

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2022**
[Education Act, Sections 139, 140, 244]

3040 The Lethbridge School Division

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of 3040 The Lethbridge School Division presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

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 system of budgetary control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and 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 were given full access to school jurisdiction records.

Declaration of Management and Board Chair

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations, remeasurement gains and losses, changes in net financial assets (debt), and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Ms. Allison Purcell

Name

Signature

SUPERINTENDENT

Mrs. Cheryl Gilmore

Name

Signature

SECRETARY-TREASURER OR TREASURER

Ms. Christine Lee

Name

Signature

November 29, 2022

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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Independent Auditor's Report

To the Board of Trustees of Lethbridge School Division

Opinion

We have audited the financial statements of Lethbridge School Division (the Division), which comprise the statement of financial position as at August 31, 2022 and the results of operations, change in net financial assets, cash flows and statement of remeasurement gains and losses 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, 2022, and its results of operations, change in net financial assets, cash flows and statement of remeasurement gains and losses 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 Matters

The Schedule of Fees and Schedule of System Administration Expenses reflect additional information required by Alberta Education that is not required under Canadian public sector accounting standards. We were not engaged to audit this information and accordingly it is considered unaudited.

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

Management is responsible for the preparation and fair presentation of these 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.

BDO Canada LLP

Chartered Professional Accountants

Lethbridge, Alberta
November 29, 2022

STATEMENT OF FINANCIAL POSITION
As at August 31, 2022 (in dollars)

		2022	2021
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5)	\$ 10,485,801	\$ 14,118,244
Accounts receivable (net after allowances)	(Note 3)	\$ 5,622,462	\$ 6,017,328
Portfolio investments			
Operating	(Schedule 5)	\$ 10,154,108	\$ 10,000,521
Endowments		\$ -	\$ -
Inventories for resale		\$ -	\$ -
Other financial assets		\$ -	\$ -
Total financial assets		\$ 26,262,371	\$ 30,136,093
LIABILITIES			
Bank indebtedness	(Note 4)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 5)	\$ 8,664,972	\$ 8,601,979
Unspent deferred contributions	(Schedule 2)	\$ 2,668,316	\$ 3,309,056
Employee future benefits liabilities	(Note 6)	\$ 234,014	\$ 228,277
Environmental liabilities		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Unsupported: Debentures		\$ -	\$ -
Mortgages and capital loans		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 11,567,302	\$ 12,139,312
Net financial assets		\$ 14,695,069	\$ 17,996,781
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	\$ 158,322,819	\$ 160,018,293
Inventory of supplies	(Note 7)	\$ 403,124	\$ 394,154
Prepaid expenses	(Note 8)	\$ 1,326,484	\$ 855,486
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 160,052,427	\$ 161,267,933
Net assets before spent deferred capital contributions		\$ 174,747,496	\$ 179,264,714
Spent deferred capital contributions	(Schedule 2)	\$ 151,924,751	\$ 154,652,318
Net assets		\$ 22,822,745	\$ 24,612,396
Net assets	(Note 9)		
Accumulated surplus (deficit)	(Schedule 1)	\$ 22,822,745	\$ 24,612,396
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 22,822,745	\$ 24,612,396
Contractual rights	(Note 11)		
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, 2022 (in dollars)

	Budget 2022	Actual 2022	Actual 2021
REVENUES			
Government of Alberta	\$ 123,368,309	\$ 126,344,341	\$ 125,178,889
Federal Government and other government grants	\$ 388,944	\$ 443,760	\$ 452,428
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 8)	\$ 2,499,931	\$ 1,427,326	\$ 812,872
Sales of services and products	\$ 822,417	\$ 902,636	\$ 1,746,540
Investment income	\$ 193,000	\$ 215,398	\$ 144,966
Donations and other contributions	\$ 2,568,000	\$ 1,670,192	\$ 749,115
Other revenue	\$ 34,704	\$ 123,227	\$ 55,732
Total revenues	\$ 129,875,305	\$ 131,126,880	\$ 129,140,542
EXPENSES			
Instruction - ECS	\$ 6,209,776	\$ 6,573,479	\$ 6,168,752
Instruction - Grades 1 to 12	\$ 101,574,272	\$ 100,541,604	\$ 96,572,831
Operations and maintenance (Schedule 4)	\$ 16,519,534	\$ 18,212,893	\$ 18,315,364
Transportation	\$ 2,763,518	\$ 3,074,335	\$ 2,194,221
System administration	\$ 4,181,195	\$ 4,198,952	\$ 3,984,953
External services	\$ 300,000	\$ 315,268	\$ 178,930
Total expenses	\$ 131,548,295	\$ 132,916,531	\$ 127,415,051
Annual operating surplus (deficit)	\$ (1,672,990)	\$ (1,789,651)	\$ 1,725,491
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (1,672,990)	\$ (1,789,651)	\$ 1,725,491
Accumulated surplus (deficit) at beginning of year	\$ 24,612,396	\$ 24,612,396	\$ 22,886,905
Accumulated surplus (deficit) at end of year	\$ 22,939,406	\$ 22,822,745	\$ 24,612,396

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

School Jurisdiction Code: 3040		
STATEMENT OF CASH FLOWS For the Year Ended August 31, 2022 (in dollars)		
	2022	2021
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ (1,789,651)	\$ 1,725,491
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 6,479,826	\$ 5,944,798
Net (gain)/loss on disposal of tangible capital assets	\$ (36,955)	\$ 4,274
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (6,092,360)	\$ (5,394,955)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Increase/(Decrease) in employee future benefit liabilities	\$ 5,737	\$ (19,025)
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ (1,433,403)	\$ 2,260,583
(Increase)/Decrease in accounts receivable	\$ 394,866	\$ (437,507)
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ (8,970)	\$ (115,789)
(Increase)/Decrease in prepaid expenses	\$ (471,000)	\$ 21,543
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ 62,993	\$ 2,719,820
Increase/(Decrease) in unspent deferred contributions	\$ (640,740)	\$ (1,254,427)
Increase/(Decrease) in environmental liabilities	\$ -	\$ -
	\$ -	\$ -
Total cash flows from operating transactions	\$ (2,096,254)	\$ 3,194,223
B. CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	\$ (4,419,170)	\$ (11,319,335)
Net proceeds from disposal of unsupported capital assets	\$ 150,599	\$ 95,607
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ (4,268,571)	\$ (11,223,728)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ (153,587)	\$ (10,000,520)
Proceeds on sale of portfolio investments	\$ -	\$ 74,299
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from investing transactions	\$ (153,587)	\$ (9,926,221)
D. FINANCING TRANSACTIONS		
Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 2,885,969	\$ 11,021,637
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from financing transactions	\$ 2,885,969	\$ 11,021,637
Increase (decrease) in cash and cash equivalents	\$ (3,632,443)	\$ (6,934,089)
Cash and cash equivalents, at beginning of year	\$ 14,118,244	\$ 21,052,333
Cash and cash equivalents, at end of year	\$ 10,485,801	\$ 14,118,244

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

For the Year Ended August 31, 2022 (in dollars)

	Budget 2022	2022	2021
Annual surplus (deficit)	\$ -	\$ (1,789,651)	\$ 1,725,491
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ -	\$ (4,419,170)	\$ (11,319,335)
Amortization of tangible capital assets	\$ -	\$ 6,479,826	\$ 5,944,798
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ (36,955)	\$ 4,274
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 150,599	\$ 95,607
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ (478,824)	\$ (384,540)
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ -	\$ 1,695,476	\$ (5,659,196)
Acquisition of inventory of supplies	\$ -	\$ (8,970)	\$ (115,789)
Consumption of inventory of supplies	\$ -	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ -	\$ (471,000)	\$ 21,543
(Increase)/Decrease in other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Change in spent deferred capital contributions (Schedule 2)		\$ (2,727,567)	\$ 6,011,222
Other changes	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets	\$ -	\$ (3,301,712)	\$ 1,983,271
Net financial assets at beginning of year	\$ -	\$ 17,996,781	\$ 16,013,510
Net financial assets at end of year	\$ -	\$ 14,695,069	\$ 17,996,781

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2022 (in dollars)

	2022	2021
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Other Adjustment (Describe)	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2022 (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, 2021	\$ 24,612,396	\$ -	\$ 24,612,396	\$ 5,365,975	\$ 319,874	\$ 691,484	\$ 10,677,181	\$ 7,557,882
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2021	\$ 24,612,396	\$ -	\$ 24,612,396	\$ 5,365,975	\$ 319,874	\$ 691,484	\$ 10,677,181	\$ 7,557,882
Operating surplus (deficit)	\$ (1,789,651)		\$ (1,789,651)			\$ (1,789,651)		
Board funded tangible capital asset additions				\$ 1,533,202		\$ -	\$ -	\$ (1,533,202)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (113,644)		\$ 113,644		\$ -
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	\$ -			\$ (6,479,826)		\$ 6,479,826		
Capital revenue recognized	\$ -			\$ 6,092,360		\$ (6,092,360)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (239,473)	\$ 239,473	
Net transfers from operating reserves	\$ -					\$ 1,308,014	\$ (1,308,014)	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2022	\$ 22,822,745	\$ -	\$ 22,822,745	\$ 6,398,067	\$ 319,874	\$ 471,484	\$ 9,608,640	\$ 6,024,680

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2022 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		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, 2021	\$ 8,476,928	\$ 5,451,650	\$ 441,030	\$ 771,440	\$ 392,918	\$ 1,006,629	\$ 1,218,250	\$ 328,163	\$ 148,055	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2021	\$ 8,476,928	\$ 5,451,650	\$ 441,030	\$ 771,440	\$ 392,918	\$ 1,006,629	\$ 1,218,250	\$ 328,163	\$ 148,055	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (1,345,828)	\$ -	\$ (187,374)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ -		\$ -
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	\$ 239,473		\$ -		\$ -		\$ -		\$ -	
Net transfers from operating reserves			\$ (154,323)		\$ (115,457)		\$ (890,179)		\$ (148,055)	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2022	\$ 8,716,401	\$ 4,105,822	\$ 286,707	\$ 584,066	\$ 277,461	\$ 1,006,629	\$ 328,071	\$ 328,163	\$ -	\$ -

SCHEDULE 2

SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2022 (in dollars)

	Alberta Education					Other GoA Ministries				
	IMR	CMR	Safe Return to Class/Safe Indoor Air	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries
Deferred Operating Contributions (DOC)										
Balance at August 31, 2021	\$ 3,135,956	\$ -	\$ -	\$ -	\$ 3,135,956	\$ -	\$ 10,975	\$ 13,658	\$ -	\$ 24,633
Prior period adjustments - please explain:	\$ -			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ 3,135,956	\$ -	\$ -	\$ -	\$ 3,135,956	\$ -	\$ 10,975	\$ 13,658	\$ -	\$ 24,633
Received during the year (excluding investment income)	\$ 1,508,131	\$ 1,059,529	\$ 213,769	\$ 381,600	\$ 3,163,029	\$ -	\$ 90,000	\$ 388,314	\$ -	\$ 478,314
Transfer (to) grant/donation revenue (excluding investment income)	\$ (1,330,728)	\$ -	\$ -	\$ (242,247)	\$ (1,572,975)	\$ -	\$ (87,508)	\$ (401,972)	\$ -	\$ (489,480)
Investment earnings - Received during the year	\$ 31,642	\$ -	\$ -	\$ -	\$ 31,642	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (1,655,214)	\$ (292,674)	\$ (213,769)	\$ -	\$ (2,161,657)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2022	\$ 1,689,787	\$ 766,855	\$ -	\$ 139,353	\$ 2,595,995	\$ -	\$ 13,467	\$ -	\$ -	\$ 13,467
Unspent Deferred Capital Contributions (UDCC)										
Balance at August 31, 2021	\$ -	\$ -	\$ -	\$ 95,334	\$ 95,334	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ -	\$ -	\$ 95,334	\$ 95,334	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ 4,949	\$ 4,949	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 624,029	\$ -	\$ -	\$ -	\$ 624,029
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 1,655,214	\$ 292,674	\$ 213,769	\$ -	\$ 2,161,657	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ (1,655,214)	\$ (292,674)	\$ (213,769)	\$ (100,283)	\$ (2,261,940)	\$ (624,029)	\$ -	\$ -	\$ -	\$ (624,029)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Unspent Deferred Contributions at August 31, 2022	\$ 1,689,787	\$ 766,855	\$ -	\$ 139,353	\$ 2,595,995	\$ -	\$ 13,467	\$ -	\$ -	\$ 13,467
Spent Deferred Capital Contributions (SDCC)										
Balance at August 31, 2021	\$ 6,661,900	\$ 5,736,205	\$ -	\$ 259,166	\$ 12,657,271	\$ 140,122,767	\$ -	\$ -	\$ -	\$ 140,122,767
Prior period adjustments - please explain:	\$ -	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ 6,661,900	\$ 5,736,205	\$ -	\$ 259,166	\$ 12,657,271	\$ 140,122,767	\$ -	\$ -	\$ -	\$ 140,122,767
Donated tangible capital assets				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects					\$ -	\$ 478,824				\$ 478,824
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 1,655,214	\$ 292,674	\$ 213,769	\$ 100,283	\$ 2,261,940	\$ 624,029	\$ -	\$ -	\$ -	\$ 624,029
Amounts recognized as revenue (Amortization of SDCC)	\$ (248,740)	\$ (192,885)	\$ -	\$ (6,250)	\$ (447,875)	\$ (5,594,915)	\$ -	\$ -	\$ -	\$ (5,594,915)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2022	\$ 8,068,374	\$ 5,835,994	\$ 213,769	\$ 353,199	\$ 14,471,336	\$ 135,630,705	\$ -	\$ -	\$ -	\$ 135,630,705

SCHEDULE 2

School Jurisdiction Code:

3040

	Other Sources				Total
	Gov't of Canada	Donations and grants from others	Other	Total other sources	
Deferred Operating Contributions (DOC)					
Balance at August 31, 2021	\$ -	\$ 53,133	\$ -	\$ 53,133	\$ 3,213,722
Prior period adjustments - please explain:	-	-	-	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ 53,133	\$ -	\$ 53,133	\$ 3,213,722
Received during the year (excluding investment income)	\$ -	\$ 141,906	\$ -	\$ 141,906	\$ 3,783,249
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ (136,185)	\$ -	\$ (136,185)	\$ (2,198,640)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 31,642
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ (2,161,657)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2022	\$ -	\$ 58,854	\$ -	\$ 58,854	\$ 2,668,316
Unspent Deferred Capital Contributions (UDCC)					
Balance at August 31, 2021	\$ -	\$ -	\$ -	\$ -	\$ 95,334
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ -	\$ -	\$ -	\$ 95,334
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ 4,949
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ 624,029
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ 2,161,657
Transferred from (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ (2,885,969)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ -
Total Unspent Deferred Contributions at August 31, 2022	\$ -	\$ 58,854	\$ -	\$ 58,854	\$ 2,668,316
Spent Deferred Capital Contributions (SDCC)					
Balance at August 31, 2021	\$ -	\$ 1,872,280	\$ -	\$ 1,872,280	\$ 154,652,318
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ 1,872,280	\$ -	\$ 1,872,280	\$ 154,652,318
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects				\$ -	\$ 478,824
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ -	\$ -	\$ -	\$ -	\$ 2,885,969
Amounts recognized as revenue (Amortization of SDCC)	\$ -	\$ (49,570)	\$ -	\$ (49,570)	\$ (6,092,360)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2022	\$ -	\$ 1,822,710	\$ -	\$ 1,822,710	\$ 151,924,751

SCHEDULE OF PROGRAM OPERATIONS
For the Year Ended August 31, 2022 (in dollars)

REVENUES	2022							2021
	Instruction		Operations and Maintenance	Transportation	System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 4,364,623	\$ 96,679,231	\$ 12,254,439	\$ 2,762,184	\$ 4,144,628	\$ 8,591	\$ 120,213,696	\$ 119,575,795
(2) Alberta Infrastructure	\$ -	\$ 495,989	\$ 5,055,439	\$ -	\$ 49,737	\$ -	\$ 5,601,165	\$ 5,046,408
(3) Other - Government of Alberta	\$ -	\$ 489,480	\$ -	\$ -	\$ -	\$ -	\$ 489,480	\$ 516,686
(4) Federal Government and First Nations	\$ -	\$ 443,760	\$ -	\$ -	\$ -	\$ -	\$ 443,760	\$ 452,428
(5) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ 40,000	\$ -	\$ -	\$ 40,000	\$ 40,000
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Fees	\$ 230,989	\$ 1,196,337	\$ -	\$ -	\$ -	\$ -	\$ 1,427,326	\$ 812,872
(10) Sales of services and products	\$ -	\$ 423,288	\$ 1,500	\$ -	\$ -	\$ 477,848	\$ 902,636	\$ 1,746,540
(11) Investment income	\$ -	\$ 149,343	\$ 26,328	\$ 31,973	\$ 7,754	\$ -	\$ 215,398	\$ 144,966
(12) Gifts and donations	\$ -	\$ 576,160	\$ -	\$ -	\$ -	\$ -	\$ 576,160	\$ 339,822
(13) Rental of facilities	\$ -	\$ -	\$ 36,702	\$ -	\$ -	\$ -	\$ 36,702	\$ 28,107
(14) Fundraising	\$ -	\$ 1,094,032	\$ -	\$ -	\$ -	\$ -	\$ 1,094,032	\$ 409,293
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 36,955	\$ -	\$ -	\$ -	\$ 36,955	\$ -
(16) Other	\$ -	\$ -	\$ 49,570	\$ -	\$ -	\$ -	\$ 49,570	\$ 27,625
(17) TOTAL REVENUES	\$ 4,595,612	\$ 101,547,620	\$ 17,460,933	\$ 2,834,157	\$ 4,202,119	\$ 486,439	\$ 131,126,880	\$ 129,140,542
EXPENSES								
(18) Certificated salaries	\$ 3,999,275	\$ 57,139,457	\$ -	\$ -	\$ 647,772	\$ 73,104	\$ 61,859,608	\$ 59,992,253
(19) Certificated benefits	\$ 302,877	\$ 15,160,497	\$ -	\$ -	\$ 206,368	\$ 18,309	\$ 15,688,051	\$ 14,503,807
(20) Non-certificated salaries and wages	\$ 1,674,122	\$ 13,626,368	\$ 4,001,996	\$ 72,467	\$ 1,831,042	\$ 29,657	\$ 21,235,652	\$ 21,918,951
(21) Non-certificated benefits	\$ 495,129	\$ 4,085,242	\$ 1,115,270	\$ 19,225	\$ 407,099	\$ 9,742	\$ 6,131,707	\$ 6,109,373
(22) SUB - TOTAL	\$ 6,471,403	\$ 90,011,564	\$ 5,117,266	\$ 91,692	\$ 3,092,281	\$ 130,812	\$ 104,915,018	\$ 102,524,384
(23) Services, contracts and supplies	\$ 102,076	\$ 9,823,739	\$ 7,417,675	\$ 2,982,643	\$ 949,172	\$ 184,456	\$ 21,459,761	\$ 18,900,420
(24) Amortization of supported tangible capital assets	\$ -	\$ 515,921	\$ 5,526,702	\$ -	\$ 49,737	\$ -	\$ 6,092,360	\$ 5,394,955
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 128,454	\$ 151,250	\$ -	\$ 107,762	\$ -	\$ 387,466	\$ 549,843
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ 61,926	\$ -	\$ -	\$ -	\$ -	\$ 61,926	\$ 41,175
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,274
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 6,573,479	\$ 100,541,604	\$ 18,212,893	\$ 3,074,335	\$ 4,198,952	\$ 315,268	\$ 132,916,531	\$ 127,415,051
(31) OPERATING SURPLUS (DEFICIT)	\$ (1,977,867)	\$ 1,006,016	\$ (751,960)	\$ (240,178)	\$ 3,167	\$ 171,171	\$ (1,789,651)	\$ 1,725,491

SCHEDULE OF OPERATIONS AND MAINTENANCE
For the Year Ended August 31, 2022 (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	2022 TOTAL Operations and Maintenance	2021 TOTAL Operations and Maintenance
Non-certificated salaries and wages	\$ 3,096,168	\$ 702,537			\$ 203,291			\$ 4,001,996	\$ 4,018,595
Non-certificated benefits	\$ 820,675	\$ 248,095			\$ 46,500			\$ 1,115,270	\$ 1,066,009
SUB-TOTAL REMUNERATION	\$ 3,916,843	\$ 950,632	\$ -	\$ -	\$ 249,791			\$ 5,117,266	\$ 5,084,604
Supplies and services	\$ 365,510	\$ 1,632,612		\$ 1,844,518	\$ 71,723			\$ 3,914,363	\$ 5,101,018
Electricity			\$ 1,685,752					\$ 1,685,752	\$ 1,531,261
Natural gas/heating fuel			\$ 807,022					\$ 807,022	\$ 578,307
Sewer and water			\$ 178,691					\$ 178,691	\$ 209,778
Telecommunications			\$ 105,393					\$ 105,393	\$ 98,043
Insurance					\$ 726,454			\$ 726,454	\$ 634,081
ASAP maintenance & renewal payments								\$ -	\$ -
Amortization of tangible capital assets									
Supported							\$ 5,526,702	\$ 5,526,702	\$ 4,917,353
Unsupported						\$ 151,250		\$ 151,250	\$ 156,645
TOTAL AMORTIZATION						\$ 151,250	\$ 5,526,702	\$ 5,677,952	\$ 5,073,998
Interest on capital debt									
Unsupported								\$ -	\$ -
Lease payments for facilities								\$ -	\$ -
Other interest charges								\$ -	\$ -
Losses on disposal of capital assets								\$ -	\$ 4,274
TOTAL EXPENSES	\$ 4,282,353	\$ 2,583,244	\$ 2,776,858	\$ 1,844,518	\$ 1,047,968	\$ 151,250	\$ 5,526,702	\$ 18,212,893	\$ 18,315,364

SQUARE METRES

School buildings								135,485.0	\$ 135,485
Non school buildings								5,525.0	\$ 5,525

Notes:

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 Infrastructure Maintenance Renewal (IMR), CMR & 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, CMR & Modular Unit Relocation & Lease Payments: All operational expenses associated with non-capitalized IMR and CMR 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, 2022 (in dollars)

Cash & Cash Equivalents

	2022			2021
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 10,485,801	\$ 10,485,801	\$ 14,118,244
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		\$ 10,485,801	\$ 10,485,801	\$ 14,118,244

Portfolio Investments

	2022			2021
	Average Effective (Market) Yield	Cost	Fair Value	Balance
Interest-bearing securities				
Deposits and short-term securities	3.00%	\$ 10,154,108	\$ 10,154,108	\$ 10,154,108
Bonds and mortgages	0.00%	-	-	-
	3.00%	10,154,108	10,154,108	10,154,108
Equities				
Canadian equities	0.00%	\$ -	\$ -	\$ -
Global developed equities	0.00%	-	-	-
Emerging markets equities	0.00%	-	-	-
Private equities	0.00%	-	-	-
Pooled investment funds	0.00%	-	-	-
	0.00%	-	-	-
Other				
0	0.00%	\$ -	\$ -	\$ -
0	0.00%	-	-	-
0	0.00%	-	-	-
0	0.00%	-	-	-
	0.00%	-	-	-
Total portfolio investments	3.00%	\$ 10,154,108	\$ 10,154,108	\$ 10,154,108

See Note 5 for additional detail.

Portfolio investments**Operating**

Cost

Unrealized gains and losses

Endowments

Cost

Unrealized gains and losses

Deferred revenue

Total portfolio investments

2022	2021
\$ 10,154,108	\$ 10,000,521
-	-
10,154,108	10,000,521
\$ -	\$ -
-	-
-	-
-	-
10,154,108	10,000,521

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

	2022	2021
Under 1 year	100.0%	100.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

SCHEDULE 6School Jurisdiction Code: 3040

SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2022 (in dollars)

Tangible Capital Assets	2022							2021
	Land	Work In Progress*	Buildings**	Equipment	Vehicles	Computer Hardware & Software	Total	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years		
Historical cost								
Beginning of year	\$ 1,715,118	\$ 129,007	\$ 226,169,430	\$ 11,745,836	\$ 1,088,106	\$ 932,444	\$ 241,779,941	230,263,136
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	1,542,572	1,638,424	371,170	-	1,345,828	4,897,994	11,703,875
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	(121,344)	(93,046)	-	(214,390)	(187,070)
Historical cost, August 31, 2022	\$ 1,715,118	\$ 1,671,579	\$ 227,807,854	\$ 11,995,662	\$ 995,060	\$ 2,278,272	\$ 246,463,545	\$ 241,779,941
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 73,111,897	\$ 6,900,926	\$ 816,381	\$ 932,444	\$ 81,761,648	75,904,039
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	5,685,052	734,339	60,433	-	6,479,824	5,944,798
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	(34,109)	(66,637)	-	(100,746)	(87,189)
Accumulated amortization, August 31, 2022	\$ -	\$ -	\$ 78,796,949	\$ 7,601,156	\$ 810,177	\$ 932,444	\$ 88,140,726	\$ 81,761,648
Net Book Value at August 31, 2022	\$ 1,715,118	\$ 1,671,579	\$ 149,010,905	\$ 4,394,506	\$ 184,883	\$ 1,345,828	\$ 158,322,819	
Net Book Value at August 31, 2021	\$ 1,715,118	\$ 129,007	\$ 153,057,533	\$ 4,844,910	\$ 271,725	\$ -		\$ 160,018,293

	2022	2021
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

Donated (contributed) tangible capital assets are recognized at fair value at the date of donation. There were no donations of tangible capital assets that were received during the year (2021 - \$nil).

SCHEDULE 7School Jurisdiction Code: **3040****SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES**
For the Year Ended August 31, 2022 (in dollars)

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Christine Light - Chair (Sept to Oct)	1.00	\$32,137	\$2,886	\$0			\$0	\$3,957
Allison Purcell - Chair (Oct to Aug)	0.83	\$32,789	\$2,843	\$0			\$0	\$6,756
Andrea Andreachuk	0.83	\$22,388	\$2,120	\$0			\$0	\$0
Clark Bosch	0.17	\$4,250	\$389	\$0			\$0	\$0
Tyler Demers	1.00	\$27,579	\$2,571	\$0			\$0	\$4,864
Jan Foster	0.17	\$4,250	\$182	\$0			\$0	\$180
Donna Hunt	0.17	\$4,250	\$182	\$0			\$0	\$0
Doug James	0.17	\$4,250	\$389	\$0			\$0	\$0
Kristina Larkin	0.83	\$22,388	\$2,120	\$0			\$0	\$903
Lola Major	0.17	\$4,250	\$182	\$0			\$0	\$0
Genny Steed	0.83	\$22,388	\$2,120	\$0			\$0	\$0
Craig Whitehead	0.83	\$25,288	\$1,057	\$0			\$0	\$3,952
Subtotal	7.00	\$206,207	\$17,041	\$0			\$0	\$20,612
Cheryl Gilmore, Superintendent	1.00	\$215,859	\$40,463	\$5,000	\$0	\$0	\$0	\$13,085
Christine Lee, Secretary Treasurer	1.00	\$183,519	\$37,166	\$5,000	\$0	\$0	\$0	\$4,361
Certificated teachers	647.31	\$61,643,749	\$15,608,441	\$34,147	\$0	\$0	\$0	
Non-certificated - other	465.45	\$20,845,926	\$6,008,314	\$64,186	\$0	\$0	\$0	
TOTALS	1,121.76	\$83,095,260	\$21,711,424	\$108,334	\$0	\$0	\$0	\$38,058

SCHEDULE 8

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2022 (in dollars)

	Actual Fees Collected 2020/2021	Budgeted Fee Revenue 2021/2022	(A) Actual Fees Collected 2021/2022	(B) Unspent September 1, 2021*	(C) Funds Raised to Defray Fees 2021/2022	(D) Expenditures 2021/2022	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2022*
Transportation Fees	\$0	\$150	\$0	\$0	\$0	\$0	\$0
Basic Instruction Fees							
Basic instruction supplies	\$0	\$5,018	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$65,530	\$130,500	\$74,229	\$107,057	\$0	\$0	\$181,286
Alternative program fees	\$0	\$15,750	\$3,198	\$1,728	\$0	\$4,024	\$902
Fees for optional courses	\$200,420	\$483,203	\$291,018	\$78,290	\$0	\$250,187	\$119,121
Activity fees	\$10,563	\$444,777	\$15,961	\$26,194	\$0	\$16,052	\$26,103
Early childhood services	\$260,696	\$0	\$232,244	\$3,764	\$0	\$234,407	\$1,601
Other fees to enhance education	\$3,845	\$67,855	\$4,876	\$87,046	\$0	\$854	\$91,068
Non-Curricular fees							
Extracurricular fees	\$45,267	\$630,902	\$560,420	\$79,110	\$0	\$366,563	\$272,967
Non-curricular travel	\$78,525	\$258,519	\$50,843	\$22,691	\$0	\$161,649	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$148,026	\$458,652	\$194,537	\$256,900	\$0	\$125,430	\$326,007
Other Fees	\$0	\$4,605	\$0	\$0	\$0	\$0	\$0
TOTAL FEES	\$812,872	\$2,499,931	\$1,427,326	\$662,780	\$0	\$1,159,166	\$1,019,055

*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 2022	Actual 2021
Cafeteria sales, hot lunch, milk programs	\$0	\$0
Special events, graduation, tickets	\$0	\$0
International and out of province student revenue	\$477,848	\$199,128
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$111,301	\$93,490
Adult education revenue	\$0	\$0
Preschool	\$0	\$0
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$0	\$0
	\$0	\$0
	\$0	\$0
	\$0	\$0
TOTAL	\$589,149	\$292,618

SCHEDULE 9

UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION
For the Year Ended August 31, 2022 (in dollars)

	Allocated to System Administration 2022			
EXPENSES	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 445,804	\$ 43,503		\$ 489,307
Educational administration (excluding superintendent)	307,155	2,051		309,206
Business administration	820,929	225,508		1,046,437
Board governance (Board of Trustees)	242,669	253,007		495,676
Information technology		161,420		161,420
Human resources	799,626	56,120		855,746
Central purchasing, communications, marketing	289,084	11,856		300,940
Payroll	174,319			174,319
Administration - insurance			195,707	195,707
Administration - amortization			157,499	157,499
Administration - other (admin building, interest)				-
Occupational Health and Safety	12,695			12,695
Other (describe)				-
Other (describe)				-
TOTAL EXPENSES	\$ 3,092,281	\$ 753,465	\$ 353,206	\$ 4,198,952
Less: Amortization of unsupported tangible capital assets				(\$107,762)
TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES				4,091,190

REVENUES	2022
System Administration grant from Alberta Education	4,092,216
System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc)	52,412
System Administration funding from others	57,491
TOTAL SYSTEM ADMINISTRATION REVENUES	4,202,119
Transfers (to)/from System Administration reserves	-
Transfers to other programs	-
SUBTOTAL	4,202,119
2021 - 22 System Administration expense (over) under spent	\$110,929

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

1. AUTHORITY AND PURPOSE

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

The School 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 School 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 Chartered Professional Accounting (CPA) 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:

Basis of Financial Reporting

a) 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 School Division's financial claims on external organizations and individuals, and inventories for resale at the year end.

i) 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 and 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 commitments rather than for investment purposes.

ii) Accounts Receivable

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

iii) Portfolio Investments

The School Division has investments in GIC's and term deposits that have a maturity of greater than three months. GIC's and term deposits not quoted in an active market are reported at cost or amortized cost.

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 amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. The loss is not reversed if there is a subsequent increase in value.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

b) Liabilities

Liabilities are present obligations of the School Division 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.

i) 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.

ii) Deferred Contributions

Deferred contributions include contributions received for operations which have stipulations that meet the definition of a liability per Public Sector Accounting Standards (PSAS) Section PS 3200. These contributions are recognized by the School Division once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred contributions are 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 include contributions for capital expenditures, unspent and spent:

- Unspent Deferred Capital Contributions

Unspent Deferred Capital Contributions (UDCC) represents externally restricted supported capital funds provided for a specific capital purposes received or receivable by the School 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

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 Division to use the asset in a prescribed manner over the life of the associated asset.

iii) Employee Future Benefits

The School Division accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include accumulating sick leave, banked time and various qualifying compensated absences.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

c) Non-Financial Assets

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

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

i) Tangible Capital Assets

The following criteria apply:

- 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, when they are then recognized at nominal value. Transfers of capital assets from related parties are recorded at original cost less accumulated amortization.
- Construction-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 School 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.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	20 to 40 years
Vehicles	5 to 10 years
Computer Hardware & Software	3 to 5 years
Other Equipment & Furnishings	3 to 10 years

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

ii) Inventory 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.

iii) Prepaid Expenses

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

d) 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 Change in Accumulated Surplus.

e) Revenue Recognition

All revenues are reported on the accrual basis of accounting. Cash received for which goods or services have not been provided by year end is recognized as unearned revenue and recorded in accounts payable and other accrued liabilities.

Endowment contributions, matching contributions, and associated investment income allocated for preservation of endowment capital purchasing power are recognized in the Statement of Operations in the period in which they are received.

i) Government Transfers

Transfers from all governments are referred to as government transfers.

Government transfers and associated externally restricted investment income are recognized as deferred contributions if the eligibility criteria for use of the transfer, or the stipulations together with the School Division's actions and communications as to the use of the transfer, create a liability. *Stipulations* describe how the School Division must use the contributions or the actions it must perform in order to keep the contributions. These transfers are recognized as revenue as the stipulations are met and, when applicable, the School Division complies with its communicated use of these transfers. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year the stipulated related expenses are incurred;
- Unspent Deferred Capital Contributions (UDCC); or
- Spent Deferred Capital Contributions (SDCC).

All other government transfers, without stipulations for the use of the transfer, are recognized as revenue when the transfer is authorized and the School Division meets the eligibility criteria (if any).

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

ii) Donations and Non-Government Contributions

Donations and non-government contributions are received from individuals, corporations, and private sector not-for-profit organizations. Donations and non-government contributions may be unrestricted or externally restricted for operating or capital purposes.

Unrestricted donations and non-government contributions are recognized as revenue in the year received or in the year the funds are committed to the School Division if the amount can be reasonably estimated and collection is reasonably assured.

Externally restricted donations, non-government contributions and realized and unrealized gains and losses for the associated externally restricted investment income are recognized as deferred contributions if the terms for their use, or the terms along with the School Division's actions and communications as to the use, create a liability. These resources are recognized as revenue as the terms are met and, when applicable, the School Division complies with its communicated use.

In-kind donations of services and materials are recognized at fair value when such value can reasonably be determined. While volunteers contribute a significant amount of time each year to assist the School Division, the value of their services are not recognized as revenue and expenses in the financial statements because fair value cannot be reasonably determined.

iii) Grants and Donations for Land

The School Division records transfers and donations for the purchase of the land as a liability when received and as revenue when the School Division purchases the land. The School Division records in-kind contributions of land as revenue at the fair value of the land. When the School Division cannot determine the fair value, it records such in-kind contributions at nominal value.

f) Expenses

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

Allocation of Costs:

- Actual salaries of personnel assigned to two or 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.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

g) Program Reporting

The Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of ECS education instructional services that fall under the basic public education mandate.
- **Grade 1 to 12 Instruction:** The provision of instructional services for Grade 1 to 12 that fall under the basic public education mandate.
- **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), whether contracted or board operated, including transportation facility expenses.
- **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 Grade 1 to 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.

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 teaching assistants as well as a proportionate share of supplies and services, school administration and instructional support, and System Instructional Support.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

h) Pensions

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, Lethbridge School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers' Retirement Fund on behalf of the School Division is included in both revenues and expenses. For the school year ended August 31, 2022, the amount contributed by the Government was \$6.53 million (2021 - \$6.43 million). The total current service contribution by employees of the Division to the Alberta Teachers' Retirement Fund is \$6.65 million for the year ended August 31, 2022 (2021 - \$6.58 million).

The School Division participates in a multi-employer pension plan, the Local Authorities Pension Plan (LAPP), and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$1.49 million for the year ended August 31, 2022 (2021 - \$1.62 million). The total current service contribution by employees of the Division to the Local Authorities Pension Plan (LAPP) is \$1.32 million for the year ended August 31, 2022 (2021 - \$1.45 million). At December 31, 2021, the Local Authorities Pension Plan (LAPP) reported a surplus of \$11.9 billion (2020: surplus of \$4.9 billion).

i) Scholarship Endowment Funds

Contributions and income pertaining to scholarship endowment funds are recognized on the Statement of Operations must be held in perpetuity in accordance with the agreement with the donor. The residual may be disbursed for the purposes of the scholarship.

Reinvestment of the endowment principal represents a direct increase to accumulated surplus. Undisbursed funds earned on endowment principal is recognized as deferred contributions or as revenue in the year to the extent that stipulations have been met.

j) Trusts Under Administration

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

Trusts under administration have been excluded from the financial reporting of the Division. Trust balances can be found in Note 14.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

k) Measurement Uncertainty

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period 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 benefits recognized/disclosed in these financial statements, is subject to measurement uncertainty.

The cost of non-vesting sick time benefits should be 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. Currently there has not been any actuarial valuation used in the determination of the sick time that has been accrued. Management has estimated the accrual of sick time based on historical use over the annual sick time allotment, and recorded a portion of the time estimated.

l) Future Accounting Changes

During the fiscal year 2022-23, the School Division will adopt the following new accounting standard of the Public Sector Accounting Board:

- PS 3280 Asset Retirement Obligations

This accounting standard provides guidance on how to account for and report liabilities for retirement of tangible capital assets. The School Division plans to adopt this accounting standard on a modified retroactive basis, consistent with the transitional provisions in PS 3280, and information presented for comparative purposes will be restated. The impact of the adoption of this accounting standard on the financial statements is currently being analyzed.

In addition to the above, the Public Sector Accounting Board has approved the following accounting standards, which are effective for fiscal years starting on or after April 1, 2023:

- PS 3450 Financial Instruments

This accounting standard provides guidance on how to account for all types of financial instruments and specifically addresses how to account for and report financial instruments. This standard requires fair value measurements of derivative instruments and equity instruments; all other financial instruments can be measured at either cost or fair value depending on the elections made by the School Division. Unrealized gains and losses will be presented on the new statement of remeasurement gains and losses arising from the adoption of PS 1201 (Financial Statement Presentation). As the School Division does not invest in derivatives or equity instruments based on its investment policy, it is anticipated that the adoption of this standard will have minimal impact on the School Division.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

I) Future Accounting Changes (continued)

- PS 3400 Revenue

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

- PS 3160 Public Private Partnerships

This accounting standard provides guidance on how to account for public private partnerships between public and private sector entities, where the public sector entity procures infrastructure using a private sector partner.

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

3. ACCOUNTS RECEIVABLE

Accounts Receivable consists of the following:

	2022			2021
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ -	\$ -	\$ -	\$ 34,063
Alberta Education - Capital	3,680,171	-	3,680,171	3,731,033
Alberta Education - CMR	572,146	-	572,146	881,450
Alberta Education - (Specify)	-	-	-	25,000
Other Alberta school jurisdictions	9,847	-	9,847	-
Alberta Health	30,959	-	30,959	114,885
Federal government	694,305	-	694,305	813,994
Other	635,034	-	635,034	416,903
Total	<u>\$ 5,622,462</u>	<u>\$ -</u>	<u>\$ 5,622,462</u>	<u>\$ 6,017,328</u>

4. BANK INDEBTEDNESS

The School Division has negotiated a line of credit with the Royal Bank of Canada in the amount of \$500,000 that bears interest at the bank prime rate. This line of credit is secured by a borrowing resolution and a security agreement, covering all revenue of the jurisdiction. There is no outstanding line of credit balance at August 31, 2022.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts Payable and Accrued Liabilities consists of the following:

	2022	2021
Alberta Education - WMA	\$ 2,115,398	\$ 3,140,646
Alberta Education - Other	-	130,107
Accrued vacation pay liability	749,177	700,687
Other trade payables and accrued liabilities	5,112,916	4,204,226
School Generated Funds, including fees	79,203	49,062
Other fee revenue not collected at school level	608,278	377,251
Total	<u>\$ 8,664,972</u>	<u>\$ 8,601,979</u>

Unearned Revenue represents a performance obligation of the School Division to a payor for consideration received. Unearned revenue is distinct from deferred contributions as the latter represents non-exchange transactions with government and other sources. These unearned revenues include the fees paid in advance for the school generated funds and international student tuition fees for the following school year.

6. EMPLOYEE FUTURE BENEFIT LIABILITY

Employee future benefit liabilities consist of the following:

	2022	2021
Defined benefit pension plan liability	\$ -	\$ -
Accumulating sick pay liability (vested)	-	-
Accumulating sick pay liability (non-vested)	222,206	218,727
Other compensated absences	11,808	9,550
Other employee future benefits	-	-
Total	<u>\$ 234,014</u>	<u>\$ 228,277</u>

The Division's caretaking and maintenance employees accumulate sick time to a maximum of 75 working days in accordance with the CUPE 290 collective agreement. The accumulated amount is reduced when sick time is taken. When an employee leaves employment with the Division, their accumulated sick time is not paid out. As of August 31, 2022, management has accrued \$226,206 (2021 - \$218,727) for estimated sick time benefits. Refer to significant accounting policies section for additional details (Note 2(l) – Measurement Uncertainty).

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

7. INVENTORY OF SUPPLIES

Inventory of supplies consists of the following:

	2022	2021
Caretaking inventory	\$ 110,310	\$ 136,821
Warehouse inventory	102,470	118,714
Other inventory	190,344	138,619
Total	<u>\$ 403,124</u>	<u>\$ 394,154</u>

8. PREPAID EXPENSES

Prepaid Expenses consists of the following:

	2022	2021
Prepaid insurance	\$ 204,325	\$ 147,175
Prepaid software licensing / maintenance costs	471,274	660,705
Prepaid ASEBP premiums	643,857	-
Other supplies and materials	7,028	47,606
Total	<u>\$ 1,326,484</u>	<u>\$ 855,486</u>

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

9. NET ASSETS

Detailed information related to Net Assets is available on the Schedule of Changes in Net Assets. The School Division's accumulated surplus is summarized as follows:

	2022	2021
Unrestricted surplus	\$ 471,484	\$ 691,484
Operating reserves	9,608,640	10,677,181
Accumulated surplus (deficit) from operations	10,080,124	11,368,665
Investment in tangible capital assets	6,398,067	5,365,975
Capital reserves	6,024,680	7,557,882
Endowments ⁽¹⁾	319,874	319,874
Accumulated remeasurement gains (losses)	-	-
Accumulated surplus (deficit)	\$ 22,822,745	\$ 24,612,396

Included in Accumulated surplus from operations are school generated funds to which the Division has no claim. Adjusted accumulated surplus represents funds owned by (name of the division).

	2022	2021
Accumulated surplus (deficit) from operations	\$ 10,080,124	\$ 11,368,665
Add: Non-vesting accumulating employee future benefits charged to accumulated surplus	-	-
Deduct: School generated funds included in accumulated surplus (Note 15)	3,045,375	2,364,504
Adjusted accumulated surplus (deficit) from operations ⁽²⁾	\$ 7,034,749	\$ 9,004,161

(1) Terms of the endowments stipulate that the principal balance be maintained permanently.

Investment income of \$46,129 (2021 - \$46,129) is externally restricted for scholarships and is included in deferred revenue. Investment income of \$215,398 (2021 - \$144,966) is unrestricted.

(2) Accumulated surplus represents funding available for use by the School Division after deducting funds committed for use by the schools.

10. ENDOWMENTS

Endowments represent principal amounts contributed for student scholarships. The conditions of the endowment agreement are such that principal amounts must be held in perpetuity in accordance with stipulations placed by the contributor. Endowment assets are held in Cash and Cash Equivalents.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

11. CONTRACTUAL RIGHTS

Contractual rights are rights of the School 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.

	2022	2021
Contractual rights from capital project agreements	\$ -	\$ 3,358,464
Contractual rights from service agreement	-	-
Other	-	-
Total	\$ -	\$ 3,358,464

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

	Capital Project Agreements	Service Agreements	Other
2022-2023	\$ -	\$ -	\$ -
2023-2024	-	-	-
2024-2025	-	-	-
2025-2026	-	-	-
2026-2027	-	-	-
Thereafter	-	-	-
Total	\$ -	\$ -	\$ -

1) Capital Project Agreements are capital grant agreements with Alberta Infrastructure of \$nil (2021 - \$3.36 million) which is a related party to the School Division.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

12. CONTRACTUAL OBLIGATIONS

Contractual Obligations are summarized as follows:

	2022	2021
Building projects ⁽¹⁾	\$ -	\$ 21,762
Service providers ⁽²⁾	18,761,592	12,564,282
Other ⁽³⁾	297,401	858,314
Total	\$ 19,058,993	\$ 13,444,358

1. Building projects: The School Division is committed for capital expenditures of \$nil (2021 - \$21,762) of a \$15.22 million construction contract of Dr. Robert Plaxton Elementary School.
2. Service providers: As of August 31, 2022, the School Division has \$18.76 million (2021 - \$12.56 million) in commitments relating to service contracts. Service providers include utility, equipment and transportation/bussing services. Transportation and bussing services contract provides several rates for various routes and activities. Management estimates the average annual costs to be \$2.7 million.
3. Other: The School Division is committed for purchase orders for supplies, materials and equipment that has been ordered but not received before August 31, 2022.

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

	Building Projects	Service Providers	Other
2022-2023	\$ -	\$ 4,759,121	\$ 297,401
2023-2024	-	4,801,336	-
2024-2025	-	4,394,481	-
2025-2026	-	3,988,412	-
2026-2027	-	818,242	-
Thereafter	-	-	-
Total	\$ -	\$ 18,761,592	\$ 297,401

13. CONTINGENT ASSETS AND LIABILITIES

- a) The School Division is a member of Urban Schools Insurance Consortium (USIC). Under the terms of its membership, the School Division could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. The School Division's share of the pool as at August 31, 2022 is \$244,153 (2021 - \$355,040).

None of these contingent assets nor liabilities involve related parties. These amounts have not been recognized in the financial statements.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

14. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the School Division. They are not recorded on the statements of the School Division. Trust funds under administration were as follows:

	2022	2021
Scholarship trusts	\$ 253,129	\$ 237,947
Chinook Regional Foundation for Career Transitions	53,221	5,091
Total	<u>\$ 306,350</u>	<u>\$ 243,038</u>

15. SCHOOL GENERATED FUNDS

School Generated Funds (SGF) are summarized as follows:

	2022	2021
School Generated Funds, Beginning of Year	\$ 2,364,504	\$ 2,293,457
Gross Receipts:		
Fees	1,004,900	379,231
Fundraising	1,094,032	409,293
Gifts and donations	498,200	295,962
Grants to schools	-	-
Other sales and services	270,488	111,781
Total gross receipts	2,867,620	1,196,267
Total Related Expenses and Uses of Funds	852,183	422,959
Total Direct Costs Including Cost of Goods Sold to Raise Funds	1,255,363	653,199
School Generated Funds, End of Year	<u>\$ 3,124,578</u>	<u>\$ 2,413,566</u>
Balance included in Deferred Contributions	\$ -	\$ -
Balance included in Accounts Payable	\$ 79,203	\$ 49,062
Balance included in Accumulated Surplus (Operating Reserves)	\$ 3,045,375	\$ 2,364,504

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

16. RELATED PARTY TRANSACTIONS

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

All entities that are consolidated in the accounts of the Government of Alberta are related parties of School Divisions. 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	\$ 572,146	\$ 2,115,398		
Prepaid expenses / Deferred operating revenue		2,456,643		
Unexpended deferred capital contributions		-		
Expended deferred capital revenue		14,471,336	478,824	
Grant revenue & expenses			111,956,166	
ATRF payments made on behalf of district			6,529,674	
Other revenues & expenses			-	-
Other Alberta school jurisdictions			40,000	2,336
Alberta Health			401,972	
Post-secondary institutions				75,215
Alberta Infrastructure				
Alberta Infrastructure	3,680,171			
Unexpended deferred capital contributions				
Spent deferred capital contributions		135,630,705	6,092,360	
Children's Services			87,508	
TOTAL 2021/2022	<u>\$ 4,252,317</u>	<u>\$ 154,674,082</u>	<u>\$ 125,586,504</u>	<u>\$ 77,551</u>
TOTAL 2020/2021	<u>\$ 4,671,546</u>	<u>\$ 159,282,081</u>	<u>\$ 125,178,889</u>	<u>\$ 55,375</u>

The School Division and its employees paid or collected certain taxes and amounts set by regulation or local policy. These amounts were incurred in the normal course of business, reflect charges applicable to all users and have been excluded from this schedule.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2022

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

18. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on May 25th, 2021. It is presented for information purposes only and has not been audited.

19. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2021/2022 presentation.