

**AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2005**
[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

(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	Kevin Dodds
Name	Signature

SUPERINTENDENT	
JIM RIGBY	Jim Rigby
Name	Signature

SECRETARY TREASURER OR TREASURER	
G. (FRED) de KLEINE	G. de Kleine
Name	Signature

16-Nov-05

Board-approved Release Date

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AUDITOR'S REPORT

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

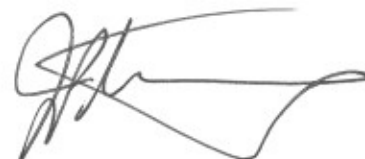
I have audited the statement of financial position of the New Horizons Charter School Society as at August 31, 2005, and the statement of revenue and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the 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, 2005 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 27, 2005



Chartered Accountant

STATEMENT OF FINANCIAL POSITION
as at August 31, 2005

(in dollars)

	2005	2004
ASSETS		
Current assets		
Cash and temporary investments	\$266,565	\$316,630
Accounts receivable (net after allowances)	\$69,888	\$53,835
Prepaid expenses	\$17,235	\$14,327
Other current assets	\$0	\$0
Total current assets	\$353,688	\$384,792
School generated assets	\$6,596	\$5,755
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	\$360,284	\$390,547
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$35,502	\$98,447
Deferred revenue	\$61,741	\$102,950
Deferred capital allocations	\$0	\$0
Current portion of all long term debt	\$0	\$0
Total current liabilities	\$97,243	\$201,397
School generated liabilities	\$6,596	\$5,755
Trust liabilities	\$0	\$0
Employee future benefits liability	\$0	\$0
Long term payables and accrued liabilities	\$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	\$6,596	\$5,755
TOTAL LIABILITIES	\$103,839	\$207,152
NET ASSETS		
Unrestricted net assets	\$0	\$0
Operating Reserves	\$173,977	\$105,264
Accumulated Operating Surplus (Deficit)	\$173,977	\$105,264
Investment in capital assets	\$0	\$0
Capital Reserves	\$82,468	\$78,131
Total Capital Funds	\$82,468	\$78,131
Total net assets	\$256,445	\$183,395
TOTAL LIABILITIES AND NET ASSETS	\$360,284	\$390,547

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	\$1,212,539	\$1,188,674	\$1,085,418
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 (excluding supplementary requisitions)	\$0	\$0	\$0
Instruction resource fees	\$17,460	\$17,778	\$16,722
Transportation fees	\$0	\$0	\$0
Other sales and services	\$11,255	\$0	\$0
Investment income	\$8,888	\$7,150	\$5,717
Gifts and donations	\$0	\$0	\$0
Rentals of facilities	\$6,865	\$6,152	\$5,292
Net school generated funds	\$6,383	\$18,333	\$0
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$0	\$0	\$0
Total Revenues	\$1,263,390	\$1,238,087	\$1,113,149
EXPENSES			
Certificated salaries	\$540,004	\$553,314	\$534,806
Certificated benefits	\$51,299	\$60,635	\$51,672
Uncertificated salaries and wages	\$74,764	\$63,463	\$63,821
Uncertificated benefits	\$7,247	\$7,400	\$6,727
Services, contracts and supplies	\$509,710	\$485,350	\$491,895
Net school generated funds	\$6,383	\$18,333	\$0
Capital and debt services			
Amortization of capital assets			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$0
Total Amortization of capital assets	\$0	\$0	\$0
Interest on capital debt			
Supported	\$0	\$0	\$0
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$0	\$0	\$0
Other interest charges	\$933	\$0	\$886
Losses on disposal of capital assets	\$0	\$0	\$0
Total Expenses	\$1,190,340	\$1,188,495	\$1,149,807
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$73,050	\$49,592	(\$36,658)
Extraordinary Item	\$0	\$0	\$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	\$73,050	\$49,592	(\$36,658)

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	\$73,050	(\$36,658)
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	\$0	\$0
Total amortization expense	\$0	\$0
Gains on disposal of capital assets	\$0	\$0
Losses on sale of capital assets	\$0	\$0
Changes in accrued accounts:		
Accounts receivable	(\$16,053)	(\$14,018)
Prepays and other current assets	(\$2,908)	(\$3,659)
Long term accounts receivable	\$0	\$0
Long term investments	\$0	\$0
Payables and accrued liabilities	(\$62,945)	\$74,716
Deferred revenue	(\$41,209)	\$50,918
Employee future benefit expense (recovery)	\$0	\$0
Other (describe)	\$0	\$0
Total sources (uses) of cash from Operations	(\$50,065)	\$71,299
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	\$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) of cash from Financing activities	\$0	\$0
Net sources (uses) of cash during year	(\$50,065)	\$71,299
Cash and temporary investments, net of bank indebtedness, at Aug. 31/04	\$316,630	\$245,331
Cash and temporary investments, net of bank indebtedness, at Aug. 31/05	\$266,565	\$316,630

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 6015

(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	\$183,395	\$0	\$0	\$183,395	\$85,327	\$0	\$0	\$0	\$15,754	\$78,131	\$4,183	\$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	\$183,395	\$0	\$0	\$183,395	\$85,327	\$0	\$0	\$0	\$15,754	\$78,131	\$4,183	\$0	\$0	\$0
Surplus(def) of revenue over expenses	\$73,050		\$73,050											
Board funded capital transactions		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Direct credits to net 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	\$0	\$0	\$0	\$0	\$0
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Debt principal payments (unsupported)		\$0	\$0											
Net transfers to operating reserves			(\$84,033)	\$84,033	\$79,855		\$0		\$0		\$4,178		\$0	
Net transfers from operating reserves			\$15,320	(\$15,320)	\$0		\$0		(\$15,320)		\$0		\$0	
Net transfers to capital reserves			(\$4,337)	\$4,337	\$0		\$0		\$4,337		\$0		\$0	\$0
Net transfers from capital reserves			\$0	\$0	\$0		\$0		\$0		\$0		\$0	\$0
Balance at August 31, 2005	\$256,445	\$0	\$0	\$256,445	\$165,182	\$0	\$0	\$0	\$434	\$82,468	\$8,361	\$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	\$0
Prior period adjustment	\$0	\$0
Adjusted balance, August 31, 2004	\$0	\$0
Add:		
Capital allocations from: Infrastructure and Transportation-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 (amortizable, at Fair Market Value)		\$0
Transferred in capital assets (amortizable, at Net Book Value)		\$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, 2005	\$0	\$0

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2005

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, 2005

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. Pensions

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

The current 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 Society does not make pension contributions for certified staff.

F. Operating and Capital Reserves

Reserves are established at the discretion of the Board of Directors of the jurisdiction, to set aside funds for operating and capital purposes. Such reserves are appropriations of unrestricted net assets.

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2005

3. Short-term Investments

	2005	2004
Province of British Columbia Bond	\$79,490	\$75,153
Guaranteed Investment Certificate #4	150,000	0
Guaranteed Investment Certificate #5	35,444	0
Guaranteed Investment Certificate #1	0	72,682
Guaranteed Investment Certificate #2	0	25,000
	<u>\$264,934</u>	<u>\$172,835</u>

The British Columbia bond earns interest at a rate of 5.69% if held to its maturity date of November 19, 2006.

Guaranteed Investment Certificate #4 earns at a rate of 2.4% per annum and matures on November 22, 2005.

Guaranteed Investment Certificate #5 earns interest at a rate of 1.75% per annum and matures on April 25, 2006.

4. Accounts and Grants Receivable

	2005	2004
Alberta Infrastructure	\$59,912	\$45,948
Goods and Services Tax	6,642	7,030
Interest Receivable	2,998	578
Other	329	279
Alberta Education	7	0
	<u>\$69,888</u>	<u>\$53,835</u>

5. Deferred Revenue

	2005	2004
Alberta Infrastructure	\$56,507	\$102,896
Alberta Education	4,718	0
Resource Fees	516	54
	<u>\$61,741</u>	<u>\$102,950</u>

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2005

6. 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>2005</u>	<u>2004</u>
Operating Reserves		
Board and System Administration	\$434	\$15,754
Transportation	8,361	4,183
	<u>\$8,795</u>	<u>\$19,937</u>
Capital Reserve		
Building - Unsupported	<u>\$82,467</u>	<u>\$78,130</u>

7. Operating Lease Commitment

The Charter School has leased a photocopier. The photocopier is leased at \$1,502 per quarter and expires in August, 2010. The future minimum annual payments as of August 31, 2005 under the operating lease are:

2006	\$6,008
2007	\$6,008
2008	\$6,008
2009	\$6,008
2010	<u>\$4,506</u>
	<u>\$28,538</u>

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2005

8. Net School Generated Assets

	<u>2005</u>	<u>2004</u>
Balance, Beginning of Year	\$5,755	\$6,565
Plus: Sources of School Generated Funds	<u>7,224</u>	<u>18,375</u>
	12,979	24,940
Less: Application of School Generated Funds	<u>6,383</u>	<u>19,185</u>
Balance, End of Year	<u>\$6,596</u>	<u>\$5,755</u>

9. 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.

10. 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.

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS AUGUST 31, 2005

11. Budgeted Amounts

The budget was prepared by the Society's management, and approved by the Board of Directors on June 15, 2004. It is presented for information purposes only and has not been audited.

12. Comparative Figures

The actual 2004 comparative figures have been reclassified where necessary to conform to actual 2005 presentation.

SCHEDULE A to the AFS

School Jurisdiction Code 6015

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	\$938,167	\$870,942	\$0	\$11,125	\$56,100	\$0
(2) Infrastructure Maintenance Program & Portable Relocations support	\$0	\$0	\$0			
(3) Regular Operations & Maintenance support	\$260,097		\$260,097			
(4) Other support	\$7,727	\$0	\$7,727			
(5) Total Alberta Infrastructure and Transportation Revenues	\$267,824	\$0	\$267,824			
(6) Alberta Finance	\$0		\$0			\$0
(7) Other - Government of Alberta	\$6,548	\$4,575	\$1,973	\$0	\$0	\$0
(8) Federal Government and/or First Nations	\$0	\$0	\$0	\$0	\$0	\$0
(9) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0
(10) Out of province authorities	\$0	\$0	\$0	\$0	\$0	\$0
(11) Alberta municipalities (excl. supplementary requisitions)	\$0	\$0	\$0	\$0	\$0	\$0
(12) Instruction resource fees	\$17,460	\$17,460				
(13) Transportation fees	\$0			\$0		
(14) Other sales and services	\$11,255	\$11,255	\$0	\$0	\$0	\$0
(15) Investment income	\$8,888	\$4,551	\$4,337	\$0	\$0	\$0
(16) Gifts and donations	\$0	\$0	\$0	\$0		\$0
(17) Rentals of facilities	\$6,865	\$6,865	\$0	\$0	\$0	\$0
(18) Net school generated funds	\$6,383	\$6,383			\$0	
(19) Gains on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0
(20) Amortization of capital allocations	\$0	\$0	\$0	\$0		\$0
(21) TOTAL REVENUES	\$1,263,390	\$922,031	\$274,134	\$11,125	\$56,100	\$0
EXPENSES						
(22) Certificated salaries	\$540,004	\$540,004			\$0	\$0
(23) Certificated benefits	\$51,299	\$51,299			\$0	\$0
(24) Uncertificated salaries and wages	\$74,764	\$74,764	\$0	\$0	\$0	\$0
(25) Uncertificated benefits	\$7,247	\$7,247	\$0	\$0	\$0	\$0
(26) SUB - TOTAL	\$673,314	\$673,314	\$0	\$0	\$0	\$0
(27) Services, contracts & supplies	\$509,710	\$135,294	\$260,732	\$6,947	\$106,737	\$0
(28) Cost recoveries & charges to programs	\$0	\$27,185	\$9,065	\$0	(\$36,250)	\$0
(29) Net school generated funds	\$6,383	\$6,383				
Capital and debt services						
Amortization of capital assets						
(30) Supported	\$0	\$0	\$0	\$0	\$0	\$0
(31) Unsupported	\$0	\$0	\$0	\$0	\$0	\$0
(32) Total Amortization	\$0	\$0	\$0	\$0	\$0	\$0
Interest on capital debt						
(33) Supported	\$0	\$0	\$0	\$0	\$0	\$0
(34) Unsupported	\$0	\$0	\$0	\$0	\$0	\$0
(35) Other interest charges	\$933	\$0	\$0	\$0	\$933	\$0
(36) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0
(37) TOTAL EXPENSES	\$1,190,340	\$842,176	\$269,797	\$6,947	\$71,420	\$0
(38) SURPLUS (DEFICIT) BEFORE EXTRAORDINARY ITEM	\$73,050	\$79,855	\$4,337	\$4,178	(\$15,320)	\$0

SCHEDULE B to the AFS
ALBERTA EDUCATION REVENUES 2004-2005

	TOTAL
Base Funding	
Early Childhood Services (ECS)	\$49,640
Base Instruction (Gr 1-12)	\$694,820
Outreach Programs	\$0
Home Education	\$0
Differential Cost Funding *	\$140,466
Other Provincial Support	
Institutional Programs	\$0
Regional Consortium (6 boards) and Regional Educational Consulting Services (4 boards)	\$0
Learning Resources Credit	\$1,980
Federal French Funding	\$670
Provincial Priority Targeted Funding	
Class Size Initiative	\$23,410
Student Health Initiative (SHI)	\$0
Alberta Initiative for School Improvement (AISI)	\$16,056
High Speed Networking	\$0
Children and Youth with Complex Needs	\$0
Other Alberta Education Revenues (describe): Transportation	\$11,125
Total Alberta Education Revenues	\$938,167

* 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	\$75,164	\$59,689	\$12,034		\$0	\$0	\$146,887
Mild & Moderate Disabilities/Gifted & Talented(ECS-12)		\$5,606	\$0		\$0		\$5,606
ECS Program Unit (PUF)	\$0	\$0	\$0		\$0		\$0
Severe Disabilities (Gr 1-12)	\$0	\$9,432	\$0		\$0		\$9,432
English as a Second Language	\$0	\$0	\$0		\$0		\$0
French Language Program & Francisation (all jurisdictions)	\$60,624	\$0	\$1,297		\$0		\$61,921
First Nations, Metis and Inuit Education(ECS - Gr 12)	\$0	\$0	\$0		\$0		\$0
Home Education	\$0	\$0	\$0		\$0		\$0
Institutional Programs	\$0	\$0	\$0		\$0		\$0
Alberta Initiative for School Improvement	\$0	\$0	\$19,079	\$0	\$0		\$19,079
Student Health Initiative	\$0	\$0	\$0		\$0		\$0
High Speed Networking			\$0		\$0		\$0
Class Size	\$11,826	\$7,285	\$0	\$0	\$0		\$19,111
Children and Youth with Complex Needs(ECS - Gr 12)	\$0	\$0	\$0		\$0		\$0
All Other Student Instruction Expenses(ECS - Gr 12)	\$443,681	\$0	\$78,773	\$24,110	\$27,185	\$6,383	\$580,140
TOTAL EXPENSES	\$591,295	\$82,012	\$111,183	\$24,110	\$27,185	\$6,383	\$842,176

FULL-TIME-EQUIVALENCIES(Board/Contract)	FTE Certificated	FTE Uncertificated
Mild & Moderate Disabilities/Gifted & Talented (ECS - Gr 12)	0.0	0.5
ECS Program Unit (PUF)	0.0	0.0
Severe Disabilities (Gr 1-12)	0.0	0.4

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	\$1,190,340
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	\$71,420
Considerations for Charter Schools and Small School Boards:	
If Charter School , enter \$56,100	\$56,100
If School Board , please enter your 04-05 Gr 1- 12 funded enrolment	0
	\$0
MAXIMUM EXPENSE LIMIT	\$71,420
STEP 3	
Compare maximum expense limit amounts calculated in Step 2 to actual expenses (from Schedule A)	
Actual Board Governance & System Administration expenses	\$71,420
PLUS: transfers to Restricted - Operating (Board/System Administration)	\$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-\$15,320
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	\$56,100
MAXIMUM EXPENSE LIMIT	\$71,420
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-\$15,320

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

Unexpended SGF - Opening Balance August 31, 2004 (Note 1)			\$5,755
Source of Net School Generated Funds:			
	Gross SGF	Related Expenses	Net SGF
Fundraising activities	\$4,915	\$3,981	\$934
Student fees (Non-Instructional) (Note 2)			\$0
Donations and grants to schools	\$2,309		\$2,309
Other (describe):	\$0	\$0	\$0
Net Additions to SGF	\$7,224	\$3,981	\$3,243
Net SGF Available for Discretionary Spending			\$8,998
Application of Net School Generated Funds:			
Extra-curricular activities			\$1,314
School beautification			\$0
Field Trips			\$1,088
Equipment			\$0
Family literacy and other community resources			\$0
Other (describe):			\$0
Net SGF Expended for Discretionary Purposes (Note 3)			\$2,402
Unexpended SGF - Closing Balance August 31, 2005 (Note 4)			\$6,596
<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	\$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	\$29,197	\$161,004	\$0	\$0	\$7,727	\$197,928		\$197,928
Supplies	\$1,693	\$4,696	\$0	\$0	\$0	\$6,389		\$6,389
Electricity			\$13,967			\$13,967		\$13,967
Natural Gas/Heating Fuel			\$16,197			\$16,197		\$16,197
Sewer and Water			\$5,320			\$5,320		\$5,320
Telecommunications			\$0			\$0		\$0
Insurance					\$20,931	\$20,931		\$20,931
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						\$9,065		\$9,065
TOTAL EXPENSES	\$30,890	\$165,700	\$35,484	\$0	\$28,658	\$269,797	\$0	\$269,797
SQUARE METRES								
School Buildings								1,428.1
Non School Buildings								0.0
UNCERTIFICATED FTE'S (Board/Contract)	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 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	Dodds, Kevin	0.9	\$0	\$0	\$0		\$0	\$14
Name	van Wieren, Nicole	0.1	\$0	\$0	\$0		\$0	\$0
Other Board Members:								
Name	Diederichs, Peter	0.4	\$0	\$0	\$0		\$0	\$0
Name	Dodds, Kevin	0.1	\$0	\$0	\$0		\$0	\$0
Name	Frunchak, Stu	0.9	\$0	\$0	\$0		\$0	\$0
Name	Kozsan, Lorelei	1.0	\$0	\$0	\$0		\$0	\$0
Name	Ljuden, Carol	0.1	\$0	\$0	\$0		\$0	\$0
Name	Sanford, Lincoln	0.9	\$0	\$0	\$0		\$0	\$0
Name	Shorter, Mike	0.7	\$0	\$0	\$0		\$0	\$0
Name	van Wieren, Nicole	0.9	\$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		6.0	\$0	\$0	\$0		\$0	\$14
Superintendent	Erickson, Dale	0.3	\$24,000	\$0	\$0	\$0	\$24,000	\$528
Superintendent	Rigby, Jim	0.1	\$4,500	\$0	\$0	\$0	\$4,500	\$0
Secretary/Treasurer	de Kleine, G. (Fred)	0.3	\$19,980	\$0	\$0	\$0	\$19,980	\$1,544
Secretary/Treasurer		0.0	\$0	\$0	\$0	\$0	\$0	\$0
Board Secretary		0.0	\$0	\$0	\$0	\$0	\$0	\$0
Board Secretary		0.0	\$0	\$0	\$0	\$0	\$0	\$0
Board Treasurer		0.0	\$0	\$0	\$0	\$0	\$0	\$0
Board Treasurer		0.0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated Salaries		9.8	\$540,004	\$51,299	\$0	\$0	\$591,303	
Uncertificated Salaries & Wages		3.0	\$74,764	\$7,247	\$0	\$0	\$82,011	
TOTALS			\$663,248	\$58,546	\$0	\$0	\$721,794	

Note: Please refer to completion information on page 15.

The positions of the Superintendent and Secretary-Treasurer are contracted services and are included in Schedule "A" - Line 27

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.