                 | 433,812            | -                               | 433,812              | 519,796              |
| Other                              | 87,790             | -                               | 87,790               | 179,041              |
| Total                              | <u>\$5,685,018</u> | <u>\$ -</u>                     | <u>\$5,685,018</u>   | <u>\$ 3,238,588</u>  |

**4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

|  | 2017                | 2016                |
|--|---------------------|---------------------|
| Alberta Education                            | \$ 301,186          | \$ 815,328          |
| Alberta Health Services                      | -                   | 26,426              |
| Federal government                           | -                   | 743,273             |
| Accrued vacation pay liability               | 224,641             | 198,569             |
| Other trade payables and accrued liabilities | 9,381,827           | 8,228,910           |
| Total  | <u>\$ 9,907,654</u> | <u>\$10,012,506</u> |

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**5. DEFERRED REVENUE**

| SOURCE AND GRANT OR FUND TYPE                           | DEFERRED<br>REVENUE<br>as at<br>Aug. 31, 2016 | ADD:<br>2016/2017<br>Restricted<br>Funds Received/<br>Receivable | DEDUCT:<br>2016/2017<br>Restricted Funds<br>Expended<br>(Paid / Payable) | ADD (DEDUCT):<br>2015/2016<br>Adjustments<br>for Returned<br>Funds | DEFERRED<br>REVENUE<br>as at<br>Aug. 31, 2017 |
|---|---|--|--|--|---|
| <b>Unexpended deferred operating revenue</b>            |   |  |  |  |   |
| <b>Alberta Education:</b>                               |   |  |  |  |   |
| Regional Collaborative Service Delivery                 | \$ -  | \$ -   | \$ -   | \$ -   | \$ -  |
| Student Health Initiative (School Authorities)          | -   | -  | -  | -  | -   |
| Infrastructure Maintenance Renewal                      | 3,036,214                                     | 2,221,235  | (2,654,440)  | -  | 2,603,009                                     |
| Other Alberta Education                                 | 3,649   | -  | (3,346)  | -  | 303   |
| Other Alberta Education: Nutrition Grant                | -   | 250,000  | (220,435)  | -  | 29,565  |
| <b>Other Government of Alberta:</b>                     |   |  |  |  |   |
| Parents as Teachers Grant                               | 64,268  | -  | -  | -  | 64,268  |
| Alberta Health Services Mental Health Project           | -   | 3,461  | -  | -  | 3,461   |
| <b>Other Deferred Revenue:</b>                          |   |  |  |  |   |
| School Generated Funds                                  | 18,015  | -  | (18,015)   | -  | -   |
| Fees  | 1,800   | 1,200  | (1,800)  | -  | 1,200   |
| Donations - CHHS Track                                  | 38,586  | -  | -  | -  | 38,586  |
| Donations - Winter Games                                | 35,000  | -  | (35,000)   | -  | -   |
| Donations - Special Olympics                            | -   | 16,000   | -  | -  | 16,000  |
| Other - U of A - Mental Health Literacy                 | -   | 15,000   | (6,559)  | -  | 8,441   |
| Other - City of Medicine Hat Grant                      | -   | 67,713   | -  | -  | 67,713  |
| Other - International Student Tuition                   | 287,260                                       | 435,225  | (287,260)  | -  | 435,225                                       |
| Other - Cenovus Literacy                                | 197,416                                       | -  | (182,792)  | -  | 14,624  |
| Other - Scholarship Income                              | 28,807  | 131,422  | (39,354)   | -  | 120,875                                       |
| Other - Mitchell Donation                               | 29,513  | -  | (24,130)   | -  | 5,383   |
| <b>Total unexpended deferred operating revenue</b>      | <b>\$ 3,740,528</b>                           | <b>\$ 3,141,256</b>  | <b>\$ (3,473,131)</b>  | <b>\$ -</b>  | <b>\$ 3,408,653</b>                           |
| <b>Unexpended deferred capital revenue (Schedule 2)</b> | <b>1,590,064</b>                              | <b>33,956,992</b>  | <b>(35,013,107)</b>  | <b>-</b>   | <b>533,949</b>                                |
| <b>Expended deferred capital revenue (Schedule 2)</b>   | <b>64,451,671</b>                             | <b>35,013,107</b>  | <b>(1,194,521)</b>   | <b>-</b>   | <b>98,270,257</b>                             |
| <b>Total</b>  | <b>\$ 69,782,263</b>                          | <b>\$ 72,111,355</b>   | <b>\$ (39,680,759)</b>   | <b>\$ -</b>  | <b>\$ 102,212,859</b>                         |



**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**6. EMPLOYEE FUTURE BENEFIT LIABILITIES**

|  | <b>2017</b>       | <b>2016</b>       |
|--|-------------------|-------------------|
| Accumulating sick pay liability (non-vested) | 319,400           | 278,800           |
| Personal Professional Development Funds      | 524,097           | 500,224           |
| Total  | <u>\$ 843,497</u> | <u>\$ 779,024</u> |

The District offers an early retirement incentive plan to all eligible Teachers to a maximum of \$25,000. To be eligible, teachers must have been under contract for a minimum of 10 consecutive years and have achieved a Teacher Retirement Fund Index of 85 after turning 55 years of age. If the 85 factor is reached prior to age 55, they become eligible at age 55. This is an event driven termination benefit and as such, no accrual is required.

The District's contract with the Teachers Union allows for an auto renew 90 day sick plan policy. As the sick leave automatically renews, there is no accrual as it is an event driven compensated absence that does not vest or accumulate.

Effective September 1, 2013, the contract for the Educational Assistants, Custodial and Clerical staff came into effect which has a sick leave accrual of sixty-five days.

**7. LONG TERM DEBT**

**i. CAPITAL LEASES**

The capital leases bear interest at 6.900%, with a due date of May 2019. Security is represented by the leased equipment with a carrying value of \$257,243 (2016 - \$385,864). The lease payments due over the next five years and beyond are:

|                                   | <b>Total</b>      |
|-----------------------------------|-------------------|
| 2017-2018                         | \$ 139,396        |
| 2018-2019                         | 154,623           |
| Total Payments                    | 294,019           |
| Less amount representing interest | (14,597)          |
| Total                             | <u>\$ 279,422</u> |

**8. PREPAID EXPENSES**

|                   | <b>2017</b>       | <b>2016</b>       |
|-------------------|-------------------|-------------------|
| Prepaid insurance | \$ 48,672         | \$ 46,795         |
| Other             | 224,211           | 326,942           |
| Total             | <u>\$ 272,883</u> | <u>\$ 373,737</u> |

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**9. OTHER NON-FINANCIAL ASSETS**

|   | 2017         | 2016         |
|---|--------------|--------------|
| Alberta Capital Finance Authority Share | 20           | 20           |
| Total                                   | <u>\$ 20</u> | <u>\$ 20</u> |

**10. ACCUMULATED SURPLUS**

Detailed information related to accumulated surplus is available on the Schedule of Changes in Accumulated Surplus.

|   | 2017                 | 2016                 |
|---|----------------------|----------------------|
| Unrestricted surplus                          | \$ 107,284           | \$ 856,253           |
| Operating reserves                            | <u>4,273,200</u>     | <u>5,815,996</u>     |
| Accumulated surplus (deficit) from operations | 4,380,484            | 6,672,249            |
| Investment in tangible capital assets         | 13,906,114           | 12,628,062           |
| Capital reserves                              | 1,155,100            | 757,600              |
| Endowments <sup>(1)</sup>                     | 1,788,241            | 1,758,959            |
| Accumulated rereasurement gains (losses)      | 138,370              | 152,012              |
| Accumulated surplus (deficit)                 | <u>\$ 21,368,309</u> | <u>\$ 21,968,882</u> |

The District has recorded a provision for employee future benefits. Since this provision reflects estimated future obligations, it is not required to be funded from current operations. Accumulated surplus (deficit) may be adjusted as follows:

|  | 2017                | 2016                |
|--|---------------------|---------------------|
| Accumulated surplus (deficit) from operations                            | \$ 4,380,484        | \$ 6,672,249        |
| Add: Employee Future Benefits (non-vesting)                              | 319,400             | 278,800             |
| Deduct: School generated funds included in accumulated surplus (Note 14) | 1,150,300           | 1,208,351           |
| School decentralized budget surplus                                      | 408,000             | 193,500             |
| Committed projects:  |                     |                     |
| Ken Sauer School New Construction  | -                   | 1,000,000           |
| MHHS Modernization   | -                   | 759,423             |
| Fundraising Account Surplus  | 281,700             | 456,522             |
| Adjusted accumulated surplus (deficit) from operations (2)               | <u>\$ 2,859,884</u> | <u>\$ 3,333,253</u> |

<sup>(1)</sup> Terms of the endowments stipulate that the principal balance be maintained permanently. Investment income of \$79,867 (2016 - \$28,807) is externally restricted for scholarships and is included in deferred revenue.

<sup>(2)</sup> Adjusted accumulated surplus represents funding available for use by the District after deducting funds committed for use by the schools.

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**11. CONTRACTUAL OBLIGATIONS**

|                                  | <b>2017</b>          | <b>2016</b>          |
|----------------------------------|----------------------|----------------------|
| Building projects <sup>(1)</sup> | \$ 8,037,248         | \$ 33,068,756        |
| Building leases                  | 5,200                | 15,600               |
| Service providers                | 3,359,414            | 7,275,948            |
| <b>Total</b>                     | <b>\$ 11,401,862</b> | <b>\$ 40,360,304</b> |

(1) Building projects: The jurisdiction is committed to capital expenditures for building projects of \$8,037,248 of which the costs will be fully funded by capital revenue from Alberta Education.

Estimated payment requirements for each of the next five years and thereafter are as follows:

|            | <b>Building<br/>Projects</b> | <b>Building<br/>Leases</b> | <b>Service<br/>Providers</b> |
|------------|------------------------------|----------------------------|------------------------------|
| 2017-2018  | \$ 8,037,248                 | \$ 5,200                   | \$ 3,359,414                 |
| 2018-2019  | -                            | -                          | 1,950,086                    |
| 2019-2020  | -                            | -                          | -                            |
| 2020-2021  | -                            | -                          | -                            |
| 2021-2022  | -                            | -                          | -                            |
| Thereafter | -                            | -                          | -                            |
|            | <b>\$ 8,037,248</b>          | <b>\$ 5,200</b>            | <b>\$ 5,309,500</b>          |

**12. CONTINGENT LIABILITIES**

- i. The District is a member of an Urban School Insurance Consortium (USIC). 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. As at August 31, 2017 the District's equity portion is \$178,387 (2016 – \$129,416)
- ii. The District, in conduct of its normal activities, is a defendant in various legal proceedings. While the ultimate outcome of these proceedings cannot be predicted at this time, it is the opinion of the District's administration that adequate provision for these proceedings has been made in the District accounts. It is believed that the resolution of the proceedings will not have a material effect on the financial position of the District; however, should any additional losses result from the resolutions of these proceedings, such amounts would be expensed as the related amounts become known to the District.
- iii. The District is contingently liable for corporate credit cards issued with a combined authorized credit limit of \$340,130 (2016 - \$441,140).

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**13. TRUSTS UNDER ADMINISTRATION**

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

|  | <b>2017</b>    | <b>2016</b>    |
|--|----------------|----------------|
| Scholarship trusts                                     | 102,136        | 91,976         |
| Regional Collaborative Service Delivery (Banker board) | -              | 74,997         |
| <b>Total</b>   | <u>102,136</u> | <u>166,973</u> |

**14. SCHOOL GENERATED FUNDS**

|  | <b>2017</b>         | <b>2016</b>         |
|--|---------------------|---------------------|
| School Generated Funds, Beginning of Year                      | \$ 1,226,366        | \$ 1,318,394        |
| Gross Receipts:  |                     |                     |
| Fees   | 517,894             | 647,009             |
| Fundraising  | 502,538             | 597,044             |
| Gifts and donations  | 171,487             | 163,117             |
| Grants to schools  | 17,424              | 14,096              |
| Other sales and services                                       | 1,102,560           | 702,555             |
| Total gross receipts   | 2,311,903           | 2,123,821           |
| Total Related Expenses and Uses of Funds                       | 994,372             | 721,080             |
| Total Direct Costs Including Cost of Goods Sold to Raise Funds | 1,393,597           | 1,494,769           |
| School Generated Funds, End of Year                            | <u>\$ 1,150,300</u> | <u>\$ 1,226,366</u> |
| Balance included in Deferred Revenue*                          | \$ -                | \$ 18,015           |
| Balance included in Accumulated Surplus (Operating Reserves)** | \$ 1,150,300        | \$ 1,208,351        |

**MEDICINE HAT SCHOOL DISTRICT NO. 76**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED AUGUST 31, 2017**

**15. RELATED PARTY TRANSACTIONS**

The following transactions are recorded at the exchange amount which represents the amount of consideration paid or received as established and agreed to by related parties:

**i. ALBERTA GOVERNMENT DEPARTMENTS**

|  | Balances   |                                 | Transactions        |                     |
|--|--|---------------------------------|---------------------|---------------------|
|  | Financial Assets (at cost or net realizable value) | Liabilities (at amortized cost) | Revenues            | Expenses            |
| <b>Government of Alberta (GOA):</b>                          |  |                                 |                     |                     |
| <b>Alberta Education</b>                                     |  |                                 |                     |                     |
| Accounts receivable / Accounts payable                       | \$ 5,051,871                                       | \$ 301,186                      |                     |                     |
| Prepaid expenses / Deferred operating revenue                | -  | 2,632,877                       |                     |                     |
| Unexpended deferred capital revenue                          |  | 529,927                         |                     |                     |
| Expended deferred capital revenue                            |  | 98,270,257                      | 1,772,641           |                     |
| Grant revenue & expenses                                     |  |                                 | 77,312,712          |                     |
| ATRF payments made on behalf of district                     |  |                                 | 4,714,566           |                     |
| Other revenues & expenses                                    |  |                                 | -                   | -                   |
| <b>Other Alberta school jurisdictions</b>                    | 12,242   | -                               | 138,467             | 12,695              |
| <b>Alberta Treasury Board and Finance (Principal)</b>        |  |                                 |                     |                     |
| <b>Alberta Treasury Board and Finance (Accrued interest)</b> |  |                                 | -                   |                     |
| <b>Alberta Health Services</b>                               | 99,303   | 3,461                           | 479,853             | 205,498             |
| <b>Enterprise and Advanced Education</b>                     | -  | -                               | -                   | -                   |
| <b>Post-secondary institutions</b>                           | -  | 8,441                           | 482,700             | 40,779              |
| <b>Human Services</b>  | -  | 64,268                          | 197,169             | -                   |
| Other GOA ministry (Specify)                                 | -  | -                               | 14,959              | -                   |
| <b>Other:</b>  |  |                                 |                     |                     |
| Local Authorities Pension Plan                               | -  | -                               | -                   | 1,429,245           |
| <b>TOTAL 2016/2017</b>                                       | <u>\$ 5,163,416</u>                                | <u>\$101,810,417</u>            | <u>\$85,113,067</u> | <u>\$ 1,688,217</u> |
| <b>TOTAL 2015/2016</b>                                       | <u>\$ 2,539,751</u>                                | <u>\$ 69,833,383</u>            | <u>\$83,705,121</u> | <u>\$ 424,325</u>   |

**ii. MEDICINE HAT PUBLIC SCHOOLS' EDUCATION FOUNDATION**

The District provides certain administrative services and occupancy at no cost to the Medicine Hat Public Schools' Education Foundation.

**MEDICINE HAT SCHOOL DISTRICT NO. 76  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2017**

**16. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY**

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

**17. BUDGET AMOUNTS**

The budget was prepared by the District and approved by the Board of Trustees on June 21, 2016. It is presented for information purposes only and has not been audited.

**18. COMPARATIVE FIGURES**

The comparative figures have been reclassified where necessary to conform to the 2016/17 presentation.

**19. APPROVAL OF FINANCIAL STATEMENTS**

These financial statements were approved by the Board of Trustees.

**SCHEDULE 8**

**UNAUDITED SCHEDULE OF FEES**  
for the Year Ending August 31, 2017 (in dollars)

|   | <b>Budgeted Fee Revenues 2016/2017</b> | <b>Actual Fees Collected 2016/2017</b> | <b>Unexpended Balance at September 1, 2016*</b> | <b>Actual Fee Expenditures 2016/2017</b> | <b>Unexpended Balance at August 31, 2017*</b> |
|---|--|--|---|--|---|
| <b>Transportation Fees</b>                    | \$0                                    | \$0                                    | \$0   | \$0                                      | \$0   |
| <b>Basic Instruction Fees</b>                 |  |  |   |  |   |
| Basic instruction supplies                    | \$665,700                              | \$491,026                              | \$0   | \$491,026                                | \$0   |
| <b>Fees to Enhance Basic Instruction</b>      |  |  |   |  |   |
| Technology user fees                          | \$0                                    | \$0                                    | \$0   | \$0                                      | \$0   |
| Alternative program fees                      | \$13,000                               | \$14,604                               | \$0   | \$14,604                                 | \$0   |
| Fees for optional courses                     | \$178,000                              | \$173,682                              | \$0   | \$173,682                                | \$0   |
| Activity fees                                 | \$100,000                              | \$119,133                              | \$0   | \$119,133                                | \$0   |
| Early childhood services                      | \$145,000                              | \$128,045                              | \$0   | \$128,045                                | \$0   |
| Other fees to enhance education               | \$17,000                               | \$23,705                               | \$0   | \$23,705                                 | \$0   |
| Other Enhancement fees (describe)             | \$0                                    | \$0                                    | \$0   | \$0                                      | \$0   |
| Other Enhancement fees (describe)             | \$0                                    | \$0                                    | \$0   | \$0                                      | \$0   |
| <b>Non-Curricular fees</b>                    |  |  |   |  |   |
| Extracurricular fees                          | \$486,400                              | \$249,736                              | \$0   | \$249,736                                | \$0   |
| Non-curricular travel                         | \$71,800                               | \$160,048                              | \$0   | \$160,048                                | \$0   |
| Lunch supervision and noon hour activity fees | \$10,400                               | \$32,520                               | \$0   | \$32,520                                 | \$0   |
| Non-curricular goods and services             | \$77,200                               | \$48,871                               | \$0   | \$48,871                                 | \$0   |
| Other Fees (describe)                         | \$0                                    | \$0                                    | \$0   | \$0                                      | \$0   |
| Other Fees (describe)                         | \$0                                    | \$0                                    | \$0   | \$0                                      | \$0   |
| <b>TOTAL FEES</b>                             | \$1,764,500                            | \$1,441,370                            | \$0   | \$1,441,370                              | \$0   |

\*Unexpended balances cannot be less than \$0

| <b>Please disclose amounts paid by parents of students that are recorded as "Other sales and services", "Fundraising", or "Other revenue" (rather than fee revenue):</b> | <b>Actual 2017</b> | <b>Actual 2016</b> |
|--|--------------------|--------------------|
| Cafeteria sales, hot lunch, milk programs  | \$187,543          | \$90,020           |
| Special events, graduation, tickets  | \$105,150          | \$96,716           |
| International and out of province student revenue  | \$312,835          | \$186,853          |
| Sales or rentals of other supplies/services (clothing, agendas, yearbooks)   | \$68,600           | \$59,998           |
| Adult education revenue  | \$0                | \$0                |
| Preschool  | \$0                | \$0                |
| Child care & before and after school care  | \$232,733          | \$238,072          |
| Lost item replacement fee  | \$0                | \$0                |
| Other (Describe)   | \$0                | \$0                |
| Other (Describe)   | \$0                | \$0                |
| Other (Describe)   | \$0                | \$0                |
| <b>TOTAL</b>   | \$906,861          | \$671,659          |

| <b>UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING</b><br>for the Year Ended August 31, 2017 (in dollars) |  |   |   |                                |  |
|--|--|---|---|--------------------------------|--|
|  | <b>PROGRAM AREA</b>                                |   |   |                                |  |
|  | <b>First Nations, Metis<br/>&amp; Inuit (FNMI)</b> | <b>ECS Program Unit<br/>Funding (PUF)</b> | <b>English as a<br/>Second Language<br/>(ESL)</b> | <b>Inclusive<br/>Education</b> | <b>Small Schools by<br/>Necessity<br/>(Revenue only)</b> |
| <b>Funded Students in Program</b>  | 341  | 344                                       | 207   |                                |  |
| <b>Federally Funded Students</b>   |  |   |   |                                |  |
| <b>REVENUES</b>  |  |   |   |                                |  |
| Alberta Education allocated funding  | \$ 401,143   | \$ 7,427,675                              | \$ 236,209  | \$ 4,959,538                   | \$ 581,470   |
| Other funding allocated by the board to the program  | \$ -   | \$ 103,321                                | \$ -  | \$ -                           | \$ -   |
| <b>TOTAL REVENUES</b>  | <b>\$ 401,143</b>                                  | <b>\$ 7,530,996</b>                       | <b>\$ 236,209</b>                                 | <b>\$ 4,959,538</b>            | <b>\$ 581,470</b>  |
| <b>EXPENSES (Not allocated from BASE, Transportation, or other funding)</b>                          |  |   |   |                                |  |
| Instructional certificated salaries & benefits   | \$ 105,669   | \$ 2,268,246                              | \$ 362,835  | \$ 4,465,893                   |  |
| Instructional non-certificated salaries & benefits   | \$ 94,324  | \$ 2,509,881                              | \$ 113,663  | \$ 2,691,018                   |  |
| <b>SUB TOTAL</b>   | <b>\$ 199,993</b>                                  | <b>\$ 4,778,127</b>                       | <b>\$ 476,498</b>                                 | <b>\$ 7,156,911</b>            |  |
| Supplies, contracts and services   | \$ 37,597  | \$ 2,752,869                              | \$ 6,722  | \$ 504,939                     |  |
| Program planning, monitoring & evaluation  | \$ -   | \$ -                                      | \$ -  | \$ -                           |  |
| Facilities (required specifically for program area)  | \$ -   | \$ -                                      | \$ -  | \$ -                           |  |
| Administration (administrative salaries & services)  | \$ -   | \$ -                                      | \$ -  | \$ -                           |  |
|  | \$ -   | \$ -                                      | \$ -  | \$ -                           |  |
|  | \$ -   | \$ -                                      | \$ -  | \$ -                           |  |
| <b>TOTAL EXPENSES</b>  | <b>\$ 237,590</b>                                  | <b>\$ 7,530,996</b>                       | <b>\$ 483,220</b>                                 | <b>\$ 7,661,850</b>            |  |
| <b>NET FUNDING SURPLUS (SHORTFALL)</b>   | <b>\$ 163,553</b>                                  | <b>\$ -</b>                               | <b>\$ (247,011)</b>                               | <b>\$ (2,702,312)</b>          |  |



**SCHEDULE 10**

| <b>UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES<br/>for the Year Ended August 31, 2017 (in dollars)</b> |   |                                |                   |                     |                                    |                                |              |                     |
|--|---|--------------------------------|-------------------|---------------------|------------------------------------|--------------------------------|--------------|---------------------|
| <b>EXPENSES</b>  | <b>Allocated to Board &amp; System Administration</b> |                                |                   |                     | <b>Allocated to Other Programs</b> |                                |              | <b>TOTAL</b>        |
|  | <b>Salaries &amp; Benefits</b>                        | <b>Supplies &amp; Services</b> | <b>Other</b>      | <b>TOTAL</b>        | <b>Salaries &amp; Benefits</b>     | <b>Supplies &amp; Services</b> | <b>Other</b> |                     |
| Office of the superintendent   | \$ 313,750  | \$ 53,474                      | \$ -              | \$ 367,224          | \$ -                               | \$ -                           | \$ -         | \$ 367,224          |
| Educational administration (excluding superintendent)  | \$ 337,155  | \$ 20,570                      | \$ -              | \$ 357,725          | \$ -                               | \$ -                           | \$ -         | \$ 357,725          |
| Business administration  | \$ 747,386  | \$ 144,263                     | \$ -              | \$ 891,649          | \$ -                               | \$ -                           | \$ -         | \$ 891,649          |
| Board governance (Board of Trustees)   | \$ 113,195  | \$ 117,283                     | \$ -              | \$ 230,478          | \$ -                               | \$ -                           | \$ -         | \$ 230,478          |
| Information technology   | \$ -  | \$ -                           | \$ -              | \$ -                | \$ -                               | \$ -                           | \$ -         | \$ -                |
| Human resources  | \$ 422,569  | \$ 47,827                      | \$ -              | \$ 470,396          | \$ -                               | \$ -                           | \$ -         | \$ 470,396          |
| Central purchasing, communications, marketing  | \$ -  | \$ -                           | \$ -              | \$ -                | \$ -                               | \$ -                           | \$ -         | \$ -                |
| Payroll  | \$ 156,677  | \$ -                           | \$ -              | \$ 156,677          | \$ -                               | \$ -                           | \$ -         | \$ 156,677          |
| Administration - insurance   |   |                                | \$ 72,641         | \$ 72,641           |                                    |                                | \$ -         | \$ 72,641           |
| Administration - amortization  |   |                                | \$ 110,386        | \$ 110,386          |                                    |                                | \$ -         | \$ 110,386          |
| Administration - other (admin building, interest)  |   |                                | \$ 465,130        | \$ 465,130          |                                    |                                | \$ -         | \$ 465,130          |
| Investment Endowment Disbursements   | \$ -  | \$ -                           | \$ 34,428         | \$ 34,428           | \$ -                               | \$ -                           | \$ -         | \$ 34,428           |
| Other Central Office   | \$ 47,520   | \$ -                           | \$ -              | \$ 47,520           | \$ -                               | \$ -                           | \$ -         | \$ 47,520           |
| Other (describe)   | \$ -  | \$ -                           | \$ -              | \$ -                | \$ -                               | \$ -                           | \$ -         | \$ -                |
| <b>TOTAL EXPENSES</b>  | <b>\$ 2,138,252</b>                                   | <b>\$ 383,417</b>              | <b>\$ 682,585</b> | <b>\$ 3,204,254</b> | <b>\$ -</b>                        | <b>\$ -</b>                    | <b>\$ -</b>  | <b>\$ 3,204,254</b> |

School Jurisdiction Code: **3050**

**SCHEDULE 11**

Average Estimated # of Students Served Per Meal: **200.00**

**UNAUDITED SCHEDULE OF NUTRITION PROGRAM EXPENDITURES  
for the Year Ending August 31, 2017**

|   |      | Budget 2017 | 2017       |
|---|------|-------------|------------|
| <b>REVENUES</b>   |      |             |            |
| Alberta Education   |      | \$ 250,000  | \$ 250,000 |
| <b>TOTAL REVENUES</b>   |      | \$ 250,000  | \$ 250,000 |
| <b>EXPENSES</b>   |      |             |            |
| Salaries & Benefits   | FTE  |             |            |
| Project Coordinator   | 0.76 | \$ 31,642   | \$ 32,224  |
| Cook  |      | \$ -        | \$ -       |
| Nutrition Assistant   | 0.57 | \$ 11,579   | \$ 7,579   |
| Other (please describe)   |      | \$ -        | \$ -       |
| Other (please describe)   |      | \$ -        | \$ -       |
| Food Supplies   |      | \$ 75,915   | \$ 55,361  |
| Office Supplies   |      | \$ -        | \$ -       |
| Small Kitchenwares (e.g. toaster, measuring cups/spoons, bowls, cutting boards) |      | \$ 5,774    | \$ 6,162   |
| Non-Capitalized Assets  |      |             |            |
| Microwave   |      | \$ -        | \$ -       |
| Refrigerator  |      | \$ 5,368    | \$ 5,699   |
| Stove   |      | \$ -        | \$ -       |
| Tables  |      | \$ -        | \$ -       |
| Salad Bar/sandwich serverie   |      | \$ 9,675    | \$ 9,675   |
| Tower for Hydroponics and Supplies  |      | \$ 6,426    | \$ 3,951   |
| Grow Lights and Supplies  |      | \$ 1,500    | \$ 1,724   |
| Training (e.g. workshops, training materials)                                   |      | \$ 399      | \$ 632     |
| Contracted Services (please describe)   |      | \$ 100,142  | \$ 95,692  |
| Other Expenses  |      |             |            |
| Kitchen Aprons  |      | \$ 112      | \$ 112     |
| Food Delivery   |      | \$ -        | \$ 71      |
| Travel for Alberta Education meetings   |      | \$ 1,468    | \$ 1,554   |
|   |      | \$ -        | \$ -       |
| <b>TOTAL EXPENSES</b>   |      | \$ 250,000  | \$ 220,436 |
| <b>ANNUAL SURPLUS/DEFICIT</b>   |      | \$ -        | \$ 29,564  |