

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	3
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF OPERATIONS	5
STATEMENT OF CASH FLOWS	6
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS	7
STATEMENT OF REMEASUREMENT GAINS AND LOSSES	8
SCHEDULE 1: SCHEDULE OF NET ASSETS	9
SCHEDULE 2: SCHEDULE OF DEFERRED CONTRIBUTIONS	11
SCHEDULE 3: SCHEDULE OF PROGRAM OPERATIONS	12
SCHEDULE 4: SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE	13
SCHEDULE 5: SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS	14
SCHEDULE 6: SCHEDULE OF TANGIBLE CAPITAL ASSETS	15
SCHEDULE 7: SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES	16
NOTES TO THE FINANCIAL STATEMENTS	17
SCHEDULE 8: UNAUDITED SCHEDULE OF FEES	37
SCHEDULE 9: UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES	38

To the Board of Trustees of The Chinook's Edge School Division:

Opinion

We have audited the financial statements of The Chinook's Edge School Division (the "Division"), which comprise the statement of financial position as at August 31, 2020, and the statements of operations, cash flows, change in net financial assets, remeasurement gains and losses and the related schedules for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2020, and the results of its operations, its change in net financial assets, its remeasurement gains and losses, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Division in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the Financial Overview for the year ended August 31, 2020 which includes financial information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Division's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Division or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Division's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement

when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Division's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Red Deer, Alberta

November 25, 2020

MNP LLP

Chartered Professional Accountants

STATEMENT OF FINANCIAL POSITION
As at August 31, 2020 (in dollars)

		2020	2019
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5)	\$ 13,006,717	\$ 11,930,102
Accounts receivable (net after allowances)	(Note 3)	\$ 2,515,448	\$ 2,264,523
Portfolio investments			
Operating	(Schedule 5)	\$ 1,790,518	\$ 1,788,208
Endowments	(Schedules 1 & 5; Note 11)	\$ 90,567	\$ 90,567
Inventories for resale		\$ 35,739	\$ 40,196
Other financial assets		\$ -	\$ 198,068
Total financial assets		\$ 17,438,989	\$ 16,311,664
LIABILITIES			
Bank indebtedness	(Note 5)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 6)	\$ 6,087,095	\$ 4,705,635
Unspent deferred contributions	(Schedule 2)	\$ 3,773,384	\$ 3,200,499
Employee future benefits liabilities	(Note 7)	\$ 742,646	\$ 711,975
Environmental liabilities		\$ -	\$ -
Other liabilities	(Note 8)	\$ 463,285	\$ 463,285
Debt			
Supported: Debentures		\$ -	\$ -
Unsupported: Debentures		\$ -	\$ -
Mortgages and capital loans		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 11,066,410	\$ 9,081,394
Net financial assets		\$ 6,372,579	\$ 7,230,270
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	\$ 144,089,097	\$ 147,054,867
Inventory of supplies		\$ 582,341	\$ 345,454
Prepaid expenses	(Note 9)	\$ 1,389,925	\$ 961,826
Other non-financial assets	(Note 10)	\$ 16,267	\$ 11
Total non-financial assets		\$ 146,077,630	\$ 148,362,158
Net assets before spent deferred capital contributions		\$ 152,450,209	\$ 155,592,428
Spent deferred capital contributions	(Schedule 2)	\$ 132,225,704	\$ 134,877,323
Net assets		\$ 20,224,505	\$ 20,715,105
Net assets	(Note 11)		
Accumulated surplus (deficit)	(Schedule 1)	\$ 20,174,848	\$ 20,677,577
Accumulated remeasurement gains (losses)		\$ 49,657	\$ 37,528
		\$ 20,224,505	\$ 20,715,105
Contractual rights	(Note 4)		
Contractual obligations	(Note 12)		
Contingent liabilities	(Note 13)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2020 (in dollars)

	Budget 2020	Actual 2020	Actual 2019
REVENUES			
Government of Alberta	\$ 123,043,054	\$ 120,703,493	\$ 124,969,550
Federal Government and other government grants	\$ 335,716	\$ 120,671	\$ 4,200
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 1,648,285	\$ 1,167,271	\$ 1,729,471
Sales of services and products	\$ 1,592,105	\$ 1,322,770	\$ 1,837,729
Investment income	\$ 154,000	\$ 268,882	\$ 304,559
Donations and other contributions	\$ 990,950	\$ 875,113	\$ 1,311,399
Other revenue (Note 14)	\$ 245,416	\$ 1,288,176	\$ 872,058
Total revenues	\$ 128,009,526	\$ 125,746,376	\$ 131,028,966
EXPENSES			
Instruction - ECS	\$ 7,195,628	\$ 7,204,102	\$ 7,209,193
Instruction - Grades 1 - 12	\$ 93,127,001	\$ 88,917,857	\$ 92,872,051
Plant operations and maintenance (Schedule 4)	\$ 17,047,697	\$ 18,489,294	\$ 17,160,364
Transportation	\$ 6,925,695	\$ 5,565,908	\$ 6,699,793
Board & system administration	\$ 4,193,696	\$ 4,014,064	\$ 4,213,765
External services	\$ 2,153,376	\$ 2,057,880	\$ 2,202,148
Total expenses	\$ 130,643,093	\$ 126,249,105	\$ 130,357,314
Annual operating surplus (deficit)	\$ (2,633,567)	\$ (502,729)	\$ 671,652
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (2,633,567)	\$ (502,729)	\$ 671,652
Accumulated surplus (deficit) at beginning of year	\$ 20,677,577	\$ 20,677,577	\$ 20,005,925
Accumulated surplus (deficit) at end of year	\$ 18,044,010	\$ 20,174,848	\$ 20,677,577

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2020 (in dollars)

	2020	2019
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ (502,729)	\$ 671,652
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 8,073,275	\$ 8,264,265
Net (gain)/loss on disposal of tangible capital assets	\$ (593,990)	\$ (35,637)
Transfer of tangible capital assets (from)/to other entities	\$ (297,696)	\$ (214,233)
(Gain)/Loss on sale of portfolio investments	\$ (29,423)	\$ (3,581)
Spent deferred capital recognized as revenue	\$ (6,692,242)	\$ (6,801,309)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Increase/(Decrease) in employee future benefit liabilities	\$ 30,671	\$ (10,332)
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ (12,134)	\$ 1,870,825
(Increase)/Decrease in accounts receivable	\$ (250,925)	\$ 745,489
(Increase)/Decrease in inventories for resale	\$ 4,457	\$ (40,196)
(Increase)/Decrease in other financial assets	\$ 198,068	\$ -
(Increase)/Decrease in inventory of supplies	\$ (236,887)	\$ (31,599)
(Increase)/Decrease in prepaid expenses	\$ (428,099)	\$ (24,154)
(Increase)/Decrease in other non-financial assets	\$ (16,256)	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ 1,381,460	\$ (2,377,226)
Increase/(Decrease) in unspent deferred contributions	\$ 572,885	\$ 2,155,624
Increase/(Decrease) in environmental liabilities	\$ -	\$ -
Acquisition of tangible capital assets in accounts payable, accrued and other liabilities	\$ (1,040,755)	\$ -
Total cash flows from operating transactions	\$ 171,814	\$ 2,298,763
B. CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	\$ (3,830,553)	\$ (3,550,063)
Net proceeds from disposal of unsupported capital assets	\$ 655,489	\$ 78,761
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ (3,175,064)	\$ (3,471,302)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ 1	\$ (989,551)
Proceeds on sale of portfolio investments	\$ 39,241	\$ -
Other (Describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ 39,242	\$ (989,551)
D. FINANCING TRANSACTIONS		
Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 4,040,623	\$ -
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ 4,040,623	\$ -
Increase (decrease) in cash and cash equivalents	\$ 1,076,615	\$ (2,162,090)
Cash and cash equivalents, at beginning of year	\$ 11,930,102	\$ 14,092,192
Cash and cash equivalents, at end of year	\$ 13,006,717	\$ 11,930,102

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended August 31, 2020 (in dollars)

	Budget 2020	2020	2019
Annual surplus (deficit)	\$ (2,633,567)	\$ (502,729)	\$ 671,652
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (1,708,950)	\$ (3,830,553)	\$ (3,550,063)
Amortization of tangible capital assets	\$ 8,734,438	\$ 8,073,275	\$ 8,264,265
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ (593,990)	\$ (35,637)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 655,489	\$ 78,761
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ (297,696)	\$ (214,233)
Other changes TCA purchases in accounts payable	\$ -	\$ (1,040,755)	\$ -
Total effect of changes in tangible capital assets	\$ 7,025,488	\$ 2,965,770	\$ 4,543,093
Acquisition of inventory of supplies	\$ -	\$ (236,887)	\$ (31,599)
Consumption of inventory of supplies	\$ -	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ -	\$ (428,099)	\$ (24,154)
(Increase)/Decrease in other non-financial assets	\$ -	\$ (16,256)	\$ -
Net remeasurement gains and (losses)	\$ -	\$ 12,129	\$ 44,159
Change in spent deferred capital contributions (Schedule 2)		\$ (2,651,619)	\$ (5,007,573)
Other changes	\$ -	\$ -	
Increase (decrease) in net financial assets	\$ 4,391,921	\$ (857,691)	\$ 195,578
Net financial assets at beginning of year	\$ 7,320,270	\$ 7,230,270	\$ 7,034,692
Net financial assets at end of year	\$ 11,712,191	\$ 6,372,579	\$ 7,230,270

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2020 (in dollars)

	2020	2019
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ 41,552	\$ 47,740
Derivatives	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ (29,423)	\$ (3,581)
Derivatives	\$ -	\$ -
Other	\$ -	\$ -
Other Adjustment (Describe)	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ 12,129	\$ 44,159
Accumulated remeasurement gains (losses) at beginning of year	\$ 37,528	\$ (6,631)
Accumulated remeasurement gains (losses) at end of year	\$ 49,657	\$ 37,528

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

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2020 (in dollars)

	NET ASSETS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2019	\$ 20,715,104	\$ 37,528	\$ 20,677,576	\$ 11,714,260	\$ 90,567	\$ 1,965,473	\$ 5,779,611	\$ 1,127,665
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
To Balance	\$ 1	\$ -	\$ 1	\$ -	\$ -	\$ 1	\$ -	\$ -
Adjusted Balance, August 31, 2019	\$ 20,715,105	\$ 37,528	\$ 20,677,577	\$ 11,714,260	\$ 90,567	\$ 1,965,474	\$ 5,779,611	\$ 1,127,665
Operating surplus (deficit)	\$ (502,729)		\$ (502,729)			\$ (502,729)		
Board funded tangible capital asset additions				\$ 1,128,381		\$ -	\$ -	\$ (1,128,381)
Disposal of unsupported tangible capital assets or board funded portion of supported assets or board funded portion of supported	\$ -		\$ -	\$ (61,500)		\$ -		\$ 61,500
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ 12,129	\$ 12,129						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (8,073,275)		\$ 8,073,275		
Capital revenue recognized	\$ -			\$ 6,692,242		\$ (6,692,242)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (65,034)	\$ 65,034	
Net transfers from operating reserves	\$ -					\$ 1,045,778	\$ (1,045,778)	
Net transfers to capital reserves	\$ -					\$ (1,859,047)		\$ 1,859,047
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2020	\$ 20,224,505	\$ 49,657	\$ 20,174,848	\$ 11,400,108	\$ 90,567	\$ 1,965,475	\$ 4,798,867	\$ 1,919,831

SCHEDULE 1

**SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2020 (in dollars)**

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2019	\$ 5,300,282	\$ 566,549	\$ 924,089	\$ 550,000	\$ 304	\$ 11,116	\$ (445,064)	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
To Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2019	\$ 5,300,282	\$ 566,549	\$ 924,089	\$ 550,000	\$ 304	\$ 11,116	\$ (445,064)	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (206,998)	\$ -	\$ (80,262)	\$ -	\$ -	\$ -	\$ (841,121)	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ 15,730		\$ 45,770		\$ -		\$ -		\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Reinvested endowment income										
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ -		\$ -		\$ 65,034		\$ -		\$ -	
Net transfers from operating reserves	\$ (646,683)		\$ (41,015)		\$ -		\$ (358,080)		\$ -	
Net transfers to capital reserves		\$ 163,076		\$ 635,966		\$ 218,884		\$ 841,121		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2020	\$ 4,653,599	\$ 538,357	\$ 883,074	\$ 1,151,474	\$ 65,338	\$ 230,000	\$ (803,144)	\$ -	\$ -	\$ -

**SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2020 (in dollars)**

	Alberta Education					Other GoA Ministries					Other Sources				Total
	IMR	CMR	Safe Return to Class	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GOA Ministries	Gov't of Canada	Donations and grants from others	Other	Total other sources	
Deferred Operating Contributions (DOC)															
Balance at Aug 31, 2019	\$ 1,084,203	\$ -		\$ 34,186	\$ 1,118,389	\$ -	\$ -	\$ 1,401	\$ 7,254	\$ 8,655	\$ -	\$ 1,766,923	\$ -	\$ 1,766,923	\$ 2,893,967
Prior period adjustments - please explain:	\$ -			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ 1,084,203	\$ -		\$ 34,186	\$ 1,118,389	\$ -	\$ -	\$ 1,401	\$ 7,254	\$ 8,655	\$ -	\$ 1,766,923	\$ -	\$ 1,766,923	\$ 2,893,967
Received during the year (excluding investment income)	\$ 3,312,160	\$ 2,956,100	\$ 132,373	\$ 268,223	\$ 6,668,856	\$ -	\$ 240,616	\$ 451,651	\$ 206,827	\$ 899,094	\$ 120,671	\$ 867,848	\$ -	\$ 988,519	\$ 8,556,469
Transfer (to) grant/donation revenue (excluding investment income)	\$ (1,241,310)	\$ (1,056,038)	\$ (13,167)	\$ (195,607)	\$ (2,506,122)	\$ -	\$ (240,616)	\$ (453,052)	\$ (194,597)	\$ (888,265)	\$ (120,671)	\$ (869,540)	\$ -	\$ (990,211)	\$ (4,384,598)
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ 24,084	\$ 4,768	\$ -	\$ -	\$ 28,852	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,481	\$ -	\$ 34,481	\$ 63,333
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (34,481)	\$ -	\$ (34,481)	\$ (34,481)
Transferred (to) from UDCC	\$ (2,182,925)	\$ (1,449,031)	\$ -	\$ -	\$ (3,631,956)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,631,956)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at Aug 31, 2020	\$ 996,212	\$ 455,799	\$ 119,206	\$ 106,802	\$ 1,678,019	\$ -	\$ -	\$ -	\$ 19,484	\$ 19,484	\$ -	\$ 1,765,231	\$ -	\$ 1,765,231	\$ 3,462,734
Unspent Deferred Capital Contributions (UDCC)															
Balance at Aug 31, 2019	\$ -	\$ -		\$ -	\$ -	\$ 106,698	\$ -	\$ -	\$ -	\$ 106,698	\$ -	\$ 199,834	\$ -	\$ 199,834	\$ 306,532
Prior period adjustments - please explain:	\$ -			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ -	\$ -		\$ -	\$ -	\$ 106,698	\$ -	\$ -	\$ -	\$ 106,698	\$ -	\$ 199,834	\$ -	\$ 199,834	\$ 306,532
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ 14,248	\$ 14,248	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 126,893	\$ -	\$ 126,893	\$ 141,141
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (27,232)	\$ -	\$ -	\$ -	\$ (27,232)	\$ -	\$ (3,097)	\$ -	\$ (3,097)	\$ (30,329)
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,327	\$ -	\$ -	\$ -	\$ 1,327	\$ -	\$ 2,950	\$ -	\$ 2,950	\$ 4,277
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 2,182,925	\$ 1,449,031	\$ -	\$ -	\$ 3,631,956	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,631,956
Transferred from (to) SDCC	\$ (2,182,925)	\$ (1,449,031)	\$ -	\$ (14,248)	\$ (3,646,204)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (96,723)	\$ -	\$ (96,723)	\$ (3,742,927)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at Aug 31, 2020	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,793	\$ -	\$ -	\$ -	\$ 80,793	\$ -	\$ 229,857	\$ -	\$ 229,857	\$ 310,650
Total Unspent Deferred Contributions at Aug 31, 2020	\$ 996,212	\$ 455,799	\$ 119,206	\$ 106,802	\$ 1,678,019	\$ 80,793	\$ -	\$ -	\$ 19,484	\$ 100,277	\$ -	\$ 1,995,088	\$ -	\$ 1,995,088	\$ 3,773,384
Spent Deferred Capital Contributions (SDCC)															
Balance at Aug 31, 2019	\$ -	\$ -		\$ 10,435,392	\$ 10,435,392	\$ 123,385,495	\$ -	\$ -	\$ -	\$ 123,385,495	\$ -	\$ 1,056,436	\$ -	\$ 1,056,436	\$ 134,877,323
Prior period adjustments - please explain:	\$ -			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ -	\$ -		\$ 10,435,392	\$ 10,435,392	\$ 123,385,495	\$ -	\$ -	\$ -	\$ 123,385,495	\$ -	\$ 1,056,436	\$ -	\$ 1,056,436	\$ 134,877,323
Donated tangible capital assets				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects				\$ -	\$ -	\$ 297,696	\$ -	\$ -	\$ -	\$ 297,696	\$ -	\$ -	\$ -	\$ -	\$ 297,696
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 2,182,925	\$ 1,449,031	\$ -	\$ 14,248	\$ 3,646,204	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 96,723	\$ -	\$ 96,723	\$ 3,742,927
Amounts recognized as revenue (Amortization of SDCC)	\$ -	\$ -	\$ -	\$ (1,561,613)	\$ (1,561,613)	\$ (5,130,629)	\$ -	\$ -	\$ -	\$ (5,130,629)	\$ -	\$ -	\$ -	\$ -	\$ (6,692,242)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at Aug 31, 2020	\$ 2,182,925	\$ 1,449,031	\$ -	\$ 8,888,027	\$ 12,519,983	\$ 118,552,562	\$ -	\$ -	\$ -	\$ 118,552,562	\$ -	\$ 1,153,159	\$ -	\$ 1,153,159	\$ 132,225,704

**SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2020 (in dollars)**

REVENUES	2020							2019
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 6,570,750	\$ 85,580,830	\$ 12,664,130	\$ 5,183,239	\$ 4,154,933	\$ 287,104	\$ 114,440,986	\$ 118,527,983
(2) Alberta Infrastructure	\$ -	\$ -	\$ 5,362,517	\$ -	\$ -	\$ -	\$ 5,362,517	\$ 5,502,683
(3) Other - Government of Alberta	\$ -	\$ 194,597	\$ (648)	\$ -	\$ -	\$ 696,169	\$ 890,118	\$ 916,969
(4) Federal Government and First Nations	\$ -	\$ 45,729	\$ 73,423	\$ 1,519	\$ -	\$ -	\$ 120,671	\$ 4,200
(5) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ 9,872	\$ -	\$ 9,872	\$ 21,915
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Fees	\$ 772	\$ 999,013	\$ -	\$ 167,277	\$ -	\$ 209	\$ 1,167,271	\$ 1,729,471
(10) Sales of services and products	\$ -	\$ 754,522	\$ 3,312	\$ 8,274	\$ 2,855	\$ 553,807	\$ 1,322,770	\$ 1,837,729
(11) Investment income	\$ -	\$ 81,896	\$ 28,853	\$ 145,000	\$ -	\$ 13,133	\$ 268,882	\$ 304,559
(12) Gifts and donations	\$ -	\$ 380,732	\$ 1,000	\$ -	\$ -	\$ 98	\$ 381,830	\$ 546,769
(13) Rental of facilities	\$ -	\$ 34,144	\$ 12,378	\$ -	\$ -	\$ 144,412	\$ 190,934	\$ 251,287
(14) Fundraising	\$ -	\$ 492,283	\$ -	\$ -	\$ -	\$ 1,000	\$ 493,283	\$ 764,630
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 604,121	\$ 7,022	\$ -	\$ -	\$ 611,143	\$ 37,723
(16) Other revenue	\$ -	\$ 101,267	\$ 2,841	\$ 17,473	\$ 2,570	\$ 361,948	\$ 486,099	\$ 583,048
(17) TOTAL REVENUES	\$ 6,571,522	\$ 88,665,013	\$ 18,751,927	\$ 5,529,804	\$ 4,170,230	\$ 2,057,880	\$ 125,746,376	\$ 131,028,966
EXPENSES								
(18) Certificated salaries	\$ 2,867,469	\$ 52,422,159	\$ -	\$ -	\$ 984,011	\$ 224,477	\$ 56,498,116	\$ 57,405,002
(19) Certificated benefits	\$ 642,038	\$ 11,753,835	\$ -	\$ -	\$ 197,748	\$ 45,897	\$ 12,639,518	\$ 12,466,204
(20) Non-certificated salaries and wages	\$ 1,841,969	\$ 12,737,921	\$ 4,227,948	\$ 2,027,417	\$ 1,536,361	\$ 1,154,482	\$ 23,526,098	\$ 25,705,783
(21) Non-certificated benefits	\$ 462,168	\$ 3,196,064	\$ 1,023,574	\$ 435,615	\$ 382,310	\$ 234,637	\$ 5,734,368	\$ 5,693,965
(22) SUB - TOTAL	\$ 5,813,644	\$ 80,109,979	\$ 5,251,522	\$ 2,463,032	\$ 3,100,430	\$ 1,659,493	\$ 98,398,100	\$ 101,270,954
(23) Services, contracts and supplies	\$ 1,358,503	\$ 8,052,972	\$ 6,520,783	\$ 2,576,597	\$ 785,737	\$ 398,081	\$ 19,692,673	\$ 20,756,280
(24) Amortization of supported tangible capital assets	\$ -	\$ 301,861	\$ 6,383,246	\$ 7,135	\$ -	\$ -	\$ 6,692,242	\$ 6,801,309
(25) Amortization of unsupported tangible capital assets	\$ 31,955	\$ 369,863	\$ 332,320	\$ 519,144	\$ 127,751	\$ -	\$ 1,381,033	\$ 1,462,956
(26) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(28) Other interest and finance charges	\$ -	\$ 67,452	\$ -	\$ -	\$ 146	\$ 306	\$ 67,904	\$ 63,729
(29) Losses on disposal of tangible capital assets	\$ -	\$ 15,730	\$ 1,423	\$ -	\$ -	\$ -	\$ 17,153	\$ 2,086
(30) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(31) TOTAL EXPENSES	\$ 7,204,102	\$ 88,917,857	\$ 18,489,294	\$ 5,565,908	\$ 4,014,064	\$ 2,057,880	\$ 126,249,105	\$ 130,357,314
(32) OPERATING SURPLUS (DEFICIT)	\$ (632,580)	\$ (252,844)	\$ 262,633	\$ (36,104)	\$ 156,166	\$ -	\$ (502,729)	\$ 671,652

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE
for the Year Ended August 31, 2020 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR/CMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2020 TOTAL Operations and Maintenance	2019 TOTAL Operations and Maintenance
Non-certificated salaries and wages	\$ 2,907,846	\$ 357,381	\$ -	\$ 686,585	\$ 276,136			\$ 4,227,948	\$ 4,168,585
Non-certificated benefits	\$ 717,951	\$ 70,694	\$ -	\$ 171,646	\$ 63,283			\$ 1,023,574	\$ 973,790
Sub-total Remuneration	\$ 3,625,797	\$ 428,075	\$ -	\$ 858,231	\$ 339,419			\$ 5,251,522	\$ 5,142,375
Supplies and services	\$ 295,025	\$ 1,107,713	\$ 31,844	\$ 1,439,116	\$ 64,637			\$ 2,938,335	\$ 2,256,620
Electricity			\$ 1,346,098					\$ 1,346,098	\$ 1,516,279
Natural gas/heating fuel			\$ 489,296					\$ 489,296	\$ 524,313
Sewer and water			\$ 154,567					\$ 154,567	\$ 178,345
Telecommunications			\$ 34,080					\$ 34,080	\$ 34,753
Insurance					\$ 1,127,286			\$ 1,127,286	\$ 307,468
ASAP maintenance & renewal payments							\$ -	\$ -	\$ 223,446
Amortization of tangible capital assets									
Supported							\$ 6,383,246	\$ 6,383,246	\$ 6,459,804
Unsupported						\$ 332,320		\$ 332,320	\$ 313,861
Total Amortization						\$ 332,320	\$ 6,383,246	\$ 6,715,566	\$ 6,773,665
Interest on capital debt									
Supported							\$ -	\$ -	\$ -
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ 431,121				\$ 431,121	\$ 203,100
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ 1,423		\$ 1,423	\$ -
TOTAL EXPENSES	\$ 3,920,822	\$ 1,535,788	\$ 2,055,885	\$ 2,728,468	\$ 1,531,342	\$ 333,743	\$ 6,383,246	\$ 18,489,294	\$ 17,160,364

SQUARE METRES									
School buildings								139,486.0	\$ 139,486
Non school buildings								3,284.0	\$ 3,284

Note:

Custodial: All expenses related to activities undertaken to keep the school environment and maintenance shops clean and safe.

Maintenance: All expenses associated with the repair, replacement, enhancement 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. Maintenance expenses exclude operational costs related to expensed IMR & Modular Unit relocations, as they are reported on separately.

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed IMR & Modular Unit Relocation & Lease Pmts: All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects, modular unit (portable) relocation, and payments on leased facilities.

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 & contractors, school facility planning & project 'administration', administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.

Unsupported Amortization & Other Expenses: All expenses related to unsupported capital assets amortization and interest on unsupported capital debt.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

**SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
for the Year Ended August 31, 2020 (in dollars)**

Cash & Cash Equivalents

	2020			2019
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 13,006,716	\$ 13,006,716	11,930,102
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	-
Total cash and cash equivalents		\$ 13,006,716	\$ 13,006,716	\$ 11,930,102

Out of Balance

Portfolio Investments

	2020			2019	
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Interest-bearing securities					
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -	\$ -
Bonds and mortgages	1.73%	1,176,346	1,264,680	1,264,680	1,295,979
	1.73%	1,176,346	1,264,680	1,264,680	1,295,979
Equities					
Canadian equities	0.00%	\$ -	\$ -	\$ -	\$ -
Global developed equities	0.00%	-	-	-	-
Emerging markets equities	0.00%	-	-	-	-
Private equities	0.00%	-	-	-	-
Pooled investment funds	-5.88%	654,976	616,405	616,405	582,796
Total fixed income securities	-5.88%	654,976	616,405	616,405	582,796
Other					
Other (Specify)	0.00%	\$ -	\$ -	\$ -	\$ -
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Total equities	0.00%	-	-	-	-
Total portfolio investments	-0.76%	\$ 1,831,322	\$ 1,881,085	\$ 1,881,085	\$ 1,878,775

See Note 5 for additional detail.

Portfolio investments

Operating

Cost
Unrealized gains and losses

Endowments

Cost
Unrealized gains and losses
Deferred revenue

	2020	2019
Operating		
Cost	\$ 1,740,755	\$ 1,750,681
Unrealized gains and losses	49,763	37,527
	1,790,518	1,788,208
Endowments		
Cost	\$ 90,567	\$ 90,567
Unrealized gains and losses	-	-
Deferred revenue	-	-
	90,567	90,567
Total portfolio investments	\$ 1,881,085	\$ 1,878,775

The following represents the maturity structure for portfolio investments based on principal amount:

	2020	2019
Under 1 year	36.3%	37.0%
1 to 5 years	39.0%	24.0%
6 to 10 years	24.7%	39.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

SCHEDULE 6

School Jurisdiction Code: 53

**SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2020 (in dollars)**

Tangible Capital Assets	2020							2019
	Land	Work In Progress*	Buildings**	Equipment	Vehicles	Computer Hardware & Software	Total	Total
Estimated useful life			25-50 Years	5-20 Years	5-10 Years	3-5 Years		
Historical cost								
Beginning of year	\$ 3,041,438	\$ 918,006	\$ 242,932,759	\$ 7,881,002	\$ 11,856,523	\$ 4,350,145	\$ 270,979,873	268,700,430
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	3,929,649	31,444	183,826	872,522	151,563	5,169,004	3,764,296
Transfers in (out)	-	(2,764,397)	2,702,804	61,593	-	-	-	-
Less disposals including write-offs	(1,000)	-	-	(130,171)	(757,713)	(1,481,493)	(2,370,377)	(1,484,853)
Historical cost, August 31, 2020	\$ 3,040,438	\$ 2,083,258	\$ 245,667,007	\$ 7,996,250	\$ 11,971,332	\$ 3,020,215	\$ 273,778,500	\$ 270,979,873
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 107,032,582	\$ 5,309,758	\$ 8,129,209	\$ 3,453,457	\$ 123,925,006	117,102,470
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	6,668,605	385,818	563,368	455,484	8,073,275	8,264,265
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	(85,402)	(757,712)	(1,465,764)	(2,308,878)	(1,441,729)
Accumulated amortization, August 31, 2020	\$ -	\$ -	\$ 113,701,187	\$ 5,610,174	\$ 7,934,865	\$ 2,443,177	\$ 129,689,403	\$ 123,925,006
Net Book Value at August 31, 2020	\$ 3,040,438	\$ 2,083,258	\$ 131,965,820	\$ 2,386,076	\$ 4,036,467	\$ 577,038	\$ 144,089,097	
Net Book Value at August 31, 2019	\$ 3,041,438	\$ 918,006	\$ 135,900,177	\$ 2,571,244	\$ 3,727,314	\$ 896,688		\$ 147,054,867

	2020	2019
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

- (1) During the year, the Division determined that the accumulated amortization of an asset disposed in a prior year were removed from the wrong category. This was corrected in the current year.
- (2) The Division's tangible capital assets include land in the amount of \$463,285 (2019 - \$463,285) contributed for the purpose of building a new school.
- (3) Tangible capital assets were acquired during the year at an aggregate cost of \$5,169,004 (2019 - \$3,764,296), of which \$297,696 (2019 - \$214,233) was paid for directly by the Government of Alberta, \$1,040,755 (2019 - \$0) was included in accounts payable and accrued liabilities and \$3,830,553 (2019 - \$3,550,063) was acquired in cash.
- (4) Work in Progress includes a new school expansion with accumulated costs of \$297,696 expected to be open September 2021.
- (5) Buildings include site improvements with a total cost of \$930,165 and accumulated amortization of \$446,495.

SCHEDULE 7

School Jurisdiction Code: 53

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2020 (in dollars)**

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Chair, Bilton, Holly	1.00	\$24,619	\$6,416	\$0			\$0	\$5,060
Butler, Colleen	1.00	\$22,467	\$2,341	\$0			\$0	\$6,929
Cooper, Sherry	1.00	\$23,023	\$5,935	\$0			\$0	\$3,545
Copley, Melissa	1.00	\$15,130	\$1,279	\$0			\$0	\$5,701
Huelsman, Connie	1.00	\$12,514	\$5,790	\$0			\$0	\$2,705
James, Trudy	1.00	\$17,590	\$4,689	\$0			\$0	\$5,334
Kerr, Gord	1.00	\$14,863	\$5,911	\$0			\$0	\$4,778
Knispel-Matejka, Joe-Anne	1.00	\$17,979	\$6,005	\$0			\$0	\$4,892
Tarnoczi, J. Allan	1.00	\$32,569	\$6,802	\$0			\$0	\$9,548
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
Subtotal	9.00	\$180,754	\$45,168	\$0			\$0	\$48,492
Superintendent - Sacher, Kurt	1.00	\$216,824	\$63,453	\$0	\$0	\$0	\$0	\$10,277
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Treasurer - Roy, Susan	1.00	\$142,800	\$37,394	\$0	\$0	\$0	\$0	\$4,330
Corporate Secretary - Russell, Shawn	1.00	\$180,255	\$47,030	\$0	\$0	\$0	\$0	\$9,790
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated		\$56,101,037	\$12,529,035	\$0	\$0	\$0	\$0	
School based	563.50							
Non-School based	14.60							
Non-certificated		\$23,202,544	\$5,651,806	\$0	\$0	\$0	\$0	
Instructional	450.00							
Plant Operations & Maintenance	81.00							
Transportation	94.00							
Other	62.30							
TOTALS	1,277.40	\$80,024,214	\$18,373,886	\$0	\$0	\$0	\$0	\$72,889

1. AUTHORITY AND PURPOSE

The Division delivers education programs under the authority of the *Education Act*, 2012, Chapter E-0.3 (formerly *School Act*).

The Division receives funding for instruction and support under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Canadian public sector accounting standards (PSAS). 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:

Valuation of Financial Assets and Liabilities

The Division's financial assets and liabilities are generally measured as follows:

<u>Financial Statement Component</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Accounts receivable	Lower of cost or net recoverable value
Inventories for resale	Lower of cost or net realizable value
Portfolio investments	Fair value and amortized cost
Accounts payable and accrued liabilities	Cost
Debt	Amortized cost

Transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. Transaction costs are immediately recognized in annual surplus (deficit) for those items carried at fair value. The gain or loss arising from recognition of a financial instrument is recognized in the statement of operations. Impairment losses such as write-downs or write-offs are reported in the statement of operations.

Financial Assets

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations.

Financial assets are the Division's financial claims on external organizations and individuals, and inventories for resale at the year end.

Cash and Cash Equivalents

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term, highly liquid, investments that are readily convertible to known amounts of cash that are subject to an insignificant risk of change in value. Cash equivalents have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investment purposes.

Accounts Receivable

Accounts receivable are recognized at the lower of cost or net recoverable value. A valuation allowance is recognized when recovery is uncertain.

Portfolio Investments

The Division has investments in bonds and mutual funds that have no maturity dates or have a maturity of greater than 3 months. Portfolio investments in equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition.

The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are derecognized. Upon derecognition, the accumulated remeasurement gains or losses associated with the derecognized portfolio investments are reversed and reclassified to the Statement of Operations.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amounts of the write-down is reported in the Statement of Remeasurement Gains and Losses. A subsequent increase in value would be recognized on the Statement of Remeasurement Gains and Losses and realized on the Statement of Operations only when sold.

Scholarship Endowment Funds are included in Financial Assets in the Statement of Financial Position. Contributions and income pertaining to scholarship endowment funds are recognized on the Statement of Operations and must be held in perpetuity in accordance with the agreement with the donor. Undisbursed funds earned on endowment principal are recognized as deferred contributions or as revenue in the year to the extent that stipulations have been met. Donors have placed restrictions on their contributions to endowments, for example capital preservation. The principal restriction is that the original contribution should be maintained intact in perpetuity. Other restrictions may include spending investment income earned by endowments for specific operational or capital purposes, or capitalizing a certain amount of investment income to maintain and grow the real value of endowments.

Detailed information regarding portfolio investments is disclosed in the Schedule 5: Schedule of Cash, Cash Equivalents, and Portfolio Investments.

Inventories for resale

Inventories for resale are valued at the lower of cost and net realizable value. Cost is determined on first-in, first-out basis. Net realizable value is the estimated selling price in the ordinary course of operations, less estimated selling costs.

Other financial assets

Other financial assets are valued at the lower of cost or expected net realizable value.

Liabilities

Liabilities are present obligations of the school jurisdiction to external organizations and individuals arising from past transactions or events occurring before the year end, the settlement of which is expected to result in the future sacrifice of economic benefits. They are recognized when there is an appropriate basis of measurement and management can reasonably estimate the amounts.

Accounts payable and accrued liabilities

Accounts payable and accrued liabilities include unearned revenue collected from external organizations and individuals for which goods and services have yet to be provided.

Deferred Contributions

Deferred contributions includes contributions received for operations which have stipulations that meet the definition of a liability per Public Sector Accounting Standard (PSAS) PS 3200. These contributions are recognized by the Division once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred contribution is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability.

Deferred contributions also includes contributions for capital expenditures, unspent and spent. Unspent Deferred Capital Contributions (UDCC) represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the Division, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per PS 3200 when spent.

Spent Deferred Capital Contributions (SDCC) represent externally restricted supported capital funds that have been spent but have yet to be amortized over the useful life of the related capital asset. Amortization over the useful life of the related capital asset is due to certain stipulations related to the contributions that require that the school jurisdiction to use the asset in a prescribed manner over the life of the associated asset.

Employee Future Benefits

The Division provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The Division accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include defined-benefit retirement plans, non-vested and accumulating sick leave, and various qualifying compensated absences. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, benefit usage, termination and retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

The actuarial determination of the accrued benefit obligation for pensions used the project benefit method prorated on service (which incorporated management's best estimate of future salary levels, retirement ages of employees and other actuarial factors). The discount rate used to determine the accrued benefit obligation and current service costs was based on direction from Alberta Education which was 4.3% (2019 – 5.0%). Actuarial gains (losses) arise from the difference resulting from changes in actuarial assumptions used to determine the accrued benefit obligation. The excess of the net accumulated actuarial gain (loss) over 10 percent of the greater of the benefit obligation and the fair value of the plan assets is amortized over the remaining service period of active employees. The average remaining service period of active employees covered by the pension plan is 8 (2019 - 9) years. Past service costs arising from plan initiation are deferred and amortized on a straight line basis over the average remaining service period of employees active at the date of initiation.

Environmental Liabilities

Contaminated sites are a result of contamination of a chemical, organic or radioactive material or live organism that exceeds an environmental standard, being introduced into soil, water or sediment. At August 31, 2020, there is no liability for contaminated sites.

Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the asset. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related asset. In subsequent periods, the liability is adjusted for the accretion of discount and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and the discount accretion is included on the Statement of Operations.

The Division has determined that it has a conditional asset retirement obligation relating to certain school sites. These obligations will be discharged in the future by funding through the Alberta Government. The Division believes that there is insufficient information to estimate the fair value of the asset retirement obligation because the settlement date or range of potential settlement dates has not been determined and information is not available to apply an expected present value technique.

Non-Financial Assets

Non-financial assets are acquired, constructed, or developed assets that do not normally provide resources to discharge existing liabilities, but instead:

- (a) are normally employed to deliver government services;
- (b) may be consumed in the normal course of operations; and
- (c) are not for sale in the normal course of operations.

Tangible Capital Assets

The following criteria applies:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Work-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the Division to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Spent Deferred Capital Contributions (SDCC).
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Board are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the Division's rate for incremental borrowing or the interest rate implicit in the lease.

- Tangible capital assets are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings	25-50 years
Vehicles & Buses	5-10 years
Computer Hardware & Software	3-5 years
Playground Equipment	20 years
Other Equipment & Furnishings	5-10 years

- Starting September 1, 2015 amortization is taken in the month the asset is put into productive use.

Inventories of Supplies

Inventories of supplies are valued at the lower of cost and replacement cost. Cost is determined on a first-in, first-out basis.

Prepaid Expenses

Prepaid expenses are recognized at cost and amortized based on the terms of the agreement using a methodology that reflects use of the resource.

Other Non-Financial Assets

Intangible assets, assets acquired by right, works of art, historical treasures, collections, and certain land are not recognized in these financial statements.

Operating and Capital Reserves

Certain amounts are internally or externally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Board of Trustees. Capital reserves are restricted to capital purposes and may only be used for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Net Assets.

Revenue Recognition

Revenues are recorded on an accrual basis. 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. Investment income is recognized as revenue when earned on a time proportioned basis. Rental revenue is recognized once use of the facility has been provided. Unrestricted gifts, donations, fundraising and other revenue are recognized as revenue when received or receivable.

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Contributed services are not recognized in the financial statements.

Eligibility criteria are criteria that the Division has to meet in order to receive certain contributions. Stipulations describe what the Division must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period that the stipulations are met, except to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with PS 3200. Such liabilities are recorded as deferred contributions.

Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year are expensed.

Allocation of costs

- Actual salaries of personnel assigned to two more programs are allocated based on the time spent in each program.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

Program Reporting

The Division's operations have been segmented into operating segments established to facilitate the achievement of the Division's long-term objectives to aid in resource allocation decisions, and to assess operational performance. The Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 1-12 Instruction:** The provision of instructional services for grades 1-12 that fall under the basic public education mandate.
- **Plant Operations and Maintenance:** The operation and maintenance of all school buildings and maintenance shop facilities.
- **Transportation:** The provision of regular and special education bus services (to and from school), both contracted or board operated, including transportation facilities.

- **Board and System Administration:** The provision of board governance and system-based / central office administration.
- **External Services:** All projects, activities, and services offered outside the public education mandate for ECS children and students in grades 1-12. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs, with the exception of the Regional Collective Service Delivery partnership, for which the Division is the acting banker board.

The allocation of revenues and expenses are reported by program, source, and object on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated educational assistants as well as a proportionate share of supplies and services, school administration and instruction support, and system instructional support.

Trusts Under Administration

The Division has property that has been transferred or assigned to it to be administered or directed by a trust agreement. The Division holds title to the property for the benefit of the beneficiaries.

Trusts under administration have been excluded from the financial reporting of the Division. Trust balances can be found in Note 15.

Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The Division recognizes the financial instrument when it becomes a party to a financial instrument contract.

Measurement Uncertainty

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. The preparation of financial statements involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits.

Foreign Currency Translation

These financial statements have been presented in Canadian dollars, the principal currency of the Division's operations. Transaction amounts denominated in foreign currencies are translated into their Canadian dollar equivalents at exchange rates prevailing at the transaction dates. Carrying values of monetary assets and liabilities reflect the exchange rates at the balance sheet date. Gains and losses on translation or settlement are included in the determination of net income/loss for the current period.

Future Accounting Changes

The Public Sector Accounting Board has issued the following accounting standards:

- **PS 3280 Asset Retirement Obligations (effective September 1, 2022)**

Effective April 1, 2022, this standard provides guidance on how to account for and report liabilities for retirement of tangible capital assets.

- **PS 3400 Revenue (effective September 1, 2023)**

This standard provides guidance on how to account for and report on revenue, and specifically, it addresses revenue arising from exchange transactions and unilateral transactions.

Management is currently assessing the impact of these standards on the financial statements.

3. ACCOUNTS RECEIVABLE

	2020			2019
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 42,232	\$ -	\$ 42,232	\$ -
Alberta Education - Capital	663,494	-	663,494	706,069
Alberta Education - Sub Rebills	26,058	-	26,058	214
Other Alberta school jurisdictions	18,935	-	18,935	66,869
Alberta Health Services	61,278	-	61,278	38,888
Post-secondary institutions	834,844	-	834,844	805,858
Government of Alberta Ministry of Labour	-	-	-	8,400
Government of Alberta Ministry Infrastructure	13,868	-	13,868	-
Federal government	495,950	-	495,950	368,541
Municipalities	27,877	-	27,877	6,337
Other	506,578	(175,666)	330,912	263,347
Total	\$ 2,691,114	\$ (175,666)	\$ 2,515,448	\$ 2,264,523

4. CONTRACTUAL RIGHTS

Contractual rights are rights of the Division to economic resources arising from contracts or agreements that will result in both assets and revenues in the future when the terms of those contracts or agreements are met.

	2020	2019
Contractual rights from service agreement*	80,000	80,000
Total	\$ 80,000	\$ 80,000

*Service agreement includes \$80,000 (2019 - \$80,000) with another school division.

Estimated amounts that will be received for each of the next five years and thereafter are as follows:

	Service Agreements
2020-2021	\$ 80,000
2021-2022	-
2022-2023	-
2023-2024	-
2024-2025	-
Thereafter	-
Total	\$ 80,000

5. BANK INDEBTEDNESS

The Division has an authorized line of credit in the amount of \$5,000,000 (2019 - \$5,000,000) that bears interest at the Servus Credit Union prime rate less 1.0% and is secured by a general security arrangement. The balance outstanding on the line of credit at August 31, 2020 was nil (2019 – nil).

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2020	2019
Alberta Education	\$ -	\$ 72,998
Other Alberta school jurisdictions	95,475	6,560
Alberta Health Services	165,038	-
Other Government of Alberta ministries (Alberta Infrastructure)	1,472,570	1,472,440
Federal government	28,733	50,891
Accrued vacation pay liability	442,076	397,742
Other salaries & benefit costs	842,070	918,423
Other trade payables and accrued liabilities	2,494,803	1,466,027
Unearned Revenue		
Other Alberta school jurisdictions	52,807	88,434
School Generated Funds, including fees	180,817	11,657
Transportation Fees	312,688	105,044
Other fee revenue not collected at school level	-	95,400
Unearned rental revenue	18	19
Other unearned revenue over \$5,000 - Land Sale Deposit	-	20,000
Total	<u>\$ 6,087,095</u>	<u>\$ 4,705,635</u>

7. BENEFIT PLANS

Pension costs 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 Teachers' Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the Division does not make pension contributions for certificated teaching staff. The Government portion of the current service contribution to the Alberta Teachers' Retirement Fund on behalf of the Division is included in both revenue and expenses. For the year ended August 31, 2020, the amount contributed by the Government was \$6,119,279 (2019 – \$6,162,893).

The Division participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The Division is not responsible for future funding of the plan deficit other than through contribution increases. The expense for this pension plan is equivalent to the annual contributions of \$1,148,818 (2019 - \$1,146,782). At December 31, 2019, the Local Authorities Pension Plan reported an actuarial surplus of \$7,913,261,000 (2019 surplus of \$3,469,347,000).

The Division provides non-contributory defined benefit supplementary retirement benefits to its executives.

The Division participates in a multi-employer senior management supplementary integrated pension plan (SIPP) and does not report on any unfunded liabilities. The annual expenditure of this pension plan is equivalent to the annual employer contributions of \$49,380 (2019 - \$52,118).

The Division participates in a Supplementary Executive Retirement Plan (SERP). This an unfunded pension arrangement with no assets as defined under PS 3250. The actuarial determination of the accrued benefit obligation uses the projected benefit method prorated on service, which incorporates management's best estimate of future salary levels, retirement ages of employees, and other actuarial factors. The expense of this pension plan is equivalent to the annual employer contributions and any increase in the actuarial determination of the obligation under PS 3250. The expense for the year ended August 31, 2020 was \$54,729 (2019 - \$62,339).

The Division does not have sufficient plan information on the LAPP/SIPP to follow the standards for defined benefit accounting, therefore; follows the standards for defined contribution accounting. Accordingly, pension expense recognized for the LAPP/SIPP is comprised of employer contributions to the plan that are required for its employees during the year, which are calculated based on actuarially pre-determined amounts that are expected to provide the plan's future benefits.

Employee future benefit liabilities consist of the following:

	2020	2019
Defined benefit pension plan liability	\$ 686,500	\$ 666,600
Other compensated absences	<u>56,146</u>	<u>45,375</u>
Total	<u>\$ 742,646</u>	<u>\$ 711,975</u>

8. OTHER LIABILITIES

	2020	2019
Land with reserve for educational purposes only	<u>\$ 463,285</u>	<u>\$ 463,285</u>
Total	<u>\$ 463,285</u>	<u>\$ 463,285</u>

9. PREPAID EXPENSES

	2020	2019
Prepaid insurance	\$ -	\$ 197,758
Prepaid expenses	1,389,925	764,068
Total	<u>\$ 1,389,925</u>	<u>\$ 961,826</u>

10. OTHER NON-FINANCIAL ASSETS

	2020	2019
Equity in Westview Coop	\$ 13,849	\$ -
Other	2,418	11
Total	<u>\$ 16,267</u>	<u>\$ 11</u>

11. NET ASSETS

	2020	2019
Unrestricted surplus	\$ 1,965,475	\$ 1,965,474
Operating reserves	<u>4,798,867</u>	<u>5,779,611</u>
Accumulated surplus (deficit) from operations	6,764,342	7,745,085
Investment in tangible capital assets	11,400,108	11,714,260
Capital reserves	1,919,831	1,127,665
Endowments ⁽¹⁾	90,567	90,567
Accumulated rereasurement gains (losses)	49,657	37,528
Net assets	<u>\$ 20,224,505</u>	<u>\$ 20,715,105</u>

Included in accumulated surplus from operations are school generated funds to which the Division has no claim. Adjusted accumulated surplus represents funds owned by Chinook's Edge School Division.

Included in accumulated surplus is \$794,035 (2019 - \$761,318) related to the Community Learning Campus (CLC), a joint venture with Olds College. This amount represents the Division's half of the accumulated surplus as at August 31, 2020. Decision making on these funds is done jointly with the Board of Education of Chinook's Edge School and the Board of Governors of Olds College and staff members from both organizations.

	2020	2019
Accumulated surplus (deficit) from operations	\$ 6,764,341	\$ 7,745,085
Add: Non-vesting accumulating employee future benefits charged to accumulated surplus	-	-
Deduct: School generated funds included in accumulated surplus (Note 16)	<u>1,130,855</u>	<u>1,289,742</u>
Adjusted accumulated surplus (deficit) from operations ⁽²⁾	<u>\$ 5,633,486</u>	<u>\$ 6,455,343</u>

- (1) Terms of endowments stipulate that the principal balance be maintained permanently. Investment income of \$34,589 (2019 - \$31,723) is externally restricted for scholarships and is included in deferred revenue.
- (2) Adjusted accumulated surplus represents funding available for use by the Division after deducting funds committed for use by the schools.

12. CONTRACTUAL OBLIGATIONS

	2020	2019
Building leases ⁽¹⁾	378,741	235,701
Service providers ⁽²⁾	229,697	114,566
Total	\$ 608,438	\$ 350,267

- (1) Building leases: The Division is committed to building lease payments from which annual rental fees are recovered fully. As at August 31, 2020 building lease payments total \$569,745 (2019 - \$463,636).
- (2) Service providers: The Division has commitments relating to IT service contracts.

Estimated payment requirements for each of the next five years and thereafter are as follows:

	Building Leases	Service Providers
2020-2021	\$ 334,929	\$ 88,654
2021-2022	43,812	81,777
2022-2023	-	59,266
2023-2024	-	-
2024-2025	-	-
Thereafter	-	-
Total	\$ 378,741	\$ 229,697

13. CONTINGENT LIABILITIES

The Division is a member of a reciprocal insurance exchange called ASBIE. A portion of the premiums paid each year represent equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements, as the value of equity is subject to liability claims.

The Division is subject to a number of insurance claims, the outcome of which is not determinable as at the date of reporting. As these claims are covered by insurance, no provision has been made in the financial statements for any costs associated with them.

The Division was named co-defendant in a lawsuit involving a motor vehicle accident of a student. As these claims are covered by insurance, no provision has been made in the financial statements for any costs associated with them.

14. OTHER REVENUE

Other revenue consists of the following:

	2020	2019
Rental of facilities	\$ 190,934	\$ 251,287
Gains on disposal of tangible capital assets	611,143	37,723
FCSS Grants from municipalities	361,948	368,829
Purchasing rebates	64,919	73,312
Patronage dividends	20,837	17,054
Other Grants	35,000	41,481
Insurance Proceeds	-	31,689
Honourarium	-	45,000
Other	<u>3,395</u>	<u>5,683</u>
Total	<u>\$ 1,288,176</u>	<u>\$ 872,058</u>

15. TRUSTS UNDER ADMINISTRATION

The balances represent assets that are held in trust by the Division. They are not recorded on the statements of the Division.

	2020	2019
Deferred salary leave plan	\$ 55,757	\$ 35,443
Staff Funds	29,686	29,448
Regional Collaborative Service Delivery (Banker board)	-	327,779
DARE	1,897	1,852
Prior Year Grad Funds	2,657	2,594
CASS/ASBOA Zone 4 & 5 Conference	5,468	5,468
Charity Funds	1,823	785
CASS Wellahead	<u>35,995</u>	<u>28,251</u>
Total	<u>\$ 133,283</u>	<u>\$ 431,620</u>

THE CHINOOK'S EDGE SCHOOL DIVISION
 NOTES TO THE FINANCIAL STATEMENTS
 AUGUST 31, 2020

16. SCHOOL GENERATED FUNDS

	2020	2019
School Generated Funds, Beginning of Year	\$ 1,560,667	\$ 1,435,390
Gross Receipts:		
Fees	540,974	890,103
Fundraising	428,115	742,089
Gifts and donations	200,784	257,657
Grants to schools	20,750	5,600
Other sales and services	<u>668,799</u>	<u>1,039,808</u>
Total gross receipts	1,859,422	2,935,257
Total Related Expenses and Uses of Funds		
	1,203,801	2,038,164
Total Direct Costs Including Cost of Goods Sold to Raise Funds	<u>627,690</u>	<u>771,816</u>
School Generated Funds, End of Year		
	<u>\$ 1,588,598</u>	<u>\$ 1,560,667</u>
Balance included in Deferred Contributions		
	\$ 276,926	\$ 259,268
Balance included in Accounts Payable		
	\$ 180,817	\$ 11,657
Balance included in Accumulated Surplus (Operating Reserves)		
	\$ 1,130,855	\$ 1,289,742

17. RELATED PARTY TRANSACTIONS

Related parties are entities consolidated or accounted for on a modified equity basis in the Government of Alberta Consolidated Financial Statements. Related parties also include key management personnel in the Division and their close family members.

All entities that are consolidated in the accounts of the Government of Alberta are related parties of the Division. These include government departments, health authorities, post-secondary institutions and other school divisions in Alberta.

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Alberta Education				
Accounts receivable / Accounts payable	\$ 731,784	\$ -		
Prepaid expenses / Deferred operating revenue	-	1,678,019		
Unexpended deferred capital contributions		-		
Expended deferred capital revenue		12,519,983	1,561,612	
Grant revenue & expenses			106,760,095	
ATRF payments made on behalf of district			6,119,279	
Other Alberta school jurisdictions	18,935	148,282	102,839	267,812
Alberta Health Services	61,278	165,038	545,381	-
Post-secondary institutions	834,844	-	211,638	725,575
Alberta Infrastructure				
Alberta Infrastructure	13,868	1,472,570	231,887	231,887
Unexpended deferred capital contributions		80,793		
Spent deferred capital contributions		118,552,562	5,130,629	
Children Services's	-	-	240,616	-
Other: LAPP	-	5,834	1,148,818	-
TOTAL 2019/2020	\$1,660,709	\$ 134,623,081	\$122,052,794	\$ 1,225,274
TOTAL 2018/2019	\$1,626,298	\$ 136,693,641	\$124,879,216	\$ 1,868,974

18. NUTRITION PROGRAM

	Budget 2020	2020	2019
Revenues			
Alberta Education	166,000	166,000	216,825
Other	-	-	-
Total Revenues	\$ 166,000	\$ 166,000	\$ 216,825
Expenses	166,000	166,571	173,434
Annual Surplus/deficit	\$ -	\$ (571)	\$ 43,391

The average estimated number of students served per meal are 504 (2019 - 532)

19. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

20. DEFINED BENEFIT PENSION PLAN

The expense and obligations relating to the defined benefit pension plan are determined in accordance with Canadian PSAS and actuarial principles. Obligations are based on the projected benefits method of valuation that includes employee service to date and present pay levels, as well as a projection of salaries and service to retirement.

Accrued benefit plan obligation	2020	2019
Accrued benefit plan obligation, beginning of year	\$ 537,900	\$ 538,000
Accrual for services	50,900	66,300
Interest cost	27,100	28,000
Benefits payments	(41,900)	(22,700)
Actuarial gain (loss) on accrued benefit plan obligation	13,300	(71,700)
Accrued Benefit plan obligation, end of year	<u>\$ 587,300</u>	<u>\$ 537,900</u>

Accrued benefit liability	2020	2019
Accrued benefit plan obligation	587,300	537,900
Balance of unamortized amounts	99,200	128,700
Accrued benefit liability	<u>686,500</u>	<u>\$ 666,600</u>

Elements of defined benefit costs recognized in the year	2020	2019
Current service cost	\$ 50,900	66,300
Interest cost	27,100	28,000
Amortization of experience (gains)/losses	(16,200)	(8,200)
Defined benefit costs recognized	<u>\$ 61,800</u>	<u>\$ 86,100</u>

Significant assumptions	2020	2019
Accrued benefit obligation discount	4.30%	5.00%

21. FINANCIAL INSTRUMENTS

Credit concentration

Accounts receivable from the provincial government in connection with grant revenue represents 27% (2019 – 34%) of the total accounts receivable as at August 31, 2020. The Division believes that there is minimal risk associated with the collection of these amounts as they are from government bodies. Allowances for potentially uncollectable accounts receivable are considered each year.

Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Division manages exposure through normal operating and financing activities. The Division is exposed to interest rate risk primarily through its long term debt of \$0 (2019 - 0).

Liquidity Risk

Liquidity risk is the risk that the Division will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivery of cash or another financial asset. The Division enters into transactions to purchase goods and services on credit, borrow funds from financial institutions or other creditors, etc., for which repayment is required at various maturity dates.

Other Price Risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The Division enters into transactions to purchase stocks, for which the market price fluctuates. The Division's portfolio investments of \$1,881,085 (2019 - \$1,878,775) are subject to normal market fluctuations and the risks inherent in investment and financial markets.

22. BUDGET AMOUNTS

The budget was prepared by the Division and approved by the Board of Trustees on June 26, 2019.

23. SUBSEQUENT EVENTS

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic, which continues to spread in Canada and around the world.

This pandemic is evolving and the Division continues to respond with public health measures and financial assistance as necessary. The duration and potential impacts of COVID-19 are unknown at this time. As a result, we are unable to estimate the effect of these developments on the financial statements.

SCHEDULE 8

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2020 (in dollars)

	Actual Fees Collected 2018/2019	Budgeted Fee Revenue 2019/2020	(A) Actual Fees Collected 2019/2020	(B) Unspent September 1, 2019*	(C) Funds Raised to Defray Fees 2019/2020	(D) Expenditures 2019/2020	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2020*
Transportation Fees	\$242,180	\$235,304	\$167,277	\$0	\$0	\$167,277	\$0
Basic Instruction Fees							
Basic instruction supplies	\$6,375	\$0	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees for optional courses	\$295,653	\$298,381	\$271,501	\$0	\$0	\$271,501	\$0
Activity fees	\$594,490	\$588,540	\$278,496	\$0	\$0	\$278,496	\$0
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$36,047	\$0	\$27,575	\$0	\$0	\$27,575	\$0
Non-Curricular fees							
Extracurricular fees	\$483,372	\$454,500	\$362,824	\$0	\$0	\$362,824	\$0
Non-curricular travel	\$14,026	\$25,000	\$13,821	\$0	\$0	\$13,821	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$49,894	\$46,560	\$45,568	\$0	\$0	\$45,568	\$0
Other Fees	\$7,434	\$0	\$209	\$0	\$0	\$209	\$0
TOTAL FEES	\$1,729,471	\$1,648,285	\$1,167,271	\$0	\$0	\$1,167,271	\$0

*Unspent balances cannot be less than \$0

Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue):	Actual 2020	Actual 2019
Cafeteria sales, hot lunch, milk programs	\$681,737	\$1,052,569
Special events, graduation, tickets	\$50,045	\$125,548
International and out of province student revenue	\$177,125	\$151,225
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$179,582	\$278,015
Adult education revenue	\$116,875	\$124,826
Preschool	\$0	\$0
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$0	\$0
Library Books and Fines	\$5,802	\$4,579
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
TOTAL	\$1,211,166	\$1,736,762

SCHEDULE 9

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES
For the Year Ended August 31, 2020 (in dollars)

EXPENSES	Allocated to Board & System Administration			
	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 359,391	\$ 52,200	\$ -	\$ 411,591
Educational administration (excluding superintendent)	\$ 567,649	\$ 112,230	\$ -	\$ 679,879
Business administration	\$ 1,054,704	\$ 201,865	\$ -	\$ 1,256,569
Board governance (Board of Trustees)	\$ 225,921	\$ 145,671	\$ -	\$ 371,592
Information technology	\$ 29,523	\$ 5,000	\$ -	\$ 34,523
Human resources	\$ 372,180	\$ 107,625	\$ -	\$ 479,805
Central purchasing, communications, marketing	\$ 105,415	\$ 6,125	\$ -	\$ 111,540
Payroll	\$ 348,926	\$ 123,626	\$ -	\$ 472,552
Administration - insurance			\$ 28,896	\$ 28,896
Administration - amortization			\$ 127,751	\$ 127,751
Administration - other (admin building, interest)			\$ 146	\$ 146
Custodial	\$ 36,720	\$ 2,500	\$ -	\$ 39,220
Other (describe)	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 3,100,429	\$ 756,842	\$ 156,793	\$ 4,014,064