

**AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2004**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

NEW HORIZONS CHARTER SCHOOL SOCIETY

Legal Name of School Jurisdiction

3 SPRUCE AVENUE, SHERWOOD PARK, ALBERTA T8A 2B6

Mailing Address

(780) 467-6409 AND (780) 417-1786

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules NEW HORIZONS CHARTER SCHOOL SOCIETY

(Legal 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

Kevin Dodds

Name

"Original Signed"

Signature

SUPERINTENDENT

Dale Erickson

Name

"Original Signed"

Signature

SECRETARY TREASURER OR TREASURER

G. (Fred) de Kleine

Name

"Original Signed"

Signature

11/16/2004 - Revised March 15, 2005

Board-approved Release Date

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AUDITOR'S REPORT

To the Board of Directors of
NEW HORIZONS CHARTER SCHOOL SOCIETY,

I have audited the statement of financial position of the New Horizons Charter School Society as at August 31, 2004, and the statement of revenue and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. 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 aspects, the financial position of the Society as at August 31, 2004 and the results of its operations, changes in cash flows and net assets for the year then ended, in accordance with Canadian generally accepted accounting principles.

My 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 my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Sherwood Park, Alberta
October 23, 2004
March 15, 2005

Chartered Accountant

STATEMENT OF FINANCIAL POSITION
as at August 31

(in dollars)

	2004	2003 Restated
ASSETS		
Current assets		
Cash and temporary investments	\$316,630	\$245,331
Accounts receivable (net after allowances)	\$53,835	\$39,818
Prepaid expenses	\$14,327	\$10,668
Other current assets	\$0	\$0
Total current assets	\$384,792	\$295,816
School generated assets	\$5,755	\$6,565
Trust assets	\$0	\$0
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Capital assets		
Land	\$0	\$0
Buildings	\$0	
Less: accumulated amortization	\$0	\$0
Equipment	\$0	
Less: accumulated amortization	\$0	\$0
Vehicles	\$0	
Less: accumulated amortization	\$0	\$0
Total capital assets	\$0	\$0
TOTAL ASSETS	\$390,547	\$302,381
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$98,447	\$23,731
Deferred revenue	\$102,950	\$52,032
Deferred capital allocations	\$0	\$0
Current portion of all long term debt	\$0	\$0
Total current liabilities	\$201,397	\$75,763
School generated liabilities	\$5,755	\$6,565
Trust liabilities	\$0	\$0
Employee future benefits liability	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$0	\$0
Less: Current portion of supported debt	\$0	\$0
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	\$0	\$0
Total long term liabilities	\$5,755	\$6,565
TOTAL LIABILITIES	\$207,152	\$82,328
NET ASSETS		
Unrestricted net assets	\$85,327	\$124,394
Operating Reserves	\$19,937	\$22,893
Accumulated Operating Surplus (Deficit)	\$105,264	\$147,287
Investment in capital assets	\$0	\$0
Capital Reserves	\$78,131	\$72,765
Total Capital Funds	\$78,131	\$72,765
Total net assets	\$183,395	\$220,052
TOTAL LIABILITIES AND NET ASSETS	\$390,547	\$302,381

Note: Input "(Restated)" in 2003 column heading where comparatives are not taken from the finalized 2002-2003 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES
for the Year Ended August 31

(in dollars)

	Actual 2004	Budget 2004	Actual 2003
REVENUES			
Alberta Learning	\$848,733	\$819,193	\$718,766
Alberta Infrastructure	\$235,275	\$162,072	\$141,317
Alberta Finance	\$0	\$0	\$0
Other Government of Alberta	\$1,411	\$0	\$330
Federal Government and/or First Nations	\$0	\$0	\$0
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities	\$0	\$0	\$0
Instruction resource fees	\$16,722	\$16,838	\$14,793
Transportation fees	\$0	\$0	\$0
Other sales and services	\$0	\$0	\$0
Investment income	\$5,717	\$4,100	\$5,045
Gifts and donations	\$0	\$0	\$0
Rentals of facilities	\$5,292	\$4,500	\$6,130
Net school generated funds	\$0	\$16,691	\$3,966
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$0	\$0	\$0
Total Revenues	\$1,113,149	\$1,023,394	\$890,345
EXPENSES			
Certificated salaries	\$534,806	\$476,434	\$421,926
Certificated benefits	\$51,672	\$71,700	\$46,626
Uncertificated salaries and wages	\$63,821	\$75,696	\$44,430
Uncertificated benefits	\$6,727	\$7,600	\$4,026
Services, contracts and supplies	\$491,894	\$320,462	\$300,415
Net school generated funds	\$0	\$16,691	\$3,966
Capital and debt services			
Amortization of capital assets			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$6,608
Total Amortization of capital assets	\$0	\$0	\$6,608
Interest on capital debt			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$0	\$0	\$0
Other interest charges	\$886	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$0
Total Expenses	\$1,149,807	\$968,583	\$827,997
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE UNRESTRICTED REVENUES USED FOR CAPITAL PURPOSES AND EXTRAORDINARY ITEM			
	(\$36,658)	\$54,811	\$62,348
Unrestricted revenues used for capital purposes	\$0	\$0	\$0
Extraordinary Item	\$0	\$0	\$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	(\$36,658)	\$54,811	\$62,348

Note: Input "(Restated)" in Budget 2004 and/or Actuals 2003 column headings where comparatives are not taken from the respective finalized 2003-2004 Budget Report and/or finalized 2002-2003 Audited Financial Statements.

STATEMENT OF CASH FLOWS
for the Year Ended August 31

(in dollars)

	2004	2003 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	(\$36,658)	\$62,348
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	\$0	\$0
Total amortization expense	\$0	\$6,608
Gains on disposal of capital assets	\$0	\$0
Losses on sale of capital assets	\$0	\$0
Changes in accrued accounts:		
Accounts receivable	(\$14,018)	(\$29,096)
Prepays and other current assets	(\$3,659)	\$8,135
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Payables and accrued liabilities	\$74,716	\$4,182
Deferred revenue	\$50,918	\$42,462
Employee future benefits	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Operations	\$71,299	\$94,640
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	\$0	\$0
Equipment	\$0	\$0
Vehicles	\$0	\$0
Net proceeds from disposal of capital assets	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Investing activities	\$0	\$0
C. FINANCING ACTIVITIES		
Capital allocations received	\$0	\$0
Issue of long term debt	\$0	\$0
Repayment of long term debt	\$0	\$0
Add back: supported portion	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) from Financing activities	\$0	\$0
Net sources (uses) of cash equivalents* during year	\$71,299	\$94,640
Cash Equivalents at the beginning of the year	\$245,331	\$150,691
Cash Equivalents at the end of the year	\$316,630	\$245,331

Notes: Cash equivalents consist of cash and temporary investments net of bank indebtedness.
Input "(Restated)" in 2003 column heading where not taken from the finalized 2002-2003 Audited Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2004
(in dollars)

School Jurisdiction Code: 6015

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS (Columns 5 to 14)	RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital Reserves	Unsupported O & M Operating 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, 2003	\$219,662	\$0	\$124,004	\$95,658	\$0	\$0	\$0	\$72,765	\$20,323	\$0	\$2,570	\$0	\$0	\$0
<u>Prior period adjustments (describe)</u>														
Write-Off Accounts Receivables	(\$90)	\$0	(\$90)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Write-Off Accounts Payables	\$480	\$0	\$480	\$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, 2003	\$220,052	\$0	\$124,394	\$95,658	\$0	\$0	\$0	\$72,765	\$20,323	\$0	\$2,570	\$0	\$0	\$0
Surplus(def) of revenue over expenses	(\$36,658)		(\$36,658)											
Board funded capital transactions		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Donations of non-amortizable assets	\$0	\$0												
Amortization of capital assets		\$0	\$0											
Amortization of capital allocations		\$0	\$0											
Disposal of unsupported capital assets	\$0	\$0	\$0	\$0		\$0		\$0		\$0		\$0		\$0
Disposal of supported capital assets-unsupported portion	\$0	\$0	\$0			\$0		\$0		\$0		\$0		\$0
Debt principal payments (unsupported)		\$0	\$0											
Net transfers to operating reserves			\$0	\$0	\$0		\$0		\$0		\$0		\$0	
Net transfers from operating reserves			\$2,956	(\$2,956)	\$0		\$0		(\$4,569)		\$1,613		\$0	
Net transfers to capital reserves			(\$5,365)	\$5,365		\$0		\$5,365		\$0		\$0		\$0
Net transfers from capital reserves			\$0	\$0		\$0		\$0		\$0		\$0		\$0
Balance at August 31, 2004	\$183,395	\$0	\$85,327	\$98,068	\$0	\$0	\$0	\$78,131	\$15,754	\$0	\$4,183	\$0	\$0	\$0

**STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)**

for the Year Ended August 31, 2004

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2003	\$0	\$0
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	\$0	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$0	
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)		\$0
Current Year Debenture Principal Repayment		\$0
Expended capital allocations - current year	\$0	\$0
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		\$0
Capital allocations amortized to revenue		\$0
Balance at August 31, 2004	\$0	\$0

Note: Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 Audited Financial Statements.

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2004

1. Purpose of the Society

The Society delivers education programs under the authority of the School Act, Chapter S-3, Revised Statutes of Alberta, 2000. The society is registered under the Societies Act.

The Society receives block allocations for instruction and support under Regulation 77/2003. The regulation allows for the setting of conditions and use of grant monies. The Society is limited on administration expenses and is permitted to reallocate funding within the Alberta Learning instruction and support block areas.

2. Significant Accounting Policy

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

A. Revenue Recognition

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

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

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

B. Capital Assets

Only capital assets with costs in excess of \$5,000 are capitalized in the current year. Any capital allocations received for asset additions are amortized over the same period as the related asset.

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2004

2. Significant Accounting Policy (Continued)

C. School Generated Funds

These are funds in the community, which come under the control and the responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees etc.) The unused funds are deferred to the subsequent year in accordance with the Task Force Report on School Board Reporting in Alberta.

D. Contributed Services

Volunteers contribute a considerable number of hours per year to the Society to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

E. Operating and Capital Reserves

Reserves are established at the discretion of the Board of Directors of the jurisdiction, or externally, to set aside funds for operating and future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. Short-term Investments

	2004	2003
Province of British Columbia Bond	\$75,153	\$71,003
Guaranteed Investment Certificate #1	72,682	71,905
Guaranteed Investment Certificate #2	25,000	0
	\$172,835	\$142,908

The strip bond has an internal rate of return of 5.69% if held to its maturity date of November 19, 2006.

GIC #1 generates interest at a rate of 1.75% per annum and matures on April 25, 2005.

GIC #2 generates interest at a rate of prime less 2.75% per annum and matures on February 18, 2005.

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2004

4. Accounts and Grants Receivable

	2004	2003
Alberta Infrastructure	\$45,948	\$30,361
Goods and Services Tax	7,030	8,592
Other	857	864
	\$53,835	\$39,817

5. Accounts Payable and Accrued Liabilities

	2004	2003
Accounts Payable and Accrued Liabilities	\$98,447	\$9,329
Bonus Payable to Staff	0	14,400
	\$98,447	\$23,729

6. Deferred Revenue

	2004	2003
Alberta Infrastructure	\$102,896	\$51,690
Resource Fees	54	342
	\$102,950	\$52,032

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2004

7. Internally Restricted Net Assets

Net assets may be restricted by authorization of the Board of Directors for future operating and capital expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	<u>2004</u>	<u>2003</u>
Operating Reserves		
Board and System Administration	\$15,754	\$20,323
Transportation	4,183	2,570
	<u>\$19,937</u>	<u>\$22,893</u>
Capital Reserve		
Building - Unsupported	<u>\$78,130</u>	<u>\$72,765</u>

8. Operating Lease Commitment

The Charter School has leased a photocopier. The photocopier is leased at \$1,091 per quarter and expires in May, 2007. The future minimum annual payments as of August 31, 2004 under the operating lease are:

2005	\$4,367
2006	4,367
2007	3,274
	<u>\$12,008</u>

9. Net School Generated Assets

	<u>2004</u>	<u>2003</u>
Balance, Beginning of Year	\$6,565	\$3,966
Plus: Sources of School Generated Funds	18,375	26,733
	<u>24,940</u>	<u>30,699</u>
Less: Application of School Generated Funds	19,185	24,134
Balance, End of Year	<u>\$5,755</u>	<u>\$6,565</u>

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2004

10. Financial Instruments

A. Interest Risk

The Society's revenues are exposed to financial risk that arises from fluctuations in interest rates and the degree of volatility of these rates. The Society does not use derivative instruments to reduce its exposure to interest risk.

B. Credit Risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Society is exposed to credit risk from customers. However, the Society has not incurred significant bad debts in the past three years.

C. Fair Value of Financial Instruments

The fair value of the Society financial instruments approximates their carrying value.

11. Economic Dependence on Related Third Party

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

12. Budgeted Amounts

The budget was prepared by the Society's management, and approved by the Board of Directors on December 16, 2003. It is presented for information purposes only and has not been audited.

13. Comparative Figures

The actual 2003 comparative figures have been reclassified where necessary to conform to actual 2004 presentation. The 2003 comparative numbers were audited by another Chartered Accountant.

**SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2003-2004**

School Jurisdiction Code: _____ 6015

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	\$735,382	\$78,200	\$657,182						
(2) Support block	\$62,336				\$11,336			\$51,000	
(3) Instruction & support block reallocations	\$0	\$0	\$0		\$0			\$0	\$0
(4) Alberta Initiative for School Improvement (AISI)	\$14,880		\$14,880						
(5) Student Health Initiative (SHI)	\$0	\$0	\$0						\$0
(6) Supernet Access	\$0		\$0					\$0	
(7) Teacher Salary Enhancement (TSE)	\$31,000	\$1,205	\$29,795					\$0	\$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	\$5,135	\$0	\$5,135	\$0	\$0			\$0	\$0
(11) Total Alberta Learning Revenue	\$848,733	\$79,405	\$706,992	\$0	\$11,336			\$51,000	\$0
Alberta Infrastructure									
(12) Expensed IMP (BQRP) support & portable relocations	\$0			\$0					
(13) Operations & Maintenance support	\$218,086			\$218,086					
(14) Operations & Maintenance support (One-Time)	\$17,189			\$17,189					
(15) Total Alberta Infrastructure Revenue	\$235,275			\$235,275					
Alberta Finance	\$0			\$0					\$0
(17) Other - Government of Alberta	\$1,411	\$0	\$0	\$1,411	\$0			\$0	\$0
(18) Federal Government and/or First Nations	\$0	\$0	\$0	\$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	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(22) Instruction resource fees	\$16,722	\$1,026	\$15,696						
(23) Transportation fees	\$0				\$0				
(24) Other sales and services	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(25) Investment income	\$5,717	\$0	\$1,567	\$4,150	\$0			\$0	\$0
(26) Gifts and donations	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(27) Rentals of facilities	\$5,292		\$5,292	\$0	\$0			\$0	\$0
(28) Net school generated funds	\$0	\$0	\$0	\$0	\$0			\$0	\$0
(29) Gains on disposal of capital assets	\$0		\$0	\$0	\$0			\$0	\$0
(30) Amortization of capital allocations	\$0		\$0	\$0	\$0				\$0
(31) TOTAL REVENUES	\$1,113,149	\$80,431	\$729,546	\$240,836	\$11,336			\$51,000	\$0
EXPENSES									
(32) Certificated salaries	\$534,806	\$20,614	\$514,192					\$0	\$0
(33) Certificated benefits	\$51,672	\$2,726	\$48,946					\$0	\$0
(34) Uncertificated salaries and wages	\$63,821	\$7,152	\$56,670	\$0	\$0	\$0	\$0	\$0	\$0
(35) Uncertificated benefits	\$6,727	\$478	\$6,249	\$0	\$0	\$0	\$0	\$0	\$0
(36) SUB - TOTAL	\$657,027	\$30,970	\$626,057	\$0	\$0	\$0	\$0	\$0	\$0
(37) Services, contracts & supplies	\$491,894	\$4,363	\$177,394	\$235,471	\$9,723	\$0	\$64,943	\$64,943	\$0
(38) Cost recoveries & transfers (must balance to zero)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(39) Net school generated funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital and debt services									
Amortization of capital assets									
(40) Supported	\$0	\$0	\$0	\$0	\$0		\$0	\$0	\$0
(41) Unsupported	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(42) Total Amortization	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Interest on capital debt									
(43) Supported	\$0	\$0	\$0	\$0	\$0		\$0	\$0	\$0
(44) Unsupported	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(45) Other interest charges	\$886	\$0	\$0	\$0	\$0		\$886	\$886	\$0
(46) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(47) TOTAL EXPENSES	\$1,149,807	\$35,333	\$803,451	\$235,471	\$9,723	\$0	\$65,829	\$65,829	\$0
(48) Surplus(deficit) before unrestricted revenues used for capital purposes	(\$36,658)	\$45,098	(\$73,905)	\$5,365	\$1,613			(\$14,829)	\$0

**SCHEDULE B to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 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	\$389,945	\$124,247	\$0	\$0	\$0	\$0	\$0	\$514,192
Certificated benefits	\$44,325	\$4,622	\$0	\$0	\$0	\$0	\$0	\$48,946
Uncertificated salaries and wages	\$15,051	\$25,004	\$0	\$0	\$16,615	\$0	\$0	\$56,670
Uncertificated benefits	\$1,004	\$4,176	\$0	\$0	\$1,068	\$0	\$0	\$6,249
SUB - TOTAL REMUNERATION	\$450,325	\$158,049	\$0	\$0	\$17,683	\$0	\$0	\$626,057
Services, contracts & supplies	\$141,424	\$19,261	\$0	\$0	\$1,829	\$14,880	\$0	\$177,394
Cost recoveries & transfers	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Net school generated funds	\$0							\$0
Amortization of capital assets								
Supported	\$0	\$0	\$0					\$0
Unsupported	\$0	\$0	\$0					\$0
Total Amortization	\$0	\$0	\$0					\$0
Interest on capital debt								
Supported	\$0	\$0						\$0
Unsupported	\$0	\$0						\$0
Other interest charges	\$0	\$0						\$0
Losses on disposal of capital assets	\$0	\$0						\$0
TOTAL EXPENSES	\$591,749	\$177,310	\$0	\$0	\$19,512	\$14,880	\$0	\$803,451
FTE Certificated				0.0	0.0			
FTE Uncertificated				0.0	1.0			

**SCHEDULE C to the AFS
INSTRUCTION Grades 1 to 12 Program 2003-2004 Details**

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	\$601,290	\$49,264	\$6,858	\$0	\$657,412	\$441,717	\$215,695
School Admin & Instruction Support Expenses						\$177,310	(\$177,310)
System Instruction Support Expenses						\$0	\$0
Total Basic Instruction	\$601,290	\$49,264	\$6,858	\$0	\$657,412	\$619,027	\$38,386
Sub-Programs & Initiatives							
Severely Disabled	\$26,764	\$0	\$0		\$26,764	\$19,512	\$7,252
English as a Second Language	\$0				\$0	\$0	\$0
Enhanced Opportunities	\$0				\$0	\$0	\$0
First Nations, Metis, and Inuit Education	\$0		\$0		\$0	\$0	\$0
Institutional Programs	\$0				\$0	\$0	\$0
Sparsity & Distance	\$0				\$0		\$0
Growth & Density	\$6,427				\$6,427		\$6,427
Teacher Assistants Program	\$4,588				\$4,588	\$8,289	(\$3,701)
Early Literacy Initiative (K-2)	\$11,056				\$11,056	\$10,824	\$232
Learning Resources Credit & Resources for the Classroom	\$427	\$547	\$15,696		\$16,669	\$20,121	(\$3,452)
Technology Integration	\$5,940		\$0		\$5,940	\$83,028	(\$77,088)
French Language Program & Francisation (all jurisdictions)	\$691		\$0		\$691	\$42,650	(\$41,960)
Home Education	\$0		\$0		\$0	\$0	\$0
Total Sub-Programs & Initiatives	\$55,892		\$15,696		\$72,134	\$184,424	(\$112,290)
INSTRUCTION, GRADES 1-12	\$657,182	\$49,810	\$22,554	\$0	\$729,546	\$803,451	(\$73,905)

**SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR
BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2003-2004**

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)	\$729,442
Support Block - Transportation	\$11,336
SUBTOTAL	\$740,778
Other Revenues	
Alberta Infrastructure (Operations & Maintenance and Lease support)	\$218,086
Teacher Salary Enhancement	\$31,000
Other Alberta Learning revenues (Describe) Resources for the Classroom	\$547
Other - Government of Alberta (Excluding Alberta Finance)	\$1,411
Federal government/First Nations	\$0
Other Alberta school authorities	\$0
Out of province local authorities	\$0
Alberta municipalities	\$0
Other sales and services	\$0
Interest on investments	\$5,717
Rentals of facilities	\$5,292
Gains on disposal of capital assets	\$0
Amortization of capital allocations	\$0
School generated funds (Schedule E)	\$18,165
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMIT	\$1,020,996
STEP 2	
Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses	
If "Total Net Enrolled Students" are 6,000 and over = 4%	6.00%
If "Total Net Enrolled Students" are 2,000 and less = 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)	\$61,260
Considerations for Charter Schools and Small Boards:	
If Charter School, enter 51,000	51,000
If Francophone Board, enter 400,000	0
(If none of these considerations apply, leave the above cells blank)	
MAXIMUM EXPENSE LIMIT	\$61,260
STEP 4	
Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)	
Actual Board Governance & System Administration expenses	\$65,829
PLUS: transfers to Restricted - Operating (Board/System Administration)	\$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-\$4,569
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	\$61,260
Maximum Expense Limit for Board & System Administration (Step 3)	\$61,260
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	\$0

**SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2003-2004**

Unexpended SGF - Opening Balance August 31, 2003 (Note 1)		\$6,565
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 2)	\$18,165	
Less: SGF - related cost recoveries (Note 3)	\$19,185	
- capitalized at the District level (Note 4)	\$0	
Net Total	(\$1,020)	
Plus: Donations Received (Note 5)	\$210	
Equals: Net Additions to SGF		(\$810)
Net SGF Available for discretionary spending		\$5,755
Net SGF revenue and Net SGF expense - per schedule A, lines 28 and 39		
Net expended SGF for discretionary purposes (Note 6)		\$0
Unexpended SGF - Closing Balance August 31, 2004		\$5,755
<p>Note 1 Input "(Restated)" beside Balance at August 31, 2003 where not taken from the finalized 2002-2003 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). Includes any SURPLUS amount of current year cafeteria operating revenues over related cafeteria operating expenses. This total SGF for the year is the amount used to calculate the Schedule D administrative cap.</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; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and 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. As only the current year's "surplus" amount of school cafeteria operating revenues over school cafeteria operating expenses is considered a source of total school generated funds for the year, cafeteria expenses/COGS are NOT included in SGF-related cost recoveries.</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 2003-2004 Expenses**

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed IMP & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$0	\$0	\$0	\$0	\$0	\$0		\$0
Uncertificated benefits	\$0	\$0	\$0	\$0	\$0	\$0		\$0
Sub-total Remuneration	\$0	\$0	\$0	\$0	\$0	\$0		\$0
Contracted Services	\$35,913	\$138,492	\$0	\$0	\$358	\$174,763		\$174,763
Supplies	\$2,053	\$15,644	\$0	\$0	\$0	\$17,696		\$17,696
Electricity			\$15,440			\$15,440		\$15,440
Natural Gas/Heating Fuel			\$13,499			\$13,499		\$13,499
Sewer and Water			\$3,993			\$3,993		\$3,993
Telecommunications			\$0			\$0		\$0
Insurance					\$10,080	\$10,080		\$10,080
Net school generated funds	\$0	\$0	\$0	\$0	\$0	\$0		\$0
Amortization of capital assets								
Supported							\$0	\$0
Unsupported						\$0		\$0
Total Amortization						\$0	\$0	\$0
Interest on capital debt								
Supported							\$0	\$0
Unsupported				\$0		\$0		\$0
Other interest charges						\$0		\$0
Losses on disposal of capital assets						\$0		\$0
Cost recoveries & transfers						\$0		\$0
TOTAL EXPENSES	\$37,966	\$154,135	\$32,932	\$0	\$10,438	\$235,471	\$0	\$235,471
SQUARE METRES								
School Buildings								1,428.1
Non School Buildings								0.0
STAFF FTE'S (Completion Optional for 2003/2004)								
Board Employed	0.0	0.0						
Contracted Services	1.0	0.0						

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 IMP & Portable Relocations:** All expenses associated with non-capital activities related to Infrastructure Maintenance Program (IMP) 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, IMP (BQRP), 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 - 2003-2004
(SECTION 148.1 OF THE SCHOOL ACT)**

		FTE's	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:									
Name	Ridgway, Ken	0.8	\$0	\$0	\$0			\$0	\$0
Name	Vanwieren, Nicole	0.2	\$0	\$0	\$0			\$0	\$0
Other Board Members:									
Name	Diederichs, Peter	0.8	\$0	\$0	\$0			\$0	\$0
Name	Dodds, Jane	0.2	\$0	\$0	\$0			\$0	\$0
Name	Dodds, Kevin	0.8	\$0	\$0	\$0			\$0	\$0
Name	Gauthier, Cindy	0.3	\$0	\$0	\$0			\$0	\$0
Name	Horton, Nancy	0.2	\$0	\$0	\$0			\$0	\$0
Name	Kozsan, Lorelei	1.0	\$0	\$0	\$0			\$0	\$0
Name	Ljuden, Carol	0.8	\$0	\$0	\$0			\$0	\$0
Name	Matichuk, Allison	0.2	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Name		0.0	\$0	\$0	\$0			\$0	\$0
Subtotal		5.4	\$0	\$0	\$0			\$0	\$0
Superintendent	Welch, Gordon	0.1	\$3,169	\$0	\$0	\$0	\$0	\$3,169	\$44
Superintendent	Erickson, Dale	0.3	\$13,850	\$0	\$0	\$0	\$0	\$13,850	\$391
Secretary/Treasurer	de Kleine, G. (Fred)	0.3	\$20,000	\$0	\$0	\$0	\$0	\$20,000	\$1,318
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		9.3	\$534,806	\$51,672	\$0	\$0	\$0	\$586,478	
Uncertificated Salaries & Wages		2.5	\$63,821	\$6,727	\$0	\$0	\$0	\$70,548	
TOTALS			\$635,646	\$58,399	\$0	\$0	\$0	\$694,045	

Note: Employed or contracted out. Please refer to completion information on page 15.

Please explain below (on rows 49-51) where FTE is not equal to 1, on positions contracted out or shared, and for any reporting under ERIP's/Other (i.e retiring allowance, vacation payout, partial year payment for 2nd individual).

Note: The positions of Superintendent and Secretary/Treasurer are contracted services and are recorded as such on Schedule A L47

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.