

FINANCIAL INFORMATION

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Consolidated Financial Statements

March 31, 2005

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Consolidated Financial Statements

March 31, 2005

Auditor's Report

Consolidated Statement of Operations

Consolidated Statement of Financial Position

Consolidated Statement of Cash Flows

Notes to the Consolidated Financial Statements

Schedule 1 Revenues

Schedule 2 Expenses - Directly Incurred Detailed by Object

Schedule 3 Budget

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Auditor's Report



To the Members of the Legislative Assembly

I have audited the consolidated statement of financial position of the Ministry of Seniors and Community Supports as at March 31, 2005 and the consolidated statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Ministry's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Ministry as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 18, consolidated expenses include payments made by Persons with Developmental Disabilities Boards for the provision of services to individuals whose disability did not meet the definition of a developmental disability as defined in the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta
May 20, 2005

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Consolidated Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 3)	Actual	Actual (Notes 3 & 20)
Revenues (Schedule 1)			
Transfers from the Government of Canada	\$ 274,212	\$ 258,061	\$ 262,436
Premiums, fees and licenses	880	1,369	1,216
Investment income	1,066	1,456	1,800
Other revenue	2,600	28,417	12,548
	278,758	289,303	278,000
Expenses-Directly Incurred (Note 2c and Schedules 2 and 5)			
Provide services, programs and planning for seniors and the aging population	242,129	270,252	225,255
Support for the provision and ongoing management of basic housing and emergency shelter for lower-income Albertans	157,594	165,369	154,106
Provide programs, services, and support to enable appropriate substitute decision making	4,984	5,243	4,894
Providing supports, services, and planning for persons with disabilities	885,495	872,770	832,150
Ministry support services	4,938	5,255	4,469
Grants in kind	19,224	19,190	14,312
Debt servicing costs	41,279	41,212	43,523
	1,355,643	1,379,291	1,278,709
Valuation adjustments			
Provision for (recovery of):			
Doubtful accounts	100	237	418
Vacation pay	85	851	1,404
Guarantees, indemnities, and mortgages	85	(454)	(80)
Tangible capital assets	-	(58)	(1,477)
	270	576	265
	1,355,913	1,379,867	1,278,974
Gain on disposal of tangible capital assets	(12,409)	(31,735)	(11,183)
Net operating results	\$ (1,064,746)	\$ (1,058,829)	\$ (989,791)

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

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Consolidated Statement of Financial Position

As at March 31, 2005

(thousands of dollars)

	2005	2004
		(Notes 3 & 20)
Assets		
Cash (Note 4)	\$ 95,464	\$ 68,809
Accounts receivable (Note 5)	53,486	35,562
Inventories	404	423
Loans and advances (Note 6)	30,221	21,576
Deferred financing charges	1,415	1,629
Long Term Investments (Note 7)	3,335	3,168
Tangible capital assets (Note 8)	755,829	787,956
	\$ 940,154	\$ 919,123
Liabilities		
Accounts payable and accrued liabilities	\$ 138,631	\$ 94,370
Allowance for losses on guarantees and indemnities (Note 9)	126	580
Advance from Alberta Finance (Note 10)	33,875	34,900
Long-term debt (Note 11)	448,477	472,451
	621,109	602,301
Net Assets		
Net assets at beginning of year (Note 3)	316,822	321,037
Net operating results	(1,058,829)	(989,791)
Net transfer from General Revenues	1,061,052	985,576
	319,045	316,822
	\$ 940,154	\$ 919,123

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

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Consolidated Statement of Cash Flows

Year ended March 31, 2005

(thousands of dollars)

	2005	2004
		(Notes 3 & 20)
Operating transactions		
Net operating results	\$ (1,058,829)	\$ (989,791)
Non-cash items included in net operating results		
Amortization	24,184	24,384
Amortization of deferred financing charges	214	282
Grants in kind	19,190	14,312
Gain on disposal of tangible capital assets	(31,735)	(11,183)
Valuation adjustments and other provisions	576	265
	(1,046,400)	(961,731)
Increase in accounts receivable before provisions	(18,161)	(10,789)
Decrease in inventories	19	54
Increase in accounts payable and accrued liabilities before valuation adjustments	43,410	23,516
	(1,021,132)	(948,950)
Capital transactions		
Transfer of tangible capital assets	-	94
Disposal of tangible capital assets	21,217	5,067
Acquisition of tangible capital assets	(671)	(627)
Contributions in kind	-	(7,364)
	20,546	(2,830)
Investing transactions		
Repayments of loans and advances	3,711	3,924
Additions to long-term investments	(167)	(289)
Additions to loans and advances	(12,356)	(4,950)
	(8,812)	(1,315)

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Consolidated Statement of Cash Flows (continued)

Year ended March 31, 2005

(thousands of dollars)

	2005	2004
Financing transactions		
Net transfer from General Revenues	1,061,052	985,576
Repayment of advance from Alberta Finance	(1,025)	(260)
Repayment of long-term debt	(23,974)	(22,008)
Cash provided by financing transactions	1,036,053	963,308
Increase in cash	26,655	10,213
Cash, beginning of year	68,809	58,596
Cash, end of year	\$ 95,464	\$ 68,809

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

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Minister of Seniors and Community Supports (Minister) has, by the *Government Organization Act* and its regulations, been designated responsible for various Acts. To fulfill these responsibilities, the Minister is responsible for the organizations listed in Note 2(a). The authority under which each organization operates is also listed in Note 2(a). Together these organizations form the Ministry of Seniors and Community Supports (Ministry).

The purpose of the Ministry is to provide supports, services, programs and information and strategic planning that contribute to the inclusion, well-being and independence of seniors, persons with disabilities, and persons in need of housing supports.

This is done by:

- Providing services, programs, and planning for seniors and the aging population.
- Providing services, programs, and planning for persons with disabilities.
- Supporting the provision and on-going management of housing for lower-income Albertans.
- Providing supports to enhance choice and well-being for clients.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These consolidated financial statements are prepared in accordance with the following accounting policies that have been established by government for all ministries.

(a) Reporting Entity

The reporting entity is the Ministry of Seniors and Community Supports. The Government Accountability Act defines a Ministry as including the Department of Seniors and Community Supports and any Provincial agency and Crown-controlled organization for which the Minister is responsible.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(a) Reporting Entity (continued)

These consolidated financial statements include the accounts of the following organizations:

Organization	Authority
Department of Seniors and Community Supports (Department)	<i>Government Organization Act</i>
Alberta Social Housing Corporation (ASHC)	<i>Alberta Housing Act</i>
Persons with Developmental Disabilities Provincial Board and Community Boards	<i>Persons with Developmental Disabilities Community Governance Act</i>

All departments of the Government of Alberta operate within the General Revenue Fund (the Fund). The Fund is administered by the Minister of Finance. All cash receipts of departments are deposited into the Fund and all cash disbursements made by departments are paid from the Fund. Net transfer from General Revenues is the difference between all cash receipts and all cash disbursements made.

(b) Basis of Consolidation

The accounts of the organizations listed in Note 2(a) above have been consolidated. Revenue and expense transactions, investing and financing transactions, and related asset and liability accounts between the consolidated organizations were eliminated upon consolidation.

(c) Basis of Financial Reporting

Revenues

All revenues are reported on the accrual method of accounting with the exception of interest on Rural and Native mortgages that are classified as non-accrual. Rural and Native mortgages are classified as non-accrual when payments are sixty days in arrears. Interest on non-accrual loans is recorded on a cash basis.

Cash received for which goods or services have not been provided by year-end is recorded as unearned revenue.

Expenses

Directly incurred

Directly incurred expenses are those costs the Ministry has primary responsibility and accountability for, as reflected in the Government's budget documents.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(c) Basis of Financial Reporting (continued)

In addition to program operating expenses such as salaries, supplies, etc., directly incurred expenses also include:

- amortization of tangible capital assets.
- pension costs which comprise the cost of employer contributions for current service of employees during the year.
- debt servicing cost on long term debt.
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, and guarantees and indemnities.

Incurring by others

Services contributed by other entities in support of the Ministry's operations are disclosed in Schedule 5.

Assets

Financial assets of the Ministry are limited to cash and financial claims, such as advances to and receivables from other organizations, employees and other individuals.

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the average cost method.

Loans and advances include mortgages that are reported at cost less provisions for losses, and agreements receivable. Cost of mortgages includes amounts advanced, accrued interest, and other charges, less repayments and subsidies.

Assets acquired by right are not included. Tangible capital assets of the Ministry are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100. The threshold for all other tangible capital assets is \$5 (2004 - \$15 in the Department of Seniors and Community Supports). All land and work in progress are capitalized at cost and not amortized.

Donated tangible capital assets are recorded at their fair value at the time of contribution.

When tangible capital assets are gifted or sold for a nominal sum to parties external to the government reporting entity, the fair values of these tangible capital assets less any nominal proceeds are recorded as grants in kind.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(c) Basis of Financial Reporting (continued)

Deferred charges on debt financing are amortized over the life of the debt on a straight-line basis.

Liabilities

Liabilities include all financial claims payable/provided for by the Ministry at the fiscal year end.

Net Assets

Net assets represent the difference between the carrying value of assets held by the Ministry and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of accounts receivable, accounts payable and accrued liabilities and advance from Alberta Finance are estimated to approximate their carrying values because of the short-term nature of these instruments. Fair values of loans and advances are not reported due to there being no organized financial market for the instruments and it is not practicable within constraints of timelines or cost to estimate the fair value with sufficient reliability.

Measurement Uncertainty

Measurement uncertainty exists when there is a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Allowance for losses on guarantees and indemnities (Note 9), recorded as \$126 in these financial statements, is subject to measurement uncertainty.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 3 GOVERNMENT RESTRUCTURING

As a result of government restructuring announced on November 25, 2004 (OC553/2004), there were the following changes in the responsibilities of the Ministry:

- The responsibility of Community Supports Systems was transferred from the Ministry of Community Development.
- Income Support for Persons with Disabilities was transferred from the Ministry of Human Resources and Employment.

Comparatives for 2004 have been restated as if the Ministry had always been assigned its current responsibilities.

Net assets as previously reported at March 31, 2003	\$	316,506
Transfer from the Ministry of Human Resources and Employment		3,164
Transfer from Ministry of Community Development		1,367
Net assets at April 1, 2003	\$	<u>321,037</u>
Net operating results reported March 31, 2004	\$	(340,782)
Transfer from the Ministry of Human Resources and Employment		(314,409)
Transfer from Ministry of Community Development		(428,274)
ASHC restatement (Note 20)		6,369
Canada Social Transfers reallocation		87,305
Restated net operating results March 31, 2004	\$	<u>(989,791)</u>

NOTE 4 CASH

Cash consists of deposits in the Consolidated Cash Investment Trust Fund (CCITF) of the Province of Alberta. CCITF is being managed by Alberta Finance with the objective of providing competitive interest income to depositors while maintaining maximum security and liquidity of depositors' capital. The portfolio is comprised of high quality short-term and mid-term fixed income securities with a maximum term to maturity of three years. Interest is earned on the Ministry's daily cash balance at the average rate of CCITF's earnings, which varies depending on prevailing market interest rates. Due to the short-term nature of these deposits the carrying value approximates fair value.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 5 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
				(Note 3)
Management organizations	\$ 24,553	\$ -	\$ 24,553	\$ 2,180
Government of Canada	27,035	-	27,035	31,055
Accounts receivable	2,131	(233)	1,898	2,327
	\$ 53,719	\$ (233)	\$ 53,486	\$ 35,562

Accounts receivable are unsecured and non-interest bearing.

NOTE 6 LOANS AND ADVANCES

	2005			2004
	Gross Amount	Allowance for Losses	Net Realizable Value	Net Realizable Value
Program mortgages ^(a)	\$ 12,834	\$ (7)	\$ 12,827	\$ 16,526
Agreements receivable ^(b)	17,306	-	17,306	4,950
Other receivables	88	-	88	100
	\$ 30,228	\$ (7)	\$ 30,221	\$ 21,576

^(a) These mortgages are provided under the Rural and Native Housing program with payments based on an amortization period of 25 years and five-year interest renewal terms.

^(b) Agreements receivable represent amounts receivable for land sales.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 7 LONG TERM INVESTMENTS

	2005	2004
	Cost	Cost
		(Note 3)
Bond Fund:		
Restricted	\$ 2,502	\$ 2,502
Unrestricted	833	666
	<u>\$ 3,335</u>	<u>\$ 3,168</u>

The market value at March 31, 2005 is \$3,461 (2004 - \$3,311). Contributions to the fund have been externally restricted. The income from the fund is unrestricted.

Restricted funds of \$2,502 (2004 - \$2,502) are included as part of Net assets of \$319,045. (2004 - \$316,822).

NOTE 8 TANGIBLE CAPITAL ASSETS

		2005			2004
	Estimated Useful Life Years	Cost	Accumulated Amortization	Net Book Value	Net Book Value
					(Notes 3 & 20)
Land	N/A	\$ 11,605	\$ -	\$ 11,605	\$ 13,256
Housing properties	10 to 50	1,225,263	(483,057)	742,206	772,572
Computer hardware and software	5	4,065	(3,592)	473	712
Equipment	10	3,929	(2,384)	1,545	1,400
Other general capital assets	0	39	(39)	-	16
		<u>\$ 1,244,901</u>	<u>\$ (489,072)</u>	<u>\$ 755,829</u>	<u>\$ 787,956</u>

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 9 GUARANTEES AND INDEMNITIES

The Ministry has outstanding guarantees that were issued by the Alberta Social Housing Corporation on the sale of certain of its mortgages whereby the Corporation will reimburse mortgagees for any losses that may occur on default by mortgagors. Any claims for losses by the mortgagees will be reduced by the amounts realized from the sale of the underlying properties.

Guaranteed amounts, the last of which was guaranteed on March 30, 1994, are as follows:

	2005	2004
Mortgages on single family properties, guaranteed to 2015	\$ 34	\$ 36
Mortgages on multi-unit rental properties and land, guaranteed to:		
2007	559	6,905
2009	182	235
2011	29,531	30,813
2018	-	896
	30,272	38,849
	\$ 30,306	\$ 38,885

Under the former mobile home loan insurance program, the Ministry through the Alberta Social Housing Corporation has agreed to indemnify losses on mobile home loans issued by financial institutions. The outstanding loans as at March 31, 2005 amount to \$1,906 (2004 - \$2,741). This program was terminated effective October 1, 1993. However the Ministry through the Alberta Social Housing Corporation has an ongoing commitment on insurance policies remaining in force.

An allowance for losses has been made on these guarantees and indemnities in the amount of \$126 (2004 - \$580).

NOTE 10 ADVANCE FROM ALBERTA FINANCE

The advance is interest free and is repayable on demand.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 11 LONG-TERM DEBT

The Ministry's long-term debt and exposure to interest rate risk is as follows:

	2005	2004
Debentures payable:		
Canada Mortgage and Housing Corporation ^(a)	\$ 79,654	\$ 80,697
Alberta Heritage Savings Trust Fund ^(b)	88,340	94,656
Note payable to Alberta Finance ^(c)	280,483	297,098
	<u>\$ 448,477</u>	<u>\$ 472,451</u>

^(a) maturing 2023 to 2030 with a weighted average effective rate of 9.63%.

^(b) maturing June 2011 to January 2012 with a weighted average effective rate of 17.41%.

^(c) maturing September 16, 2016 with an effective rate of 5.93%.

The Province of Alberta guarantees the repayment of principal and interest on all borrowings.

The debentures, including interest thereon, are repayable in equal annual or semi-annual installments, and the note payable is repayable in equal semi-annual installments.

Approximate aggregate repayments of principal due in each of the next five years are:

2005-2006	\$ 26,170
2006-2007	28,626
2007-2008	31,381
2008-2009	34,478
2009-2010	37,970
Thereafter	<u>289,852</u>
	<u>\$ 448,477</u>

Long-term debt has a fair value of \$117,650 for Canada Mortgage and Housing Corporation debentures, \$133,620 for Alberta Heritage Savings Trust Fund debentures and \$305,451 for Note payable to Alberta Finance. Fair values for debt are based on the Province of Alberta's current borrowing rates, which are available to the Ministry for debt with similar terms and maturities.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 12 CONTRACTUAL OBLIGATIONS

As at March 31, 2005 the Ministry has the following contractual obligations:

	2005	2004
		(Note 3)
Agreements ^(a)	\$ 265,940	\$ 264,147
Service contracts	36,788	32,807
Long-term leases	45,913	47,305
	<u>\$ 348,641</u>	<u>\$ 344,259</u>

^(a) The Ministry has long-term agreements with non-profit organizations and providers of rent supplement units.

The aggregate amounts payable for the unexpired terms of these contractual obligations are as follows:

	2005				2004
	Service Contracts	Agreements	Leases	Total	Total
					(Note 3)
2004 - 2005	\$ -	\$ -	\$ -	\$ -	\$ 58,397
2005 - 2006	29,479	24,734	1,618	55,831	14,633
2006 - 2007	4,573	13,384	1,538	19,495	14,806
2007 - 2008	2,736	13,384	1,409	17,529	13,962
2008 - 2009	-	13,384	1,359	14,743	13,956
2009 - 2010	-	13,364	1,348	14,712	13,955
Thereafter	-	187,690	38,641	226,331	214,550
	<u>\$ 36,788</u>	<u>\$ 265,940</u>	<u>\$ 45,913</u>	<u>\$ 348,641</u>	<u>\$ 344,259</u>

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 13 TRUST FUNDS UNDER ADMINISTRATION

The Ministry administers trust funds consisting of public money over which the Legislature has no power of appropriation. Because the Province has no equity in the funds and administers them for the purpose of various trusts, they are not included in the Ministry's financial statements.

At March 31, 2005 the trust funds under administration were as follows:

	2005	2004
Gunn Centre resident trust fund	\$ 11	(Note 3) \$ 11
Persons with Developmental Disabilities Community Boards' client trust funds	370	355
	<u>\$ 381</u>	<u>\$ 366</u>

Separate bank accounts are maintained for these funds.

NOTE 14 CONTINGENCIES

The Ministry has a contingent liability in respect of six claims (2004 - nine claims) aggregating \$2,100 (2004 - 1,700) relating to decisions made by the Eugenics Board of Alberta pursuant to the Sexual Sterilization Act of 1928, which was repealed in 1972. The ultimate outcome of these claims cannot be determined.

As at March 31, 2005, the Ministry is a defendant in twelve legal claims with a specified amount totalling \$8,965 (2004 - thirteen claims with a specified amount of \$3,047). Included in the total legal claims are nine claims amounting to \$8,090 (2004 - nine claims amounting to \$2,122) in which the Ministry has been jointly named with other entities. Six claims amounting to \$7,825 (2004 - three claims amounting to \$1,450) are covered by the Alberta Risk Management Fund. The resulting loss, if any, from these claims cannot be determined.

In addition, the Ministry is a defendant in a class action suit where the claim has not specified any amount. The Ministry has been jointly named with another entity. This claim is not covered by the Alberta Risk Management Fund. The ultimate outcome of the claim cannot be determined.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 15 HOUSING PROPERTIES

The Ministry supports the provision of seniors, family and special-purpose housing through management organizations. Grants are provided to management organizations that have expenses in excess of revenues, and recoveries are made from management organizations that have revenues in excess of expenses. Management organizations do not record expenses for amortization and interest on long-term debt on buildings. These costs are incurred and recorded by Alberta Social Housing Corporation.

Management organizations are permitted to retain funds in a reserve account in accordance with Ministry guidelines. In prior years, these reserve funds were not recorded in the Ministry's financial statements.

Commencing with the current fiscal year, the results of operations of family and special-purpose housing is reported in the Department's financial statements, and the results of operations of seniors housing is reported in the Alberta Social Housing Corporation's financial statements. Also, starting in the current fiscal year, reserves held by management organizations are recorded in the Ministry's financial statements. At March 31, 2005, \$21,189 held in reserve accounts by management organizations providing seniors, family and special-purpose housing has been recorded in the Ministry's financial statements.

Information on revenues and expenses of management organizations is disclosed so as to provide the reader with an understanding of the scope of the housing services being provided.

	2005	2004
Revenues	\$ 112,647	\$ 112,299
Expenses	(112,818)	(110,525)
Net operating results	(171)	1,774
Amounts retained in the year	-	(12,067)
Net results	\$ (171)	\$ (10,293)

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 15 HOUSING PROPERTIES (continued)

The above results are recorded on the statement of operations for the year as follows:

	2005	2004
Recoveries from management organizations	\$ 995	\$ 220
Current year reserve accounts at management organizations	10,679	-
Grants to management organizations	(11,845)	(10,513)
Net results	\$ (171)	\$ (10,293)
Prior years' reserve accounts at management organizations recorded in the current year	\$ 10,510	-

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 16 PROGRAM RECOVERIES

Cost-sharing agreements provide for a contribution by Canada Mortgage and Housing Corporation towards the capital costs, subsidies on rental properties, mortgages and for certain administration and net operating results on approved social housing program projects.

NOTE 17 DEFINED BENEFIT PLANS

The Ministry participates in the multi-employer pension plans, Management Employees Pension Plan and Public Service Pension Plan. The Ministry also participates in the multi-employer Supplementary Retirement Plan for Public Service Managers. The expense for these pension plans is equivalent to the annual contributions of \$6,658 for the year ended March 31, 2005 (2004 - \$5,761).

At December 31, 2004, the Management Employees Pension Plan reported a deficiency of \$268,101 (2003 - \$290,014) and the Public Service Pension Plan reported a deficiency of \$450,068 (2003 - \$584,213). At December 31, 2004, the Supplementary Retirement Plan for Public Service Managers had a surplus of \$9,404 (2003 - \$9,312).

The Ministry also participates in two multi-employer Long Term Disability Income Continuance Plans. At March 31, 2005, the Bargaining Unit Plan reported an actuarial deficiency of \$11,817 (2004 - \$9,766) and the Management, Opted Out and Excluded Plan an actuarial surplus of \$3,208 (2004 - \$1,298). The expense for these two plans is limited to employer's annual contributions for the year.

NOTE 18 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies which were receiving services prior to the passing of the Act but which no longer met these new criteria for Persons with Development Disabilities (PDD) supports were grandfathered into the new PDD service system. In response to a recommendation from the *Building Better Bridges* Report, Government directed that PDD boards continue providing services to grandfathered individuals and agencies until service responsibility is handed-off to a more appropriate provincial program.

Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act. The total cost of these services for 104 individuals that have been included in the

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Consolidated Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 18 GRANDFATHERED CLIENTS (continued)

Consolidated Statement of Operations is estimated to be \$3,131 (2004 - 117 individuals with a cost of \$3,798). The total cost for 3 agencies that have been included in the Statement of Operations is estimated to be \$1,447 (2004 - 7 agencies with a cost of \$1,657).

NOTE 19 SERVICES PROVIDED BY REGIONAL HEALTH AUTHORITIES

The Ministry incurred \$5,294 (2004 - \$5,036), for contract services rendered by the Regional Health Authorities. These transactions were recorded at the amount of consideration agreed upon between the parties.

NOTE 20 PRIOR YEAR RESTATEMENT

Capital buildings were constructed by third parties on land owned by the Corporation. Ownership of these buildings was decided during 2004-05, with agreement that the buildings were donated to the Corporation during 2003-04. The prior year's financial statements have been restated to record these assets as follows:

Increase in Contributions in kind	\$	6,499
Increase in Amortization expense	\$	130
Increase in Net operating results	\$	6,369
Increase in Equity	\$	6,369
Increase in Capital assets	\$	6,369

NOTE 21 SUBSEQUENT EVENTS

Pursuant to an Order in Council (O. C. 104/2005) approved on March 2, 2005 the responsibility for the Alberta Aids to Daily Living program was transferred from the Ministry of Health and Wellness to the Ministry of Seniors and Community Supports effective April 1, 2005.

NOTE 22 COMPARATIVE FIGURES

Certain 2004 figures have been reclassified to conform to 2005 presentation.

NOTE 23 APPROVAL OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Senior Financial Officer and the Deputy Minister of Seniors and Community Supports.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Revenue

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual (Notes 3 & 20)
Transfers from the Government of Canada			
Recoveries from Canada Social Transfers/ Canada Health and Social Transfers	\$ 175,799	\$ 156,444	\$ 165,595
Recoveries from Canada Mortgage and Housing Corporation	89,688	93,617	87,763
Recoveries from Indian and Northern Development	8,725	8,000	9,078
	274,212	258,061	262,436
Premiums, fees and licenses			
Other	880	1,369	1,216
Investment income			
Interest	1,066	1,456	1,800
Other revenue			
Recoveries from management organizations	-	22,184	220
Contributions in kind	-	-	7,364
Refunds of expenses	135	4,288	3,243
Sales	-	299	570
Miscellaneous	2,465	1,020	509
Rental properties	-	626	642
	2,600	28,417	12,548
	\$ 278,758	\$ 289,303	\$ 278,000

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Expenses - Directly Incurred By Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2005		2004
	Budget	Actual	Actual (Note 3 & 20)
Expenses			
Salaries, wages and employee benefits	\$ 113,463	\$ 108,363	\$ 103,648
Supplies and services	269,734	283,524	264,407
Supplies and services from support service arrangements with related parties ^(a)	-	33	46
Grants	906,498	922,871	843,635
Debt servicing costs	41,279	41,212	43,523
Other	85	90	101
Amortization of tangible capital assets	24,584	24,184	24,384
Total expenses before recoveries	1,355,643	1,380,277	1,279,744
Less: Recovery from support service arrangements with related parties ^(b)	-	(986)	(1,035)
	1,355,643	1,379,291	1,278,709
Valuation adjustments			
Provision for (recovery of) losses on:			
Doubtful accounts	\$ 100	\$ 237	\$ 403
Vacation pay	85	851	1,419
Guarantees, indemnities, and mortgages	85	(454)	(80)
Tangible capital assets	-	(58)	(1,477)
	\$ 270	\$ 576	\$ 265

^(a) The Ministry receives financial and administrative services from the Ministry of Human Resources and Employment.

^(b) The Ministry provides specialized program supports to children who are the responsibility of Calgary and Area Child and Family Services Authority. Costs incurred for these activities are recovered from the Calgary and Area Child and Family Services Authority.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 3

	Estimates	2004-05 Authorized Supple- mentary ^(a)	Authorized Budget
Revenues			
Transfers from the Government of Canada	\$ 274,212	\$ -	\$ 274,212
Premiums, fees and licenses	880	-	880
Investment income	1,066	-	1,066
Other revenue	2,600	-	2,600
	<u>278,758</u>	<u>-</u>	<u>278,758</u>
Expenses			
Provide services, programs and planning for seniors and the aging population	242,129	30,000	272,129
Support for the provision and ongoing management of basic housing and emergency shelter for lower-income Albertans	157,594	4,500	162,094
Provide programs, services, and support to enable appropriate substitute decision making	4,984	-	4,984
Providing supports, services, and planning for persons with disabilities	885,495	-	885,495
Ministry support services	4,938	-	4,938
Grants in kind	19,224	-	19,224
Debt servicing costs	41,279	-	41,279
	<u>1,355,643</u>	<u>34,500</u>	<u>1,390,143</u>
Valuation adjustments			
Provision for (recovery of) losses on:			
Doubtful accounts	100	-	100
Vacation pay	85	-	85
Guarantees, indemnities, and mortgages	85	-	85
Tangible capital assets	-	-	-
	<u>270</u>	<u>-</u>	<u>270</u>
	<u>1,355,913</u>	<u>34,500</u>	<u>1,390,413</u>
Gain on disposal of tangible fixed assets	<u>(12,409)</u>	<u>-</u>	<u>(12,409)</u>
Net operating results	<u>\$ (1,064,746)</u>	<u>\$ (34,500)</u>	<u>\$ (1,099,246)</u>
Equipment purchases	<u>\$ (60)</u>	<u>\$ -</u>	<u>\$ (60)</u>

^(a) Supplementary estimates were approved on March 24, 2005 for \$34,500.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on a modified equity basis in the Province of Alberta's financial statements. Related parties also include management in the Ministry.

The Ministry and its employees paid or collected certain taxes and fees set by regulation for permits, licenses and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Ministry receives services under contracts managed by the Ministry of Reorganization and Government Efficiency (RGE). Any commitments under these contracts are reported by RGE. The Ministry had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Other Entities	
	2005	2004 (Note 3)
Expenses - Directly Incurred		
Other services	\$ 9,581	\$ 9,824
Debt servicing costs	33,492	35,603
	\$ 43,073	\$ 45,427
Tangible Capital Assets Transferred	\$ -	\$ (94)
Deferred financing charges: Alberta Finance	\$ 1,415	\$ 1,629
Accounts receivable	\$ 452	\$ 12
Accounts payable to Alberta Finance ^(a)	\$ 315,041	\$ 332,722
Accounts payable to Alberta Heritage Savings Trust Fund ^(a)	95,212	102,059
Accounts payable	129	-
	\$ 410,382	\$ 434,781

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Related Party Transactions (continued)

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

The Ministry also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements and are disclosed on Schedule 5.

	Other Entities	
	2005	2004
Expenses - Incurred by others		(Note 3)
Accommodation	\$ 14,641	\$ 14,890
Legal services	642	336
	<u>\$ 15,283</u>	<u>\$ 15,226</u>

^(a) Debt and accrued interest on debt.

MINISTRY OF SENIORS AND COMMUNITY SUPPORTS

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005											2004	
	Expenses ⁽¹⁾	Debt Servicing Costs ⁽¹⁾	Grants in Kind ⁽¹⁾	Expenses - Incurred by Others				Valuation Adjustments					Total Expenses
				Accommodation Costs	Legal Services	Losses/Recoveries	Vacation Pay	Doubtful Accounts	Total Expenses				
Provide services, programs and planning for seniors and the aging population	\$ 270,252	\$ -	\$ -	\$ 2,255	\$ 13	\$ -	\$ 78	\$ 242	\$ -	\$ 272,840	\$ 227,218		
Support for the provision and ongoing management of basic housing and emergency shelter for Albertans	165,369	41,212	19,190	1,415	84	(512)	50	(5)		226,803	212,222		
Provide programs, services and support to enable appropriate substitute decision making	5,243	-	-	44	145	-	51	-		5,483	5,020		
Provide programs, services and planning for persons with disabilities	872,770	-	-	10,883	370	-	590	-		884,613	845,403		
Ministry support services	5,255	-	-	44	30	-	82	-		5,411	4,503		
	\$ 1,318,889	\$ 41,212	\$ 19,190	\$ 14,641	\$ 642	\$ (512)	\$ 851	\$ 237		\$ 1,395,150	\$ 1,294,366		

⁽¹⁾ Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Financial Statements

March 31, 2005

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Revenues

Schedule 2 Expenses - Directly Incurred Detailed by Object

Schedule 3 Budget

Schedule 4 Comparison of Expenses - Directly Incurred, Equipment Purchases and Capital Investments, and Statutory Expenses by Element to Authorized Budget

Schedule 5 Salary and Benefits Disclosure

Schedule 6 Related Party Transactions

Schedule 7 Allocated Costs

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Auditor's Report



To the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Department of Seniors and Community Supports (the Department) as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Department's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Department as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta
May 20, 2005

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 3)	Actual	Actual (Note 3)
Revenues (Schedule 1)			
Transfers from the Government of Canada	\$ 219,944	\$ 200,767	\$ 205,453
Other revenue	1,440	4,173	2,850
	221,384	204,940	208,303
Expenses-Directly Incurred (Note 2b and Schedule 7) Voted (Schedules 2 and 4)			
Ministry support services	4,938	5,255	4,468
Seniors services	247,113	275,495	230,149
Housing services	154,481	162,100	147,477
Income support for persons with disabilities	408,512	398,926	386,214
Community support systems	474,475	473,817	447,989
	1,289,519	1,315,593	1,216,297
Statutory (Schedules 2 and 4)			
Valuation adjustments			
Provision for doubtful accounts	100	242	421
Provision for vacation pay	85	406	234
	185	648	655
	1,289,704	1,316,241	1,216,952
Net operating results	\$ (1,068,320)	\$ (1,111,301)	\$ (1,008,649)

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

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Statement of Financial Position

As at March 31, 2005
(thousands of dollars)

	2005	2004 (Note 3)
Assets		
Cash	\$ 17	\$ 10,244
Accounts receivable (Note 4)	28,471	32,798
Due from Alberta Social Housing Corporation	2,097	310
Tangible capital assets (Note 5)	460	664
	\$ 31,045	\$ 44,016
Liabilities		
Accounts payable and accrued liabilities	\$ 96,167	\$ 59,278
Net assets		
Net assets (liabilities) at beginning of year (Note 3)	(15,262)	7,811
Net operating results	(1,111,301)	(1,008,649)
Net transfer from General Revenues	1,061,441	985,576
	(65,122)	(15,262)
	\$ 31,045	\$ 44,016

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

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Statement of Cash Flows

Year ended March 31, 2005

(thousands of dollars)

	2005	2004
		(Note 3)
Operating transactions		
Net operating results	\$ (1,111,301)	\$ (1,008,649)
Non-cash items included in net operating results		
Amortization	283	297
Valuation adjustments	648	655
	(1,110,370)	(1,007,697)
Decrease (increase) in accounts receivable before valuation adjustments	4,085	(7,668)
(Increase) decrease in due from Alberta Social Housing Corporation	(1,787)	8,855
Increase in accounts payable and accrued liabilities before valuation adjustments	36,483	22,877
	(1,071,589)	(983,633)
Capital transactions		
Acquisition of tangible capital assets	(79)	(40)
Transfer of tangible capital assets	-	94
	-	
	(79)	54
Financing transactions		
Net transfer from General Revenues	1,061,441	985,576
Increase (decrease) in cash	(10,227)	1,997
Cash, beginning of year	10,244	8,247
Cash, end of year	\$ 17	\$ 10,244

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

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Department of Seniors and Community Supports operates under the authority of the *Government Organization Act*, Chapter G-10 Revised Statutes of Alberta 2000.

The purpose of the Department is to provide supports, services, programs, information and strategic planning that contribute to the inclusion, well-being and independence of seniors, persons with disabilities, and persons in need of housing supports.

This is done by:

- Providing services, programs, and planning for seniors and the aging population.
- Providing services, programs and planning for persons with disabilities.
- Supporting the provision and on-going management of housing for lower-income Albertans.
- Providing supports to enhance choice and well-being for clients.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government for all departments.

(a) Reporting Entity

The reporting entity is the Department of Seniors and Community Supports, which is part of the Ministry of Seniors and Community Supports for which the Minister of Seniors and Community Supports is accountable. Other entities reporting to the Minister are the Alberta Social Housing Corporation and the Persons with Developmental Disabilities Provincial Board and Community Boards. The activities of these organizations are not included in these financial statements. The Ministry annual report provides a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

All departments of the Government of Alberta operate within the General Revenue Fund (the Fund). The Fund is administered by the Minister of Finance. All cash receipts of departments are deposited into the Fund and all cash disbursements made by departments are paid from the Fund. Net transfer from General Revenues is the difference between all cash receipts and all cash disbursements made.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting

Revenues

All revenues are reported on the accrual method of accounting. Cash received for which goods or services have not been provided by year-end is recorded as unearned revenue.

Expenses

Directly incurred

Directly incurred expenses are those costs the Department has primary responsibility and accountability for, as reflected in the Government's budget documents.

In addition to program operating expenses such as salaries, supplies, etc., directly incurred expenses also include:

- amortization of tangible capital assets.
- pension costs which comprise the cost of employer contributions for current service of employees during the year.
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay.

Incurred by others

Services contributed by other entities in support of the Department's operations are disclosed in Schedule 7.

Assets

Financial assets of the Department are limited to financial claims, such as advances to and receivables from other organizations, employees and other individuals.

Assets acquired by right are not included. Tangible capital assets of the Department are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5 (2004 - \$15). All land is capitalized.

Donated capital assets are recorded at their fair value at the time of contribution.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

When tangible capital assets are gifted or sold for a nominal sum to parties external to the government reporting entity, the fair values of these tangible capital assets less any nominal proceeds are recorded as grants in kind.

Liabilities

Liabilities represent all financial claims payable by the Department at the fiscal year end.

Net Assets/Net Liabilities

Net assets/net liabilities represent the difference between the carrying value of assets held by the Department and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 3 GOVERNMENT RESTRUCTURING

As a result of government restructuring announced on November 25, 2004 (OC553/2004), there were the following changes in the responsibilities of the Department:

- The responsibility for Community Support Systems was transferred from the Department of Community Development.
- Income Support for Persons with Disabilities was transferred from the Department of Human Resources and Employment.

Comparatives for 2004 have been restated as if the Department had always been assigned its current responsibilities.

Net assets as previously reported at March 31, 2003	\$	9,372
Transfer from Ministry of Human Resources and Employment		3,164
Transfer from Ministry of Community Development		<u>(4,725)</u>
Net assets as at April 1, 2003	\$	<u>7,811</u>
Net operating results reported March 31, 2004	\$	(349,588)
Transfer from Ministry of Human Resources and Employment		(314,409)
Transfer from Ministry of Community Development		(431,957)
Canada Social Transfers reallocation		<u>87,305</u>
Restated net operating results March 31, 2004	\$	<u>(1,008,649)</u>

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 4 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Government of Canada	\$ 27,035	\$ -	\$ 27,035	\$ 29,362
Management organizations	801	-	801	2,180
Other receivables	790	(155)	635	1,256
	<u>\$ 28,626</u>	<u>\$ (155)</u>	<u>\$ 28,471</u>	<u>\$ 32,798</u>

Accounts receivable are unsecured and non-interest bearing.

NOTE 5 TANGIBLE CAPITAL ASSETS

	Estimated Useful Life (years)	2005			2004
		Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer hardware and software	5	\$ 3,174	\$ (2,758)	\$ 416	\$ 614
Equipment	10	57	(13)	44	50
		<u>\$ 3,231</u>	<u>\$ (2,771)</u>	<u>\$ 460</u>	<u>\$ 664</u>

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 6 CONTRACTUAL OBLIGATIONS

As at March 31, 2005 the Department has the following contractual obligations:

	2005	2004
Agreements ^(a)	\$ 265,940	\$ 264,147
Service contracts	14,201	10,759
Long-term leases	139	139
	\$ 280,280	\$ 275,045

^(a) The Department has long-term agreements with non-profit organizations and providers of rent supplement units.

The aggregate amounts payable for the unexpired terms of these contractual obligations are as follows:

	2005				2004
	Service Contracts	Agreements	Leases	Total	Total
2004 - 2005	\$ -	\$ -	\$ -	\$ -	\$ 27,917
2005 - 2006	6,892	24,734	68	31,694	15,320
2006 - 2007	4,573	13,384	49	18,006	15,338
2007 - 2008	2,736	13,384	20	16,140	15,345
2008 - 2009	-	13,384	1	13,385	12,609
2009 - 2010	-	13,364	1	13,365	-
Thereafter	-	187,690	-	187,690	188,516
	\$ 14,201	\$ 265,940	\$ 139	\$ 280,280	\$ 275,045

NOTE 7 CONTINGENCIES

The Department has a contingent liability in respect of six claims (2004 - nine claims) aggregating \$2,100 (2004 - \$1,700) relating to decisions made by the Eugenics Board of Alberta pursuant to the Sexual Sterilization Act of 1928, which was repealed in 1972. The ultimate outcome of these claims cannot be determined.

At March 31, 2005 the Department is a defendant in two legal claims with specified amounts totaling \$6,180 (2004 - five claims with a specified amount of \$557). Included in the total legal

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 7 CONTINGENCIES (continued)

claims are two claims amounting to \$6,180 (2004 - four claims amounting to \$507) in which the Department has been jointly named with other entities. One of the claims amounting to \$6,000 (2004 - one claim amounting to \$100) is covered by the Alberta Risk Management Fund. The resulting loss, if any, from these claims cannot be determined.

In addition, the Department is a defendant in a class action suit where the claim has not specified any amount. The Department has been jointly named with another entity. This claim is not covered by the Alberta Risk Management Fund. The ultimate outcome of the claim cannot be determined.

NOTE 8 TRUST FUNDS UNDER ADMINISTRATION

The Department administers trust funds consisting of public money over which the legislature has no power of appropriation. Because the Province has no equity in the funds and administers them for the purpose of various trusts, they are not included in the Department's financial statements.

At March 31, 2005 the trust funds under administration for the clients of the Gunn Centre totalled \$11 (2004 - \$11). A separate bank account is maintained for these funds.

NOTE 9 DEFINED BENEFIT PLANS

The Department participates in the multi-employer pension plans, Management Employees Pension Plan and Public Service Pension Plan. The Department also participates in the multi-employer Supplementary Retirement Plan for Public Service Managers. The expense for these pension plans is equivalent to the annual contributions of \$2,034 for the year ended March 31, 2005 (2004 - \$1,783).

At December 31, 2004, the Management Employees Pension Plan reported a deficiency of \$268,101 (2003 - \$290,014) and the Public Service Pension Plan reported a deficiency of \$450,068 (2003 - \$584,213). At December 31, 2004, the Supplementary Retirement Plan for Public Service Managers had a surplus of \$9,404 (2003 - \$9,312).

The Department also participates in two multi-employer Long Term Disability Income Continuance Plans. At March 31, 2005, the Bargaining Unit Plan reported an actuarial deficiency of \$11,817 (2004 - \$9,766) and the Management, Opted Out and Excluded Plan an actuarial surplus of \$3,208 (2004 - \$1,298). The expense for these two plans is limited to employer's annual contributions for the year.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 10 HOUSING PROPERTIES

The Ministry of Seniors and Community Supports (the Ministry) supports the provision of seniors, family and special-purpose housing through management organizations. Grants are provided to management organizations that have expenses in excess of revenues, and recoveries are made from management organizations that have revenues in excess of expenses. Management organizations do not record expenses for amortization and interest on long-term debt on buildings. These costs are incurred and recorded by Alberta Social Housing Corporation.

Management organizations are permitted to retain funds in a reserve account in accordance with Ministry guidelines. In prior years, these reserve funds were not recorded in the Ministry's financial statements.

Commencing with the current fiscal year, the results of operations of family and special-purpose housing is reported in the Department's financial statements, and the results of operations of seniors housing is reported in the Alberta Social Housing Corporation's financial statements. Also, starting in the current fiscal year, reserves held by management organizations are recorded in the respective financial statements. At March 31, 2005, \$440 held in reserve accounts by management organizations providing family and special-purpose housing has been recorded in the Department's financial statements.

Information on revenues and expenses of management organizations is disclosed so as to provide the reader with an understanding of the scope of the housing services being provided.

	2005	2004
Revenues	\$ 39,717	\$ 40,814
Expenses	(50,919)	(49,017)
Net operating results	(11,202)	(8,203)
Amounts retained in the year	-	(2,052)
Net results	\$ (11,202)	\$ (10,255)

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 10 HOUSING PROPERTIES (continued)

The above results are recorded on the statement of operations for the year as follows:

	2005	2004
Recoveries from management organizations	\$ 203	\$ 2
Current year reserve accounts at management organizations	440	-
Grants to management organizations	(11,845)	(10,257)
Net results	\$ (11,202)	\$ (10,255)
Prior years' reserve accounts at management organizations recorded in the current year	\$ -	\$ -

NOTE 11 SUBSEQUENT EVENTS

Pursuant to an Order in Council (O. C. 104/2005) approved on March 2, 2005 the responsibility for the Alberta Aids to Daily Living program was transferred from the Ministry of Health and Wellness to the Ministry of Seniors and Community Supports effective April 1, 2005.

NOTE 12 COMPARATIVE FIGURES

Certain 2004 figures have been reclassified to conform to 2005 presentation.

NOTE 13 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Senior Financial Officer and the Deputy Minister.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Revenue

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual (Note 3)
Transfers from the Government of Canada			
Recoveries from Canada Social Transfers/ Canada Health and Social Transfers	\$ 175,799	\$ 156,444	\$ 165,595
Recoveries from Canada Mortgage and Housing Corporation	35,420	36,323	30,780
Recoveries from Indian and Northern Development	8,725	8,000	9,078
	<u>219,944</u>	<u>200,767</u>	<u>205,453</u>
Other revenue			
Recoveries from management organizations	-	643	220
Refunds of expenses	1,335	3,432	2,517
Rental revenue	105	98	113
	<u>1,440</u>	<u>4,173</u>	<u>2,850</u>
	<u>\$ 221,384</u>	<u>\$ 204,940</u>	<u>\$ 208,303</u>

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 2

	2005		2004
	Budget	Actual	Actual (Note 3)
Voted			
Salaries, wages and employee benefits	\$ 32,052	\$ 32,103	\$ 30,409
Supplies and services	30,498	32,170	32,990
Grants	1,226,568	1,250,948	1,152,500
Other	85	89	101
Amortization of tangible capital assets	316	283	297
	\$ 1,289,519	\$ 1,315,593	\$ 1,216,297
Statutory			
Valuation adjustments:			
Provision for doubtful accounts	\$ 100	\$ 242	\$ 421
Provision for vacation pay	85	406	234
	\$ 185	\$ 648	\$ 655

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 3

	2004-05		
	Estimates	Authorized Supplementary ^(a)	Authorized Budget
Revenues			
Transfers from the Government of Canada	\$ 219,944	\$ -	\$ 219,944
Other revenue	1,440	-	1,440
	<u>221,384</u>	<u>-</u>	<u>221,384</u>
Expenses - Directly Incurred			
Voted			
Ministry support services	4,938	-	4,938
Seniors services	247,113	30,000	277,113
Housing services	154,481	4,500	158,981
Income support for persons with disabilities	408,512	-	408,512
Community support systems	474,475	-	474,475
	<u>1,289,519</u>	<u>34,500</u>	<u>1,324,019</u>
Statutory Expenses			
Valuation adjustments			
Provision for doubtful accounts	100	-	100
Provision for vacation pay	85	-	85
	<u>185</u>	<u>-</u>	<u>185</u>
	<u>1,289,704</u>	<u>34,500</u>	<u>1,324,204</u>
Gain (Loss) on disposal of tangible capital assets	-	-	-
Net operating results	<u>\$ (1,068,320)</u>	<u>\$ (34,500)</u>	<u>\$ (1,102,820)</u>
Equipment purchases	<u>\$ 60</u>	<u>\$ -</u>	<u>\$ 60</u>

^(a) Supplementary estimates were approved on March 24, 2005 for \$34,500.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Comparison of Expenses - Directly Incurred, Equipment Purchases and Capital Investments and Statutory Expenses by Element to Authorized Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4

		2004-05				
		Estimates	Authorized Supple- mentary ^(a)	Budget	Actuals ^(b)	Unexpended (Over - Expended)
Voted OP/Equipment purchases and Capital Investment						
MINISTRY SUPPORT SERVICES						
1.0.1	Minister's Office	\$ 353	\$ -	\$ 353	\$ 351	\$ 2
1.0.2	Deputy Minister's Office	430	-	430	428	2
1.0.3	Communications	334	-	334	333	1
1.0.4	Corporate Services					
	Operating expenses	3,345	-	3,345	3,717	(372)
	Equipment purchases	-	-	-	47	(47)
1.0.5	Strategic Planning	476	-	476	426	50
		4,938	-	4,938	5,302	(364)
SENIORS SERVICES						
2.1	Management and Operations					
2.1.1	Program Support	311	-	311	290	21
2.1.2	Alberta Seniors Benefit Program Delivery					
	Operating expenses	5,349	-	5,349	5,504	(155)
	Equipment purchases	60	-	60	-	60
2.1.3	Seniors Advisory Council	274	-	274	263	11
2.1.4	Client and Information Services	1,929	-	1,929	1,909	20
2.1.5	Special Needs Assistance Program Delivery	1,316	-	1,316	1,474	(158)
2.1.6	Planning and Research	967	-	967	1,063	(96)
2.1.7	Public Guardian Services	4,984	-	4,984	5,243	(259)
	Total Sub-Program	15,190	-	15,190	15,746	(556)
2.2	Income Support for Seniors					
2.2.1	Alberta Seniors Benefit	198,833	30,000	228,833	226,334	2,499
2.2.2	Seniors Special Project Grants	150	-	150	438	(288)
2.2.3	Special Needs Assistance Grants	33,000	-	33,000	32,977	23
	Total Sub-Program	231,983	30,000	261,983	259,749	2,234
		247,173	30,000	277,173	275,495	1,678

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Comparison of Expenses - Directly Incurred, Equipment Purchases and Capital Investments and Statutory Expenses by Element to Authorized Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

	2004-05				
	Estimates	Authorized		Actuals ^(b)	Unexpended (Over - Expended)
		Supple- mentary ^(a)	Budget		
Voted OP/Equipment purchases and Capital Investment					
HOUSING SERVICES					
3.1 Management and Operations					
3.1.1 Program Support	1,449	-	1,449	1,437	12
3.1.2 Housing Development					
Program Delivery	4,271	-	4,271	3,987	284
3.1.3 Housing Operating Program					
Delivery	3,457	-	3,457	3,207	250
Total Sub-program	9,177	-	9,177	8,631	546
3.2 Seniors Housing Operating Grants					
3.2.1 Lodge Assistance	15,650	-	15,650	17,489	(1,839)
3.2.2 Support to Seniors Housing					
Providers	1,457	-	1,457	1,120	337
Total Sub-program	17,107	-	17,107	18,609	(1,502)
3.3 Social Housing Operating Grants					
3.3.1 Support to Community Housing					
Providers	15,451	-	15,451	16,916	(1,465)
3.3.2 Rent Supplement	15,017	-	15,017	13,760	1,257
Total Sub-program	30,468	-	30,468	30,676	(208)
3.4 Housing Development Capital Grants					
3.4.1 Canada / Alberta Affordable					
Housing Agreement	51,240	-	51,240	51,240	-
3.4.2 Seniors Supportive Housing					
Incentive Program	-	4,500	4,500	5,125	(625)
Total Sub-program	51,240	4,500	55,740	56,365	(625)

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Comparison of Expenses - Directly Incurred, Equipment Purchases and Capital Investments and Statutory Expenses by Element to Authorized Budget (continued)

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

	2004-05				Unexpended (Over - Expended)
	Estimates	Authorized Supple- mentary ^(a)	Budget	Actuals ^(b)	
Voted OP/Equipment purchases and Capital Investment					
3.5 Other Housing Services Grants					
3.5.1 Special Needs Housing	4,730	-	4,730	4,740	(10)
3.5.2 Homelessness Support	17,109	-	17,109	18,793	(1,684)
3.5.3 Other Grants	410	-	410	410	-
3.5.4 Assistance to Alberta Social Housing Corporation	23,475	-	23,475	23,110	365
3.5.5 Home Adaptation Program	765	-	765	766	(1)
Total Sub-program	46,489	-	46,489	47,819	(1,330)
	154,481	4,500	158,981	162,100	(3,119)
INCOME SUPPORT FOR PERSONS WITH DISABILITIES					
5.1 Management and Operations					
5.1.1 Program support	4,257	-	4,257	4,281	(24)
5.1.2 Income supports program delivery					
Operating expenses	8,021	-	8,021	8,539	(518)
Equipment purchases	-	-	-	32	(32)
5.1.3 Health benefits program delivery	2,650	-	2,650	2,650	-
Total Sub-program	14,928	-	14,928	15,502	(574)
5.2 Assured Income for the Severely Handicapped					
5.2.1 Income supports	275,824	-	275,824	270,466	5,358
5.2.2 Health benefits	117,760	-	117,760	112,990	4,770
Total Sub-program	393,584	-	393,584	383,456	10,128
	408,512	-	408,512	398,958	9,554

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Comparison of Expenses - Directly Incurred, Equipment Purchases and Capital Investments and Statutory Expenses by Element to Authorized Budget (continued)

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

	2004-05				Unexpended (Over - Expended)
	Estimates	Supple- mentary ^(a)	Authorized Budget	Actuals ^(b)	
Voted OP/Equipment purchases and Capital Investment					
COMMUNITY SUPPORT SYSTEMS					
6.0.1 Program support	275	-	275	281	(6)
6.0.2 Community support systems	660	-	660	514	146
6.0.3 Program Development for persons with disabilities	1,607	-	1,607	1,328	279
6.0.4 Premier's Council on the Status of Persons with Disabilities	753	-	753	690	63
6.0.5 Protection for persons in care	1,102	-	1,102	1,158	(56)
6.0.6 Brain injury initiative	4,472	-	4,472	4,240	232
6.0.7 Financial assistance to the Persons with Developmental Disabilities Boards	465,606	-	465,606	465,606	-
	474,475	-	474,475	473,817	658
Total Voted Expenses	\$ 1,289,579	\$ 34,500	\$ 1,324,079	\$ 1,315,672	\$ 8,407
Operating expense	\$ 1,289,519	\$34,500	\$ 1,324,019	\$ 1,315,593	\$ 8,426
Equipment purchases	60	-	60	79	(19)
Total Voted Expenses	\$ 1,289,579	\$34,500	\$ 1,324,079	\$ 1,315,672	\$ 8,407
Statutory Expenses					
Valuation Adjustments and Other Provisions	\$ 185	\$ -	\$ 185	\$ 648	\$ (463)

^(a) Supplementary estimates were approved on March 24, 2005 for \$34,500.

^(b) Includes achievement bonus of \$559

Note: This schedule has been prepared based on the Department program structure for 2004-05.
Program 4 relates to 2005-06 and is therefore not shown above.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Salary and Benefits Disclosure

Year ended March 31, 2005

(in dollars)

SCHEDULE 5

	2005				2004
	Base Salary ⁽¹⁾	Other Cash Benefits ⁽²⁾	Other Non-cash Benefits ⁽³⁾	Total	Total
Deputy Minister ⁽⁴⁾	\$ 157,392	\$ 51,467	\$ 7,354	\$ 216,213	\$ 225,567
Executives:					(Note 3)
Assistant Deputy Minister, Housing	132,003	19,436	24,972	176,411	175,040
Assistant Deputy Minister, Seniors Services	131,859	24,428	26,936	183,223	174,441
Assistant Deputy Minister, Strategic Corporate Services	131,376	30,816	27,355	189,547	170,632
Assistant Deputy Minister, Community Support Systems ⁽⁵⁾	137,736	20,248	27,311	185,295	184,366
Assistant Deputy Minister, Income Support for Persons with Disabilities ⁽⁵⁾	132,168	19,436	26,016	177,620	173,920

Prepared in accordance with Treasury Board Directive 03/2004.

- (1) Base salary includes regular base pay.
- (2) Other cash benefits include bonuses, vacation payouts, overtime and lump sum payments.
- (3) Other non-cash benefits include the government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.
- (4) Automobile provided, no dollar amount included in other non-cash benefits.
- (5) Position transferred as a result of Government Reorganization - November 25, 2004.

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 6

Related parties are those entities consolidated or accounted for on a modified equity basis in the Province of Alberta's financial statements. Related parties also include management in the Department.

The Department and its employees paid or collected certain taxes and fees set by regulation for permits, licenses and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Department had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
				(Note 3)
Expenses - Directly Incurred				
Grants	\$ 23,110	\$ 19,397	\$ -	\$ -
Other services	-	-	4,731	4,684
	\$ 23,110	\$ 19,397	\$ 4,731	\$ 4,684
Tangible capital assets transferred	\$ -	\$ -	\$ -	\$ (94)
Accounts receivable from ASHC	\$ 2,097	\$ 310	\$ -	\$ -
Accounts payable to HRE	\$ -	\$ -	\$ 129	\$ -

The Department also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements and are disclosed in Schedule 7.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
				(Note 3)
Recoveries				
Services provided	\$ 940	\$ 1,019	\$ -	\$ -
Expenses - Incurred by others				
Accommodation	\$ -	\$ -	\$ 4,498	\$ 4,734
Legal services	-	-	516	282
	\$ -	\$ -	\$ 5,014	\$ 5,016

DEPARTMENT OF SENIORS AND COMMUNITY SUPPORTS

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 7

Program	2005							2004
	Expenses - Incurred by others			Valuation Adjustments			Total Expenses	(Note 3)
	Expenses ⁽¹⁾	Services Provided	Accommodation Costs	Legal Services	Vacation Pay	Doubtful Accounts		
Ministry support services	\$ 5,255	\$ 216	\$ 44	\$ 30	\$ 82	\$ -	\$ 5,627	\$ 4,327
Seniors services	275,495	-	2,299	158	129	242	278,323	232,734
Housing services	162,100	724	1,353	80	50	-	164,307	147,912
Income support for persons with disabilities	398,926	-	687	238	134	-	399,985	387,919
Community support systems	473,817	-	115	10	11	-	473,953	448,223
	\$ 1,315,593	\$ 940	\$ 4,498	\$ 516	\$ 406	\$ 242	\$ 1,322,195	\$ 1,221,115

⁽¹⁾ Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

ALBERTA SOCIAL HOUSING CORPORATION

Financial Statements

March 31, 2005

ALBERTA SOCIAL HOUSING CORPORATION

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Revenues

Schedule 2 Expenses - Directly Incurred Detailed by Object

Schedule 3 Budget

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

ALBERTA SOCIAL HOUSING CORPORATION

Auditor's Report



To the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Alberta Social Housing Corporation (the Corporation) as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta

May 20, 2005

ALBERTA SOCIAL HOUSING CORPORATION

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 3)	Actual	Actual (Note 15)
Revenues (Schedule 1)			
Seniors programs	\$ 24,825	\$ 46,731	\$ 26,141
Special purpose programs	30,488	33,919	40,241
Other asset administration	5	117	515
Transfers from Department of Seniors and Community Supports	23,475	23,110	19,397
	78,793	103,877	86,294
Expenses - Directly incurred (Note 2b, Schedules 2 and 5)			
Seniors programs	16,049	16,440	16,264
Special purpose programs	10,174	9,558	9,555
Other asset administration	365	381	208
Grants in kind	19,224	19,190	14,312
Debt servicing costs	41,279	41,212	43,523
	87,091	86,781	83,862
Valuation adjustments			
Provision for (recovery of) losses on:			
Tangible capital assets	-	(58)	(1,477)
Guarantees, indemnities and mortgages	85	(454)	(80)
Doubtful accounts	-	(5)	(3)
	85	(517)	(1,560)
	87,176	86,264	82,302
Gain on disposal of tangible capital assets	12,409	31,752	13,664
Net operating results	\$ 4,026	\$ 49,365	\$ 17,656

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

ALBERTA SOCIAL HOUSING CORPORATION

Statement of Financial Position

As at March 31, 2005

(thousands of dollars)

	2005	2004 (Note 15)
Assets		
Cash (Note 3)	\$ 61,536	\$ 30,547
Accounts receivable (Note 4)	24,484	1,943
Loans and advances (Note 5)	30,221	21,576
Deferred financing charges	1,415	1,629
Tangible capital assets (Note 6)	753,811	785,827
	\$ 871,467	\$ 841,522
Liabilities		
Accounts payable and accrued liabilities	\$ 5,773	\$ 909
Accrued interest payable	9,445	10,063
Due to Department of Seniors and Community Supports	2,097	310
Allowance for losses on guarantees and indemnities (Note 7)	126	580
Advance from Alberta Finance (Note 8)	33,875	34,900
Long-term debt (Note 9)	448,477	472,451
	499,793	519,213
Equity		
At beginning of year	322,309	304,653
Net operating results	49,365	17,656
	371,674	322,309
	\$ 871,467	\$ 841,522

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

ALBERTA SOCIAL HOUSING CORPORATION

Statement of Cash Flows

Year ended March 31, 2005

(thousands of dollars)

	2005	2004 (Note 15)
Operating transactions		
Net operating results	\$ 49,365	\$ 17,656
Non-cash items included in net operating results		
Amortization of tangible capital assets	23,419	23,682
Amortization of deferred financing charges	214	282
Grants in kind	19,190	14,312
Valuation adjustments	(517)	(1,560)
Gain on disposal of tangible capital assets	(31,752)	(13,664)
	59,919	40,708
Increase in accounts receivable before valuation adjustments	(22,536)	(1,721)
Decrease in accrued interest payable	(618)	(342)
Increase (decrease) in accounts payable and accrued liabilities before valuation adjustments	4,864	(970)
Increase (decrease) in due to Department of Seniors and Community Supports	1,787	(8,855)
	43,416	28,820
Capital Transactions		
Acquisition of tangible capital assets	-	(149)
Disposal of tangible capital assets	21,217	5,066
Contributions in kind	-	(7,364)
	21,217	(2,447)
Investing transactions		
Repayment of loans and advances	3,711	3,869
Additions to loans and advances	(12,356)	(4,950)
	(8,645)	(1,081)
Financing transactions		
Repayment of advance from Alberta Finance	(1,025)	(260)
Repayment of long term debt	(23,974)	(22,008)
	(24,999)	(22,268)
Net increase in cash	30,989	3,024
Cash, beginning of year	30,547	27,523
Cash, end of year	\$ 61,536	\$ 30,547

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

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Alberta Social Housing Corporation (the “Corporation”) operates under the authority of the *Alberta Housing Act*, Chapter A-25, Revised Statutes of Alberta 2000.

The Corporation’s primary purpose is to facilitate the provision of affordable housing options, through housing providers, to low-income families and individuals, seniors, and those with special needs. The Corporation owns and administers the Crown’s portfolio of housing assets and manages provincial debts and agreements associated with those assets. This includes administering the sale of provincially owned properties no longer efficient or effective for social housing programs.

The Corporation also oversees the provincial commitments and entitlements remaining from discontinued business activities such as mortgages and loan guarantees, and directly operates and acts as the landlord for a small portion of units classified as “rural housing”.

The Corporation is a crown agent of the Government of Alberta and as such has a tax exempt status.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government for all departments.

(a) Reporting Entity

The reporting entity is the Alberta Social Housing Corporation, which is part of the Ministry of Seniors and Community Supports and for which the Minister of Seniors and Community Supports is accountable. The Ministry annual report provides a more comprehensive accounting of the financial position and results of the Ministry’s operations for which the Minister is accountable.

(b) Basis of Financial Reporting

Revenues

All revenues are recorded on the accrual basis of accounting with the exception of interest on Rural and Native mortgages that are classified as non-accrual. Rural and Native mortgages are classified as non-accrual when payments are sixty days in arrears. Interest on non-accrual loans is recorded on a cash basis.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Internal Government transfers

Internal government transfers are transfers between entities within the government reporting entity where the entity making the transfer does not receive any goods or services directly in return.

Expenses

Directly incurred

Directly incurred expenses are those costs the Corporation has primary responsibility and accountability for, as reflected in the Government's budget documents.

In addition to program operating expenses such as salaries, supplies, etc., directly incurred expenses also include:

- amortization of tangible capital assets.
- debt servicing costs.
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to guarantees and indemnities.

Incurred by others

Services contributed by other entities in support of the Corporation's operations are disclosed in Schedule 5.

Assets

Cash and accounts receivable

Financial assets of the Corporation are limited to cash, and financial claims such as advances to and receivables from other organizations and individuals.

Loans and advances

Loan and advances include mortgages that are reported at cost less provisions for losses, and agreements receivable. Cost of mortgages includes amounts advanced, accrued interest, and other charges, less repayments and subsidies.

Deferred financing charges

Deferred financing charges on debt financing are amortized over the life of the debt on a straight-line basis.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Tangible capital assets

Assets acquired by right are not included. Tangible capital assets of the Corporation are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing tangible capital assets is \$5. All land and work-in-progress are capitalized at cost and not amortized.

Donated capital assets are recorded at their fair value at the time of contribution.

When tangible capital assets are gifted or sold for a nominal sum to parties external to the government reporting entity, the fair values of these tangible capital assets less any nominal proceeds are recorded as grants in kind.

Liabilities

Liabilities represent all financial claims payable/provided for by the Corporation at fiscal year end.

Equity

Equity represents the difference between the carrying value of assets held by the Corporation and its liabilities.

Measurement Uncertainty

Measurement uncertainty exists when there is a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Allowance for losses on guarantees and indemnities (Note 7), recorded as \$126 in these financial statements, is subject to measurement uncertainty.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, accounts payable and accrued liabilities, accrued interest payable, due to the Department of Seniors and Community Supports and advance from Alberta Finance are estimated to approximate their carrying values because of the short term nature of these instruments. Fair values of loans and advances are not reported due to there being no organized financial market for the instruments and it is not practicable within constraints of timelines or cost to estimate the fair value with sufficient reliability.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 3 CASH

Cash consists of deposits in the Consolidated Cash Investment Trust Fund (CCITF) of the Province of Alberta. CCITF is being managed with the objective of providing competitive interest income to depositors while maintaining maximum security and liquidity of depositors' capital. The portfolio is comprised of high quality short-term and mid-term fixed income securities with a maximum term to maturity of three years. Interest is earned on the Corporation's daily cash balance at the average rate of CCITF's earnings, which varies depending on prevailing market interest rates. Due to the short-term nature of these deposits the carrying value approximates fair value.

NOTE 4 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Government of Canada	\$ -	\$ -	\$ -	\$ 1,693
Receivable from management organizations	23,752	-	23,752	-
Accounts receivable	810	(78)	732	250
	<u>\$ 24,562</u>	<u>\$ (78)</u>	<u>\$ 24,484</u>	<u>\$ 1,943</u>

Accounts receivable are unsecured and non-interest bearing.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 5 LOANS AND ADVANCES

	2005				2004
	Accrual	Non-Accrual	Allowance for Losses	Net Realizable Value	Net Realizable Value
Rural and Native ^(a)	\$ 12,015	\$ 819	\$ (7)	\$ 12,827	\$ 16,526
Agreements receivable ^(b)	17,306	-	-	17,306	4,950
Other receivables	88	-	-	88	100
	\$ 29,409	\$ 819	\$ (7)	\$ 30,221	\$ 21,576

^(a) These mortgages are provided under the Rural and Native Housing program with payments based on an amortization period of 25 years and five-year interest renewal terms.

^(b) Agreements receivable represent amounts receivable for land sales.

NOTE 6 TANGIBLE CAPITAL ASSETS

	2005				2004
	Estimated Useful Life (Years)	Cost	Accumulated Amortization	Net Book Value	Net Book Value (Note 15)
Seniors Housing					
Self contained units	50	\$ 673,349	\$ (268,554)	\$ 404,795	\$ 417,237
Lodges	50	162,996	(50,118)	112,878	119,578
Special Purpose Housing					
Community housing	40 to 50	358,650	(151,159)	207,491	217,092
Rural and native units	20 to 25	17,309	(8,643)	8,666	10,064
Special needs housing	50	12,225	(4,022)	8,203	8,414
Rural mobile homes	10	629	(561)	68	186
		1,225,158	(483,057)	742,101	772,571
Land		11,605	-	11,605	13,256
Buildings		105	-	105	-
Total		\$ 1,236,868	\$ (483,057)	\$ 753,811	\$ 785,827

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 7 GUARANTEES AND INDEMNITIES

The Corporation has outstanding guarantees that were issued on the sale of certain of its mortgages whereby the Corporation will reimburse mortgagees for any losses that may occur on default by mortgagees. Any claims for losses by the mortgagees will be reduced by the amounts realized from the sale of the underlying properties.

Guaranteed amounts, the last of which was guaranteed on March 30, 1994, are as follows:

	2005	2004
Mortgages, on single family properties, guaranteed to 2015	\$ 34	\$ 36
Mortgages, on multi-unit rental properties and land, guaranteed to:		
2007	559	6,905
2009	182	235
2011	29,531	30,813
2018	-	896
	30,272	38,849
	\$ 30,306	\$ 38,885

Under the former mobile home loan insurance program, the Corporation has agreed to indemnify losses on mobile home loans issued by financial institutions. The outstanding loans as at March 31, 2005 amount to \$1,906 (2004 - \$2,741). This program was terminated effective October 1, 1993. However, the Corporation has an ongoing commitment on the insurance policies remaining in force.

An allowance for losses has been made on these guarantees and indemnities in the amount of \$126 (2004 - \$580).

NOTE 8 ADVANCE FROM ALBERTA FINANCE

The advance is interest free and is repayable on demand.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 9 LONG-TERM DEBT

The Corporation's long-term debt and exposure to interest rate risk is summarized as follows:

	2005	2004
Debentures payable:		
Canada Mortgage and Housing Corporation ^(a)	\$ 79,654	\$ 80,697
Alberta Heritage Savings Trust Fund ^(b)	88,340	94,656
Note payable to Alberta Finance ^(c)	280,483	297,098
	<u>\$ 448,477</u>	<u>\$ 472,451</u>

^(a) maturing 2023 to 2030 with a weighted average effective rate of 9.63%.

^(b) maturing June 2011 to January 2012 with a weighted average effective rate of 17.41%.

^(c) maturing September 16, 2016 with an effective rate of 5.93%.

The Province of Alberta guarantees the repayment of principal and interest on all borrowings.

The debentures, including interest thereon, are repayable in equal annual or semi-annual installments and the note payable is repayable in equal semi-annual installments.

Approximate aggregate repayments of principal in each of the next five years are:

2005-2006	\$ 26,170
2006-2007	28,626
2007-2008	31,381
2008-2009	34,478
2009-2010	37,970
Thereafter	<u>289,852</u>
	<u>\$ 448,477</u>

Long-term debt has a fair value of \$117,650 for Canada Mortgage and Housing Corporation debentures, \$133,620 for Alberta Heritage Savings and Trust Fund debentures and \$305,451 for Note payable to Alberta Finance. Fair values for debt are based on the Province of Alberta's current borrowing rates, which are available to the Corporation for debt with similar terms and maturities.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 10 PROGRAM RECOVERIES

Cost-sharing agreements provide for a contribution by Canada Mortgage and Housing Corporation towards the capital costs, subsidies on rental properties, mortgages that are recorded by the Corporation, and for certain administration and net operating results on approved social housing program projects that are recorded by the Department of Seniors and Community Supports.

NOTE 11 SALARY AND BENEFITS

The Corporation has no salary or benefits to disclose under Treasury Board Directive 03/2004 because:

- (a) The Corporation has no employees. Staff of the Department of Seniors and Community Supports administer the Corporation. Disclosure of information on their salaries and benefits is included in the financial statements of the Department of Seniors and Community Supports.
- (b) The Corporation did not pay honoraria to its Board members.

NOTE 12 CONTRACTUAL OBLIGATIONS

The Corporation leases land under various leases for the purpose of providing social housing. The aggregate amounts payable for the unexpired terms of these leases are:

	2005	2004
2004 - 2005	\$ -	\$ 1,347
2005 - 2006	1,347	1,347
2006 - 2007	1,347	1,347
2007 - 2008	1,347	1,347
2008 - 2009	1,347	1,347
2009 - 2010	1,347	1,347
thereafter	38,641	38,641
	<u>\$ 45,376</u>	<u>\$ 46,723</u>

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 13 CONTINGENCIES

At March 31, 2005 the Corporation is a defendant in ten legal claims (2004 - eight legal claims). Ten of these claims have specified amounts totaling \$2,785 (2004 - eight claims with a specified amount of \$2,490). Included in the total legal claims are seven legal claims amounting to \$1,910 (2004 - four legal claims amounting to \$1,435) in which the Corporation has been jointly named with other entities. Five claims amounting to \$1,825 (2004 - two claims amounting to \$1,350) are covered by the Alberta Risk Management fund.

The resulting loss, if any, from these claims cannot be determined.

NOTE 14 HOUSING PROPERTIES

The Ministry of Seniors and Community Supports (the Ministry) supports the provision of seniors, family and special-purpose housing through management organizations. Grants are provided to management organizations that have expenses in excess of revenues, and recoveries are made from management organizations that have revenues in excess of expenses. Management organizations do not record expenses for amortization and interest on long-term debt on buildings. These costs are incurred and recorded by Alberta Social Housing Corporation.

Management organizations are permitted to retain funds in a reserve account in accordance with Ministry guidelines. In prior years, these reserve funds were not recorded in the Ministry's financial statements.

Commencing with the current fiscal year, the results of operations of family and special-purpose housing is reported in the Department's financial statements, and the results of operations of seniors housing is reported in the Alberta Social Housing Corporation's financial statements. Also, starting in the current fiscal year, reserves held by management organizations are recorded in the respective financial statements. At March 31, 2005, \$20,749 held in reserve accounts by management organizations providing seniors housing has been recorded in the Corporation's financial statements.

Information on revenues and expenses of management organizations is disclosed so as to provide the reader with an understanding of the scope of the housing services being provided.

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 14 HOUSING PROPERTIES (continued)

	2005	2004
Revenues	\$ 72,930	\$ 71,485
Expenses	(61,899)	61,508
Net operating results	11,031	9,977
Amounts retained in the year	-	(10,015)
Net results	\$ 11,031	\$ (38)

The above results are recorded on the statement of operations for the year as follows:

	2005	2004
Recoveries from management organizations	\$ 792	\$ 218
Current year reserve accounts at management organizations	10,239	-
Grants to management organizations	-	(256)
Net results	\$ 11,031	\$ (38)
Prior year's reserve accounts at management organizations recorded in the current year	\$ 10,510	\$ -

ALBERTA SOCIAL HOUSING CORPORATION

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 15 PRIOR YEAR RESTATEMENT

Capital buildings were constructed by third parties on land owned by the Corporation. Ownership of these buildings was decided during the fiscal year ended March 31, 2005, with agreement that the buildings were donated to the Corporation during the fiscal year ended March 31, 2004. The prior year's financial statements have been restated to record these assets as follows:

Increase in Contributions in kind	\$ 6,499
Increase in Amortization expense	\$ 130
Increase in Net operating results	\$ 6,369
Increase in Equity	\$ 6,369
Increase in Capital assets	\$ 6,369

NOTE 16 APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved by the Senior Financial Officer of the Department of Seniors and Community Supports and the President of Alberta Social Housing Corporation.

ALBERTA SOCIAL HOUSING CORPORATION

Revenues

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual (Note 15)
Internal Government Transfers			
Transfers from Department of Seniors and Community Supports	\$ 23,475	\$ 23,110	\$ 19,397
Transfers from the Government of Canada			
Recoveries from Canada Mortgage and Housing Corporation (Note 10)	54,268	57,294	56,983
Investment income			
Bank and other	300	1,004	1,016
Mortgages	600	288	495
	900	1,292	1,511
Other revenue			
Miscellaneous	150	111	509
Recoveries from management organizations	-	21,541	-
Contributions in kind	-	-	7,364
Rental properties	-	529	529
Refunds of expenses	-	-	1
	150	22,181	8,403
	\$ 78,793	\$ 103,877	\$ 86,294

ALBERTA SOCIAL HOUSING CORPORATION

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2005		2004
	Budget	Actual	Actual (Note 15)
Expenses			
Debt servicing costs	\$ 41,279	\$ 41,212	\$ 43,523
Amortization of tangible capital assets	23,818	23,419	23,682
Grants	19,974	19,823	15,062
Supplies and services	2,020	2,327	1,595
	<u>\$ 87,091</u>	<u>\$ 86,781</u>	<u>\$ 83,862</u>
Valuation adjustments			
Provision for (recovery of) losses on:			
Tangible capital assets	\$ -	(58)	\$ (1,477)
Guarantees, indemnities and mortgages	85	(454)	(80)
Doubtful accounts	-	(5)	(3)
	<u>\$ 85</u>	<u>\$ (517)</u>	<u>\$ (1,560)</u>

ALBERTA SOCIAL HOUSING CORPORATION

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 3

	2004-05		
	Estimates	Treasury Board Approvals	Authorized Budget
Revenues			
Internal Government transfer	\$ 23,475	\$ -	\$ 23,475
Transfers from the Government of Canada	54,268	-	54,268
Investment Income	900	-	900
Other revenue	150	-	150
	<u>78,793</u>	<u>-</u>	<u>78,793</u>
Expenses			
Seniors programs	16,049	-	16,049
Special purpose programs	10,174	-	10,174
Other asset administration	365	-	365
Grants in kind	19,224	-	19,224
Debt servicing costs	41,279	-	41,279
	<u>87,091</u>	<u>-</u>	<u>87,091</u>
Valuation adjustments			
Provision for (recovery of) losses on:			
Tangible capital assets	-	-	-
Guarantees, indemnities, and mortgages	85	-	85
Doubtful accounts	-	-	-
	<u>85</u>	<u>-</u>	<u>85</u>
Total expenses	<u>87,176</u>	<u>-</u>	<u>87,176</u>
Gain on disposal of tangible capital assets	(12,409)	-	(12,409)
Net operating results	<u>\$ 4,026</u>	<u>\$ -</u>	<u>\$ 4,026</u>
Capital assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ALBERTA SOCIAL HOUSING CORPORATION

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on a modified equity basis in the Province of Alberta's financial statements. Related parties also include management in the Corporation.

The Corporation paid or collected certain taxes and fees set by regulation for permits, licenses and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this schedule.

The Corporation had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Transfers from the Department of Seniors and Community Supports	\$ 23,110	\$ 19,397	\$ -	\$ -
Expenses - directly incurred				
Other services	\$ -	\$ -	\$ 553	\$ 535
Debt servicing costs	-	-	33,492	35,603
	\$ -	\$ -	\$ 34,045	\$ 36,138
Deferred financing charges				
Alberta Finance	\$ -	\$ -	\$ 1,415	\$ 1,629
Accounts payable to				
Alberta Finance ⁽¹⁾	\$ -	\$ -	\$ 315,041	\$ 332,722
Alberta Heritage Savings Trust Fund ⁽¹⁾	\$ -	\$ -	\$ 95,212	\$ 102,059
Department of Seniors and Community Supports	\$ 2,097	\$ 310	\$ -	\$ -
Account receivable from Risk Management and Insurance	\$ -	\$ -	\$ 438	\$ -

⁽¹⁾ Debt and accrued interest on debt.

ALBERTA SOCIAL HOUSING CORPORATION

Related Party Transactions (continued)

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

The Corporation also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements and are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - incurred by others				
Salaries and wages	\$ 696	\$ 752	\$ -	\$ -
Supplies and services	237	263	-	-
Accommodation	-	-	62	63
Legal services	-	-	4	3
Other services	7	4	-	-
	<u>\$ 940</u>	<u>\$ 1,019</u>	<u>\$ 66</u>	<u>\$ 66</u>

ALBERTA SOCIAL HOUSING CORPORATION

Allocated costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005										2004
	Expenses - Directly Incurred			Expenses - Incurred by Others			Valuation Adjustments			Total Expenses	
	Program Expenses ⁽¹⁾	Debt Servicing Costs ⁽¹⁾	Grants in Kind ⁽¹⁾	Other Services	Accommodation Costs	Legal Services	Losses/ (Recoveries)	Doubtful Accounts	Total Expenses		Total Expenses
Seniors programs	\$ 16,440	\$ 25,704	\$ 9,478	\$ 551	\$ 37	\$ 2	\$ -	\$ -	\$ 52,212	\$ 44,605	
Special purpose programs	9,558	15,508	8,646	364	24	2	(454)	(5)	33,643	39,288	
Other asset administration	381	-	1,066	25	1	-	(58)	-	1,415	(506)	
	\$ 26,379	\$ 41,212	\$ 19,190	\$ 940	\$ 62	\$ 4	\$ (512)	\$ (5)	\$ 87,270	\$ 83,387	

⁽¹⁾ Expenses - directly incurred as per Statement of Operations excluding valuation adjustments.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
PROVINCIAL BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Changes in Net Assets

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities Provincial Board
and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities Provincial Board as at March 31, 2005 and the statements of operations, changes in net assets, and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities Provincial Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta
May 13, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenue			
Grant from Department of Seniors and Community Supports	\$ 465,606	\$ 465,606	\$ 440,696
Previous Year's Refund of Expenditures	500	520	65
Interest Income	166	164	289
	466,272	466,290	441,050
Expenses - Directly Incurred (Note 2b, Schedules 1 and 5)			
Programs			
Board Governance	155	229	173
Supports to Delivery Systems	13,407	7,832	7,008
Grants to Persons with Developmental Disabilities Community Boards:			
Northwest Region Community Board	17,232	17,293	16,232
Northeast Region Community Board	22,886	22,983	21,536
Edmonton Region Community Board	132,697	133,443	126,189
Central Region Community Board	116,471	117,818	113,720
Calgary Region Community Board	112,780	114,228	106,492
South Region Community Board	50,708	50,947	48,134
	466,336	464,773	439,484
Valuation Adjustments (Schedule 5)	-	50	(12)
	466,336	464,823	439,472
Net Operating Results	\$ (64)	\$ 1,467	\$ 1,578

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
PROVINCIAL BOARD**

Statement of Changes in Net Assets

Year ended March 31, 2005
(thousands of dollars)

	2005			2004		
	Restricted	Unrestricted	Total	Restricted	Unrestricted	Total
Net Assets, Beginning of Year	\$ 2,502	\$ 4,366	\$ 6,868	\$ 2,502	\$ 2,788	\$ 5,290
Net Operating Results	-	1,467	1,467	-	1,578	1,578
Net Assets, End of Year	\$ 2,502	\$ 5,833	\$ 8,335	\$ 2,502	\$ 4,366	\$ 6,868

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

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Statement of Financial Position

As at March 31, 2005

(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 6,508	\$ 4,829
Accounts Receivable (Note 3)	37	40
Long Term Investments (Note 7)	3,335	3,168
Tangible Capital Assets (Note 6)	45	71
	\$ 9,925	\$ 8,108
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 1,590	\$ 1,240
Net Assets		
Net Assets, Beginning of Year	6,868	5,290
Net Operating Results	1,467	1,578
	8,335	6,868
	\$ 9,925	\$ 8,108

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

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Statement of Cash Flows

Year ended March 31, 2005

(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ 1,467	\$ 1,578
Non-Cash Items		
Amortization	54	64
Valuation Adjustments	50	(12)
	1,571	1,630
Decrease (Increase) in Accounts Receivable	3	(1)
Increase in Accounts Payable and Accrued Liabilities ^(a)	301	102
	1,875	1,731
Capital Transactions		
Purchase of Tangible Capital Assets	(29)	-
Investing Transactions		
Investment in Bond Fund	(167)	(289)
Increase in Cash	1,679	1,442
Cash, Beginning of Year	4,829	3,387
Cash, End of Year	\$ 6,508	\$ 4,829

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Notes to the Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities Provincial Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The Board reports to the Ministry of Seniors and Community Supports. Through advocacy and service, the Board helps adults with developmental disabilities to live as independently as possible within the community.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

(b) Basis of Financial Reporting

Expenses

Directly Incurred

Directly incurred expenses are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- amortization of tangible capital assets;
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay;

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Notes to the Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

- costs of salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Program Expenses Reported on the Statement of Operations

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations and investments in a bond fund.

Tangible capital assets of the Board are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

Net Assets

Net assets represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Long term investments are recorded at cost. Where there has been a loss in the value of an investment that is other than a temporary decline, the investment is written down to recognize the loss.

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$1,590 in these financial statements, is subject to measurement uncertainty. The actual amount could vary from the recorded amount for Accounts Payable and Accrued Liabilities which is based on calculated estimates as well as management input.

NOTE 3 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Other	\$ 1	\$ -	\$ 1	\$ 2
Investment Income	36	-	36	38
	\$ 37	\$ -	\$ 37	\$ 40

Accounts receivable are unsecured and non-interest bearing.

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Employees Accrued Vacation Pay and Manpower Costs	\$ 538	\$ 475
Accrued Supplies and Services	997	765
Accounts Payable	55	-
	\$ 1,590	\$ 1,240

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 5 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulties in determining their fair market values.

NOTE 6 TANGIBLE CAPITAL ASSETS

		2005			2004
	Estimated Useful Life	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Equipment	10 years	\$ 35	\$ 12	\$ 23	\$ 20
Computer hardware and software	7 years	455	433	22	51
		\$ 490	\$ 445	\$ 45	\$ 71

NOTE 7 LONG TERM INVESTMENTS

	2005	2004
Bond Fund		
Restricted	\$ 2,502	\$ 2,502
Unrestricted	833	666
	\$ 3,335	\$ 3,168

The market value at March 31, 2005 is \$3,461 (2004 - \$3,311). Contributions to the fund have been externally restricted. The income from the fund is unrestricted.

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 8 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board has the following contractual obligations:

	2005	2004
Service Contracts ^(a)	\$ 200	\$ 389
Long Term Leases ^(b)	15	-
	<u>\$ 215</u>	<u>\$ 389</u>

(a) Actual amounts are dependent on the usage of service.

(b) The Board leases certain equipment under operating leases that expire on various dates.

The aggregate amounts payable for the unexpired terms of these contractual obligations are as follows:

	2005			2004
	Service Contracts	Long Term Leases	Total	Total
2005	\$ -	\$ -	\$ -	\$ 188
2006	200	5	205	201
2007	-	5	5	-
2008	-	5	5	-
	<u>\$ 200</u>	<u>\$ 15</u>	<u>\$ 215</u>	<u>\$ 389</u>

NOTE 9 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower ^(a)	\$ 8,913	\$ 2,734	\$ 2,420
Supplies and Services ^(a)	4,419	5,053	4,648
Supplies and Services from Support Service Arrangements with Related Parties ^(b)	-	33	33
Grants ^(a)	452,940	456,899	432,319
Financial Transactions and Other	10	-	-
Amortization of Tangible Capital Assets	54	54	64
	\$ 466,336	\$ 464,773	\$ 439,484
Valuation Adjustments	-	50	(12)
	\$ 466,336	\$ 464,823	\$ 439,472

^(a) Certain budgeted costs have been reclassified during the year to grants for the purpose of allocating resources to the Persons with Developmental Disabilities Community Boards.

^(b) The Board receives administrative services from the Department of Human Resources and Employment.

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Provincial Board Reallocation ^(a)	2004-2005 Final Budget
Revenue			
Grant from Department of Seniors and Community Supports	\$ 465,606	\$ -	\$ 465,606
Interest	166	-	166
Prior Year Revenue	500	-	500
	466,272	-	466,272
Expenses			
Board Governance	155	8	163
Support to Delivery Systems	13,407	(3,952)	9,455
Grants to:			
Northwest Region Community Board	17,232	61	17,293
Northeast Region Community Board	22,886	97	22,983
Edmonton Region Community Board	132,697	746	133,443
Central Region Community Board	116,471	1,347	117,818
Calgary Region Community Board	112,780	1,448	114,228
South Region Community Board	50,708	239	50,947
	466,336	(6)	466,330
Net Operating Results	\$ (64)	\$ 6	\$ (58)

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 31	\$ -	\$ 31	\$ 35
Board Members ^(e)	-	95	-	95	76
Chief Executive Officer ^(f)	113	16	22	151	145
Executive Director, Finance and Information Technology Services ^(g)	99	15	20	134	110
Executive Director, Strategic and Organizational Development ^(g)	91	14	18	123	106
Director, Human Resources ^(g)	83	8	22	113	98
Manager, Business Planning ^(g)	82	7	18	107	97

^(a) Base Salary includes pensionable base pay.

^(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

^(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.

^(d) These amounts represent honoraria payments made to the Chair of the Board.

^(e) There are 14 board member positions (1 vice chair, 7 members-at-large and 6 community board chairs) that were occupied for varying lengths of time during the year. These amounts represent honoraria payments made to the vice chair, 7 members-at-large and appeal panel honoraria payments for all board members.

^(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports.

^(g) Executives are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licences and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded on the Statement of Operations and the Statement of Financial Position at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Department of Seniors and Community Supports	\$ 465,606	\$ 440,696	\$ -	\$ -
Expenses - Directly Incurred				
Grants to Persons with Developmental Disabilities Community Boards:				
Northwest Region Community Board	\$ 17,293	\$ 16,232	\$ -	\$ -
Northeast Region Community Board	22,983	21,536	-	-
Edmonton Region Community Board	133,443	126,189	-	-
Central Region Community Board	117,818	113,720	-	-
Calgary Region Community Board	114,228	106,492	-	-
South Regional Community Board	50,947	48,134	-	-
Other Services	-	-	2,203	1,928
	\$ 456,712	\$ 432,303	\$ 2,203	\$ 1,928

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4 (continued)

As at March 31, 2005, accounts payable of the Board include a total of \$741 (2004 - \$539) owing to related parties for Other Services.

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure and Transportation	\$ -	\$ -	\$ 153	\$ 141
Department of Justice and Attorney General	-	-	38	16
	\$ -	\$ -	\$ 191	\$ 157

PERSONS WITH DEVELOPMENTAL DISABILITIES PROVINCIAL BOARD

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005					2004	
	Expenses ^(a)	Expenses – Incurred by Others		Valuation Adjustments		Total Expenses	Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation Pay ^(d)	Total Expenses		
Board Governance	\$ 229	\$ -	\$ -	\$ -	\$ 229	\$ 173	\$ 7,153
Support to Delivery Systems	7,832	153	38	50	8,073		
Grants to Persons with Developmental Disabilities Community Boards							
Northwest Region Community Board	17,293	-	-	-	17,293	16,232	
Northeast Region Community Board	22,983	-	-	-	22,983	21,536	
Edmonton Region Community Board	133,443	-	-	-	133,443	126,189	
Central Region Community Board	117,818	-	-	-	117,818	113,720	
Calgary Region Community Board	114,228	-	-	-	114,228	106,492	
South Region Community Board	50,947	-	-	-	50,947	48,134	
	\$ 464,773	\$ 153	\$ 38	\$ 50	\$ 465,014	\$ 439,629	

(a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

(b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.

(c) Costs shown for Legal Services per Schedule 4.

(d) Provision for Vacation Pay has been allocated based on the actual provision relating to each program by employee.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CALGARY REGION COMMUNITY BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities Calgary Region Community Board and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities Calgary Region Community Board as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities Calgary Region Community Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 9, the Board made certain payments that did not comply with the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta
May 6, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenues			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 112,780	\$ 114,228	\$ 106,492
Previous Year's Refund of Expenditures	-	282	235
Other	-	-	3
	112,780	114,510	106,730
Expenses - Directly Incurred (Note 2b, Schedules 1 and 5)			
Programs			
Community Living Supports	57,140	57,429	52,568
Employment Supports	10,904	8,398	9,316
Community Access Supports	22,553	25,845	21,484
Specialized Community Supports	2,238	1,873	1,785
Direct Operations	1,166	876	854
Supports to Delivery Systems	18,706	19,596	19,532
Board Governance	116	125	129
	112,823	114,142	105,668
Valuation Adjustments (Schedule 5)	-	(47)	236
	112,823	114,095	105,904
Net Operating Results	\$ (43)	\$ 415	\$ 826

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CALGARY REGION COMMUNITY BOARD**

Statement of Financial Position

As at March 31, 2005

(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 5,936	\$ 5,352
Accounts Receivable (Note 3)	5	4
Tangible Capital Assets (Note 6)	189	194
	\$ 6,130	\$ 5,550
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 5,231	\$ 5,066
Net Assets (Liabilities)		
Net Assets (Liabilities), Beginning of Year	484	(342)
Net Operating Results	415	826
	899	484
Net Assets, End of Year	\$ 6,130	\$ 5,550

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CALGARY REGION COMMUNITY BOARD**

Statement of Cash Flows

Year ended March 31, 2005
(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ 415	\$ 826
Non-Cash Items		
Valuation Adjustments	(47)	236
Amortization	112	65
	480	1,127
Increase in Accounts Receivable	(1)	(2)
Increase (Decrease) in Accounts Payable and Accrued Liabilities ^(a)	212	(134)
Cash Provided by Operating Transactions	691	991
Capital Transactions		
Purchase of Capital Assets	(107)	(64)
Increase in Cash	584	927
Cash, Beginning of Year	5,352	4,425
Cash, End of Year	\$ 5,936	\$ 5,352

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities Calgary Region Community Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The Board reports to the Ministry of Seniors and Community Supports through the Persons with Developmental Disabilities Provincial Board. The Board has the responsibility to help adults with developmental disabilities to live as independently as possible by providing advocacy and a variety of services within the region.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting

Expenses

Directly Incurred

Directly incurred expenses are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- amortization of tangible capital assets;
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities;
- salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Program Expenses Reported on the Statement of Operations

Community Living Supports - expenses incurred to assist adults with developmental disabilities to live in a home of their choice.

Employment Supports - expenses incurred to assist adults with developmental disabilities in gaining and maintaining employment.

Community Access Supports - expenses incurred to assist adults with developmental disabilities to participate in community activities and personal development activities.

Specialized Community Supports - expenses incurred to provide other unique supports that are needed to assist adults with developmental disabilities in their environment or to enhance their access to the community.

Direct Operations – other expenses incurred to operate the following facilities:

- Bow Park Court
- Scenic Bow Legion Group Homes

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

- Parkmont Achievement Center

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations.

Tangible capital assets of the Board are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

Net Assets (Liabilities)

Net assets (liabilities) represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CALGARY REGION COMMUNITY BOARD**

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$5,231 in these financial statements, is subject to measurement uncertainty. The actual amount could vary significantly from the recorded amount for Accounts Payable and Accrued Liabilities which is estimated using an analysis of the current year expenditure trends as well as management input.

NOTE 3 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
GST	\$ 3	\$ -	\$ 3	\$ 4
Other	2	-	2	-
	\$ 5	\$ -	\$ 5	\$ 4

Accounts receivable are unsecured and non-interest bearing.

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Accrued Grants to Individuals	\$ 3,550	\$ 3,142
Employees Accrued Vacation Pay and Manpower Costs	1,407	1,524
Accrued Supplies and Services	274	400
	\$ 5,231	\$ 5,066

NOTE 5 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulty in determining their fair market values.

NOTE 6 TANGIBLE CAPITAL ASSETS

		2005			2004
	Estimated Useful Life	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Vehicles	3 years	\$ 348	\$ 179	\$ 169	\$ 172
Equipment	15 years	13	2	11	12
Equipment	10 years	10	1	9	10
		\$ 371	\$ 182	\$ 189	\$ 194

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 7 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board has the following contractual obligations:

	2005	2004
Service Contracts ^(a)	\$ 78	\$ 156
Long Term Leases ^(b)	8	13
	\$ 86	\$ 169

^(a) The actual amounts are dependent on the usage of service.

^(b) The Board leases certain equipment under operating leases that expire on various dates.
The aggregate amounts payable for the unexpired terms of the contractual obligations are as follows:

	2005			2004
	Service Contracts	Long Term Leases	Total	Total
2005	\$ -	\$ -	\$ -	\$ 161
2006	76	6	82	6
2007	2	2	4	2
	\$ 78	\$ 8	\$ 86	\$ 169

NOTE 8 TRUST FUNDS UNDER ADMINISTRATION

The Board administers funds consisting of public money over which the Legislature has no power of appropriation. Because the Province has no equity in the funds and administers them for the purpose of various trusts, they are not included in the Board's financial statements.

As at March 31, 2005 trust funds under administration were as follows:

	2005	2004
Client Trust Funds	\$ 65	\$ 78

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 9 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies were receiving services prior to the passing of the Act but they no longer met the new criteria for Persons with Developmental Disabilities (PDD).

In response to a recommendation from the *Building Better Bridges* Report, Government directed that PDD Boards continue providing services to these individuals and agencies until service responsibility is handed-off to a more appropriate provincial program. Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act.

The total cost of these services for 54 individuals that has been included in the Statement of Operations is estimated to be \$1,372 (2004 - 60 individuals totalling \$1,538). The total cost for 2 agencies that has been included in the Statement of Operations is estimated to be \$1,068 (2004 - 2 agencies totalling \$1,056).

NOTE 10 COMPARATIVE FIGURES

Certain 2004 figures have been reclassified to conform to the 2005 presentation.

NOTE 11 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CALGARY REGION COMMUNITY BOARD**

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower	\$ 11,813	\$ 11,274	\$ 10,941
Supplies and Services	48,327	52,514	48,058
Grants	52,515	51,226	47,639
Financial Transactions and Other	84	-	-
Amortization of Tangible Capital Assets	84	112	65
	112,823	115,126	106,703
Valuation Adjustments	-	(47)	236
Less Recovery from Support Service Arrangement With Related Parties ^(a)	-	(984)	(1,035)
	\$ 112,823	\$ 114,095	\$ 105,904

^(a) The Board provides specialized program supports to children who are the responsibility of Calgary and Area Child and Family Services Authority. Costs incurred for these activities are recovered from the Calgary and Area Child and Family Services Authority.

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Reallocation From Provincial Board ^(a)	2004-2005 Final Budget
Revenue			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 112,780	\$ 1,448	\$ 114,228
Expenses - Directly Incurred			
Community Living Supports	57,140	764	57,904
Employment Supports	10,904	82	10,986
Community Access Supports	22,553	215	22,768
Specialized Community Supports	2,238	18	2,256
Direct Operations	1,166	31	1,197
Supports to Delivery Systems	18,706	338	19,044
Board Governance	116	-	116
	<u>112,823</u>	<u>1,448</u>	<u>114,271</u>
Net Operating Results	<u>\$ (43)</u>	<u>\$ -</u>	<u>\$ (43)</u>
Capital Investments	<u>\$ 125</u>	<u>\$ -</u>	<u>\$ 125</u>

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 22	\$ -	\$ 22	\$ 21
Board Members ^(e)	-	77	-	77	90
Chief Executive Officer ^(f)	105	15	22	142	139
Manager, Individual Supports ^(g)	83	6	17	106	103
Manager, Community Resource Management ^(g)	80	7	17	104	102
Executive Director, Graduated Supports ^(g)	80	7	16	103	98

(a) Base Salary includes pensionable base pay.

(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.

(d) These amounts represent honoraria payments made to the Chair of the Board (occupied by two individuals during the year).

(e) There are 9 board member positions. These amounts represent honoraria payments made to the board members during the year.

(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports (occupied by two individuals during the year).

(g) Executive are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licences and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Persons with Developmental Disabilities Provincial Board	\$ 114,228	\$ 106,492	\$ -	\$ -
Expenses - Directly Incurred				
Department of Restructuring and Government Efficiency	\$ -	\$ -	\$ 312	\$ 396
Executive Council	-	-	65	65
	\$ -	\$ -	\$ 377	\$ 461

As at March 31, 2005, accounts payable of the Board include amounts owing of \$88 (2004 - \$129) to the Department of Restructuring and Government Efficiency and \$14 (2004 - \$20) to the Executive Council.

PERSONS WITH DEVELOPMENTAL DISABILITIES CALGARY REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4 (continued)

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure and Transportation	\$ -	\$ -	\$ 1,984	\$ 1,705
Department of Justice and Attorney General	-	-	8	5
	\$ -	\$ -	\$ 1,992	\$ 1,710

The above transactions do not include support service arrangement transactions disclosed in Schedule 1.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CALGARY REGION COMMUNITY BOARD**

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005				2004	
	Expenses ^(a)	Expenses - Incurred by Others		Valuation Adjustments		Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation and Overtime Pay ^(d)	Total Expenses	
Community Living Supports	\$ 57,429	\$ 1,452	\$ -	\$ -	\$ 58,881	\$ 53,763
Employment Supports	8,398	-	-	-	8,398	9,316
Community Access Supports	25,845	230	-	-	26,075	21,708
Specialized Community Supports	1,873	-	-	-	1,873	1,785
Direct Operations	876	-	-	-	876	854
Supports to Delivery Systems	19,596	302	8	(47)	19,859	20,059
Board Governance	125	-	-	-	125	129
	\$ 114,142	\$ 1,984	\$ 8	\$ (47)	\$ 116,087	\$ 107,614

^(a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

^(b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.

^(c) Costs shown for Legal Services per Schedule 4.

^(d) Provision for Vacation and Overtime Pay have been allocated based on the actual provision relating to each program by employee.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CENTRAL REGION COMMUNITY BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities Central Region Community Board and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities Central Region Community Board as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities Central Region Community Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 10, the Board made certain payments that did not comply with the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta

May 12, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenues			
Grant from Persons with Developmental Disabilities			
Provincial Board	\$ 116,471	\$ 117,818	\$ 113,720
Previous Year's Refund of Expenditures	-	181	40
Fee Revenue (Note 2)	675	1,162	1,123
Program Fund Revenue	615	299	570
	<u>117,761</u>	<u>119,460</u>	<u>115,453</u>
Expenses - Directly Incurred (Note 2b, Schedules 1 and 5)			
Programs			
Community Living Supports	68,036	67,970	64,225
Employment Supports	3,836	2,952	2,970
Community Access Supports	12,921	12,651	11,948
Specialized Community Supports	3,451	3,670	3,356
Direct Operations	15,340	15,067	14,967
Supports to Delivery Systems	13,661	16,122	16,072
Board Governance	165	152	140
Program Fund	564	374	593
	<u>117,974</u>	<u>118,958</u>	<u>114,271</u>
Valuation Adjustments (Schedule 5)	-	348	871
Other Expenses			
Loss on disposal of assets	-	18	-
	<u>117,974</u>	<u>119,324</u>	<u>115,142</u>
Net Operating Results	\$ (213)	\$ 136	\$ 311

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CENTRAL REGION COMMUNITY BOARD**

Statement of Financial Position

As at March 31, 2005
(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 6,888	\$ 6,585
Accounts Receivable (Note 4)	325	402
Inventory	404	423
Tangible Capital Assets (Note 7)	1,319	1,175
	\$ 8,936	\$ 8,585
Liabilities		
Accounts Payable and Accrued Liabilities (Note 5)	\$ 8,567	\$ 7,963
Net Assets		
Net Assets, Beginning of Year	622	311
Net Operating Results	136	311
Transfer to General Revenue Fund (Note 3)	(389)	-
	369	622
Net Assets, End of Year	\$ 8,936	\$ 8,585

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

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Statement of Cash Flows

Year ended March 31, 2005
(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ 136	\$ 311
Non-Cash Items		
Valuation Adjustments	348	871
Amortization	296	274
Loss on disposal of assets	18	-
	798	1,456
Decrease (Increase) in Accounts Receivable	77	(215)
Decrease in Inventory	19	53
Increase (Decrease) in Accounts Payable and Accrued Liabilities ^(a)	256	(514)
Cash Provided by Operating Transactions	1,150	780
Financing Transactions		
Transfer to General Revenue Fund (Note 3)	(389)	-
Capital Transactions		
Purchase of Tangible Capital Assets	(458)	(358)
Increase in Cash	303	422
Cash, Beginning of Year	6,585	6,163
Cash, End of Year	\$ 6,888	\$ 6,585

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities Central Region Community Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The Board reports to the Ministry of Seniors and Community Supports through the Persons with Developmental Disabilities Provincial Board. The Board has the responsibility to help adults with developmental disabilities to live as independently as possible by providing advocacy and a variety of services within the region.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting

Revenues

All revenues are reported on the accrual method of accounting.

Expenses

Directly Incurred Expenses

Expenses directly incurred are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- amortization of tangible capital assets;
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities;
- costs of salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Revenues and Expenses Reported on the Statement of Operations

Fee Revenue - Michener Centre and Youngstown Home collect fees from certain residents in accordance with the Social Care Facilities Rates Order. Fees in the amount of \$989 were collected during the year (2004 - \$952). In addition, Michener Centre collects fees from external users of the Roland Michener Recreation Centre. Fees in the amount of \$173 were collected during the year (2004 - \$171).

Program Fund Revenue and Expenses - The Board administers funds that are designated by the Provincial Treasurer as regulated. Revenues are generated from and expenses are incurred for the production and sale of goods and the provision of dental services to external users. The funds are used to provide recreational, social and vocational opportunities and dental services to persons with developmental disabilities.

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Community Living Supports - expenses incurred to assist adults with developmental disabilities to live in a home of their choice.

Employment Supports - expenses incurred to assist adults with developmental disabilities in gaining and maintaining employment.

Community Access Supports - expenses incurred to assist adults with developmental disabilities to participate in community activities and personal development activities.

Specialized Community Supports - expenses incurred to provide other unique supports that are needed to assist adults with developmental disabilities in their environment or to enhance their access to the community.

Direct Operations - other expenses incurred to operate the following facilities:

- Michener Centre, Red Deer, Alberta
- Youngstown Home, Youngstown, Alberta

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations.

Inventory is valued at the lower of cost and net realizable value. Cost is determined by the average cost method.

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Tangible capital assets of the Board are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

Net Assets

Net assets represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short-term nature of these instruments.

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$8,567 in these financial statements, is subject to measurement uncertainty. The actual amount could vary significantly from the recorded amount for Accounts Payable and Accrued Liabilities, which is estimated using an analysis of the current year expenditure trends as well as management input.

NOTE 3 PROGRAM FUND

On March 31, 2005 the Ventures Program was discontinued. Cash of \$389 was transferred to the General Revenue Fund. Included within the Statement of Operations is Program Fund Revenue of \$78 (2004 - \$280) and Program Fund expenses of \$138 (2004 - \$335).

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 4 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Trades Receivable	\$ 158	\$ -	\$ 158	\$ 306
Contract Recovery	161	-	161	90
GST	6	-	6	6
	<u>\$ 325</u>	<u>\$ -</u>	<u>\$ 325</u>	<u>\$ 402</u>

Accounts receivable are unsecured and non-interest bearing.

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Accrued Grants to Individuals	\$ 1,289	\$ 1,267
Employees Accrued Vacation Pay and Manpower Costs	6,045	5,752
Accrued Supplies and Services	1,233	944
	<u>\$ 8,567</u>	<u>\$ 7,963</u>

NOTE 6 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulty in determining their fair market values.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CENTRAL REGION COMMUNITY BOARD**

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 7 TANGIBLE CAPITAL ASSETS

	Estimated Useful Life	2005			2004
		Cost	Accumulated Amortization	Net Book Value	Net Book Value
Computer Equipment	5 years	\$ 435	\$ 401	\$ 34	\$ 47
Equipment	5-10 years	3,449	2,164	1,285	1,128
		\$ 3,884	\$ 2,565	\$ 1,319	\$ 1,175

NOTE 8 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board has the following contractual obligations:

	2005	2004
Service Contracts ^(a)	\$ 10,862	\$ 4,036
Long-term Leases ^(b)	333	361
	\$ 11,195	\$ 4,397

(a) Actual amounts are dependent on the usage of service.

(b) The Board leases certain equipment under operating leases that expire on various dates.

The aggregate amounts payable for the unexpired terms of the contractual obligations are as follows:

	2005			2004
	Service Contracts	Long-term Leases	Total	Total
2005	\$ -	\$ -	\$ -	\$ 4,197
2006	8,218	166	8,384	126
2007	2,451	122	2,573	68
2008	193	34	227	6
2009	-	11	11	-
	\$ 10,862	\$ 333	\$ 11,195	\$ 4,397

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 9 TRUST FUNDS UNDER ADMINISTRATION

The Board administers trust funds consisting of public money over which the Legislature has no power of appropriation. Because the Province has no equity in the funds and administers them for the purpose of various trusts, they are not included in the Board's financial statements.

As at March 31, 2005 trust funds under administration were as follows:

	2005	2004
Client Trust Funds	\$ 249	\$ 213

NOTE 10 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies were receiving services prior to the passing of the Act but they no longer met the new criteria for Persons with Developmental Disabilities (PDD).

In response to a recommendation from the *Building Better Bridges* Report, the Government directed that PDD Boards continue providing services to these individuals and agencies until service responsibility is handed-off to a more appropriate provincial program. Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act.

The total cost of these services for 9 individuals that has been included in the Statement of Operations is estimated to be \$419 (2004 - 9 clients totalling \$561)

NOTE 11 SERVICES PROVIDED BY REGIONAL HEALTH AUTHORITIES

The Board incurred supplies and services of \$264 (2004 - \$353) for contract services rendered by the David Thompson Health Region. These transactions were recorded at the amount of consideration agreed upon by the parties.

NOTE 12 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CENTRAL REGION COMMUNITY BOARD**

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower	\$ 41,533	\$ 43,212	\$ 42,105
Supplies and Services	61,794	62,209	59,236
Grants	13,974	13,240	12,656
Financial Transactions and Other	366	1	-
Amortization of Tangible Capital Assets	307	296	274
	117,974	118,958	114,271
Valuation Adjustments	-	348	871
	\$ 117,974	\$ 119,306	\$ 115,142

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Reallocation From Provincial Board ^(a)	2004-2005 Final Budget
Revenue			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 116,471	\$ 1,347	\$ 117,818
Fee Revenue	675	-	675
Program Fund Revenue	615	-	615
	<u>117,761</u>	<u>1,347</u>	<u>119,108</u>
Expenses - Directly Incurred			
Community Living Supports	68,036	(177)	67,859
Employment Supports	3,836	44	3,880
Community Access Supports	12,921	556	13,477
Specialized Community Supports	3,451	270	3,721
Direct Operations	15,340	100	15,440
Supports to Delivery Systems	13,661	775	14,436
Board Governance	165	-	165
Program Fund	564	(221)	343
	<u>117,974</u>	<u>1,347</u>	<u>119,321</u>
Net Operating Results	<u>\$ (213)</u>	<u>\$ -</u>	<u>\$ (213)</u>

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 23	\$ -	\$ 23	\$ 35
Board Members ^(e)	-	83	-	83	66
Chief Executive Officer ^(f)	109	16	21	146	145
Chief Operating Officer ^(g)	92	8	19	119	114
Specialty Services Manager ^(g)	84	8	18	110	104
Chief Financial Officer ^(g)	73	8	16	97	95
Manager, Corporate Development ^(g)	74	11	16	101	94
Director, Community Resources ^(g)	84	8	18	110	90

(a) Base Salary includes pensionable base pay.

(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long-term disability plans, professional memberships and tuition fees.

(d) These amounts represent honoraria payments made to the Chair of the Board.

(e) There are 9 board member positions. These amounts represent honoraria payments made to the board members during the year.

(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports.

(g) Executives are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licences and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Persons with Developmental Disabilities Provincial Board	\$ 117,818	\$ 113,720	\$ -	\$ -
Expenses - Directly Incurred				
Department of Innovation and Science	\$ -	\$ -	\$ -	\$ 161
Executive Council	-	-	73	-
Department of Restructuring and Government Efficiency	-	-	757	852
Department of Infrastructure and Transportation	-	-	-	12
	\$ -	\$ -	\$ 830	\$ 1,025

PERSONS WITH DEVELOPMENTAL DISABILITIES CENTRAL REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

As at March 31, 2005, accounts payable of the Board include amounts owing of \$8 (2004 - \$0) to the Executive Council, \$251 (2004 - \$196) to the Department of Restructuring and Government Efficiency, and \$0 (2004 - \$22) to the Department of Innovation and Science.

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure and Transportation	\$ -	\$ -	\$ 6,005	\$ 6,318
Department of Justice and Attorney General	-	-	17	11
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,022</u>	<u>\$ 6,329</u>

**PERSONS WITH DEVELOPMENTAL DISABILITIES
CENTRAL REGION COMMUNITY BOARD**

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005					2004
	Expenses ^(a)	Expenses - Incurred by Others		Valuation Adjustments		Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation and Overtime Pay ^(d)	Total Expenses	
Community Living Supports	\$ 67,970	\$ 3,664	\$ 17	\$ 251	\$ 71,902	\$ 68,707
Employment Supports	2,952	-	-	-	2,952	2,970
Community Access Supports	12,651	660	-	(36)	13,275	12,637
Specialized Community Supports	3,670	240	-	45	3,955	3,652
Direct Operations	15,067	1,021	-	54	16,142	16,166
Supports to Delivery Systems	16,122	420	-	34	16,576	16,606
Board Governance	152	-	-	-	152	140
Program Fund	374	-	-	-	374	593
	\$ 118,958	\$ 6,005	\$ 17	\$ 348	\$ 125,328	\$ 121,471

(a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

(b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.

(c) Costs shown for Legal Services per Schedule 4.

(d) Provision for Vacation and Overtime Pay have been allocated based on the actual provision relating to each program by employee.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities Edmonton Region Community Board and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities Edmonton Region Community Board as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities Edmonton Region Community Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 9, the Board made certain payments that did not comply with the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta

May 13, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenues			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 132,697	\$ 133,443	\$ 126,189
Previous Year's Refund of Expenditures	-	706	352
Other	100	207	90
	132,797	134,356	126,631
Expenses - Directly Incurred (Note 2b and Schedules 1 and 5)			
Programs			
Community Living Supports	78,479	77,544	72,478
Employment Supports	7,352	6,722	6,503
Community Access Supports	15,098	15,583	14,061
Specialized Community Supports	13,060	11,748	11,051
Direct Operations	1,566	1,319	1,452
Supports to Delivery Systems	17,223	20,498	20,505
Board Governance	140	128	108
	132,918	133,542	126,158
Valuation Adjustments (Schedule 5)	-	76	23
	132,918	133,618	126,181
Net Operating Results	\$ (121)	\$ 738	\$ 450

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Statement of Financial Position

As at March 31, 2005

(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 7,831	\$ 5,831
Accounts Receivable (Note 3)	136	358
Tangible Capital Assets (Note 6)	4	9
	\$ 7,971	\$ 6,198
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 7,555	\$ 6,520
Net Assets (Liabilities)		
Net Liabilities, Beginning of Year	(322)	(772)
Net Operating Results	738	450
	416	(322)
Net Assets (Liabilities), End of Year	\$ 7,971	\$ 6,198

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Statement of Cash Flows

Year ended March 31, 2005
(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ 738	\$ 450
Non-Cash Items		
Valuation Adjustments	76	23
Amortization	4	2
	818	475
Decrease (Increase) in Accounts Receivable	222	(124)
Increase in Accounts Payable and Accrued Liabilities ^(a)	960	1,106
Cash Provided by Operating Transactions	2,000	1,457
Cash, Beginning of Year	5,831	4,374
Cash, End of Year	\$ 7,831	\$ 5,831

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005

(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities Edmonton Region Community Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2002*.

The Board reports to the Ministry of Seniors and Community Supports through the Persons with Developmental Disabilities Provincial Board. The Board has the responsibility to help adults with developmental disabilities to live as independently as possible by providing advocacy and a variety of services within the region.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

(b) Basis of Financial Reporting

Expenses

Directly Incurred

Directly incurred expenses are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- amortization of tangible capital assets;
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities;

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

- costs of salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Program Expenses Reported on the Statement of Operations

Community Living Supports - expenses incurred to assist adults with developmental disabilities to live in a home of their choice.

Employment Supports - expenses incurred to assist adults with developmental disabilities in gaining and maintaining employment.

Community Access Supports - expenses incurred to assist adults with developmental disabilities to participate in community activities and personal development activities.

Specialized Community Supports - expenses incurred to provide other unique supports that are needed to assist adults with developmental disabilities in their environment or to enhance their access to the community.

Direct Operations - other expenses incurred to operate the Eric Cormack Center and 11 community homes in the greater Edmonton area.

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations.

Tangible capital assets of the Board are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

Net Assets (Liabilities)

Net assets (liabilities) represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$7,555 in these financial statements, is subject to measurement uncertainty. The actual amount could vary significantly from the recorded amount for Accounts Payable and Accrued Liabilities, which is estimated using an analysis of the current year expenditure trends as well as management input.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 3 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Maintenance Recovery	\$ 39	\$ -	\$ 39	\$ 15
GST Receivable	3	-	3	4
Contract Recovery	-	-	-	302
Other	94	-	94	37
	\$ 136	\$ -	\$ 136	\$ 358

Accounts receivable are unsecured and non-interest bearing.

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Accrued Grants to Individuals	\$ 5,553	\$ 4,228
Employees' Accrued Vacation Pay and Manpower Costs	1,615	1,531
Accrued Supplies and Services	387	761
	\$ 7,555	\$ 6,520

NOTE 5 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulties in determining their fair market value.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 6 TANGIBLE CAPITAL ASSETS

	Estimated Useful Life	2005			2004
		Cost	Accumulated Amortization	Net Book Value	Net Book Value
Equipment	7 years	\$ 17	\$ 13	\$ 4	\$ 9

NOTE 7 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board had the following contractual obligations:

	2005	2004
	Service Contracts ^(a)	Service Contracts
The aggregate amount payable in 2006	\$ 4,993	\$ 4,307

^(a) Actual amounts are dependent on the usage of service.

NOTE 8 TRUST FUNDS UNDER ADMINISTRATION

The Board administers funds consisting of public money over which the Legislature has no power of appropriation. Because the Province has no equity in the funds and administers them for the purpose of various trusts, they are not included in the Board's financial statements.

As at March 31, 2005 trust funds under administration were as follows:

	2005	2004
Client Trust Funds	\$ 54	\$ 62
Donations to Clients	2	2
	\$ 56	\$ 64

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 9 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies were receiving services prior to the passing of the Act but they no longer met the new criteria for Persons with Developmental Disabilities (PDD).

In response to a recommendation from the *Building Better Bridges* Report, Government directed that PDD Boards continue providing services to these individuals and agencies until service responsibility is handed-off to a more appropriate provincial program.

Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act.

The total cost of these services in 2005 for 15 individuals that has been included in the Statement of Operations is estimated to be \$722 (2004 - 16 clients totalling \$974). The total cost for 1 agency that has been included in the Statement of Operations is estimated to be \$379 (2004 - 5 agencies totalling \$601).

NOTE 10 SERVICES PROVIDED BY THE CAPITAL HEALTH AUTHORITY

The Board incurred \$286 (2004 - \$0) for contract services rendered by the Capital Health Authority. These transactions were recorded at the amount of consideration agreed upon between the parties.

NOTE 11 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower	\$ 14,701	\$ 14,955	\$ 14,013
Supplies and Services	74,214	72,209	66,788
Grants	43,882	46,374	45,355
Amortization of Tangible Capital Assets	2	4	2
	132,799	133,542	126,158
Valuation Adjustments (Schedule 5)	119	76	23
	\$ 132,918	\$ 133,618	\$ 126,181

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Reallocation From Provincial Board ^(a)	2004-2005 Final Budget
Revenue			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 132,697	\$ 746	\$ 133,443
Other	100	-	100
	<u>132,797</u>	<u>746</u>	<u>133,543</u>
Expenses - Directly Incurred			
Community Living Supports	78,479	-	78,479
Employment Supports	7,352	-	7,352
Community Access Supports	15,098	-	15,098
Specialized Community Supports	13,060	-	13,060
Direct Operations	1,566	-	1,566
Supports to Delivery Systems	17,223	746	17,969
Board Governance	140	-	140
	<u>132,918</u>	<u>746</u>	<u>133,664</u>
Net Operating Results	<u>\$ (121)</u>	<u>\$ -</u>	<u>\$ (121)</u>

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 33	\$ -	\$ 33	\$ 23
Board Members ^(e)	-	59	-	59	54
Chief Executive Officer ^(f)	109	16	22	147	144
Assistant Chief Executive Officer ^(g)	90	6	19	115	104
Executive Director, Residential Services ^(g)	82	6	16	104	101

^(a) Base Salary includes pensionable base pay.

^(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

^(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.

^(d) These amounts represent honoraria payments made to the Chair of the Board.

^(e) There are 8 board member positions. These amounts represent honoraria payments made to the board members during the year.

^(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports.

^(g) Executives are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licences and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Persons with Developmental Disabilities Provincial Board	\$ 133,443	\$ 126,189	\$ -	\$ -
Expenses - Directly Incurred				
Department of Restructuring and Government Efficiency	\$ -	\$ -	\$ 328	\$ 499
Department of Human Resources and Employment	-	-	-	59
Executive Council	-	-	120	-
Edmonton and Area CFSA	-	-	135	63
	\$ -	\$ -	\$ 583	\$ 621

PERSONS WITH DEVELOPMENTAL DISABILITIES EDMONTON REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4 (continued)

As at March 31, 2005, accounts payable of the Board include amounts owing of \$91 (2004 - \$159) to the Department of Restructuring and Government Efficiency and \$0 (2004 - \$63) to the Edmonton and Area CFSA.

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure	\$ -	\$ -	\$ 1,605	\$ 1,584
Department of Justice	-	-	43	13
	\$ -	\$ -	\$ 1,648	\$ 1,597

**PERSONS WITH DEVELOPMENTAL DISABILITIES
EDMONTON REGION COMMUNITY BOARD**

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005				2004	
	Expenses ^(a)	Expenses - Incurred by Others		Valuation Adjustments		Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation and Overtime Pay ^(d)	Total Expenses	
Community Living Supports	\$ 77,544	\$ 1,312	\$ -	\$ 28	\$ 78,884	\$ 73,687
Employment Supports	6,722	-	-	-	6,722	6,503
Community Access Supports	15,583	-	-	-	15,583	14,061
Specialized Community Supports	11,748	-	-	-	11,748	11,051
Direct Operations	1,319	-	-	-	1,319	1,452
Supports to Delivery Systems	20,498	293	43	48	20,882	20,916
Board Governance	128	-	-	-	128	108
	\$ 133,542	\$ 1,605	\$ 43	\$ 76	\$ 135,266	\$ 127,778

^(a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

^(b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.

^(c) Costs shown for Legal Services per Schedule 4.

^(d) Provision for Vacation and Overtime Pay has been allocated based on the actual provision relating to each program by employee.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHEAST REGION COMMUNITY BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities Northeast Region Community Board and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities Northeast Region Community Board as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities Northeast Region Community Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 7, the Board made certain payments that did not comply with the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta

May 13, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenues			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 22,886	\$ 22,983	\$ 21,536
Previous Year's Refund of Expenditures	-	52	2
	22,886	23,035	21,538
Expenses - Directly Incurred (Note 2b, Schedule 1 and 5)			
Programs			
Community Living Supports	11,340	10,877	10,255
Employment Supports	1,912	1,832	1,751
Community Access Supports	3,885	3,899	3,583
Specialized Community Supports	476	476	460
Supports to Delivery Systems	5,117	5,452	5,008
Board Governance	164	153	115
	22,894	22,689	21,172
Valuation Adjustments (Schedule 5)	-	12	51
	22,894	22,701	21,223
Net Operating Results	\$ (8)	\$ 334	\$ 315

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHEAST REGION COMMUNITY BOARD**

Statement of Financial Position

As at March 31, 2005
(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 3,491	\$ 3,017
Accounts Receivable (Note 3)	2	2
	<u>\$ 3,493</u>	<u>\$ 3,019</u>
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 1,286	\$ 1,146
Net Assets		
Net Assets, Beginning of Year	1,873	1,558
Net Operating Results	334	315
	<u>2,207</u>	<u>1,873</u>
Net Assets, End of Year	<u>\$ 3,493</u>	<u>\$ 3,019</u>

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

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Statement of Cash Flows

Year ended March 31, 2005

(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ 334	\$ 315
Non-Cash Items		
Valuation Adjustments	12	51
	346	366
Decrease in Accounts Receivable	-	5
Decrease in Advances	-	5
Increase in Accounts Payable and Accrued Liabilities ^(a)	128	100
Cash Provided by Operating Transactions	474	476
Cash, Beginning of Year	3,017	2,541
Cash, End of Year	\$ 3,491	\$ 3,017

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities Northeast Region Community Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The Board reports to the Ministry of Seniors and Community Supports through the Persons with Developmental Disabilities Provincial Board. The Board has the responsibility to help adults with developmental disabilities to live as independently as possible by providing advocacy and a variety of services within the region.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

(b) Basis of Financial Reporting

Expenses

Directly Incurred

Directly incurred expenses are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities;

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

- costs of salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Program Expenses Reported on the Statement of Operations

Community Living Supports - expenses incurred to assist adults with developmental disabilities to live in a home of their choice.

Employment Supports - expenses incurred to assist adults with developmental disabilities in gaining and maintaining employment.

Community Access Supports - expenses incurred to assist adults with developmental disabilities to participate in community activities and personal development activities.

Specialized Community Supports - expenses incurred to provide other unique supports that are needed to assist adults with developmental disabilities in their environment or to enhance their access to the community.

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations.

The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

Net Assets

Net assets represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$1,286 in these financial statements, is subject to measurement uncertainty. The actual amount could vary significantly from the recorded amount for Accounts Payable and Accrued Liabilities which is estimated using an analysis of the current year expenditure trends as well as management input.

NOTE 3 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
GST	\$ 2	\$ -	\$ 2	\$ 2

Accounts receivable are unsecured and non-interest bearing.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Accrued Grants to Individuals	\$ 907	\$ 768
Employees Accrued Vacation Pay and Manpower Costs	205	201
Accrued Supplies and Services	174	177
	\$ 1,286	\$ 1,146

NOTE 5 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulties in determining their fair market value.

NOTE 6 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board has the following contractual obligations:

	2005	2004
Service Contracts ^(a)	\$ 1,512	\$ 8,369
Long-term Leases ^(b)	34	32
	\$ 1,546	\$ 8,401

^(a) Actual amounts are dependent on the usage of service.

^(b) The Board leases certain equipment under operating leases that expire on various dates.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 6 CONTRACTUAL OBLIGATIONS (continued)

The aggregate amounts payable for the unexpired terms of the contractual obligations are as follows:

	2005			2004
	Service Contracts	Long Term Leases	Total	Total
2005	\$ -	\$ -	\$ -	\$ 7,561
2006	1,512	17	1,529	834
2007	-	14	14	6
2008	-	3	3	-
	\$ 1,512	\$ 34	\$ 1,546	\$ 8,401

NOTE 7 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies were receiving services prior to the passing of the Act but they no longer met the new criteria for Persons with Developmental Disabilities (PDD).

In response to a recommendation from the *Building Better Bridges* Report, Government directed that PDD Boards continue providing services to these individuals and agencies until service responsibility is handed-off to a more appropriate provincial program. Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act.

The total cost of these services for 10 individuals that has been included in the Statement of Operations is estimated to be \$290 (2004 - 11 individuals totalling \$338).

NOTE 8 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHEAST REGION COMMUNITY BOARD**

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower	\$ 1,394	\$ 1,528	\$ 1,300
Supplies and Services	10,720	11,089	10,530
Grants	10,772	10,072	9,342
Financial Transactions and Other	8	-	-
	22,894	22,689	21,172
Valuation Adjustment	-	12	51
	\$ 22,894	\$ 22,701	\$ 21,223

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Reallocation From Provincial Board ^(a)	2004-2005 Final Budget
Revenue			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 22,886	\$ 97	\$ 22,983
Expenses - Directly Incurred			
Community Living Supports	11,340	(218)	11,122
Employment Supports	1,912	(8)	1,904
Community Access Supports	3,885	(65)	3,820
Specialized Community Supports	476	(3)	473
Supports to Delivery Systems	5,117	391	5,508
Board Governance	164	-	164
	<u>22,894</u>	<u>97</u>	<u>22,991</u>
Net Operating Results	<u>\$ (8)</u>	<u>\$ -</u>	<u>\$ (8)</u>

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 15	\$ -	\$ 15	\$ 20
Board Members ^(e)	-	85	-	85	46
Chief Executive Officer ^(f)	104	19	22	145	132
Manager, Finance and Monitoring ^(g)	75	6	17	98	51
Manager, Community Integration ^{(g) (h)}	25	3	5	33	-

(a) Base Salary includes pensionable base pay.

(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.

(d) These amounts represent honoraria payments made to the Chair of the Board.

(e) There are 8 board member positions. These amounts represent honoraria payments made to the board members during the year.

(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports.

(g) Executives are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

(h) Management position was created during 2004-05 fiscal year and amounts are from December 1, 2004.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licenses and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Persons with Developmental Disabilities Provincial Board	\$ 22,983	\$ 21,536	\$ -	\$ -
Expenses - Directly Incurred				
Executive Council	\$ -	\$ -	\$ 26	\$ 30
Department of Restructuring and Government Efficiency	-	-	63	192
	\$ -	\$ -	\$ 89	\$ 222

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHEAST REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

As at March 31, 2005, accounts payable of the Board include amounts owing of nil (2004 - \$14) to the Executive Council, \$18 (2004 - \$16) to the Department of Restructuring and Government Efficiency and \$1 (2004 - \$2) to the Department of Finance.

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure and Transportation	\$ -	\$ -	\$ 79	\$ 86
Department of Justice and Attorney General	-	-	4	1
	\$ -	\$ -	\$ 83	\$ 87

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHEAST REGION COMMUNITY BOARD**

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005				2004	
	Expenses ^(a)	Expenses - Incurred by Others		Valuation Adjustments		Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation Pay ^(d)	Total Expenses	
Community Living Supports	\$ 10,877	\$ -	\$ -	-	\$ 10,877	\$ 10,255
Employment Supports	1,832	-	-	-	1,832	1,751
Community Access Supports	3,899	-	-	-	3,899	3,583
Specialized Community Supports	476	-	-	-	476	460
Supports to Delivery Systems	5,452	79	4	12	5,547	5,146
Board Governance	153	-	-	-	153	115
	\$ 22,689	\$ 79	\$ 4	12	\$ 22,784	\$ 21,310

(a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

(b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.

(c) Costs shown for Legal Services per Schedule 4.

(d) Provision for Vacation Pay has been allocated based on the actual provision relating to each program by employee.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities Northwest Region Community Board and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities Northwest Region Community Board as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities Northwest Region Community Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 8, the Board made certain payments that did not comply with the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta

May 13, 2005

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenues			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 17,232	\$ 17,293	\$ 16,232
Previous Year's Refund of Expenditures	-	23	7
	17,232	17,316	16,239
Expenses - Directly Incurred (Note 2b, Schedules 1 and 5)			
Programs			
Community Living Supports	8,920	8,802	8,217
Employment Supports	1,282	1,883	1,165
Community Access Supports	2,635	1,944	2,353
Specialized Community Supports	492	437	435
Supports to Delivery Systems	3,747	4,021	3,596
Board Governance	151	167	149
	17,227	17,254	15,915
Valuation Adjustments (Schedule 5)	-	(2)	(3)
	17,227	17,252	15,912
Net Operating Results	\$ 5	\$ 64	\$ 327

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Statement of Financial Position

As at March 31, 2005

(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 1,257	\$ 1,208
Accounts Receivable (Note 3)	3	2
Tangible Capital Assets (Note 6)	-	16
	\$ 1,260	\$ 1,226
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 848	\$ 878
Net Assets		
Net Assets, Beginning of Year	348	21
Net Operating Results	64	327
	412	348
	\$ 1,260	\$ 1,226

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Statement of Cash Flows

Year ended March 31, 2005
(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ 64	\$ 327
Non-Cash Items		
Amortization	16	-
Valuation Adjustments	(2)	(3)
	78	324
Decrease (Increase) in Accounts Receivable	(1)	6
Increase (Decrease) in Accounts Payable and Accrued Liabilities ^(a)	(28)	87
Cash Provided by Operating Transactions	49	417
Capital Transactions		
Purchase of Tangible Capital Assets	-	(16)
Increase in Cash	49	401
Cash, Beginning of Year	1,208	807
Cash, End of Year	\$ 1,257	\$ 1,208

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities Northwest Region Community Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The Board reports to the Ministry of Seniors and Community Supports through the Persons with Developmental Disabilities Provincial Board. The Board has the responsibility to help adults with developmental disabilities to live as independently as possible by providing advocacy and a variety of services within the region.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

(b) Basis of Financial Reporting

Expenses

Directly Incurred

Directly incurred expenses are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- amortization of tangible capital assets;
- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities;

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

- costs of salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Program Expenses Reported on the Statement of Operations

Community Living Supports - expenses incurred to assist adults with developmental disabilities to live in a home of their choice.

Employment Supports - expenses incurred to assist adults with developmental disabilities in gaining and maintaining employment.

Community Access Supports - expenses incurred to assist adults with developmental disabilities to participate in community activities and personal development activities.

Specialized Community Supports - expenses incurred to provide other unique supports that are needed to assist adults with developmental disabilities in their environment or to enhance their access to the community.

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations.

Tangible capital assets of the Board are recorded at historical cost and amortized on a straight-line basis over the estimated useful lives of the assets. The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

Net Assets

Net assets represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short term nature of these instruments.

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$848 in these financial statements, is subject to measurement uncertainty. The actual amount could vary significantly from the recorded amount for Accounts Payable and Accrued Liabilities which is estimated using an analysis of the current year expenditure trends as well as management input.

NOTE 3 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
GST	\$ 3	\$ -	\$ 3	\$ 2

Accounts receivable are unsecured and non-interest bearing.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Accrued Grants to Individuals	\$ 648	\$ 655
Employees Accrued Vacation Pay and Manpower Costs	141	145
Accrued Supplies and Services	59	78
	<u>\$ 848</u>	<u>\$ 878</u>

NOTE 5 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulty in determining their fair market values.

NOTE 6 TANGIBLE CAPITAL ASSETS

	2005			2004
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Leasehold Improvements	\$ -	\$ -	\$ -	\$ 16

NOTE 7 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board has the following contractual obligations:

	2005	2004
Long-term Leases ^(a)	<u>\$ 7</u>	<u>\$ 24</u>

^(a) The Board leases certain equipment under operating leases that expire on various dates. All of the long term leases expire in 2006.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 8 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies were receiving services prior to the passing of the Act but they no longer met the new criteria for Persons with Developmental Disabilities (PDD).

In response to a recommendation from the *Building Better Bridges* Report, Government directed that PDD Boards continue providing services to these individuals and agencies until service responsibility is handed-off to a more appropriate provincial program. Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act.

The total cost of these services for 3 individuals that has been included in the Statement of Operations is estimated to be \$8 (2004 - 5 individuals totalling \$26).

NOTE 9 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower	\$ 1,215	\$ 1,234	\$ 1,163
Supplies and Services	7,805	8,828	7,114
Grants	8,197	7,176	7,638
Financial Transactions and Other	7	-	-
Amortization of Tangible Capital Assets	3	16	-
	\$ 17,227	\$ 17,254	\$ 15,915
Valuation Adjustments	-	(2)	(3)
	\$ 17,227	\$ 17,252	\$ 15,912

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Reallocation From Provincial Board ^(a)	2004-2005 Final Budget
Revenue			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 17,232	\$ 61	\$17,293
Expenses - Directly Incurred			
Community Living Supports	8,920	-	8,920
Employment Supports	1,282	-	1,282
Community Access Supports	2,635	-	2,635
Specialized Community Supports	492	-	492
Supports to Delivery Systems	3,747	67	3,814
Board Governance	151	-	151
	<u>17,227</u>	<u>67</u>	<u>17,294</u>
Net Operating Results	<u>\$ 5</u>	<u>\$ (6)</u>	<u>\$ (1)</u>

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 23	\$ -	\$ 23	\$ 23
Board Members ^(e)	-	80	-	80	63
Chief Executive Officer ^(f)	95	7	21	123	134
Community Resource Manager ^(g)	72	5	17	94	85
Finance Manager ^(g)	62	4	14	80	74

(a) Base Salary includes pensionable base pay.

(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.

(d) These amounts represent honoraria payments made to the Chair of the Board.

(e) There are 8 board member positions. These amounts represent honoraria payments made to the board members during the year.

(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports.

(g) Executives are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licences and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Persons with Developmental Disabilities Provincial Board	\$ 17,293	\$ 16,232	\$ -	\$ -
Expenses - Directly Incurred				
Department of Restructuring and Government Efficiency	\$ -	\$ -	\$ 82	\$ -
Executive Council	-	-	24	172
Department of Innovation and Science	-	-	-	23
	\$ -	\$ -	\$ 106	\$ 195

PERSONS WITH DEVELOPMENTAL DISABILITIES NORTHWEST REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

As at March 31, 2005, accounts payable of the Board include amounts owing of \$21 (2004 - \$33) to the Department of Restructuring and Government Efficiency and \$0 (2004 - \$11) to the Department of Innovation and Science.

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure and Transportation	\$ -	\$ -	\$ 68	\$ 83
Department of Justice and Attorney General	-	-	2	5
	\$ -	\$ -	\$ 70	\$ 88

**PERSONS WITH DEVELOPMENTAL DISABILITIES
NORTHWEST REGION COMMUNITY BOARD**

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005				2004	
	Expenses ^(a)	Expenses - Incurred by Others		Valuation Adjustments		Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation Pay ^(d)	Total Expenses	
Community Living Supports	\$ 8,802	\$ -	\$ -	\$ -	\$ 8,802	\$ 8,217
Employment Supports	1,883	-	-	-	1,883	1,165
Community Access Supports	1,944	-	-	-	1,944	2,353
Specialized Community Supports	437	-	-	-	437	435
Supports to Delivery Systems	4,021	68	2	(2)	4,089	3,681
Board Governance	167	-	-	-	167	149
	\$ 17,254	\$ 68	\$ 2	\$ (2)	\$ 17,322	\$ 16,000

(a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.

(b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.

(c) Costs shown for Legal Services per Schedule 4.

(d) Provision for Vacation Pay has been allocated based on the actual provision relating to each program by employee.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
SOUTH REGION COMMUNITY BOARD**

Financial Statements

March 31, 2005

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Financial Statements

March 31, 2005

Auditor's Report

Statement of Operations

Statement of Financial Position

Statement of Cash Flows

Notes to the Financial Statements

Schedule 1 Expenses - Directly Incurred Detailed by Object

Schedule 2 Budget

Schedule 3 Salary and Benefits Disclosure

Schedule 4 Related Party Transactions

Schedule 5 Allocated Costs

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Auditor's Report



To the Members of the Board of Directors of the Persons with Developmental Disabilities South Region Community Board and the Minister of Seniors and Community Supports

I have audited the statement of financial position of the Persons with Developmental Disabilities South Region Community Board as at March 31, 2005 and the statements of operations and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

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

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Persons with Developmental Disabilities South Region Community Board as at March 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

I also report that, as described in Note 7, the Board made certain payments that did not comply with the *Persons with Developmental Disabilities Community Governance Act*.

Original signed by
Fred J. Dunn
FCA
Auditor General

Edmonton, Alberta

April 28, 2005

**PERSONS WITH DEVELOPMENTAL DISABILITIES
SOUTH REGION COMMUNITY BOARD**

Statement of Operations

Year ended March 31, 2005

(thousands of dollars)

	2005		2004
	Budget (Schedule 2)	Actual	Actual
Revenues			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 50,708	\$ 50,947	\$ 48,134
Previous Year's Refund of Expenditures	-	1	24
	50,708	50,948	48,158
Expenses - Directly Incurred (Note 2b, Schedules 1 and 5)			
Programs			
Community Living Supports	28,243	27,009	26,891
Employment Supports	2,812	2,684	2,588
Community Access Supports	10,892	10,548	10,077
Specialized Community Supports	324	290	302
Supports to Delivery Systems	8,347	10,287	8,283
Board Governance	98	169	137
	50,716	50,987	48,278
Valuation Adjustments (Schedule 5)	-	8	4
	50,716	50,995	48,282
Net Operating Results	\$ (8)	\$ (47)	\$ (124)

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
SOUTH REGION COMMUNITY BOARD**

Statement of Financial Position

As at March 31, 2005
(thousands of dollars)

	2005	2004
Assets		
Cash	\$ 2,001	\$ 1,196
Accounts Receivable (Note 3)	22	13
	<u>\$ 2,023</u>	<u>\$ 1,209</u>
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	\$ 2,168	\$ 1,307
Net Assets (Liabilities)		
Net Assets (Liabilities), Beginning of Year	(98)	26
Net Operating Results	(47)	(124)
	<u>(145)</u>	<u>(98)</u>
Net Liabilities, End of Year	\$ 2,023	\$ 1,209

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

**PERSONS WITH DEVELOPMENTAL DISABILITIES
SOUTH REGION COMMUNITY BOARD**

Statement of Cash Flows

Year ended March 31, 2005
(thousands of dollars)

	2005	2004
Operating Transactions		
Net Operating Results	\$ (47)	\$ (124)
Non-Cash Items		
Valuation Adjustments	8	4
	(39)	(120)
Decrease (Increase) in Accounts Receivable	(9)	3
Increase in Accounts Payable and Accrued Liabilities ^(a)	853	136
Cash Provided by Operating Transactions	805	19
Cash, Beginning of Year	1,196	1,177
Cash, End of Year	\$ 2,001	\$ 1,196

^(a) Adjusted for valuation adjustments.

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

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 1 AUTHORITY AND PURPOSE

The Persons with Developmental Disabilities South Region Community Board (the Board) is a corporation that was established on October 30, 1997 by way of a Ministerial Order. The Board operates under the authority of the *Persons with Developmental Disabilities Community Governance Act* and the *Government Organization Act, Chapter G-10, Revised Statutes of Alberta 2000*.

The Board reports to the Ministry of Seniors and Community Supports through the Persons with Developmental Disabilities Provincial Board. The Board has the responsibility to help adults with developmental disabilities to live as independently as possible by providing advocacy and a variety of services within the region.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

The recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants are the primary source for the disclosed basis of accounting. These financial statements are prepared in accordance with the following accounting policies that have been established by government.

(a) Reporting Entity

The reporting entity is the Board, which is part of the Ministry of Seniors and Community Supports (the Ministry), and for which the Minister of Seniors and Community Supports (the Minister) is accountable. The financial statements of the Ministry provide a more comprehensive accounting of the financial position and results of the Ministry's operations for which the Minister is accountable.

(b) Basis of Financial Reporting

Expenses

Directly Incurred

Directly incurred expenses are those costs the Board has primary responsibility and accountability for, as reflected in the Government's budget documents. Directly incurred expenses also include:

- valuation adjustments which include changes in the valuation allowances used to reflect financial assets at their net recoverable or other appropriate value. Valuation adjustments also represent the change in management's estimate of future payments arising from obligations relating to vacation pay, guarantees and indemnities;

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

- costs of salaries, wages and benefits related to employees assigned to the Board through an arrangement with the Department of Seniors and Community Supports. The cost of their salaries, wages and benefits are included in Manpower Expense; and
- pension costs which comprise the cost of employer contributions for current service of employees during the year.

Description of Program Expenses Reported on the Statement of Operations

Community Living Supports - expenses incurred to assist adults with developmental disabilities to live in a home of their choice.

Employment Supports - expenses incurred to assist adults with developmental disabilities in gaining and maintaining employment.

Community Access Supports - expenses incurred to assist adults with developmental disabilities to participate in community activities and personal development activities.

Specialized Community Supports - expenses incurred to provide other unique supports that are needed to assist adults with developmental disabilities in their environment or to enhance their access to the community.

Supports to Delivery Systems - expenses incurred to provide administrative and financial support for program delivery.

Board Governance - expenses incurred in support of Board related activities.

Incurred by Others

Services contributed by other entities in support of the Board operations are disclosed in Schedule 5.

Assets

Financial assets of the Board include cash and financial claims, such as receivables from other organizations.

The threshold for capitalizing new systems development is \$100 and the threshold for all other tangible capital assets is \$5.

Liabilities

Liabilities represent all financial claims payable by the Board at fiscal year end.

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (continued)

(b) Basis of Financial Reporting (continued)

Net Assets (Liabilities)

Net assets (liabilities) represents the difference between the carrying value of assets held by the Board and its liabilities.

Valuation of Financial Assets and Liabilities

Fair value is the amount of consideration agreed upon in an arm's length transaction between knowledgeable, willing parties who are under no compulsion to act.

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities are estimated to approximate their carrying values because of the short-term nature of these instruments.

Measurement Uncertainty

Measurement uncertainty exists when there could be a significant variance between the amount recognized in the financial statements and another reasonably possible amount. Accounts Payable and Accrued Liabilities, recorded as \$2,168 in these financial statements, is subject to measurement uncertainty. The actual amount could vary significantly from the recorded amount for Accounts Payable and Accrued Liabilities which is estimated using an analysis of the current year expenditure trends as well as management input.

NOTE 3 ACCOUNTS RECEIVABLE

	2005			2004
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
GST Receivable	\$ 2	\$ -	\$ 2	\$ 1
Child & Family Services Authority	14	-	14	12
Blood Tribe Child Protection Services Corporation	4	-	4	-
Chinook Health Region	1	-	1	-
PDD Provincial Board	1	-	1	-
	<u>\$ 22</u>	<u>\$ -</u>	<u>\$ 22</u>	<u>\$ 13</u>

Accounts receivable are unsecured and non-interest bearing.

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2005	2004
Accrued Grants to Individuals	\$ 1,062	\$ 1,018
Employees Accrued Vacation Pay and Manpower Costs	207	206
Accrued Supplies and Services	899	83
	<u>\$ 2,168</u>	<u>\$ 1,307</u>

NOTE 5 VOLUNTARY CONTRIBUTIONS

These financial statements do not include amounts relating to voluntary contributions received for materials and services because of the difficulty in determining their fair market values.

NOTE 6 CONTRACTUAL OBLIGATIONS

As at March 31, 2005, the Board has the following contractual obligations:

	2005	2004
Service Contracts ^(a)	\$ 5,423	\$ 4,791
Long-term Leases ^(b)	34	10
	<u>\$ 5,457</u>	<u>\$ 4,801</u>

^(a) The actual amounts are dependent on the usage of service.

^(b) The Board leases certain equipment under operating leases that expire on various dates.

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Notes to the Financial Statements

Year ended March 31, 2005
(thousands of dollars)

NOTE 6 CONTRACTUAL OBLIGATIONS (continued)

The aggregate amounts payable for the unexpired terms of these contractual obligations are as follows:

	2005			2004
	Service Contracts	Long Term Leases	Total	Total
2005	\$ -	\$ -	\$ -	\$ 4,801
2006	5,423	9	5,432	-
2007	-	8	8	-
2008	-	8	8	-
2009	-	8	8	-
2010	-	1	1	-
	\$ 5,423	\$ 34	\$ 5,457	\$ 4,801

NOTE 7 GRANDFATHERED CLIENTS

When the *Persons with Developmental Disabilities Community Governance Act* (the Act) was passed by the Alberta Legislature in 1997, the new legislation narrowed the service mandate from the previous disability supports program and established eligibility criteria.

Certain individuals and agencies were receiving services prior to the passing of the Act but they no longer met the new criteria for Persons with Developmental Disabilities (PDD).

In response to a recommendation from the *Building Better Bridges* Report, Government directed that PDD Boards continue providing services to these individuals and agencies until service responsibility is handed-off to a more appropriate provincial program. Accordingly, expenses related to these grandfathered individuals and agencies do not comply with the Act.

The total cost of these services for 13 individuals that has been included in the Statement of Operations is estimated to be \$320 (2004 - 16 clients totalling \$361).

NOTE 8 SERVICES PROVIDED BY REGIONAL HEALTH AUTHORITIES

The Board incurred \$2,282 (2004 - \$2,125) and \$2,748 (2004 - \$2,558) for contract services rendered by the Chinook Health Region and the Palliser Health Region, respectively. These transactions were recorded at the amount of consideration agreed upon between the parties.

NOTE 9 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were prepared by management and approved by the Board.

**PERSONS WITH DEVELOPMENTAL DISABILITIES
SOUTH REGION COMMUNITY BOARD**

Expenses - Directly Incurred Detailed by Object

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 1

	2005		2004
	Budget	Actual	Actual
Manpower	\$ 1,248	\$ 1,324	\$ 1,297
Supplies and Services	34,763	37,123	33,461
Grants	14,705	12,540	13,520
	50,716	50,987	48,278
Valuation Adjustments	-	8	4
	\$ 50,716	\$ 50,995	\$ 48,282

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Budget

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 2

	2004-2005 Budget	Reallocation From Provincial Board ^(a)	2004-2005 Final Budget
Revenue			
Grant from Persons with Developmental Disabilities Provincial Board	\$ 50,708	\$ 239	\$ 50,947
Expenses - Directly Incurred			
Community Living Supports	28,243	-	28,243
Employment Supports	2,812	-	2,812
Community Access Supports	10,892	-	10,892
Specialized Community Supports	324	-	324
Supports to Delivery Systems	8,347	239	8,586
Board Governance	98	-	98
	<u>50,716</u>	<u>239</u>	<u>50,955</u>
Net Operating Results	<u>\$ (8)</u>	<u>\$ -</u>	<u>\$ (8)</u>

^(a) Budget adjustments were approved by the Provincial Board on June 10, 2004, February 10, 2005 and March 10, 2005.

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Salary and Benefits Disclosure

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 3

	2005				2004
	Base Salary ^(a)	Other Cash Benefits ^(b)	Other Non-cash Benefits ^(c)	Total	Total
Chair of the Board ^(d)	\$ -	\$ 25	\$ -	\$ 25	\$ 17
Board Members ^(e)	-	74	-	74	30
Chief Executive Officer ^(f)	119	15	5	139	126
Manager, Community Resources ^(g)	75	5	15	95	93
Manager, Finance ^{(g) (h)}	63	4	14	81	87

(a) Base Salary includes pensionable base pay.

(b) Other cash benefits include bonuses, vacation payouts, overtime, lump sum payments and honoraria.

(c) Other non-cash benefits include government's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, short and long term disability plans, professional memberships and tuition fees.

(d) These amounts represent honoraria payments made to the Chair of the Board.

(e) There are 8 board member positions. These amounts represent honoraria payments made to the board members during the year.

(f) These payments are made to the Chief Executive Officer under contract with the Department of Seniors and Community Supports. The Chief Executive Officer is assigned to the Board under an arrangement with the Department of Seniors and Community Supports.

(g) Managers are assigned to the Board from the Department of Seniors and Community Supports and are not employees of the Board.

(h) Position occupied by two individuals during the year.

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005

(thousands of dollars)

SCHEDULE 4

Related parties are those entities consolidated or accounted for on the modified equity basis in the Province of Alberta's financial statements. Related parties also include management and the Board.

The Board and the employees seconded to it from the Department of Seniors and Community Supports paid or collected certain taxes and fees set by regulation for permits, licences and other charges. These amounts were incurred in the normal course of business, reflect charges applicable to all users, and have been excluded from this Schedule.

The Board had the following transactions with related parties recorded in the financial statements at the amount of consideration agreed upon between the related parties:

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Revenues				
Persons with Developmental Disabilities Provincial Board	\$ 50,947	\$ 48,134	\$ -	\$ -
Expenses - Directly Incurred				
Department of Innovation and Science	\$ -	\$ -	\$ -	\$ 68
Department of Restructuring and Government Efficiency	-	-	93	85
Executive Council	-	-	16	-
	\$ -	\$ -	\$ 109	\$ 153

PERSONS WITH DEVELOPMENTAL DISABILITIES SOUTH REGION COMMUNITY BOARD

Related Party Transactions

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 4 (continued)

As at March 31, 2005, accounts payable of the Board include amounts owing of \$0 (2004 - \$9) to the Department of Innovation and Science and \$27 (2004 - \$29) to the Department of Restructuring and Government Efficiency.

As at March 31, 2005, accounts receivable of the Board include amounts owing of \$14 (2004 - \$12) from the Southwest Alberta Child and Family Services Authority and \$1 from the PDD Provincial Board.

The Board also had the following transactions with related parties for which no consideration was exchanged. The amounts for these related party transactions are estimated based on the costs incurred by the service provider to provide the service. These amounts are not recorded in the financial statements but are disclosed in Schedule 5.

	Entities in the Ministry		Other Entities	
	2005	2004	2005	2004
Expenses - Incurred by Others				
Department of Infrastructure and Transportation	\$ -	\$ -	\$ 187	\$ 176
Department of Justice and Attorney General	-	-	3	-
	\$ -	\$ -	\$ 190	\$ 176

**PERSONS WITH DEVELOPMENTAL DISABILITIES
SOUTH REGION COMMUNITY BOARD**

Allocated Costs

Year ended March 31, 2005
(thousands of dollars)

SCHEDULE 5

Program	2005				2004	
	Expenses ^(a)	Expenses - Incurred by Others		Valuation Adjustments		Total Expenses
		Accommodation Costs ^(b)	Legal Services ^(c)	Provision for Vacation Pay ^(d)	Total Expenses	
Community Living Supports	\$ 27,009	\$ 82	\$ -	\$ -	\$ 27,091	\$ 26,970
Employment Supports	2,684	-	-	-	2,684	2,588
Community Access Supports	10,548	-	-	-	10,548	10,077
Specialized Community Supports	290	-	-	-	290	302
Supports to Delivery Systems	10,287	105	3	8	10,403	8,384
Board Governance	169	-	-	-	169	137
	\$ 50,987	\$ 187	\$ 3	\$ 8	\$ 51,185	\$ 48,458

- (a) Expenses - Directly Incurred as per Statement of Operations, excluding valuation adjustments.
- (b) Costs shown for Accommodation (including grants in lieu of taxes) per Schedule 4.
- (c) Costs shown for Legal Services per Schedule 4.
- (d) Provision for Vacation Pay has been allocated based on the actual provision relating to each program by employee.

OTHER INFORMATION

ALPHABETICAL LIST OF ENTITIES' FINANCIAL STATEMENTS IN MINISTRY 2004-05 ANNUAL REPORTS

ENTITIES INCLUDED IN THE CONSOLIDATED GOVERNMENT REPORTING ENTITY

Ministry, Department, Fund or Agency

Agriculture Financial Services Corporation¹
 Alberta Alcohol and Drug Abuse Commission
 Alberta Capital Finance Authority
 Alberta Energy and Utilities Board
 Alberta Foundation for the Arts
 Alberta Gaming and Liquor Commission
 Alberta Government Telephones Commission
 Alberta Heritage Foundation for Medical Research Endowment Fund
 Alberta Heritage Savings Trust Fund
 Alberta Heritage Scholarship Fund
 Alberta Heritage Science and Engineering Research Endowment Fund
 Alberta Historical Resources Foundation
 Alberta Insurance Council
 Alberta Pensions Administration Corporation
 Alberta Petroleum Marketing Commission
 Alberta Research Council Inc.
 Alberta Risk Management Fund
 Alberta School Foundation Fund
 Alberta Science and Research Authority
 Alberta Securities Commission
 Alberta Social Housing Corporation
 Alberta Sport, Recreation, Parks and Wildlife Foundation
 Alberta Treasury Branches
 ATB Investment Services Inc.
 Child and Family Services Authorities:
 Calgary and Area Child and Family Services Authority
 Central Alberta Child and Family Services Authority
 East Central Alberta Child and Family Services Authority
 Edmonton and Area Child and Family Services Authority
 North Central Alberta Child and Family Services Authority
 Northeast Alberta Child and Family Services Authority
 Northwest Alberta Child and Family Services Authority
 Southeast Alberta Child and Family Services Authority
 Southwest Alberta Child and Family Services Authority
 Metis Settlements Child and Family Services Authority
 Credit Union Deposit Guarantee Corporation
 Crop Reinsurance Fund of Alberta¹
 Department of Agriculture, Food and Rural Development
 Department of Children's Services
 Department of Community Development
 Department of Education

Ministry Annual Report

Agriculture, Food and Rural Development
 Health and Wellness
 Finance
 Energy
 Community Development
 Gaming
 Finance
 Finance
 Finance
 Finance
 Finance
 Community Development
 Finance
 Finance
 Energy
 Innovation and Science
 Finance
 Education
 Innovation and Science
 Finance
 Seniors and Community Supports
 Community Development
 Finance
 Finance
 Children's Services

 Finance
 Agriculture, Food and Rural Development
 Agriculture, Food and Rural Development
 Children's Services
 Community Development
 Education

¹ The Crop Reinsurance Fund of Alberta was merged into the Agriculture Financial Services Corporation, effective April 1, 2003.

ENTITIES INCLUDED IN THE CONSOLIDATED GOVERNMENT REPORTING ENTITY

Ministry, Department, Fund or Agency

Department of Energy
 Department of Finance
 Department of Gaming
 Department of Health and Wellness
 Department of Innovation and Science
 Department of Seniors and Community Supports
 Department of Solicitor General
 Department of Sustainable Resource Development
 Environmental Protection and Enhancement Fund
 Gainers Inc.
 Government House Foundation
 Historic Resources Fund
 Human Rights, Citizenship and Multiculturalism Education Fund
 iCORE Inc.
 Lottery Fund
 Ministry of Advanced Education²
 Ministry of Aboriginal Affairs and Northern Development²
 Ministry of Agriculture, Food and Rural Development
 Ministry of Children's Services
 Ministry of Community Development
 Ministry of Economic Development²
 Ministry of Education
 Ministry of Energy
 Ministry of Environment²
 Ministry of Finance
 Ministry of Executive Council²
 Ministry of Gaming
 Ministry of Government Services²
 Ministry of Health and Wellness
 Ministry of Human Resources and Employment²
 Ministry of Infrastructure and Transportation²
 Ministry of Innovation and Science
 Ministry of International and Intergovernmental Relations²
 Ministry of Justice²
 Ministry of Municipal Affairs²
 Ministry of Restructuring and Government Efficiency²
 Ministry of Seniors and Community Supports
 Ministry of Solicitor General
 Ministry of Sustainable Resource Development
 N.A. Properties (1994) Ltd.
 Natural Resources Conservation Board

Ministry Annual Report

Energy
 Finance
 Gaming
 Health and Wellness
 Innovation and Science
 Seniors and Community Supports
 Solicitor General
 Sustainable Resource Development
 Sustainable Resource Development
 Finance
 Community Development
 Community Development
 Community Development
 Innovation and Science
 Gaming
 Advanced Education
 Aboriginal Affairs and Northern Development
 Agriculture, Food and Rural Development
 Children's Services
 Community Development
 Economic Development
 Education
 Energy
 Environment
 Finance
 Executive Council
 Gaming
 Government Services
 Health and Wellness
 Human Resources and Employment
 Infrastructure and Transportation
 Innovation and Science
 International and Intergovernmental Relations
 Justice
 Municipal Affairs
 Restructuring and Government Efficiency
 Seniors and Community Supports
 Solicitor General
 Sustainable Resource Development
 Finance
 Sustainable Resource Development

² Ministry includes only the departments so separate department financial statements are not necessary.

ENTITIES INCLUDED IN THE CONSOLIDATED GOVERNMENT REPORTING ENTITY

Ministry, Department, Fund or Agency

Persons with Developmental Disabilities Community Boards:

- Calgary Region Community Board
- Central Region Community Board
- Edmonton Region Community Board
- Northeast Region Community Board
- Northwest Region Community Board
- South Region Community Board

Persons with Developmental Disabilities Provincial Board

Provincial Judges and Masters in Chambers Reserve Fund

Supplementary Retirement Plan Reserve Fund

Victims of Crime Fund

Wild Rose Foundation

Ministry Annual Report

Seniors and Community Supports

Seniors and Community Supports

Finance

Finance

Solicitor General

Community Development

ENTITIES NOT INCLUDED IN THE CONSOLIDATED GOVERNMENT REPORTING ENTITY

Fund or Agency

Alberta Heritage Foundation for Medical Research

Alberta Heritage Foundation for Science and Engineering Research

Alberta Mental Health Board

Alberta Teachers' Retirement Fund Board

Improvement Districts' Trust Account

Local Authorities Pension Plan

Long-Term Disability Income Continuance Plan - Bargaining Unit

Long-Term Disability Income Continuance Plan - Management, Opted Out and Excluded

Management Employees Pension Plan

Provincial Judges and Masters in Chambers Pension Plan

Provincial Judges and Masters in Chambers (Unregistered) Pension Plan

Public Post Secondary Institutions

Public Service Management (Closed Membership) Pension Plan

Public Service Pension Plan

Regional Health Authorities

School Boards

Special Areas Trust Account

Special Forces Pension Plan

Supplementary Retirement Plan for Public Service Managers

Workers' Compensation Board

Ministry Annual Report

Innovation and Science

Innovation and Science

Health and Wellness

Education

Municipal Affairs

Finance

Human Resources and Employment

Human Resources and Employment

Finance

Finance

Finance

Advance Education

Finance

Finance

Health and Wellness

Education

Municipal Affairs

Finance

Finance

Human Resources and Employment

GOVERNMENT ORGANIZATION CHANGES 2004-05

Ministry	Program/Entity Changes	Previous Location
Advanced Education (formerly part of Learning)	< Support for Adult Learning < Public Post Secondary Institutions < Standing Policy Committee on Education and Employment	< Former Learning
Education (formerly part of Learning)	< Support for Basic Learning < Alberta School Foundation Fund < Alberta Teachers' Retirement Fund Board < School Boards	< Former Learning
Human Resources and Employment	< Immigration	< Former Learning
Infrastructure and Transportation (merger of Infrastructure and Transportation)	< Standing Policy Committee on Agriculture and Municipal Affairs	< Agriculture, Food and Rural Development
Restructuring and Government Efficiency (new)	< Alberta Corporate Service Centre < Office of the Corporate Chief Information Officer	< Government Services < Innovation and Science
Seniors and Community Supports (formerly Seniors)	< Assured Income for the Severely Handicapped < Community Support Systems < Persons with Developmental Disabilities Community Boards: Calgary Region Community Board Central Region Community Board Edmonton Region Community Board Northeast Region Community Board Northwest Region Community Board South Region Community Board < Persons with Developmental Disabilities Provincial Board	< Human Resources and Employment < Community Development

OTHER MERGED MINISTRIES

Ministry

Finance
 (merger of Finance and Revenue)

