

**AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2003**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

PEACE RIVER SCHOOL DIVISION #10

Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTINGThe financial statements and supporting schedules PEACE RIVER SCHOOL DIVISION #10

(Name of School Jurisdiction)

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

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

Board of Trustees Responsibility

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

External Auditors

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

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN**Bonnie Paulovich**

Name

"Original signed by"

Signature

SUPERINTENDENT**Dave van Tamelen**

Name

"Original signed by"

Signature

SECRETARY TREASURER OR TREASURER**Bruce Moltzan**

Name

"Original signed by"

Signature

20-Nov-03

Board-approved Release Date

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AUDITOR'S REPORT

To the Board of Trustees of
Peace River School Division No. 10:

We have audited the statement of financial position of the Peace River School Division No. 10 as at August 31, 2003 and the statement of revenues and expenses, the statement of cash flows, the statement of changes in net assets, and the statement of deferred capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2003 and the results of its operations and changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

D.D.A. ec.

Chartered Accountants
Edmonton, Alberta
November 7, 2003

STATEMENT OF FINANCIAL POSITION
as at August 31, 2003

(in dollars)

	2003	2002
ASSETS		
Current assets		
Cash and temporary investments	\$4,156,204	\$10,352,489
Accounts receivable (net after allowances)	\$3,680,891	\$3,713,912
Prepaid expenses	\$169,363	\$193,336
Other current assets	\$256,426	\$172,428
Total current assets	\$8,262,884	\$14,432,165
School generated assets	\$482,319	\$524,786
Trust assets	\$162,722	\$147,703
Long term accounts receivable	\$20,752	\$0
Capital assets		
Land	\$1,946,530	\$1,946,530
Buildings	\$49,324,840	
Less: accumulated amortization	(\$22,734,930)	\$23,805,456
Equipment	\$863,195	
Less: accumulated amortization	(\$638,631)	\$224,564
Vehicles	\$5,747,155	
Less: accumulated amortization	(\$3,409,503)	\$2,337,653
Total capital assets	\$31,098,657	\$28,358,692
TOTAL ASSETS	\$40,027,335	\$43,463,346
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$1,682,643	\$2,705,154
Deferred revenue	\$1,991,306	\$6,442,767
Deferred capital allocations	\$165,974	\$193,136
Current portion of all long term debt	\$1,123,704	\$1,123,704
Total current liabilities	\$4,963,628	\$10,464,761
School generated liabilities	\$482,319	\$524,786
Trust liabilities	\$162,722	\$147,703
Employee future benefits liability	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$9,383,205	\$10,506,909
Less: Current portion of supported debt	(\$1,123,704)	(\$1,123,704)
Unsupported: Debentures and Capital Loans	\$0	\$0
Capital Leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion of unsupported debt	\$0	\$0
Unamortized capital allocations	\$15,936,607	\$12,299,059
Total long term liabilities	\$24,841,149	\$22,354,753
TOTAL LIABILITIES	\$29,804,777	\$32,819,514
NET ASSETS		
Unrestricted net assets	\$1,357,296	\$1,947,492
Operating Reserves	\$826,648	\$998,714
Accumulated Operating Surplus (Deficit)	\$2,183,944	\$2,946,206
Investment in capital assets	\$5,778,843	\$5,552,725
Capital Reserves	\$2,259,770	\$2,144,899
Total Capital Funds	\$8,038,614	\$7,697,624
Total net assets	\$10,222,558	\$10,643,830
TOTAL LIABILITIES AND NET ASSETS	\$40,027,335	\$43,463,344

Note: Input "(Restated)" in 2002 column heading where comparatives are not taken from the finalized 2001-2002 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES
for the Year Ended August 31
(in dollars)

	Actual 2003	Budget 2003	Actual 2002
REVENUES			
Alberta Learning	\$25,440,502	\$24,216,559	\$25,586,565
Alberta Infrastructure	\$2,981,154	\$2,456,419	\$1,475,986
Alberta Finance	\$1,051,535	\$1,189,395	\$1,133,325
Other Government of Alberta	\$206,631	\$0	\$289,937
Federal Government and/or First Nations	\$215,564	\$109,284	\$138,547
Other Alberta school authorities	\$0	\$258,008	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities (excluding supplementary requisitions)	\$0	\$28,000	\$0
Instruction resource fees	\$296,289	\$191,320	\$310,468
Transportation fees	\$27,712	\$25,000	\$25,901
Other sales and services	\$329,401	\$362,320	\$421,221
Investment income	\$165,631	\$186,400	\$131,629
Gifts and donations	\$79,599	\$0	\$98,894
Rentals of facilities	\$72,461	\$104,205	\$71,987
Net school generated funds	\$281,438	\$324,594	\$393,274
Gains on disposal of capital assets	\$6,404	\$36,339	\$51,902
Amortization of capital allocations	\$1,622,943	\$1,272,693	\$1,345,945
Total Revenues	\$32,777,263	\$30,760,536	\$31,475,581
EXPENSES			
Certificated salaries	\$14,306,739	\$12,579,207	\$12,653,201
Certificated benefits	\$1,558,087	\$1,761,159	\$1,341,866
Uncertificated salaries and wages	\$6,013,811	\$5,260,754	\$6,031,667
Uncertificated benefits	\$729,856	\$825,269	\$765,297
Services, contracts and supplies	\$7,265,758	\$7,057,015	\$6,409,709
Net school generated funds	\$281,438	\$324,594	\$393,274
Capital and debt services			
Amortization of capital assets			
Supported	\$1,622,943	\$1,272,693	\$1,345,945
Unsupported	\$504,652	\$695,976	\$599,602
Total Amortization of capital assets	\$2,127,595	\$1,968,669	\$1,945,547
Interest on capital debt			
Supported	\$1,051,535	\$1,189,395	\$1,133,328
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$1,051,535	\$1,189,395	\$1,133,328
Other interest charges	\$2,990	\$0	\$0
Losses on disposal of capital assets	\$39,660	\$0	\$3,302
Total Expenses	\$33,377,469	\$30,966,062	\$30,677,191
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM			
	(\$600,206)	(\$205,526)	\$798,390
Block BQRP revenue used for capital purposes	\$0	\$0	\$0
Block MOD revenue used for capital purposes	\$178,935	\$0	\$406,149
1999 One-time grant revenue used for capital purposes	\$0	\$0	\$0
Extraordinary Item	\$0	\$0	\$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	(\$421,272)	(\$205,526)	\$1,204,539

Note: Input "(Restated)" in Budget 2003 and/or Actuals 2002 column headings where comparatives are not taken from the respective finalized 2002-2003 Budget Report and/or finalized 2001-2002 Audited Financial Statements.

STATEMENT OF CASH FLOWS
for the Year Ended August 31

(in dollars)

	2003	2002
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	(\$421,272)	\$1,204,538
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	(\$1,622,943)	(\$1,345,945)
Total amortization expense	\$2,127,595	\$1,945,547
Gains on disposal of capital assets	(\$6,404)	(\$51,902)
Losses on sale of capital assets	\$39,660	\$3,302
Changes in accrued accounts:		
Accounts receivable	\$12,269	(\$1,786,439)
Prepays and other current assets	(\$60,025)	(\$48,498)
Payables and accrued liabilities	(\$1,022,511)	\$1,137,277
Deferred revenue	(\$4,451,461)	\$2,837,731
Employee future benefit expense (recovery)	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Operations	(\$5,405,092)	\$3,895,611
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$4,428,402)	(\$3,813,882)
Equipment	(\$68,054)	(\$170,583)
Vehicles	(\$417,509)	(\$545,486)
Net proceeds from disposal of capital assets	\$13,146	\$70,524
Other (describe)		\$0
Total sources (uses) of cash from Investing activities	(\$4,900,818)	(\$4,459,427)
C. FINANCING ACTIVITIES		
Capital allocations received	\$4,109,626	\$3,490,818
Issue of long term debt		\$0
Repayment of long term debt	(\$1,123,704)	(\$1,123,704)
Add back: supported portion	\$1,123,704	\$1,123,704
Other (describe)	\$0	\$0
Total sources (uses) from Financing activities	\$4,109,626	\$3,490,818
Net sources (uses) of cash equivalents* during year	(\$6,196,285)	\$2,927,002
Cash Equivalents at the beginning of the year	\$10,352,489	\$7,425,487
Cash Equivalents at the end of the year	\$4,156,204	\$10,352,489

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtedness.
Input "(Restated)" in 2002 column heading where not taken from the finalized 2001-2002 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2003
(in dollars)

School Jurisdiction Code: 1070

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure		Board & System Admin.		Transportation		External Services		
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating Reserves	Supported School Capital Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported Operating Reserves	Unsupported Capital Reserves
Balance at August 31, 2002	\$10,643,830	\$5,552,725	\$1,947,492	\$3,143,613	\$643,016	\$52,212	\$0	\$0	\$549,340	\$157,700	\$417,771	\$197,998	\$1,125,576	\$0	\$0
Prior period adjustments (describe)															
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Adjusted Balance, Aug.31, 2002	\$10,643,830	\$5,552,725	\$1,947,492	\$3,143,613	\$643,016	\$52,212	\$0	\$0	\$549,340	\$157,700	\$417,771	\$197,998	\$1,125,576	\$0	\$0
Surplus(def) of revenue over expenses	(\$421,272)		(\$421,272)												
Block BQRP funded capital transactions		\$0	\$0												
Block MOD funded capital transactions		\$178,935	(\$178,935)												
Board funded capital transactions		\$598,241	(\$598,241)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Donations of non-amortizable assets	\$0	\$0													
Amortization of capital assets		(\$2,127,595)	\$2,127,595												
Amortization of capital allocations		\$1,622,943	(\$1,622,943)												
Disposal of unsupported capital assets	\$0	(\$10,753)	\$10,753	\$0	\$0				\$0		\$0		\$0		\$0
Disposal of supported capital assets	\$0	(\$35,653)	\$35,653		\$0				\$0		\$0		\$0		\$0
Debt principal payments (unsupported)		\$0	\$0												
Net transfers to operating reserves			(\$25,135)	\$25,135	\$0		\$0			\$25,135		\$0		\$0	
Net transfers from operating reserves			\$197,201	(\$197,201)	(\$140,962)		\$0			\$0		(\$56,239)		\$0	
Net transfers to capital reserves			(\$114,871)	\$114,871		\$1,486			\$44,670		\$29,237		\$39,478		\$0
Net transfers from capital reserves			\$0	\$0		\$0			\$0		\$0		\$0		\$0
Balance at August 31, 2003	\$10,222,558	\$5,778,843	\$1,357,296	\$3,086,418	\$502,054	\$53,698	\$0	\$0	\$594,010	\$182,835	\$447,008	\$141,759	\$1,165,054	\$0	\$0

**STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2003
(in dollars)**

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2002	\$193,136	\$12,299,059
Prior period adjustment	\$0	
Adjusted balance, August 31, 2002	\$193,136	\$12,299,059
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	\$4,123,231	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	(\$13,605)	
Other capital grants and donations	\$0	
Proceeds on disposal of supported capital assets	\$0	
Insurance proceeds	\$0	
Donated capital assets (depreciable, at Fair Market Value)		\$0
Transferred in capital assets (depreciable, at Net Book Value)		\$0
Current Year Debenture Principal Repayment		\$1,123,704
Expended capital allocations - current year	(\$4,136,788)	\$4,136,788
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		\$0
Capital allocations amortized to revenue		\$1,622,943
Balance at August 31, 2003	\$165,974	\$15,936,607

Note: Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.

**PEACE RIVER SCHOOL DIVISION NO. 10
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2003**

Note 1 Significant Accounting Policies and Reporting Practices

(a) Revenue Recognition

Revenue is recognized as follows:

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

Fees for service related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted donations are recognized as revenue when they are received or receivable.

(b) Capital Assets

Capital assets are recorded at cost. The cost less an estimated residual value is amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	15 to 40 years
Equipment	5 years
Vehicles	7 to 12 years
Land Improvements	20 years

(c) Inventories

Inventories are valued at the lower of cost and net realizable value as determined on a weighted average cost basis.

(d) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues, and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

- (e) Principal Payments on Capital Borrowings received from Alberta Education

The principal payments on capital funds borrowed are shown as credits to the investment in capital assets when repaid.

- (f) Vacation Pay

Vacation pay is recorded when earned.

- (g) Contributed Services

Volunteers assist schools operated by the Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

- (h) Pensions

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

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Peace River School Division does not make pension contributions for certificated staff.

Note 2 Long-term Debt

The school division has issued the following debentures to the Alberta Municipal Finance Corporation (A.M.F.C.) to finance construction of school buildings. The interest rates on these debentures range from 7 ¼ % to 12%.

Total debentures owing to A.M.F.C.	\$9,383,205
Less due within one year	<u>1,123,704</u>
	<u>\$8,259,501</u>

Principal debt payments in the next five years are as follows:

2004	1,123,704
2005	1,123,704
2005	1,123,704
2006	1,123,704
2008 and thereafter	<u>4,888,389</u>
	<u>\$9,383,205</u>

Note 3 Budget Amounts

The budget was prepared by the Division's management with Board of Trustees approval given on May 21, 2002. It is presented for information purposes only and has not been audited.

Note 4 Approval of Financial Statements

These financial statements were approved by management.

Note 5 Financial Instruments

The School Division's financial instruments consist of cash, accounts receivable, inventory, accounts payable and accrued liabilities, salaries payable long term debentures. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximate their carrying values.

**SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2002-200:**

School Jurisdiction Code: 1070

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Administration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	\$19,058,918	\$950,432	\$18,108,486						
(2) Support block	\$5,075,457				\$3,747,415			\$1,328,042	
(3) Instruction & support block reallocations	\$0	\$0	\$0		\$0			\$0	\$0
(4) Alberta Initiative for School Improvement (AISi)	\$463,436	\$35,196	\$428,240						
(5) Student Health Initiative (SHI)	\$0	\$0	\$0						\$0
(6) Supernet Access	\$0		\$0					\$0	
(7) Teacher Salary Enhancement (TSE)	\$801,000	\$0	\$798,930					\$2,070	\$0
(8) Regional P.D. Consortium (6 boards only)	\$0								\$0
(9) Regional Assessment Services (4 boards only)	\$0								\$0
(10) Other Alberta Learning revenues	\$41,690	\$0	\$41,690	\$0	\$0			\$0	\$0
(11) Total Alberta Learning Revenue	\$25,440,502	\$985,628	\$19,377,346	\$0	\$3,747,415			\$1,330,112	\$0
Alberta Infrastructure									
(12) Expensed Block Mod, Block BQRP support	\$514,239	\$0	\$0	\$514,239					
(13) Operations & Maintenance support	\$2,457,346			\$2,457,346					
(14) Operations & Maintenance support (One-Time)	\$9,570			\$9,570					
(15) Total Alberta Infrastructure Revenue	\$2,981,154	\$0	\$0	\$2,981,154					
(16) Alberta Finance	\$1,051,535			\$1,051,535	\$0			\$0	\$0
(17) Other - Government of Alberta	\$206,631	\$0	\$206,631	\$0	\$0			\$0	\$0
(18) Federal Government and/or First Nations	\$215,564	\$0	\$215,564	\$0	\$0			\$0	\$0
(19) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(20) Out of province authorities	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(21) Alberta municipalities (excl. supplementary requisitions)	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(22) Instruction resource fees	\$296,289	\$11,805	\$284,484						
(23) Transportation fees	\$27,712				\$27,712				
(24) Other sales and services	\$329,401	\$0	\$30,109	\$54,563	\$25,906			\$2,137	\$216,685
(25) Investment income	\$165,631	\$0	\$45,631	\$120,000	\$0			\$0	\$0
(26) Gifts and donations	\$79,599	\$0	\$79,599	\$0	\$0			\$0	\$0
(27) Rentals of facilities	\$72,461		\$0	\$72,461	\$0			\$0	\$0
(28) Net school generated funds	\$281,438		\$281,438					\$0	
(29) Gains on disposal of capital assets	\$6,404		\$200	\$0	\$6,204			\$0	\$0
(30) Amortization of capital allocations	\$1,622,943		\$0	\$1,622,943	\$0				\$0
(31) TOTAL REVENUES	\$32,777,263	\$997,433	\$20,521,002	\$5,902,656	\$3,807,237			\$1,332,250	\$216,685
EXPENSES									
(32) Certificated salaries	\$14,306,739	\$361,521	\$13,600,360				\$344,858	\$344,858	
(33) Certificated benefits	\$1,558,087	\$47,974	\$1,484,027				\$26,086	\$26,086	\$0
(34) Uncertificated salaries and wages	\$6,013,811	\$304,924	\$3,024,333	\$676,542	\$1,440,792	\$79,306	\$402,700	\$482,006	\$85,213
(35) Uncertificated benefits	\$729,856	\$36,022	\$301,416	\$116,000	\$188,321	\$1,760	\$71,170	\$72,930	\$15,168
(36) SUB - TOTAL	\$22,608,494	\$750,441	\$18,410,136	\$792,542	\$1,629,113	\$81,066	\$844,814	\$925,880	\$100,381
(37) Services, contracts & supplies	\$7,265,758	\$76,221	\$2,509,256	\$2,593,334	\$1,840,559	\$52,085	\$283,035	\$335,120	\$111,268
(38) Cost recoveries & transfers (must balance to zero)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(39) Net school generated funds	\$281,438		\$281,438						
Capital and debt services									
Amortization of capital assets									
(40) Supported	\$1,622,943	\$0	\$0	\$1,608,528	\$14,415		\$0	\$0	\$0
(41) Unsupported	\$504,652	\$0	\$109,374	\$0	\$352,153	\$0	\$43,125	\$43,125	\$0
(42) Total Amortization	\$2,127,595	\$0	\$109,374	\$1,608,528	\$366,568	\$0	\$43,125	\$43,125	\$0
Interest on capital debt									
(43) Supported	\$1,051,535	\$0	\$0	\$1,051,535	\$0		\$0	\$0	\$0
(44) Unsupported	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(45) Other interest charges	\$2,990	\$0	\$0	\$0	\$0		\$2,990	\$2,990	\$0
(46) Losses on disposal of capital assets	\$39,660	\$0	\$3,661	\$35,653	\$346	\$0	\$0	\$0	\$0
(47) TOTAL EXPENSES	\$33,377,469	\$826,662	\$21,313,865	\$6,081,592	\$3,836,586	\$133,151	\$1,173,964	\$1,307,115	\$211,650
(48) Surplus(deficit) Before Funding Allocated for Capital Purposes	(\$600,206)	\$170,771	(\$792,863)	(\$178,936)	\$170,651			\$25,135	\$5,036
Applicable student numbers/FTE equivalent	3,166.7	264	3,034.7	3,152.7	4,039			3,166.7	
AVERAGE PROGRAM COSTS per student	\$10,540	\$3,131	\$7,024	\$1,929	\$900			\$413	

**SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Expenses**

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	\$10,600,162	\$1,873,205	\$181,869	\$835,254	\$25,025	\$84,845	\$0	\$13,600,360
Certificated benefits	\$1,093,964	\$248,574	\$15,332	\$109,688	\$2,171	\$14,298	\$0	\$1,484,027
Uncertificated salaries and wages	\$1,142,582	\$710,410	\$10,313	\$89,078	\$981,825	\$90,125	\$0	\$3,024,333
Uncertificated benefits	\$58,875	\$77,618	\$1,150	\$12,866	\$138,433	\$12,474	\$0	\$301,416
SUB - TOTAL REMUNERATION	\$12,895,583	\$2,909,807	\$208,664	\$1,046,886	\$1,147,454	\$201,742	\$0	\$18,410,136
Services, contracts & supplies	\$1,366,206	\$825,520	\$30,370	\$8,252	\$137,153	\$141,755	\$0	\$2,509,256
Cost recoveries & transfers	\$0		\$0	\$0	\$0	\$0	\$0	\$0
Net school generated funds	\$281,438							\$281,438
Amortization of capital assets								
Supported	\$0	\$0	\$0					\$0
Unsupported	\$109,374	\$0	\$0					\$109,374
Total Amortization	\$109,374	\$0	\$0					\$109,374
Interest on capital debt								
Supported	\$0	\$0						\$0
Unsupported		\$0						\$0
Other interest charges	\$0	\$0						\$0
Losses on disposal of capital assets	\$3,661	\$0						\$3,661
TOTAL EXPENSES	\$14,656,262	\$3,735,327	\$239,034	\$1,055,138	\$1,284,607	\$343,497	\$0	\$21,313,865
FTE Certificated				14.8	0.3			
FTE Uncertificated				4.4	46.9			

**SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2002-2003 Details**

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	\$14,706,840	\$1,227,170	\$851,125	\$0	\$16,785,136	\$14,558,250	\$2,226,885
School Admin & Instruction Support Expenses						\$3,735,327	(\$3,735,327)
System Instruction Support Expenses						\$239,034	(\$239,034)
Total Basic Instruction	\$14,706,840	\$1,227,170	\$851,125	\$0	\$16,785,136	\$18,532,611	(\$1,747,476)
Sub-Programs & Initiatives							
Severely Disabled	\$1,024,628		\$0		\$1,024,628	\$1,284,607	(\$259,979)
English as a Second Language	\$41,537				\$41,537	\$51,035	(\$9,498)
Enhanced Opportunities	\$0				\$0	\$0	\$0
First Nations, Metis, and Inuit Education	\$83,048		\$8,046		\$91,094	\$83,048	\$8,046
Institutional Programs	\$0				\$0	\$0	\$0
Sparsity & Distance	\$1,747,333				\$1,747,333		\$1,747,333
Growth & Density	\$65,794				\$65,794		\$65,794
Teacher Assistants Program	\$69,534				\$69,534	\$214,561	(\$145,027)
Early Literacy Initiative (K-2)	\$123,799				\$123,799	\$130,202	(\$6,403)
Learning Resources Credit & Resources for the Classroom	\$33,134	\$41,690	\$284,484		\$359,308	\$734,348	(\$375,040)
Technology Integration	\$144,480		\$0		\$144,480	\$215,094	(\$70,614)
French Language Program & Francisation (all jurisdictions)	\$44,402		\$0		\$44,402	\$44,402	\$0
Home Education	\$23,957		\$0		\$23,957	\$23,957	\$0
Total Sub-Programs & Initiatives	\$3,401,646		\$292,530		\$3,735,866	\$2,781,254	\$954,612
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	\$18,108,486	\$1,268,860	\$1,143,655	\$0	\$20,521,002	\$21,313,865	(\$792,863)

**SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2002-2003**

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	\$950,432	\$18,108,486		\$3,747,415	\$1,328,042	
Reallocations permitted by the "Funding for School Authorities" manual						
From Instruction block to External Services		\$0				\$0
From ECS component of Instruction block to Transportation (part of the 2% maximum) (Note)	\$0			\$0		
From all or part of maximum 2% of Instruction block to Transportation		\$0		\$0		
Calculation: 2% of \$19,058,918 = \$381,178 \$0						
From Instruction block (Growth & Denisty component) to Transportation		\$0		\$0		
Reallocations directed by the board of trustees						
From Transportation block to Instruction		\$0		\$0		
From Board and System Administration block to:						
(1) Transportation				\$0	\$0	
(2) Instruction		\$0			\$0	
From within the Instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	\$0	\$0				
(2) ECS to: Instruction	\$0	\$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	\$0	\$0		\$0	\$0	\$0

Note: Incremental ECS costs for transportation should normally be recorded as a cost recovery on Schedule A rather than as a revenue transfer on this schedule.

**SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR
BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2002-2003**

STEP 1	
Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration	
Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration)	\$18,914,438
Support Block - Transportation	\$3,747,415
SUBTOTAL	\$22,661,853
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	\$2,457,346
Teacher Salary Enhancement	\$801,000
Other Alberta Learning revenues (Describe)	\$0
Other - Government of Alberta (Excluding Alberta Finance)	\$206,631
Federal government/First Nations	\$215,564
Other Alberta school authorities	\$0
Out of province local authorities	\$0
Alberta municipalities	\$0
Other sales and services	\$329,401
Interest on investments	\$165,631
Rentals of facilities	\$72,461
Gains on disposal of capital assets	\$6,404
Amortization of capital allocations	\$1,622,943
School generated funds (Schedule E)	\$951,350
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	\$29,490,583
STEP 2	
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses	
If "Total Net Enrolled Students" are 6,000 and ov = 4%	5.35%
If "Total Net Enrolled Students" are 2,000 and le = 6%	
The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE. EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%. Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.	
STEP 3	
Calculate maximum expense limit AMOUNTS for Board and System Administration expenses	
Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)	\$1,578,454
Considerations for Charter Schools and Francophone Boards:	
If Charter School, enter 50,000	0
If Francophone Board, enter 330,000	0
(If none of these considerations apply, leave the above cells blank)	
MAXIMUM EXPENSE LIMIT	\$1,578,454
STEP 4	
Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)	
Actual Board Governance & System Administration expenses	\$1,307,115
PLUS: transfers to Restricted - Operating (Board/System Administration)	\$25,135
LESS: transfers from Restricted - Operating (Board/System Administration)	\$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	\$1,332,250
Maximum Expense Limit for Board & System Administration (Step 3)	\$1,578,454
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-\$246,204

**SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2002-2003**

Unexpended SGF - Opening Balance August 31, 2002 (Note 1)	\$524,786
Source of School Generated Funds:	
Total School Generated Funds for the year (Note 2)	\$951,350
Less: SGF - related cost recoveries (Note 3)	\$733,365
- capitalized at the District level (Note 4)	\$0
Net Total	\$217,985
Plus: Donations Received (Note 5)	\$20,986
Equals: Net Additions to SGF	\$238,971
Net SGF Available for discretionary spending	\$763,757
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39	
Net expended SGF for discretionary purposes (Note 6)	\$281,438
Unexpended SGF - Closing Balance August 31, 2003	\$482,319
<p>Note 1 Input "(Restated)" beside Balance at August 31, 2002 where not taken from the finalized 2001-2002 Audited Financial Statements.</p> <p>Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.</p> <p>Note 3 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction resource fees.</p> <p>Note 4 All capital items purchased with SGF should be purchased through the District office. As with related cost recoveries, they are not included in the net SGF amounts and should be subtracted out of gross SGF.</p> <p>Note 5 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.</p> <p>Note 6 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated in a similar manner as a SGF-related cost recovery and subtracted out of gross SGF.</p>	

**SCHEDULE F to the AFS
Operations and Maintenance Program 2002-2003 Expenses**

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod/BQRP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$0	\$561,828	\$0	\$0	\$114,714	\$676,542		\$676,542
Uncertificated benefits	\$6,379	\$89,067	\$0	\$0	\$20,554	\$116,000		\$116,000
Sub-total Remuneration	\$6,379	\$650,895	\$0	\$0	\$135,268	\$792,542		\$792,542
Contracted Services	\$962,688	\$196,430	\$0	\$253,360	\$11,172	\$1,423,650		\$1,423,650
Supplies	\$21,844	\$0	\$0	\$0	\$2,210	\$24,054		\$24,054
Electricity			\$482,998			\$482,998		\$482,998
Natural Gas/Heating Fuel			\$455,963			\$455,963		\$455,963
Sewer and Water			\$83,159			\$83,159		\$83,159
Telecommunications			\$4,966			\$4,966		\$4,966
Insurance					\$118,544	\$118,544		\$118,544
Amortization of capital assets								
Supported							\$1,608,528	\$1,608,528
Unsupported								\$0
Total Amortization						\$0	\$1,608,528	\$1,608,528
Interest on capital debt								
Supported							\$1,051,535	\$1,051,535
Unsupported						\$0		\$0
Other interest charges						\$0		\$0
Losses on disposal of capital assets						\$35,653		\$35,653
Cost recoveries & transfers								\$0
TOTAL EXPENSES	\$990,911	\$847,325	\$1,027,086	\$253,360	\$267,194	\$3,421,529	\$2,660,063	\$6,081,592
SQUARE METRES								
School Buildings								57,187.3
Non School Buildings								382.0

Notes:

- Custodial:** All expenses related to activities undertaken to keep the school environment clean and safe.
- Maintenance:** All expenses associated with the repair, replacement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components.
- Utilities & Telecommunications:** All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
- Expensed Block Mod/BQRP & Portable Relocations:** All expenses associated with non-capital activities related to Block Modernization, Building Quality Restoration Program and portable relocations.
- Facility Planning & Operations Maintenance:** All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, BQRP, block modernization and portable relocations), administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.
- Supported Capital & Debt Services:** All expenses related to supported capital assets amortization and interest on supported capital debt.

**SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2002-200:
(SECTION 148.1 OF THE SCHOOL ACT)**

	FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name Elaine Sky	1.0	\$13,635	\$320	\$0	\$0	\$0	\$13,954	\$10,818
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Board Members:								
Name Sylvia Mathieu	1.0	\$10,363	\$248	\$0	\$0	\$0	\$10,611	\$3,454
Name Colin Needham	1.0	\$4,214	\$73	\$0	\$0	\$0	\$4,287	\$2,380
Name Bonnie Paulovich	1.0	\$11,192	\$320	\$0	\$0	\$0	\$11,512	\$11,553
Name Louise Woroniuk	1.0	\$13,777	\$274	\$0	\$0	\$0	\$14,051	\$7,369
Name Trudi Keillor	1.0	\$9,899	\$16	\$0	\$0	\$0	\$9,914	\$5,153
Name Mark Neilson	1.0	\$16,227	\$509	\$0	\$0	\$0	\$16,736	\$11,358
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Subtotal	7.0	\$79,306	\$1,760	\$0	\$0	\$0	\$81,066	\$52,085
Superintendent Dave van Tamelen	1.0	\$121,004	\$8,913	\$0	\$0	\$0	\$129,916	\$16,908
Superintendent	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Secretary/Treasurer Bruce Moltzan	1.0	\$94,326	\$8,656	\$0	\$0	\$0	\$102,982	\$11,493
Secretary/Treasurer	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Board Secretary	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Board Secretary	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Board Treasurer	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Board Treasurer	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated Salaries	199.7	\$14,113,336	\$1,549,174	\$0	\$0	\$72,399	\$15,734,910	
Uncertificated Salaries & Wages	208.6	\$5,840,178	\$719,442	\$0	\$0	\$0	\$6,559,620	
TOTALS		\$20,248,150	\$2,287,945	\$0	\$0	\$72,399	\$22,608,494	

Note: Please refer to completion information on page 15

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS (SECTION 148.1 OF THE SCHOOL ACT)
COMPLETION INFORMATION

(1)	Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.
(2)	Remuneration includes regular base salaries, certificated school-based employee allowances outlined in collective agreements, overtime, honoraria, deferred salary leave accruals, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).
(3)	Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent (FTE) staff should be measured as at September 30.
(4)	Uncertificated salaries and wages should be measured in terms of the number of FTE staff employed as at September 30.
(5)	Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.
(6)	Salary must include deferred salary accruals.
(7)	Salary includes only payments for services subject to an employer-employee relationship.
(8)	Benefits include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.
(9)	Allowances include all monies paid to an employee as miscellaneous negotiated allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. CERTIFICATED SCHOOL-BASED EMPLOYEE ALLOWANCES , as outlined in collective agreements, are included in Remuneration - NOT Allowances.
(10)	Performance Bonuses include those monies paid to employees of the school authority that are tied to the achievement of some specified goal or objective.
(10A)	Other includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).
(11)	Expenses will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee or on his/her behalf in performing the responsibilities of employment.
(12)	The superintendent's position disclosure is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.
(13)	The secretary-treasurer's position disclosure is in terms of one individual who is the Chief Financial Officer. If the board has not appointed one person to act as secretary-treasurer, then the disclosure is in terms of separate individuals appointed to the Board Treasurer and Board Secretary positions. Benefits for the secretary-treasurer include the Local Authorities Pension Plan contributions.
(13)	A position should include salary, benefits and allowances earned and expenses accrued by an individual who officially acted in a position while it was vacant or was appointed to the position. If a position was vacant and no one acted in the position, the position should not be disclosed.
(14)	Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.
(15)	If a position is occupied by more than one individual during a year, each of those individual's specific expenses and salary, benefits and allowances earned by each of the individuals in the position need be disclosed separately.