

**AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

Legal Name of School Jurisdiction

4810-46 Street Bonnyville, Alberta T9N 2R2

Mailing Address

Telephone: 780-826-3235 Fax: 780-826-7576

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150
(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	
<p style="text-align: center;">Vicky Lefebvre Name</p>	<p style="text-align: center;">"ORIGINAL SIGNED" Signature</p>

SUPERINTENDENT	
<p style="text-align: center;">Bernadette Provost Name</p>	<p style="text-align: center;">"ORIGINAL SIGNED" Signature</p>

SECRETARY TREASURER OR TREASURER	
<p style="text-align: center;">Doug Ewanowich Name</p>	<p style="text-align: center;">"ORIGINAL SIGNED" Signature</p>

28-Nov-05

Board-approved Release Date

TABLE OF CONTENTS

	Page
AUDITORS' REPORT	
STATEMENT OF FINANCIAL POSITION	3
STATEMENT OF REVENUES AND EXPENSES	4
STATEMENT OF CASH FLOWS	5
STATEMENT OF CHANGES IN NET ASSETS	6
STATEMENT OF CAPITAL ALLOCATIONS	7
NOTES TO THE FINANCIAL STATEMENTS	

SUPPORTING SCHEDULES

SCHEDULE A	Allocation of Revenues and Expenses to Programs	8
SCHEDULE B	Alberta Education Revenues	9
SCHEDULE C	ECS to Grade 12 Instruction Programs Expense Details	10
SCHEDULE D	Calculation of Maximum Eligible Expense Limits for Board (Governance) and System Administration	11
SCHEDULE E	Source & Application of School Generated Funds (SGF)	12
SCHEDULE F	Operations & Maintenance Program Expenses	13
SCHEDULE G	Disclosure of Salaries and Benefits	14
SCHEDULE G1	Completion Information for Schedule G	15

Brian W Ross*, C.A.
Beverley Topylki*, C.A.
* Denotes Professional Corporation
◊ Limited Liability Partnership

AUDITORS' REPORT

Bonnyville
Phone: (780) 826-4469
(780) 826-3188
Fax: (780) 826-3705

Cold Lake
Phone: (780) 594-5554
Fax: (780) 594-2824

To the Board of Trustees of:
Lakeland Roman Catholic Separate School District No 150

We have audited the statement of financial position of the Lakeland Roman Catholic Separate School District No. 150 (School District) as at August 31, 2005 and the statements of revenues 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. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to 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 school jurisdiction as at August 31, 2005, and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian 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.

Bonnyville, Alberta
November 18, 2005


Chartered Accountants

STATEMENT OF FINANCIAL POSITION
as at August 31, 2005

(in dollars)

		2005	2004
ASSETS			
Current assets			
Cash and temporary investments		\$3,584,919	\$2,977,742
Accounts receivable (net after allowances)		\$1,409,369	\$1,100,190
Prepaid expenses		\$20,999	\$105,465
Other current assets		\$185,904	\$180,993
Total current assets		\$5,201,191	\$4,364,390
School generated assets		\$120,628	\$135,350
Trust assets		\$10,745	\$10,760
Long term accounts receivable		\$0	\$0
Long term investments		\$0	\$0
Capital assets			
Land		\$506,252	\$513,006
Buildings	\$18,204,986		
Less: accumulated amortization	(\$9,965,315)	\$8,239,671	\$8,497,823
Equipment	\$876,066		
Less: accumulated amortization	(\$752,058)	\$124,008	\$199,512
Vehicles	\$169,437		
Less: accumulated amortization	(\$137,541)	\$31,896	\$50,710
Total capital assets		\$8,901,827	\$9,261,051
TOTAL ASSETS		\$14,234,391	\$13,771,551
LIABILITIES			
Current liabilities			
Bank indebtedness		\$0	\$0
Accounts payable and accrued liabilities		\$802,093	\$847,048
Deferred revenue		\$242,321	\$262,885
Deferred capital allocations		\$198,490	\$0
Current portion of all long term debt		\$352,031	\$368,311
Total current liabilities		\$1,594,935	\$1,478,244
School generated liabilities		\$120,628	\$135,350
Trust liabilities		\$10,745	\$10,760
Employee future benefits liability		\$0	\$0
Long term payables and accrued liabilities		\$0	\$0
Long term debt			
Supported: Debentures and other supported debt		\$2,298,036	\$2,666,347
Less: Current portion of supported debt		(\$352,031)	(\$368,311)
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		\$4,799,881	\$4,846,991
Total long term liabilities		\$6,877,259	\$7,291,137
TOTAL LIABILITIES		\$8,472,194	\$8,769,381
NET ASSETS			
Unrestricted net assets		\$0	\$0
Operating Reserves		\$2,797,179	\$2,138,551
Accumulated Operating Surplus (Deficit)		\$2,797,179	\$2,138,551
Investment in capital assets		\$1,803,910	\$1,747,712
Capital Reserves		\$1,161,108	\$1,115,907
Total Capital Funds		\$2,965,018	\$2,863,619
Total net assets		\$5,762,197	\$5,002,170
TOTAL LIABILITIES AND NET ASSETS		\$14,234,391	\$13,771,551

Note: Input "(Restated)" in 2004 column heading where comparatives are not taken from the finalized 2003-2004 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2005

(in dollars)

	Actual 2005	Budget 2005	Actual 2004
REVENUES			
Government of Alberta	\$16,541,397	\$14,604,099	\$15,071,672
Federal Government and/or First Nations	\$560,370	\$577,742	\$612,286
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$8,000	\$0	\$6,000
Alberta Municipalities (excluding supplementary requisitions)	\$0	\$0	\$1,138
Instruction resource fees	\$53,616	\$56,021	\$50,368
Transportation fees	\$0	\$0	\$0
Other sales and services	\$64,318	\$0	\$25,978
Investment income	\$93,378	\$90,000	\$104,909
Gifts and donations	\$14,961	\$0	\$43,146
Rentals of facilities	\$0	\$0	\$0
Net school generated funds	\$408,125	\$270,000	\$408,886
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$646,959	\$620,554	\$646,444
Total Revenues	\$18,391,124	\$16,218,416	\$16,970,827
EXPENSES			
Certificated salaries	\$8,412,184	\$7,941,041	\$8,261,744
Certificated benefits	\$1,007,504	\$965,465	\$1,031,420
Uncertificated salaries and wages	\$2,727,090	\$2,456,146	\$2,648,778
Uncertificated benefits	\$708,067	\$577,257	\$699,270
Services, contracts and supplies	\$3,331,121	\$3,201,345	\$3,012,843
Net school generated funds	\$408,125	\$270,000	\$408,886
Capital and debt services			
Amortization of capital assets			
Supported	\$646,959	\$620,554	\$646,444
Unsupported	\$132,578	\$118,773	\$118,408
Total Amortization of capital assets	\$779,537	\$739,327	\$764,852
Interest on capital debt			
Supported	\$257,469	\$280,531	\$297,332
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$257,469	\$280,531	\$297,332
Other interest charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$0
Total Expenses	\$17,631,097	\$16,431,112	\$17,125,125
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$760,027	(\$212,696)	(\$154,298)
Extraordinary Item	\$0	\$0	\$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	\$760,027	(\$212,696)	(\$154,298)

Note: Input "(Restated)" in Budget 2005 and/or Actuals 2004 column headings where comparatives are not taken from the respective finalized 2004-2005 Budget Report and/or finalized 2003-2004 Audited Financial Statements.

STATEMENT OF CASH FLOWS
for the Year Ended August 31, 2005
(in dollars)

	2005	2004
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	\$760,027	(\$154,298)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	(\$646,959)	(\$646,444)
Total amortization expense	\$779,537	\$764,852
Gains on disposal of capital assets	\$0	\$0
Losses on sale of capital assets	\$0	\$0
Changes in accrued accounts:		
Accounts receivable	(\$309,179)	(\$115,217)
Prepays and other current assets	\$79,555	\$165,885
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Payables and accrued liabilities	(\$44,955)	(\$524,657)
Deferred revenue	(\$20,564)	(\$378,490)
Employee future benefit expense (recovery)	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Operations	\$597,462	(\$888,369)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$420,313)	(\$571,131)
Equipment	\$0	(\$11,420)
Vehicles	\$0	\$0
Net proceeds from disposal of capital assets	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Investing activities	(\$420,313)	(\$582,551)
C. FINANCING ACTIVITIES		
Capital allocations	\$430,028	\$198,105
Issue of long term debt	\$0	\$0
Repayment of long term debt	(\$368,311)	(\$368,311)
Add back: supported portion	\$368,311	\$368,311
Other (describe)	\$0	\$0
Total sources (uses) of cash from Financing activities	\$430,028	\$198,105
Net sources (uses) of cash during year	\$607,177	(\$1,272,815)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	\$2,977,742	\$4,250,557
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	\$3,584,919	\$2,977,742

Note: 1 Input "(Restated)" in 2004 column heading where not taken from the finalized 2003-2004 Audited Financial Statements.
2 Cash and temporary investments are net of cash obligations.

**STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2005**

School Jurisdiction 4105

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	TOTAL NET ASSETS Cols. 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL INTERNALLY RESTRICTED NET ASSETS Cols. 5 to 14	INTERNALLY RESTRICTED NET ASSETS									
					School Based		Infrastructure		Board & System Admin.		Transportation		External Services	
					Operating Reserves	Capital Reserves	O & M Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2004	\$5,002,170	\$1,747,712	\$0	\$3,254,458	\$1,501,025	\$800,648	\$458,911	\$227,882	\$178,615	\$87,377	\$0	\$0	\$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
Adjusted Balance, Aug. 31, 2004	\$5,002,170	\$1,747,712	\$0	\$3,254,458	\$1,501,025	\$800,648	\$458,911	\$227,882	\$178,615	\$87,377	\$0	\$0	\$0	\$0
Surplus(def) of revenue over expenses	\$760,027		\$760,027											
Board funded capital transactions		\$188,776	\$0	(\$188,776)	(\$3,460)		\$0	\$0	(\$97,939)	(\$87,377)	\$0	\$0	\$0	\$0
Direct credits to net assets	\$0	\$0												
Amortization of capital assets		(\$779,537)	\$779,537											
Amortization of capital allocations		\$646,959	(\$646,959)											
Disposal of unsupported capital assets	\$0	\$0	\$0	\$0		\$0		\$0		\$0		\$0		\$0
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0	\$0		\$0		\$0		\$0		\$0		\$0
Debt principal payments (unsupported)		\$0	\$0											
Net transfers to operating reserves			(\$760,027)	\$760,027	\$347,274		\$359,279		\$53,474		\$0		\$0	
Net transfers from operating reserves			\$0	\$0	\$0		\$0		\$0		\$0		\$0	
Net transfers to capital reserves			(\$132,578)	\$132,578		\$86,943		\$16,689		\$28,946		\$0		\$0
Net transfers from capital reserves			\$0	\$0		\$0		\$0		\$0		\$0		\$0
Balance at August 31, 2005	\$5,762,197	\$1,803,910	\$0	\$3,958,287	\$1,844,839	\$887,591	\$818,190	\$244,571	\$134,150	\$28,946	\$0	\$0	\$0	\$0

**STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2005
(in dollars)**

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 20	\$0	\$4,846,991
Prior period adjustment	\$0	\$0
Adjusted balance, August 31, 2004	\$0	\$4,846,991
Add:		
Capital allocations from: Infrastructure and Transportation-New/Modernization Projects	\$427,348	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$2,680	
Other capital grants and donations	\$0	
Proceeds on disposal of supported capital assets	\$0	
Insurance proceeds	\$0	
Donated capital assets (amortizable, at Fair Market Value)		\$0
Transferred in capital assets (amortizable, at Net Book Value)		\$0
Current Year Debenture Principal Repayment		\$368,311
Expended capital allocations - current year	(\$231,538)	\$231,538
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		\$0
Capital allocations amortized to revenue		\$646,959
Balance at August 31, 2005	\$198,490	\$4,799,881

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

1. AUTHORITY AND PURPOSE

The School District delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The School District 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 School District is limited on administration expenses and is permitted to reallocate funding within the Alberta Education instruction and support block areas.

2. ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Education for Alberta school jurisdictions. 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

Revenue is recognized as follows:

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

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

Capital allocations from the province or other agencies are recorded as deferred capital allocations 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 contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

2. ACCOUNTING POLICIES (Continued)

(b) Capital assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings	2.5%, 4% and 10%
Equipment	10% and 20%
Site improvements	5%
Vehicles	10% and 20%

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

(c) School generated funds

These are funds in the community, which come under the control and 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.).

(d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

(e) 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 School District does not make pension contributions for certificated staff.

(f) Other current assets

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

2. ACCOUNTING POLICIES (Continued)

(g) Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board, to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. 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.

(h) Operating and Capital Reserves

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

(i) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

3. TRUST ASSETS AND LIABILITIES

This balance represents cash that is held in trust by the jurisdiction for a scholarship trust

4. ACCOUNTS RECEIVABLE

	2005	2004
Province of Alberta	\$ 950,426	\$ 656,799
Federal Government	181,567	199,595
Alberta Municipalities	221,697	200,055
Other receivables	55,679	43,741
	\$1,409,369	\$1,100,190

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

5. ACCOUNTS PAYABLE

	2005	2004
Province of Alberta	\$ 388,556	\$ 450,204
Other trade payables and accrued liabilities	413,537	396,844
	\$ 802,093	\$ 847,048

6. DEFERRED REVENUE

	2005	2004
IMP 2004	\$ 16,601	\$ -
IMP 2005	100,720	-
Other Grants	125,000	43,819
1999 One Time Grant	-	219,066
	\$ 242,321	\$ 262,885

7. LONG TERM DEBT

The debenture debt bears interest at rates varying between 9% and 11.75%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest
2006	\$ 352,031	\$ 241,717
2007	331,581	204,746
2008	319,812	170,093
2009	313,624	136,617
2010	313,624	103,698
Thereafter	667,364	126,749
	\$2,298,036	\$ 983,620

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

8. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations represent externally-restricted supported capital funds that have been expended, but have yet to be amortized over the useful life of the related capital asset. The unamortized capital allocations account balance is increased by transfers of deferred capital allocations expended, as well as fully-supported debenture principal repayments.

9. COMMITMENTS

The School District is committed to the following minimum annual lease payments for photocopy equipment and premises pursuant to a lease expiring September, 2009 as follows:

2006	\$	136,000
2007		136,000
2008		136,000
2009		136,000
		<hr/>
		\$ 544,000

The school district is also committed to further capital expenditures for a new elementary school in Cold Lake of approximately \$6,205,481. These costs will be fully funded by the capital allocations from Alberta Infrastructure.

10. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

11. BUDGET AMOUNTS

The budget was prepared by the School District's management and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

12. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2005 presentation.

LAKELAND ROMAN CATHOLIC SEPARATE SCHOOL DISTRICT NO. 150

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2005

13. FINANCIAL INSTRUMENTS

The School District's financial instruments consist of cash, accounts receivable, school generated assets and liabilities, trust assets and liabilities, accounts payable and accrued liabilities and long term debt. It is management's opinion that the School District is not exposed to significant interest, currency, or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the School Act and Section 5 of the Trustees Act.

SCHEDULE A to the AFS

School Jurisdiction Code 4105

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2004-2005

REVENUES	TOTAL	ECS to Grade 12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education Revenues Alberta Infrastructure and Transportation	\$13,868,424	\$12,800,818	\$0	\$68,285	\$832,953	\$166,368
(2) Infrastructure Maintenance Program & Portable Relocations support	\$270,376	\$0	\$270,376			
(3) Regular Operations & Maintenance support	\$1,898,426		\$1,898,426			
(4) Other support	\$0	\$0	\$0			
(5) Total Alberta Infrastructure and Transportation Revenues	\$2,168,802	\$0	\$2,168,802			
(6) Alberta Finance	\$257,469		\$257,469			\$0
(7) Other - Government of Alberta	\$246,702	\$15,000	\$5,702	\$0	\$0	\$226,000
(8) Federal Government and/or First Nations	\$560,370	\$526,748	\$0	\$0	\$33,622	\$0
(9) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0
(10) Out of province authorities	\$8,000	\$8,000	\$0	\$0	\$0	\$0
(11) Alberta municipalities (excl. supplementary requisitions)	\$0	\$0	\$0	\$0	\$0	\$0
(12) Instruction resource fees	\$53,616	\$53,616				
(13) Transportation fees	\$0			\$0		
(14) Other sales and services	\$64,318	\$60,156	\$303	\$0	\$3,859	\$0
(15) Investment income	\$93,378	\$87,614		\$0	\$5,764	\$0
(16) Gifts and donations	\$14,961	\$14,961	\$0	\$0		\$0
(17) Rentals of facilities	\$0	\$0	\$0	\$0	\$0	\$0
(18) Net school generated funds	\$408,125	\$408,125			\$0	
(19) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0
(20) Amortization of capital allocations	\$646,959	\$41,559	\$605,400	\$0		\$0
(21) TOTAL REVENUES	\$18,391,124	\$14,016,597	\$3,037,676	\$68,285	\$876,198	\$392,368
EXPENSES						
(22) Certificated salaries	\$8,412,184	\$8,264,369			\$147,815	\$0
(23) Certificated benefits	\$1,007,504	\$997,516			\$9,988	\$0
(24) Uncertificated salaries and wages	\$2,727,090	\$1,809,164	\$604,269	\$0	\$313,657	\$0
(25) Uncertificated benefits	\$708,067	\$507,668	\$145,476	\$0	\$54,923	\$0
(26) SUB - TOTAL	\$12,854,845	\$11,578,717	\$749,745	\$0	\$526,383	\$0
(27) Services, contracts & supplies	\$3,331,121	\$1,542,730	\$974,608	\$132,532	\$288,883	\$392,368
(28) Cost recoveries & charges to programs	\$0	\$0	\$0	\$0	\$0	\$0
(29) Net school generated funds	\$408,125	\$408,125				
Capital and debt services						
Amortization of capital assets						
(30) Supported	\$646,959	\$41,559	\$605,400	\$0	\$0	\$0
(31) Unsupported	\$132,578	\$33,945	\$91,175	\$0	\$7,458	\$0
(32) Total Amortization	\$779,537	\$75,504	\$696,575	\$0	\$7,458	\$0
Interest on capital debt						
(33) Supported	\$257,469	\$0	\$257,469	\$0	\$0	\$0
(34) Unsupported	\$0	\$0	\$0	\$0	\$0	\$0
(35) Other interest charges	\$0	\$0	\$0	\$0	\$0	\$0
(36) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0
(37) TOTAL EXPENSES	\$17,631,097	\$13,605,076	\$2,678,397	\$132,532	\$822,724	\$392,368
(38) SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM	\$760,027	\$411,521	\$359,279	(\$64,247)	\$53,474	\$0

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	\$464,383
Base Instruction (Gr 1-12)	\$9,561,499
Outreach Programs	\$0
Home Education	\$0
Differential Cost Funding *	\$2,885,359
Other Provincial Support	
Institutional Programs	\$39,743
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	\$166,368
Learning Resources Credit	\$11,777
Federal French Funding	\$58,700
Provincial Priority Targeted Funding	
Class Size Initiative	\$346,880
Student Health Initiative (SHI)	\$0
Alberta Initiative for School Improvement (AISI)	\$259,800
High Speed Networking	\$25,000
Children and Youth with Complex Needs	\$0
Other Alberta Education Revenues (describe): Microsoft License, Classroom Resources	\$48,915
Total Alberta Education Revenues	\$13,868,424

* Differential Cost Funding is based on distribution formulas designed to address variable cost factors and incremental costs associated with other variables and specific student populations. Included in differential cost funding are allocations for students with severe disabilities, English as a second language students, Francisation and support services for immigrant students, aboriginal students, gifted & talented early childhood services children and those with mild or moderate or severe disabilities, the percentage of the student population experiencing low socio-economic status, small schools by necessity, intra-jurisdiction distances, year to year enrolment fluctuations, small school board administration, schools located in the north, boarding, transportation, stabilization of funding, and cost differences among school jurisdictions for purchasing goods and services.

**SCHEDULE C the AFS
ECS to Grade 12 INSTRUCTION PROGRAMS Expense Details - 2004-2005**

SUB-PROGRAMS & INITIATIVES	ECS to GRADE 12 Instruction						
	Certificated Remuneration	Uncertificated Remuneration	Services, Contracts & Supplies ¹	Learning Resources	Cost Recoveries & Transfers	Other Expenses ²	TOTAL EXPENSES
School Administration & All Instruction Support	\$1,254,206	\$947,628	\$418,673		\$0		\$2,620,507
Mild & Moderate Disabilities/Gifted & Talented(ECS-12)	\$63,730	\$134,929	\$26,928		\$0		\$225,587
ECS Program Unit (PUF)		\$100,168	\$27,415		\$0		\$127,583
Severe Disabilities (Gr 1-12)	\$238,753	\$938,281	\$76,146		\$0		\$1,253,180
English as a Second Language	\$0	\$0	\$0		\$0		\$0
French Language Program & Francisation (all jurisdictions)	\$88,107	\$15,805	\$18,315		\$0		\$122,227
First Nations, Metis and Inuit Education(ECS - Gr 12)	\$87,667	\$13,361	\$19,636		\$0		\$120,664
Home Education	\$0	\$0	\$0		\$0		\$0
Institutional Programs	\$17,011	\$0	\$7,345		\$0		\$24,356
Alberta Initiative for School Improvement	\$104,599	\$88,007	\$85,612	\$0	\$0		\$278,218
Student Health Initiative	\$0	\$0	\$0		\$0		\$0
High Speed Networking			\$25,867		\$0		\$25,867
Class Size	\$470,781	\$0	\$0	\$0	\$0		\$470,781
Children and Youth with Complex Needs(ECS - Gr 12)	\$0	\$0	\$0		\$0		\$0
All Other Student Instruction Expenses(ECS - Gr 12)	\$6,937,031	\$78,653	\$836,793	\$0	\$0	\$483,629	\$8,336,106
TOTAL EXPENSES	\$9,261,885	\$2,316,832	\$1,542,730	\$0	\$0	\$483,629	\$13,605,076

FULL-TIME-EQUIVALENCIES(Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	1.0	7.0
ECS Program Unit (PUF)	0.0	4.3
Severe Disabilities (Gr 1-12)	3.0	38.1

Note 1 Excludes Learning Resources.

Note 2 Includes Net School Generated Funds, Amortization, Interest, and Losses on Disposal of Instruction Program Capital Assets.

**SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMIT FOR
BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION - 2004-2005**

TOTAL EXPENSES		\$17,631,097
STEP 1		
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%	
<p>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.</p>		
STEP 2		
Calculate maximum expense limit AMOUNTS for Board and System Administration expenses		
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES		\$1,057,866
Considerations for Charter Schools and Small School Boards:		
If Charter School , enter \$56,100	\$0	\$0
If School Board , please enter your 04-05 Gr 1- 12 funded enrolment	1,915	
	\$408,000	\$1,057,866
MAXIMUM EXPENSE LIMIT		\$1,057,866
STEP 3		
Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)		
Actual Board Governance & System Administration expenses		\$822,724
PLUS: transfers to Restricted - Operating (Board/System Administration)		\$53,474
LESS: transfers from Restricted - Operating (Board/System Administration)		\$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES		\$876,198
MAXIMUM EXPENSE LIMIT		\$1,057,866
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT		-\$181,668

**SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2004-2005**

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)			\$135,350
Source of Net School Generated Funds:			
	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$546,816	\$171,721	\$375,095
Student fees (Non-Instructional) (Note 2)	\$0		\$0
Donations and grants to schools	\$20,201		\$20,201
Other (describe): Adjustment to opening balances	\$0	\$1,893	(\$1,893)
Net Additions to SGF	\$567,017	\$173,614	\$393,403
Net SGF Available for Discretionary Spending			\$528,753
Application of Net School Generated Funds:			
Extra-curricular activities			\$0
School beautification			\$0
Field Trips			\$0
Equipment			\$0
Family literacy and other community resources			\$0
Other (describe): Breakdown not available this year.			\$408,125
Net SGF Expended for Discretionary Purposes (Note 3)			\$408,125
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)			\$120,628
<p>School Generated Funds (SGF) are funds raised in the community for student activities that come under the control and responsibility of school management. These funds are usually collected and retained at the school for expenditures paid at the school level. SGF does not include fees with respect to instructional supplies or materials collected pursuant to Section 60(2)(j) of the <i>School Act</i>, and any other funds collected at the school but remitted to central office and accounted for by the jurisdiction (facility rentals, capital assets purchases, etc.)</p>			
<p>Note 1 Input "(Restated)" beside Balance at August 31, 2004 where not taken from the finalized 2003-2004 Audited Financial Statements.</p>			
<p>Note 2 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (fees with respect to instructional supplies or materials - essentially textbooks, resource materials in lieu of textbooks, media, software, and materials for classrooms). Amounts collected for CEU-related activities are recorded as instruction resource fees, not SGF.</p>			
<p>Note 3 Net SGF Expended for Discretionary Purposes is recorded as revenue and expense in the Statement of Revenues & Expenses.</p>			
<p>Note 4 Unexpended SGF is carried forward to the Statement of Financial Position.</p>			

**SCHEDULE F to the AFS
Operations and Maintenance Program Expenses - 2004-2005**

EXPENSES	Custodial	Maintenance	Utilities and Telecommunications	Expensed Mod./I.M.P. & Portable Relocations	Facility Planning & Operations Administration	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$437,867	\$102,652	\$0	\$0	\$63,750	\$604,269		\$604,269
Uncertificated benefits	\$110,065	\$22,911	\$0	\$0	\$12,500	\$145,476		\$145,476
Sub-total Remuneration	\$547,932	\$125,563	\$0	\$0	\$76,250	\$749,745		\$749,745
Contracted Services	\$210	\$105,354	\$0	\$173,872	\$3,206	\$282,642		\$282,642
Supplies	\$43,160	\$66,777	\$0	\$48,495	\$543	\$158,975		\$158,975
Electricity			\$251,500			\$251,500		\$251,500
Natural Gas/Heating Fuel			\$195,605			\$195,605		\$195,605
Sewer and Water			\$17,215			\$17,215		\$17,215
Telecommunications			\$3,844			\$3,844		\$3,844
Insurance					\$64,827	\$64,827		\$64,827
Amortization of capital assets								
Supported							\$605,400	\$605,400
Unsupported						\$91,175		\$91,175
Total Amortization						\$91,175	\$605,400	\$696,575
Interest on capital debt								
Supported							\$257,469	\$257,469
Unsupported				\$0		\$0		\$0
Other interest charges						\$0		\$0
Losses on disposal of capital assets						\$0		\$0
Cost recoveries & transfers						\$0		\$0
TOTAL EXPENSES	\$591,302	\$297,694	\$468,164	\$222,367	\$144,826	\$1,815,528	\$862,869	\$2,678,397
SQUARE METRES								
School Buildings								25,347.8
Non School Buildings								1,126.5
UNCERTIFICATED FTE'S (Board/Contract)	13.6	3.3						

- 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/I.M.P. & Portable Relocations:** All expenses associated with non-capital activities related to Block Modernization, Infrastructure Maintenance Programs (AKA Building Quality Restoration Program) and portable relocations.
 - Facility Planning & Operations Administration:** All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees and contractors, administration of capital projects (including new schools, I.M.P., 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 - 2004-2005
(SECTION 148.1 OF THE SCHOOL ACT)**

	FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Chairperson:								
Name M. Campeau	1.0	\$7,270	\$0	\$0			\$7,270	\$5,529
Name	0.0	\$0	\$0	\$0			\$0	\$0
Other Board Members:								
Name R. Gauthier	1.0	\$5,734	\$0	\$0			\$5,734	\$3,735
Name K. Kissel	0.8	\$6,766	\$0	\$0			\$6,766	\$4,063
Name R. Kleinmann	1.0	\$6,886	\$0	\$0			\$6,886	\$3,005
Name V. Lefebvre	1.0	\$11,586	\$0	\$0			\$11,586	\$7,241
Name M. Penner	1.0	\$9,162	\$0	\$0			\$9,162	\$5,763
Name E. Rondeau	0.2	\$502	\$0	\$0			\$502	\$168
Name G. Zaplotinsky	0.8	\$5,143	\$0	\$0			\$5,143	\$4,301
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	6.8	\$53,049	\$0	\$0			\$53,049	\$33,805
Superintendent B. Provost	1.0	\$121,500	\$7,814	\$0	\$0	\$0	\$129,314	\$8,566
Superintendent	0.0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Secretary/Treasurer D. Ewanowich	1.0	\$100,413	\$17,337	\$0	\$0	\$0	\$117,750	\$15,288
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	126.1	\$8,290,684	\$999,690	\$0	\$0	\$0	\$9,290,374	
Uncertificated Salaries & Wages	97.5	\$2,573,628	\$690,730	\$0	\$0	\$0	\$3,264,358	
TOTALS		\$11,139,274	\$1,715,571	\$0	\$0	\$0	\$12,854,845	

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.