

Lethbridge School Division

FINANCIAL STATEMENTS

August 31, 2023

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2023**
[Education Act, Sections 139, 140, 244]

3040 The Lethbridge School Division

Legal Name of School Jurisdiction

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Mailing Address

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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

Mrs. Allison Purcell

Name



Signature

SUPERINTENDENT

Mr. Michael Nightingale

Name



Signature

SECRETARY-TREASURER OR TREASURER

Ms. Christine Lee

Name



Signature

November 28th, 2023

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, 2023 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, 2023, 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

As disclosed in Note 3 to the financial statements, the Division has changed its method of accounting for asset retirement obligations as a result of the adoption of PS 3280 Asset Retirement Obligations. This change has been applied using the modified retroactive approach.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the Schedule of Fees (Schedule 9) and Schedule of System Administration Expenses (Schedule 10) on pages 37 and 38 of the Division's Financial Statements.

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 28, 2023

STATEMENT OF FINANCIAL POSITION
As at August 31, 2023 (in dollars)

		2023	2022
			Restated - Note 3
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5)	\$ 10,362,471	\$ 10,485,801
Accounts receivable (net after allowances)	(Note 4)	\$ 2,233,787	\$ 5,622,462
Portfolio investments			
Operating	(Schedule 5)	\$ 6,813,785	\$ 10,154,108
Endowments		\$ -	\$ -
Inventories for resale		\$ -	\$ -
Other financial assets		\$ -	\$ -
Total financial assets		\$ 19,410,043	\$ 26,262,371
LIABILITIES			
Bank indebtedness	(Note 5)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 6)	\$ 6,101,636	\$ 8,664,972
Unspent deferred contributions	(Schedule 2)	\$ 2,733,506	\$ 2,668,316
Employee future benefits liabilities	(Note 7)	\$ 246,196	\$ 234,014
Asset retirement obligations and environmental liabilities	(Note 11)	\$ 6,134,165	\$ 5,909,600
Other liabilities		\$ -	\$ -
Debt			
Unsupported: Debentures		\$ -	\$ -
Mortgages and capital loans		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 15,215,503	\$ 17,476,902
Net financial assets		\$ 4,194,540	\$ 8,785,469
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	\$ 160,547,947	\$ 160,458,529
Inventory of supplies	(Note 8)	\$ 256,784	\$ 403,124
Prepaid expenses	(Note 9)	\$ 1,176,767	\$ 1,326,484
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 161,981,498	\$ 162,188,137
Net assets before spent deferred capital contributions		\$ 166,176,038	\$ 170,973,606
Spent deferred capital contributions	(Schedule 2)	\$ 151,137,826	\$ 151,924,751
Net assets		\$ 15,038,212	\$ 19,048,855
Net assets			
	(Note 10)		
Accumulated surplus (deficit)	(Schedule 1)	\$ 15,038,212	\$ 19,048,855
Accumulated rereasurement gains (losses)		\$ -	\$ -
		\$ 15,038,212	\$ 19,048,855
Contractual rights	(Note 13)		
Contractual liabilities	(Note 14)		
Contractual obligations	(Note 15)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2023 (In dollars)

	Budget 2023 Note 21	Actual 2023	Actual 2022 Restated - Note 3
REVENUES			
Government of Alberta	\$ 124,804,721	\$ 127,352,374	\$ 128,344,341
Federal Government and other government grants	\$ 388,944	\$ 319,948	\$ 443,760
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 4,755,305	\$ 1,694,252	\$ 1,427,326
Sales of services and products	\$ 594,000	\$ 1,160,806	\$ 902,636
Investment income	\$ 193,000	\$ 428,701	\$ 215,398
Donations and other contributions	\$ 2,520,000	\$ 1,541,762	\$ 1,670,192
Other revenue	\$ 34,704	\$ 85,970	\$ 123,227
Total revenues	\$ 133,290,674	\$ 132,583,913	\$ 131,126,880
EXPENSES			
Instruction - ECS	\$ 5,497,134	\$ 7,173,186	\$ 6,573,479
Instruction - Grades 1 to 12	\$ 104,635,861	\$ 103,337,045	\$ 100,541,604
Operations and maintenance (Schedule 4)	\$ 17,152,865	\$ 18,019,706	\$ 18,352,828
Transportation	\$ 3,088,800	\$ 3,270,279	\$ 3,074,335
System administration	\$ 4,181,195	\$ 4,340,254	\$ 4,198,952
External services	\$ 300,000	\$ 454,086	\$ 315,268
Total expenses	\$ 134,855,855	\$ 136,594,556	\$ 133,056,466
Annual operating surplus (deficit)	\$ (1,565,181)	\$ (4,010,643)	\$ (1,929,586)
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (1,565,181)	\$ (4,010,643)	\$ (1,929,586)
Accumulated surplus (deficit) at beginning of year	\$ 19,048,855	\$ 19,048,855	\$ 20,978,441
Accumulated surplus (deficit) at end of year	\$ 17,483,674	\$ 15,038,212	\$ 19,048,855

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2023 (In dollars)

2023 **2022**
Restated - Note 3

CASH FLOWS FROM:**A. OPERATING TRANSACTIONS**

Annual surplus (deficit)	\$ (4,010,643)	\$ (1,929,586)
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 6,959,634	\$ 6,619,761
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ (38,955)
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (5,990,428)	\$ (6,092,360)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Increase/(Decrease) in employee future benefit liabilities	\$ 12,182	\$ 5,737
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ (3,029,255)	\$ (1,433,403)
(Increase)/Decrease in accounts receivable	\$ 3,388,675	\$ 394,866
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ 146,340	\$ (8,970)
(Increase)/Decrease in prepaid expenses	\$ 149,713	\$ (471,000)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ (2,563,338)	\$ 62,993
Increase/(Decrease) in unspent deferred contributions	\$ 65,190	\$ (640,740)
Increase/(Decrease) in asset retirement obligations and environmental liabilities	\$ 224,565	\$ 5,909,600
	\$ -	\$ -
Total cash flows from operating transactions	\$ (1,618,108)	\$ 3,813,348

B. CAPITAL TRANSACTIONS

Acquisition of tangible capital assets	\$ (4,888,458)	\$ (10,328,770)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 150,599
	\$ -	\$ -
Total cash flows from capital transactions	\$ (4,888,458)	\$ (10,178,171)

C. INVESTING TRANSACTIONS

Purchases of portfolio investments	\$ (279,766)	\$ (153,587)
Proceeds on sale of portfolio investments	\$ 3,620,089	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from investing transactions	\$ 3,340,323	\$ (153,587)

D. FINANCING TRANSACTIONS

Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 3,042,913	\$ 2,885,969
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from financing transactions	\$ 3,042,913	\$ 2,885,969

Increase (decrease) in cash and cash equivalents	\$ (123,330)	\$ (3,632,443)
Cash and cash equivalents, at beginning of year	\$ 10,485,801	\$ 14,118,244
Cash and cash equivalents, at end of year	\$ 10,362,471	\$ 10,485,801

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

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

For the Year Ended August 31, 2023 (in dollars)

	Budget 2023	2023	2022 Restated - Note 3
Annual surplus (deficit)	\$ -	\$ (4,010,643)	\$ (1,929,586)
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ -	\$ (4,888,458)	\$ (10,328,770)
Amortization of tangible capital assets	\$ -	\$ 6,959,634	\$ 6,619,761
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ -	\$ (36,955)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -	\$ 150,599
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ (2,160,590)	\$ (478,824)
Other changes	\$ -		
Total effect of changes in tangible capital assets	\$ -	\$ (89,414)	\$ (4,074,189)
Acquisition of inventory of supplies	\$ -	\$ 146,340	\$ (8,970)
Consumption of inventory of supplies	\$ -	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ -	\$ 149,713	\$ (471,000)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Change in spent deferred capital contributions (Schedule 2)		\$ (786,925)	\$ (2,727,567)
Other changes	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets	\$ -	\$ (4,590,929)	\$ (9,211,312)
Net financial assets at beginning of year	\$ -	\$ 8,785,469	\$ 17,996,781
Net financial assets at end of year	\$ -	\$ 4,194,540	\$ 8,785,469

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2023 (In dollars)

	2023	2022
<hr/>		
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, 2023 (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, 2022	\$ 22,822,745	\$ -	\$ 22,822,745	\$ 6,358,067	\$ 319,874	\$ 471,484	\$ 9,608,640	\$ 6,024,680
Prior period adjustments:								
Asset Retirement Obligations	\$ (3,773,890)	\$ -	\$ (3,773,890)	\$ (3,773,890)	\$ -		\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
Adjusted Balance, August 31, 2022	\$ 19,048,855	\$ -	\$ 19,048,855	\$ 2,624,177	\$ 319,874	\$ 471,484	\$ 9,608,640	\$ 6,024,680
Operating surplus (deficit)	\$ (4,010,843)		\$ (4,010,843)			\$ (4,010,843)		
Board funded tangible capital asset additions				\$ 1,820,983		\$ -	\$ (178,927)	\$ (1,442,056)
Board funded ARO tangible capital asset additions				\$ -			\$ -	\$ -
Disposal of unsupported or board funded portion of supported tangible capital assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
Disposal of unsupported ARO tangible capital assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
Write-down of unsupported or board funded portion of supported tangible capital assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
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	\$ -			\$ (6,814,381)		\$ 6,814,381		
Amortization of ARO tangible capital assets	\$ -			\$ (145,253)		\$ 145,253		
Amortization of supported ARO tangible capital assets	\$ -			\$ -		\$ -		
Board funded ARO liabilities - recognition	\$ -			\$ -				
Board funded ARO liabilities - remediation	\$ -			\$ -		\$ -		
Capital revenue recognized	\$ -			\$ 5,990,428		\$ (5,990,428)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ -	\$ -	
Net transfers from operating reserves	\$ -					\$ 3,291,441	\$ (3,291,441)	
Net transfers to capital reserves	\$ -					\$ (250,000)		\$ 250,000
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2023	\$ 15,038,212	\$ -	\$ 15,038,212	\$ 3,275,954	\$ 319,874	\$ 471,488	\$ 6,138,272	\$ 4,832,624

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2023 (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, 2022	\$ 8,716,401	\$ 4,105,822	\$ 286,707	\$ 584,066	\$ 277,461	\$ 1,006,629	\$ 328,071	\$ 328,163	\$ -	\$ -
Prior period adjustments:										
Asset Retirement Obligations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2022	\$ 8,716,401	\$ 4,105,822	\$ 286,707	\$ 584,066	\$ 277,461	\$ 1,006,629	\$ 328,071	\$ 328,163	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ (178,927)	\$ (1,315,569)	\$ -	\$ (46,172)	\$ -	\$ -	\$ -	\$ (80,315)	\$ -	\$ -
Board funded ARO tangible capital asset additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported or board funded portion of supported tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported ARO tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Write-down of unsupported or board funded portion of supported tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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										
Amortization of ARO tangible capital assets										
Amortization of supported ARO tangible capital assets										
Board funded ARO liabilities - recognition										
Board funded ARO liabilities - remediation										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves			\$ -		\$ -		\$ -			
Net transfers from operating reserves	\$ (3,001,863)		\$ (20,758)		\$ (113,836)		\$ (300,000)		\$ 145,116	
Net transfers to capital reserves		\$ 497,848		\$ -		\$ -		\$ (247,848)		\$ -
Net transfers from capital reserves				\$ -		\$ -				\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2023	\$ 5,535,511	\$ 3,288,101	\$ 285,949	\$ 537,894	\$ 163,625	\$ 1,006,629	\$ 28,071	\$ -	\$ 145,116	\$ -

SCHEDULE 2

**SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2023 (In dollars)**

			<u>Alberta Education</u> Safe Return to Class/Safe Indoor Air				<u>Other GoA Ministries</u>			
	IMR	CMR		Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries
Deferred Operating Contributions (DOC)										
Balance at August 31, 2022	\$ 1,689,787	\$ 766,856	\$ -	\$ 139,353	\$ 2,595,995	\$ -	\$ 13,467	\$ -	\$ -	\$ 13,467
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ 1,689,787	\$ 766,856	\$ -	\$ 139,353	\$ 2,595,995	\$ -	\$ 13,467	\$ -	\$ -	\$ 13,467
Received during the year (excluding investment income)	\$ 1,533,723	\$ 778,122	\$ -	\$ 893,245	\$ 3,305,090	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ (1,093,449)	\$ -	\$ -	\$ (413,577)	\$ (1,507,026)	\$ -	\$ (13,467)	\$ -	\$ -	\$ (13,467)
Investment earnings - Received during the year	\$ 90,247	\$ -	\$ -	\$ -	\$ 90,247	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (801,401)	\$ (963,906)	\$ -	\$ -	\$ (1,765,307)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2023	\$ 1,418,907	\$ 581,071	\$ -	\$ 719,021	\$ 2,718,999	\$ -	\$ -	\$ -	\$ -	\$ -
Unspent Deferred Capital Contributions (UDCC)										
Balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ 4,728	\$ 4,728	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,277,606	\$ -	\$ -	\$ -	\$ 1,277,606
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	\$ 801,401	\$ 963,906	\$ -	\$ -	\$ 1,765,307	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ (801,401)	\$ (963,906)	\$ -	\$ -	\$ (1,765,307)	\$ (1,277,606)	\$ -	\$ -	\$ -	\$ (1,277,606)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2023	\$ -	\$ -	\$ -	\$ 4,728	\$ 4,728	\$ -	\$ -	\$ -	\$ -	\$ -
Total Unspent Deferred Contributions at August 31, 2023	\$ 1,418,907	\$ 581,071	\$ -	\$ 723,749	\$ 2,723,727	\$ -	\$ -	\$ -	\$ -	\$ -
Spent Deferred Capital Contributions (SDCC)										
Balance at August 31, 2022	\$ 8,068,374	\$ 5,835,994	\$ 213,769	\$ 353,199	\$ 14,471,336	\$ 135,630,705	\$ -	\$ -	\$ -	\$ 135,630,705
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ 8,068,374	\$ 5,835,994	\$ 213,769	\$ 353,199	\$ 14,471,336	\$ 135,630,705	\$ -	\$ -	\$ -	\$ 135,630,705
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,160,590	\$ -	\$ -	\$ -	\$ 2,160,590
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 801,401	\$ 963,906	\$ -	\$ -	\$ 1,765,307	\$ 1,277,606	\$ -	\$ -	\$ -	\$ 1,277,606
Amounts recognized as revenue (Amortization of SDCC)	\$ (310,820)	\$ (192,885)	\$ -	\$ (6,250)	\$ (509,755)	\$ (5,431,103)	\$ -	\$ -	\$ -	\$ (5,431,103)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2023	\$ 8,559,155	\$ 6,607,015	\$ 213,769	\$ 346,949	\$ 15,726,888	\$ 133,637,798	\$ -	\$ -	\$ -	\$ 133,637,798

SCHEDULE 2

School Jurisdiction Code: 3040

	Gov't of Canada	Other Sources Donations and grants from others	Other	Total other sources	Total
Deferred Operating Contributions (DOC)					
Balance at August 31, 2022	\$ -	\$ 58,854	\$ -	\$ 58,854	\$ 2,658,316
Prior period adjustments - please explain:	-	-	-	-	-
Adjusted ending balance August 31, 2022	\$ -	\$ 58,854	\$ -	\$ 58,854	\$ 2,658,316
Received during the year (excluding investment income)	\$ -	\$ 97,814	\$ -	\$ 97,814	\$ 3,402,904
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ (148,889)	\$ -	\$ (148,889)	\$ (1,557,382)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 80,247
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ (1,765,307)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2023	\$ -	\$ 9,779	\$ -	\$ 9,779	\$ 2,728,778
Unspent Deferred Capital Contributions (UDCC)					
Balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ 4,728
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ 1,277,608
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	\$ -	\$ -	\$ -	\$ -	\$ 1,765,307
Transferred from (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ (3,042,913)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2023	\$ -	\$ -	\$ -	\$ -	\$ 4,728
Total Unspent Deferred Contributions at August 31, 2023	\$ -	\$ 9,779	\$ -	\$ 9,779	\$ 2,733,506
Spent Deferred Capital Contributions (SDCC)					
Balance at August 31, 2022	\$ -	\$ 1,822,710	\$ -	\$ 1,822,710	\$ 151,924,751
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ -	\$ 1,822,710	\$ -	\$ 1,822,710	\$ 151,924,751
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ 2,160,590
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ -	\$ -	\$ -	\$ -	\$ 3,042,913
Amounts recognized as revenue (Amortization of SDCC)	\$ -	\$ (49,570)	\$ -	\$ (49,570)	\$ (5,990,428)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2023	\$ -	\$ 1,773,140	\$ -	\$ 1,773,140	\$ 151,137,826

SCHEDULE 3

School Jurisdiction Code: 3040

SCHEDULE OF PROGRAM OPERATIONS
For the Year Ended August 31, 2023 (In dollars)

2023

2022
Restated

REVENUES	Operations and						TOTAL	TOTAL
	ECS	Instruction Grades 1 - 12	Maintenance	Transportation	System Administration	External Services		
(1) Alberta Education	\$ 5,784,178	\$ 96,048,970	\$ 12,357,757	\$ 2,918,136	\$ 4,140,719	\$ 8,034	\$ 121,255,794	\$ 120,213,696
(2) Alberta Infrastructure	\$ -	\$ 502,731	\$ 4,946,765	\$ -	\$ 49,737	\$ -	\$ 5,498,233	\$ 5,601,165
(3) Other - Government of Alberta	\$ -	\$ 556,347	\$ -	\$ -	\$ -	\$ -	\$ 556,347	\$ 489,480
(4) Federal Government and First Nations	\$ -	\$ 319,948	\$ -	\$ -	\$ -	\$ -	\$ 319,948	\$ 443,760
(5) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ 41,000	\$ -	\$ -	\$ 41,000	\$ 40,000
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Fees	\$ 147,529	\$ 1,546,723	\$ -	\$ -	\$ -	\$ -	\$ 1,694,252	\$ 1,427,326
(10) Sales of services and products	\$ -	\$ 357,521	\$ -	\$ -	\$ -	\$ 803,385	\$ 1,160,906	\$ 902,636
(11) Investment income	\$ -	\$ 210,592	\$ 175,000	\$ 13,143	\$ 29,966	\$ -	\$ 428,701	\$ 215,398
(12) Gifts and donations	\$ -	\$ 352,498	\$ -	\$ -	\$ -	\$ -	\$ 352,498	\$ 576,160
(13) Rental of facilities	\$ -	\$ -	\$ 36,400	\$ -	\$ -	\$ -	\$ 36,400	\$ 36,702
(14) Fundraising	\$ -	\$ 1,189,264	\$ -	\$ -	\$ -	\$ -	\$ 1,189,264	\$ 1,094,032
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,955
(16) Other	\$ -	\$ -	\$ 49,570	\$ -	\$ -	\$ -	\$ 49,570	\$ 49,570
(17) TOTAL REVENUES	\$ 5,931,707	\$ 101,084,594	\$ 17,565,492	\$ 2,970,279	\$ 4,220,422	\$ 811,419	\$ 132,583,913	\$ 131,126,880
EXPENSES								
(18) Certificated salaries	\$ 4,057,226	\$ 59,218,498	\$ -	\$ -	\$ 645,981	\$ 74,363	\$ 63,996,068	\$ 61,859,608
(19) Certificated benefits	\$ 314,432	\$ 15,551,339	\$ -	\$ -	\$ 221,575	\$ 18,502	\$ 16,105,848	\$ 15,688,051
(20) Non-certificated salaries and wages	\$ 2,038,499	\$ 13,812,917	\$ 3,762,770	\$ 97,105	\$ 1,809,726	\$ 42,048	\$ 21,563,065	\$ 21,235,652
(21) Non-certificated benefits	\$ 664,837	\$ 4,329,360	\$ 1,124,373	\$ 27,565	\$ 417,477	\$ 14,162	\$ 6,577,774	\$ 6,131,707
(22) SUB - TOTAL	\$ 7,074,994	\$ 92,912,114	\$ 4,887,143	\$ 124,670	\$ 3,094,759	\$ 149,075	\$ 108,242,755	\$ 104,915,018
(23) Services, contracts and supplies	\$ 98,192	\$ 9,287,523	\$ 7,426,332	\$ 3,145,609	\$ 1,088,762	\$ 305,011	\$ 21,351,429	\$ 21,459,761
(24) Amortization of supported tangible capital assets	\$ -	\$ 522,663	\$ 5,418,028	\$ -	\$ 49,737	\$ -	\$ 5,990,428	\$ 6,092,360
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 574,007	\$ 142,950	\$ -	\$ 106,996	\$ -	\$ 823,953	\$ 387,466
(26) Amortization of supported ARO tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Amortization of unsupported ARO tangible capital assets	\$ -	\$ -	\$ 145,253	\$ -	\$ -	\$ -	\$ 145,253	\$ 139,935
(28) Accretion expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) Other interest and finance charges	\$ -	\$ 11,353	\$ -	\$ -	\$ -	\$ -	\$ 11,353	\$ 61,926
(31) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(32) Other expense	\$ -	\$ 29,385	\$ -	\$ -	\$ -	\$ -	\$ 29,385	\$ -
(33) TOTAL EXPENSES	\$ 7,173,186	\$ 103,337,045	\$ 18,019,706	\$ 3,270,279	\$ 4,340,254	\$ 454,086	\$ 136,594,556	\$ 133,056,466
(34) OPERATING SURPLUS (DEFICIT)	\$ (1,241,479)	\$ (2,252,451)	\$ (454,214)	\$ (300,000)	\$ (119,832)	\$ 357,333	\$ (4,010,643)	\$ (1,929,586)

SCHEDULE OF OPERATIONS AND MAINTENANCE
For the Year Ended August 31, 2023 (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	2023 TOTAL Operations and Maintenance	2022 TOTAL Operations and Maintenance Restated
Non-certificated salaries and wages	\$ 2,980,134	\$ 579,344	\$ -	\$ -	\$ 204,428			\$ 3,763,906	\$ 4,001,998
Non-certificated benefits	\$ 829,537	\$ 248,599	\$ -	\$ -	\$ 45,100			\$ 1,123,236	\$ 1,115,270
SUB-TOTAL REMUNERATION	\$ 3,809,671	\$ 827,943	\$ -	\$ -	\$ 249,528			\$ 4,887,142	\$ 5,117,268
Supplies and services	\$ 338,489	\$ 1,863,542	\$ -	\$ 1,807,238	\$ 44,749			\$ 3,852,018	\$ 3,914,363
Electricity			\$ 1,691,786					\$ 1,691,786	\$ 1,685,752
Natural gas/heating fuel			\$ 809,357					\$ 809,357	\$ 807,022
Sewer and water			\$ 218,616					\$ 218,616	\$ 178,891
Telecommunications			\$ 84,638					\$ 84,638	\$ 105,383
Insurance					\$ 769,920			\$ 769,920	\$ 726,454
ASAP maintenance & renewal payments							\$ -	\$ -	\$ -
Amortization of tangible capital assets									
Supported							\$ 5,418,028	\$ 5,418,028	\$ 5,526,702
Unsupported						\$ 288,203		\$ 288,203	\$ 291,185
TOTAL AMORTIZATION						\$ 288,203	\$ 5,418,028	\$ 5,706,231	\$ 5,817,887
Accretion expense						\$ -	\$ -	\$ -	\$ -
Interest on capital debt - Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ -				\$ -	\$ -
Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ -
TOTAL EXPENSES	\$ 4,148,160	\$ 2,691,485	\$ 2,804,395	\$ 1,807,238	\$ 1,064,197	\$ 288,203	\$ 5,418,028	\$ 18,019,706	\$ 18,352,828

SQUARE METRES

School buildings	135,485.0	135,485.0
Non school buildings	5,525.0	5,525.0

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 6

School Jurisdiction Code: 3940

SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
For the Year Ended August 31, 2023 (In dollars)

Cash & Cash Equivalents

		2023		2022
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	5.40%	\$ 8,782,471	\$ 8,782,471	\$ 10,485,801
Cash equivalents				
Government of Canada, direct and		-	-	-
Provincial, direct and guaranteed		-	-	-
Corporate		-	-	-
Other, including GIC's	5.20%	1,600,000	1,600,000	-
Total cash and cash equivalents		\$ 10,382,471	\$ 10,382,471	\$ 10,485,801

See Note 5 for additional detail.

Portfolio Investments

Portfolio Investments	Average Effective (Market) Yield	Investments Measured at Cost/Amortized Cost	2023 Investments Measured at Fair Value						2022			
			Cost	Fair Value (Level 1)	Fair Value (Level 2)	Fair Value (Level 3)	Subtotal of Fair Value	Total	Book Value	Fair Value	Total	
Interest-bearing securities												
Deposits and short-term securities	5.13%	\$ 6,613,785	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,613,785	\$ 10,154,108	\$ -	\$ 10,154,108	
Bonds and mortgages												
	0.00%	6,613,785	-	-	-	-	-	6,613,785	10,154,108	-	10,154,108	
Equities												
Canadian equities - public		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Canadian equities - private		-	-	-	-	-	-	-	-	-	-	
Global developed equities		-	-	-	-	-	-	-	-	-	-	
Emerging markets equities		-	-	-	-	-	-	-	-	-	-	
Private equities		-	-	-	-	-	-	-	-	-	-	
Hedge funds		-	-	-	-	-	-	-	-	-	-	
Inflation sensitive												
Real estate		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Infrastructure		-	-	-	-	-	-	-	-	-	-	
Renewable resources		-	-	-	-	-	-	-	-	-	-	
Other investments		-	-	-	-	-	-	-	-	-	-	
Strategic, tactical, and currency investments	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Total portfolio investments	5.13%	\$ 6,613,785	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,613,785	\$ 10,154,108	\$ -	\$ 10,154,108	

Portfolio Investments

	Level 1	2023	Level 2	Level 3	Total
Pooled investment funds	\$ -	\$ -	\$ -	\$ -	\$ -

Portfolio Investments Measured at Fair Value

	Level 1	2023	Level 2	Level 3	Total	2022
Portfolio investments in equity instruments that are quoted in an active market	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Portfolio investments designated to their fair value category	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Reconciliation of Portfolio Investments

	2023	2022
Classified as Level 3		
Opening balance	\$ -	\$ -
Purchases	-	-
Sales (excluding realized gains/losses)	-	-
Realized Gains (Losses)	-	-
Unrealized Gains/(Losses)	-	-
Transfer-in - please explain:	-	-
Transfer-out - please explain:	-	-
Ending balance	\$ -	\$ -

	2023	2022
Operating		
Cost	\$ 6,613,785	\$ 10,154,108
Unrealized gains and losses	-	-
	6,613,785	10,154,108
Endowments		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Deferred revenue	-	-
	\$ -	\$ -
Total portfolio investments	\$ 6,613,785	\$ 10,154,108

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

	2023	2022
Under 1 year	57.0%	100.0%
1 to 5 years	43.0%	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, 2023 (in dollars)****Tangible Capital Assets****2023****2022**

	Land	Work In Progress	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Total Restated - Note 3
Estimated useful life			20 to 40 Years	3 to 10 Years	5-10 Years	3-5 Years		
Historical cost								
Beginning of year	\$ 1,715,118	\$ 1,671,579	\$ 227,807,854	\$ 11,995,662	\$ 995,060	\$ 2,278,272	\$ 246,463,545	241,779,941
Prior period adjustments (Note 3)	-	-	5,909,600	-	-	-	5,909,600	5,909,600
Additions	-	4,402,102	1,204,892	422,489	-	1,019,565	7,049,048	4,897,994
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(63,051)	-	-	-	(63,051)	(214,390)
Historical cost, August 31, 2023	\$ 1,715,118	\$ 6,073,681	\$ 234,859,295	\$ 12,418,151	\$ 995,060	\$ 3,297,837	\$ 259,359,142	\$ 252,373,145
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 78,796,949	\$ 7,601,156	\$ 810,177	\$ 932,444	\$ 88,140,726	81,761,648
Prior period adjustments (Note 3)	-	-	3,773,890	-	-	-	3,773,890	3,773,890
Amortization	-	-	5,721,630	739,928	49,463	448,609	6,959,630	6,479,824
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(63,051)	-	-	-	(63,051)	(100,746)
Accumulated amortization, August 31, 2023	\$ -	\$ -	\$ 88,229,418	\$ 8,341,084	\$ 859,640	\$ 1,381,053	\$ 98,811,185	\$ 91,914,616
Net Book Value at August 31, 2023	\$ 1,715,118	\$ 6,073,681	\$ 146,629,877	\$ 4,077,067	\$ 135,420	\$ 1,916,784	\$ 160,547,947	
Net Book Value at August 31, 2022	\$ 1,715,118	\$ 1,671,579	\$ 151,146,615	\$ 4,394,506	\$ 184,883	\$ 1,345,828		\$ 160,458,529

	2023	2022
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 (2022 - \$nil).

SCHEDULE 7

School Jurisdiction Code: 3040

SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2023 (in dollars)

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Allison Purcell, Chair	1.00	\$35,540	\$3,289					\$3,621
Genny Stead, Vice Chair	1.00	\$28,880	\$2,819					\$0
Andrea Andreachuk	1.00	\$28,000	\$2,574					\$0
Tyler Demers	1.00	\$28,600	\$2,762					\$3,966
Christine Light	1.00	\$28,816	\$2,783					\$3,387
Craig Whitehead	1.00	\$33,300	\$1,340					\$11,606
Kristina Larkin	1.00	\$28,000	\$2,574					\$2,433
Subtotal	7.00	\$206,916	\$18,103	\$0			\$0	\$24,993
Superintendent 1 Cheryl Gilmore	0.92	\$268,980	\$37,868	\$4,583				\$9,586
Superintendent 2 Michael Nightingale	0.08	\$17,500	\$2,881	\$500				\$0
Treasurer Christine Lee	1.00	\$183,519	\$37,773	\$5,000				\$5,588
Certificated		\$63,727,088	\$16,034,420	\$28,977				
School based	636.00							
Non-School based	11.00							
Non-certificated		\$21,155,130	\$6,444,853	\$68,686				
Instructional	355.20							
Operations & Maintenance	73.09							
Transportation	1.50							
Other	39.21							
TOTALS	1,125.00	\$85,559,133	\$22,575,878	\$107,746	\$0	\$0	\$0	\$40,177

SCHEDULE 8

SCHEDULE OF ASSET RETIREMENT OBLIGATIONS
For the Year Ended August 31, 2023 (In dollars)

School Jurisdiction Code: **2340**

Continuity of ARO (Liability) Balance

	2023					
(In dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2022	\$ -	\$ 5,909,600	\$ -	\$ -	\$ -	\$ 5,909,600
Liability incurred from Sept. 1, 2022 to Aug. 31, 2023	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2022 to Aug. 31, 2023 - Alberta	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2022 to Aug. 31, 2023 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2022 to Aug. 31, 2023	-	224,565	-	-	-	224,565
Reduction of liability resulting from disposals of assets Sept. 1, 2022 to Aug. 31, 2023	-	-	-	-	-	-
Balance, Aug. 31, 2023	\$ -	\$ 6,134,165	\$ -	\$ -	\$ -	\$ 6,134,165

	2022					
(In dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Liability incurred from Sept. 1, 2021 to Aug. 31, 2022	-	5,909,600	-	-	-	5,909,600
Liability settled/extinguished from Sept. 1, 2021 to Aug. 31, 2022 - Alberta	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2021 to Aug. 31, 2022 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2021 to Aug. 31, 2022	-	-	-	-	-	-
Reduction of liability resulting from disposals of assets Sept. 1, 2021 to Aug. 31, 2022	-	-	-	-	-	-
Balance, Aug. 31, 2022	\$ -	\$ 5,909,600	\$ -	\$ -	\$ -	\$ 5,909,600

Continuity of TCA (Capitalized ARO) Balance

	2023					
(In dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
ARO Tangible Capital Assets - Cost						
Opening balance, August 31, 2022	\$ -	\$ 5,909,600	\$ -	\$ -	\$ -	\$ 5,909,600
Additions resulting from liability incurred	-	-	-	-	-	-
Revision in estimate	-	224,565	-	-	-	224,565
Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2023	\$ -	\$ 6,134,165	\$ -	\$ -	\$ -	\$ 6,134,165
ARO TCA - Accumulated Amortization						
Opening balance, August 31, 2022	\$ -	\$ 3,773,890	\$ -	\$ -	\$ -	\$ 3,773,890
Amortization expense	-	139,935	-	-	-	139,935
Revision in estimate	-	5,318	-	-	-	5,318
Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2023	\$ -	\$ 3,919,143	\$ -	\$ -	\$ -	\$ 3,919,143
Net Book Value at August 31, 2023	\$ -	\$ 2,215,022	\$ -	\$ -	\$ -	\$ 2,215,022

	2022					
(In dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
ARO Tangible Capital Assets - Cost						
Opening balance, August 31, 2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additions resulting from liability incurred	-	5,909,600	-	-	-	5,909,600
Revision in estimate	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2022	\$ -	\$ 5,909,600	\$ -	\$ -	\$ -	\$ 5,909,600
ARO TCA - Accumulated Amortization						
Opening balance, August 31, 2021	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization expense	-	3,773,890	-	-	-	3,773,890
Revision in estimate	-	-	-	-	-	-
Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2022	\$ -	\$ 3,773,890	\$ -	\$ -	\$ -	\$ 3,773,890
Net Book Value at August 31, 2022	\$ -	\$ 2,135,710	\$ -	\$ -	\$ -	\$ 2,135,710

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

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 Ministerial Grants Regulation (AR 215/2022). 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 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. Cash shown in schedule 5 is measured at cost.

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.

Portfolio investments are written down when there has been a loss in value that is other than a temporary decline.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

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. SCDD is amortized into revenue 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, 2023

iv) Asset Retirement Obligations

Asset retirement obligations are legal obligations associated with the retirement of tangible capital assets. Asset retirement activities include all activities relating to an asset retirement obligation. These may include, but are not limited to;

- Decommissioning or dismantling a tangible capital asset that was acquired, constructed or developed;
- Remediation of contamination of tangible capital asset created by its normal use;
- Post-retirement activities such as monitoring; and
- Constructing other tangible capital assets to perform post-retirement activities.

A liability for an asset retirement obligation is recognized when, as at the financial reporting date:

- (a) There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- (b) The past transaction or event giving rise to the liability has occurred;
- (c) It is expected that future economic benefits will be given up; and
- (d) A reasonable estimate of the amount can be made.

When a liability for asset retirement obligation is recognized, asset retirement costs related to recognized tangible capital assets in productive use are capitalized by increasing the carrying amount of the related asset and are amortized over the estimated useful life of the underlying tangible capital asset. Asset retirement costs related to unrecognized tangible capital assets and those not in productive use are expensed.

The asset retirement obligation is measured at the current estimated cost to settle or otherwise extinguish the liability. The estimated timing of settlement of the asset retirement obligation is unknown.

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.

Non-financial assets include tangible capital assets, inventories or supplies and prepaid expenses.

i) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded initially 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 and asset retirement cost.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

- 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.
- Except for land and work in progress, 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

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 Net Assets.

Effective for the 2022-2023 fiscal year, the total of the Division's adjusted accumulated surplus from operations (net of school generated funds) cannot exceed 3.15% of Division expenditures.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

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).

See 2(b)(ii) for detail on recognizing government contributions for UDCC and 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).

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.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

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.

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-

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

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.

h) 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.

i) 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.

j) 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, 2023, the amount contributed by the Government was \$6.17 million (2022 - \$6.53 million). The total current service contribution by employees of the Division to the Alberta Teachers' Retirement Fund is \$6.32 million for the year ended August 31, 2023 (2022 - \$6.65 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 \$1.45 million for the year ended August 31, 2023 (2022 - \$1.49 million). The total current service contribution by employees of the Division to the Local Authorities Pension Plan (LAPP) is \$1.28 million for the year ended August 31, 2023 (2022 - \$1.32 million). At December 31, 2022, the Local Authorities Pension Plan (LAPP) reported a surplus of \$12.7 billion (2021: surplus of \$11.9 billion).

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

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, asset retirement obligations 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.

There is measurement uncertainty related to asset retirement obligations as it involves estimates in determining settlement amount, discount rates and timing of settlement. Changes to any of these estimates and assumptions may result in change to the obligation.

l) Future Accounting Changes

During the fiscal 2023-24, the School Division will adopt the following new accounting standards approved by the Public Sector Accounting Board.

- **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 non-exchange transactions.
- **PS 3160 Public Private Partnerships (effective September 1, 2023)**
This 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.
- **PS 1202 Financial Statement Presentation (effective September 1, 2026)**
This standard establishes general and specific requirements for the presentation of information in general purpose financial statements.

The School Division has not yet adopted these three accounting standards. Management is currently assessing the impact of these standards on the financial statements.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

3. CHANGE IN ACCOUNTING POLICY

Effective September 1, 2022, the School Division adopted the new accounting standard PS 3450 Financial Instruments and the Division determined there no material impact on the financial statements.

Effective September 1, 2022, the School Division adopted the new accounting standard PS 3280 Asset Retirement Obligations and applied the standard using the modified retroactive approach with restatement of prior year comparative information.

On the effective date of the PS 3280 standard, the School Division recognized the following to conform to the new standard:

- Asset retirement obligations;
- Asset retirement cost capitalized as an increase to the carrying amount of the related tangible capital assets in productive use;
- Accumulated amortization on the capitalized cost; and
- Adjustment to the opening balance of the accumulated surplus

Amounts are measured using information, assumptions and discount rates where applicable that are current on the effective date of the standard. The amount recognized as an asset retirement obligation cost is measured as of the date the asset retirement obligation was incurred. Accumulated amortization is measured for the period from the date the liability would have been recognized had the provisions of this standard been effect to the date as of which this standard is first applied.

Impact on the prior year's financial statements as a result of the change in account policy is as follows:

	As previously reported	2022 Adjustment recognized	As restated
Statement of Operations			
Revenue	\$ 131,126,880	\$ -	\$ 131,126,880
Expense	132,016,531	139,935	133,056,466
Annual surplus (deficit)	(1,789,651)	(139,935)	(1,929,586)
Accumulated surplus (deficit) at beginning of year	24,612,396	(3,633,955)	20,978,441
Accumulated surplus (deficit) at end of year	22,822,745	(3,773,890)	19,048,855
Statement of Financial Position			
Financial asset	26,262,371	-	26,262,371
Liability	11,567,302	5,909,600	17,476,902
Net financial assets (Net debt)	14,695,069	-	8,785,469
Non-financial asset	160,052,427	2,135,710	162,188,137
Net assets (Net liabilities)	22,822,745	(3,773,890)	19,048,855
Statement of Cash Flow			
Annual surplus (deficit)	(1,789,651)	(139,935)	(1,929,586)
Amortization of tangible capital assets	6,479,826	139,935	6,619,761
Increase/(decrease) in asset retirement obligations	-	5,909,600	5,909,600
Change in non-cash items	(2,096,254)	5,909,600	3,813,346
Statement of Change in Net Financial Assets (Net Debt)			
Annual surplus (deficit)	(1,789,651)	(139,935)	(1,929,586)
Other Changes-E.g. Amortization, Acquisition, Disposal of TCA	6,479,826	139,935	6,619,761
Net financial assets (net debt) at beginning of year	17,906,781	-	17,906,781
Net financial assets (net debt) at end of year	\$ 14,695,069	-\$ 5,909,600	\$ 8,785,469

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

4. ACCOUNTS RECEIVABLE

Accounts Receivable consists of the following:

	2023			2022
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 54,826	\$ -	\$ 54,826	\$ 23,255
Alberta Infrastructure - Capital	540,784	-	540,784	3,856,916
Alberta Education - CMR	389,061	-	389,061	572,146
Alberta Education - (Assessment Sector)	9,385	-	9,385	-
Other Alberta school jurisdictions	-	-	-	9,847
Alberta Health Services	33,253	-	33,253	30,959
Federal government	708,855	-	708,855	694,305
Other	497,823	-	497,823	635,034
Total	\$ 2,233,787	\$ -	\$ 2,233,787	\$ 5,622,462

5. 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, 2023.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts Payable and Accrued Liabilities consists of the following:

	2023	2022
Accounts Payable		
Alberta Education - WMA	\$ 232,902	\$ 2,115,398
Alberta Education - Other	19,772	-
Accrued vacation pay liability	667,416	749,177
Other trade payables and accrued liabilities	4,589,649	5,112,916
Unearned Revenue		
School Generated Funds, including fees	109,288	79,203
Other fee revenue not collected at school level	482,609	608,278
Total	\$ 6,101,636	\$ 8,664,972

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.

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

7. EMPLOYEE FUTURE BENEFIT LIABILITY

Employee future benefit liabilities consist of the following:

	2023	2022
Accumulating sick pay liability (non-vested)	230,943	222,206
Other compensated absences	15,253	11,808
Total	<u>\$ 246,196</u>	<u>\$ 234,014</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, 2023, management has accrued \$230,943 (2022 - \$222,206) for estimated sick time benefits. Refer to significant accounting policies section for additional details (Note 2(k) – Measurement Uncertainty).

8. INVENTORY OF SUPPLIES

Inventory of supplies consists of the following:

	2023	2022
Caretaking inventory	\$ 96,526	\$ 110,310
Warehouse inventory	118,363	102,470
Other inventory	41,895	190,344
Total	<u>\$ 256,784</u>	<u>\$ 403,124</u>

9. PREPAID EXPENSES

Prepaid Expenses consists of the following:

	2023	2022
Prepaid insurance	\$ 167,544	\$ 204,325
Prepaid software licensing / maintenance costs	282,990	471,274
Prepaid ASEBP premiums	725,124	643,857
Other supplies and materials	1,109	7,028
Total	<u>\$ 1,176,767</u>	<u>\$ 1,326,484</u>

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

10. NET ASSETS

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

	2023	2022
Unrestricted surplus	\$ 471,488	\$ 471,484
Operating reserves	<u>6,138,272</u>	<u>9,608,640</u>
Accumulated surplus (deficit) from operations	\$ 6,609,760	\$ 10,080,124
Investment in tangible capital assets	3,275,954	2,624,177
Capital reserves	4,832,624	6,024,680
Endowments (1)	319,874	319,874
Accumulated remeasurement gains (losses)	-	-
Accumulated surplus (deficit)	<u>\$ 15,038,212</u>	<u>\$ 19,048,855</u>

Included in Accumulated surplus from operations are school generated funds to which the School Division has no claim.

	2023	2022
Accumulated surplus (deficit) from operations	\$ 6,609,760	\$ 10,080,124
Add: Non-vesting accumulating employee future benefits charged to accumulated surplus	-	-
Deduct: School generated funds included in accumulated surplus (Note 17)	2,916,960	3,045,375
Adjusted accumulated surplus (deficit) from operations (2)	<u>\$ 3,692,800</u>	<u>\$ 7,034,749</u>

(1) Terms of the endowments stipulate that the principal balance be maintained permanently. Investment income of \$67,348 (2022 - \$46,129) is externally restricted for scholarships and is included in deferred revenue. Investment income of \$428,701 (2022 - \$215,398) is unrestricted.

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

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

11. ASSET RETIREMENT OBLIGATIONS

	2023	2022
		Restated - See Note 3
Asset Retirement Obligations, beginning of year	\$ 5,909,600	\$ 5,909,600
Liability incurred	-	-
Liability settled	-	-
Accretion expense	-	-
Revision in estimates	224,565	-
Asset Retirement Obligations, end of year	\$ 6,134,165	\$ 5,909,600

The School Division has asset retirement obligations to remove hazardous asbestos fibre containing materials from various buildings under its control. Regulations require the School Division to handle and dispose of the asbestos in a prescribed manner when it is disturbed, such as when the building undergoes renovations or is demolished. Although timing of the asbestos removal is conditional on the building undergoing renovations or being demolished, regulations create an existing obligation for the School Division to remove the asbestos when asset retirement activities occur.

Asset retirement obligations are initially measured as of the date the legal obligation was incurred, based on managements best estimate of the amount required to retire tangible capital assets and subsequently re-measured considering any new information and the appropriateness of assumptions used. The estimate of the liability is based on third-party quotes and professional judgement.

The asset retirement obligation estimate is measured at the current cost to settle. Due to uncertainty about when hazardous materials would be removed, the present value technique is not used. The estimated recoveries are nil.

12. 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, 2023

13. 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.

	2023	2022
Contractual rights from capital project agreements	\$ 850,000	\$ -
Other	-	-
Total	\$ 850,000	\$ -

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

	Capital Project Agreements	Other
2023-2024	\$ 283,333	\$ -
2024-2025	566,667	-
2025-2026	-	-
2026-2027	-	-
2027-2028	-	-
Thereafter	-	-
Total	\$ 850,000	\$ -

14. 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, 2023 is \$266,795 (2022 - \$244,153).

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, 2023

15. CONTRACTUAL OBLIGATIONS

Contractual Obligations are summarized as follows:

	2023	2022
Service providers (1)	\$ 14,543,891	\$ 18,761,592
Other (2)	331,426	297,401
Total	\$ 14,875,317	\$ 19,058,993

1. Service providers: As of August 31, 2023, the School Division has \$14.54 million (2022 - \$18.76 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 \$2.9 million.
2. Other: The School Division is committed for purchase orders for supplies, materials and equipment that has been ordered but not received before August 31, 2023.

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

	Service Providers	Other	Total
2023-2024	\$ 4,954,004	\$ 331,426	\$ 5,285,430
2024-2025	4,548,919	-	4,548,919
2025-2026	4,144,621	-	4,144,621
2026-2027	896,347	-	896,347
2027-2028	-	-	-
Thereafter	-	-	-
Total	\$ 14,543,891	\$ 331,426	\$ 14,875,317

16. 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:

	2023	2022
Scholarship trusts	\$ 269,905	\$ 253,129
Chinook Regional Foundation for Career Transitions	41,216	53,221
Total	\$ 311,121	\$ 306,350

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

17. SCHOOL GENERATED FUNDS

School Generated Funds (SGF) include optional programming fees to enhance a student's educational experience. These funds are collected by the School Division and are restricted in their use.

School Generated Funds (SGF) are summarized as follows:

	2023	2022
School Generated Funds, Beginning of Year	\$ 3,045,375	\$ 2,364,504
Gross Receipts:		
Fees	1,432,237	1,004,900
Fundraising	1,189,264	1,094,032
Gifts and donations	296,885	498,200
Grants to schools	-	-
Other sales and services	263,459	270,488
Total gross receipts	\$ 3,181,845	\$ 2,867,620
Total Related Expenses and Uses of Funds	1,104,611	852,183
Total Direct Costs Including Cost of Goods Sold to Raise Funds	2,096,361	1,255,363
School Generated Funds, End of Year	\$ 3,026,248	\$ 3,124,578
Balance included in Deferred Contributions	\$ -	\$ -
Balance included in Accounts Payable	\$ 109,288	\$ 79,203
Balance included in Accumulated Surplus (Operating Reserves)	\$ 2,916,960	\$ 3,045,375

The Lethbridge School Division

Notes to Financial Statements

August 31, 2023

18. 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	\$ 443,887	\$ 232,902		
Prepaid expenses / Deferred operating revenue	-	1,999,978		
Unexpended deferred capital contributions		4,728		
Expended deferred capital revenue		15,726,888	2,160,590	
Grant revenue & expenses			114,592,275	
ATRF payments made on behalf of district			6,171,897	
Other revenues & expenses			-	536
Other Alberta school jurisdictions	-	-	40,000	34,738
Alberta Health	-	-	426,646	-
Post-secondary institutions	-	-	-	75,626
Alberta Infrastructure	-	-	-	-
Alberta Infrastructure	540,784	-	-	-
Unexpended deferred capital contributions		-		
Spent deferred capital contributions		133,637,798	5,990,428	
Other:				
Children's Services	-	-	129,701	-
TOTAL 2022/2023	\$ 984,671	\$ 151,602,294	\$129,511,537	\$ 110,900
TOTAL 2021/2022	\$4,252,317	\$ 154,674,082	\$125,586,504	\$ 77,551

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, 2023

19. FINANCIAL RISK MANAGEMENT

It is management's opinion that the Division is not exposed to significant currency, interest rate, market, credit, or liquidity risks arising from its financial instruments. The Division's financial risk exposure is as follows:

Interest Rate Risk

Interest rate risk relates to the possibility that the fair value of investments will change due to future fluctuations in interest rates. The Division mitigates this risk by having their investments comprise of only GICs which are locked in for a shorter period at a specified interest rate. Shorter-term financial instruments are less sensitive to interest rate changes than longer terms.

Credit Risk

Counterparty credit risk is the risk of loss arising from the failure of a counterparty to fully honour its financial obligations with the Division. The Division is exposed to credit risk as it grants credit to parents, students, and other customers in the normal course of business. To mitigate this risk, the Division regularly reviews its accounts receivable list and follows up on past due accounts.

Liquidity Risk

Liquidity risk is the risk that the Division will encounter difficulty in meeting obligations associated with its financial liabilities. The Division manages its liquidity risk by maintaining sufficient cash and cash equivalents. The Division ensures that it operates within its budget and has reserves and an unrestricted operating surplus.

There have not been any changes from the prior year in the Division's exposure to risks or the policies, procedures and methods it uses to manage and measure risks.

20. 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.

21. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on May 24th, 2022. It is presented for information purposes only and has not been audited.

SCHEDULE 9

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2023 (in dollars)

Please provide a description, if needed.	Actual Fees Collected 2021/2022	Budgeted Fee Revenue 2022/2023	(A) Actual Fees Collected 2022/2023	(B) Unspent September 1, 2022*	(C) Funds Raised to Defray Fees 2022/2023	(D) Expenditures 2022/2023	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2023*
Transportation Fees	\$0	\$135	\$0	\$0	\$0	\$0	\$0
Basic Instruction Fees							
Basic instruction supplies	\$0	\$5,078	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$74,229	\$74,830	\$83,650	\$181,286	\$0	\$0	\$264,936
Alternative program fees	\$3,198	\$771,810	\$0	\$902	\$0	\$0	\$902
Fees for optional courses	\$291,018	\$737,932	\$375,953	\$119,121	\$0	\$191,672	\$303,402
Activity fees	\$15,961	\$539,449	\$30,726	\$26,103	\$0	\$30,135	\$26,694
Early childhood services	\$232,244	\$0	\$149,232	\$1,601	\$0	\$149,588	\$1,245
Other fees to enhance education	\$4,876	\$100,155	\$2,858	\$91,068	\$0	\$6,636	\$87,290
Non-Curricular fees							
Extracurricular fees	\$560,420	\$1,114,760	\$699,513	\$272,967	\$0	\$718,796	\$253,684
Non-curricular travel	\$50,843	\$974,255	\$86,120	\$0	\$0	\$153,978	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$194,537	\$421,609	\$266,200	\$326,007	\$0	\$222,951	\$369,256
Other fees	\$0	\$15,292	\$0	\$0	\$0	\$0	\$0
TOTAL FEES	\$1,427,326	\$4,755,305	\$1,694,252	\$1,019,055	\$0	\$1,473,756	\$1,307,409

*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 2023	Actual 2022
Please provide a description, if needed.		
Cafeteria sales, hot lunch, milk programs	\$0	\$0
Special events, graduation, tickets	\$0	\$0
International and out of province student revenue	\$803,385	\$477,848
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$114,660	\$111,301
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
TOTAL	\$918,045	\$589,149

SCHEDULE 10**UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION**

For the Year Ended August 31, 2023 (in dollars)

Allocated to System Administration

2023

EXPENSES	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 447,195	\$ 65,484	\$ -	\$ 512,679
Educational administration (excluding superintendent)	314,328	9,720	-	324,048
Business administration	808,457	226,649	-	1,035,106
Board governance (Board of Trustees)	258,371	232,483	-	490,854
Information technology	-	238,287	-	238,287
Human resources	801,892	63,492	-	865,384
Central purchasing, communications, marketing	277,612	9,652	-	287,264
Payroll	181,037	-	-	181,037
Administration - insurance			242,995	242,995
Administration - amortization			156,732	156,732
Administration - other (admin building, interest)			-	-
Occupational Health and Safety	5,868	-	-	5,868
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
TOTAL EXPENSES	\$ 3,094,760	\$ 845,767	\$ 399,727	\$ 4,340,254
Less: Amortization of unsupported tangible capital assets				(\$106,996)
TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES				4,233,258
REVENUES				
				2023
System Administration grant from Alberta Education				4,092,216
System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc)				48,503
System Administration funding from others				79,703
TOTAL SYSTEM ADMINISTRATION REVENUES				4,220,422
Transfers (to)/from System Administration reserves				12,836
Transfers to other programs				
SUBTOTAL				4,233,258
2022 - 23 System Administration expense (over) under spent				\$0