

GRANDE PRAIRIE SCHOOL DIVISION

Audited Financial Statements

August 31, 2021



**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2021**
[Education Act, Sections 139, 140, 244]

3240 The Grande Prairie School Division

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of 3240 The Grande Prairie 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. Joan Nellis
Name


Signature

SUPERINTENDENT

Mr. Alexander McDonald
Name


Signature

SECRETARY-TREASURER OR TREASURER

Norm Guindon
Name


Signature

November 23, 2021
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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TABLE OF CONTENTS

| | Page |
|--|-------------|
| INDEPENDENT AUDITORS' REPORT | 3 |
| STATEMENT OF FINANCIAL POSITION | 5 |
| STATEMENT OF OPERATIONS | 6 |
| STATEMENT OF CASH FLOWS | 7 |
| STATEMENT OF CHANGE IN NET FINANCIAL ASSETS | 8 |
| STATEMENT OF REMEASUREMENT GAINS AND LOSSES | 9 |
| SCHEDULE 1: SCHEDULE OF NET ASSETS | 10 |
| SCHEDULE 2: SCHEDULE OF DEFERRED CONTRIBUTIONS | 12 |
| SCHEDULE 3: SCHEDULE OF PROGRAM OPERATIONS | 13 |
| SCHEDULE 4: SCHEDULE OF OPERATIONS AND MAINTENANCE | 14 |
| SCHEDULE 5: SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS | 15 |
| SCHEDULE 6: SCHEDULE OF TANGIBLE CAPITAL ASSETS | 16 |
| SCHEDULE 7: SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES | 17 |
| NOTES TO THE FINANCIAL STATEMENTS | 18 |
| SCHEDULE 8: UNAUDITED SCHEDULE OF FEES | 33 |
| SCHEDULE 9: UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION | 34 |



INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of the Grande Prairie School Division

Opinion

We have audited the financial statements of the Grande Prairie School Division, which comprise the statement of financial position as at August 31, 2021, and the statements of operations, cash flows, change in net financial assets and 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 Grande Prairie School Division as at August 31, 2021, and the results of its operations, its cash flows, its changes in net financial assets and its remeasurement gains or 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 *Our Firm's Responsibility for the Audit of the Financial Statements* section of our report. We are independent of the Grande Prairie School 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

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

(continues)

Our Firm's Responsibility 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 auditors' 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 Grande Prairie School 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 Grande Prairie School 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 auditors' 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 auditors' report. However, future events or conditions may cause the Grande Prairie School 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.

Fletcher Mundy & LLP

Grande Prairie, Alberta
November 23, 2021

Chartered Professional Accountants



STATEMENT OF FINANCIAL POSITION
As at August 31, 2021 (in dollars)

| | | 2021 | 2020 |
|---|--------------|----------------|----------------|
| FINANCIAL ASSETS | | | |
| Cash and cash equivalents | (Schedule 5) | \$ 18,362,817 | \$ 10,395,942 |
| Accounts receivable (net after allowances) | (Note 3) | \$ 1,074,264 | \$ 359,091 |
| Portfolio investments | | | |
| Operating | | \$ - | \$ - |
| Endowments | | \$ - | \$ - |
| Inventories for resale | | \$ - | \$ - |
| Other financial assets | (Note 4) | \$ 195,987 | \$ 218,139 |
| Total financial assets | | \$ 19,633,068 | \$ 10,973,172 |
| LIABILITIES | | | |
| Bank indebtedness | (Note 5) | \$ - | \$ - |
| Accounts payable and accrued liabilities | (Note 6) | \$ 6,083,625 | \$ 2,249,257 |
| Unspent deferred contributions | (Schedule 2) | \$ 4,466,707 | \$ 4,777,230 |
| Employee future benefits liabilities | (Note 7) | \$ - | \$ - |
| Environmental liabilities | (Note 8) | \$ - | \$ - |
| Other liabilities | | \$ - | \$ - |
| Debt | | | |
| Supported: Debentures | | \$ - | \$ - |
| Unsupported: Debentures | | \$ - | \$ - |
| Mortgages and capital loans | (Note 9) | \$ 768,233 | \$ 881,144 |
| Capital leases | | \$ - | \$ - |
| Total liabilities | | \$ 11,318,565 | \$ 7,907,631 |
| Net financial assets | | \$ 8,314,503 | \$ 3,065,541 |
| NON-FINANCIAL ASSETS | | | |
| Tangible capital assets | (Schedule 6) | \$ 221,924,478 | \$ 191,473,979 |
| Inventory of supplies | | \$ - | \$ - |
| Prepaid expenses | (Note 10) | \$ 1,284,719 | \$ 1,454,070 |
| Other non-financial assets | (Note 11) | \$ 382,388 | \$ 117,111 |
| Total non-financial assets | | \$ 223,591,585 | \$ 193,045,160 |
| Net assets before spent deferred capital contributions | | \$ 231,906,088 | \$ 196,110,701 |
| Spent deferred capital contributions | (Schedule 2) | \$ 215,488,784 | \$ 184,827,338 |
| Net assets | | \$ 16,417,304 | \$ 11,283,363 |
| Net assets | (Note 12) | | |
| Accumulated surplus (deficit) | (Schedule 1) | \$ 16,417,304 | \$ 11,283,363 |
| Accumulated remeasurement gains (losses) | | \$ - | \$ - |
| | | \$ 16,417,304 | \$ 11,283,363 |
| Contractual obligations | (Note 13) | | |
| Contingent liabilities | (Note 14) | | |

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2021 (in dollars)

| | Budget 2021 | Actual 2021 | Actual 2020 |
|---|----------------|----------------|----------------|
| REVENUES | | | |
| Government of Alberta | \$ 97,011,182 | \$ 97,839,049 | \$ 93,099,065 |
| Federal Government and other government grants | \$ - | \$ - | \$ - |
| Property taxes | \$ - | \$ - | \$ - |
| Fees (Schedule 8) | \$ 1,612,110 | \$ 709,300 | \$ 1,062,875 |
| Sales of services and products | \$ 1,243,400 | \$ 1,444,782 | \$ 1,588,073 |
| Investment income | \$ 50,000 | \$ 73,715 | \$ 89,363 |
| Donations and other contributions | \$ 280,000 | \$ 216,413 | \$ 421,531 |
| Other revenue | \$ 391,998 | \$ 375,221 | \$ 157,291 |
| Total revenues | \$ 100,588,690 | \$ 100,658,480 | \$ 96,418,198 |
| EXPENSES | | | |
| Instruction - Pre Kindergarten | \$ 2,124,209 | \$ 1,504,570 | \$ 8,520,921 |
| Instruction - Kindergarten to Grade 12 | \$ 73,392,000 | \$ 70,914,588 | \$ 64,894,455 |
| Operations and maintenance (Schedule 4) | \$ 18,008,680 | \$ 17,546,172 | \$ 16,403,789 |
| Transportation | \$ 2,562,000 | \$ 2,272,825 | \$ 1,976,214 |
| System administration | \$ 3,153,500 | \$ 3,286,384 | \$ 3,143,275 |
| External services | \$ - | \$ - | \$ - |
| Total expenses | \$ 99,240,389 | \$ 95,524,539 | \$ 94,938,654 |
| Annual operating surplus (deficit) | \$ 1,348,301 | \$ 5,133,941 | \$ 1,479,544 |
| Endowment contributions and reinvested income | \$ - | \$ - | \$ - |
| Annual surplus (deficit) | \$ 1,348,301 | \$ 5,133,941 | \$ 1,479,544 |
| Accumulated surplus (deficit) at beginning of year | \$ 11,283,363 | \$ 11,283,363 | \$ 9,803,819 |
| Accumulated surplus (deficit) at end of year | \$ 12,631,664 | \$ 16,417,304 | \$ 11,283,363 |

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2021 (in dollars)

| | 2021 | 2020 |
|--|----------------|----------------|
| CASH FLOWS FROM: | | |
| A. OPERATING TRANSACTIONS | | |
| Annual surplus (deficit) | \$ 5,133,941 | \$ 1,479,544 |
| Add (Deduct) items not affecting cash: | | |
| Amortization of tangible capital assets | \$ 7,417,556 | \$ 7,484,908 |
| Net (gain)/loss on disposal of tangible capital assets | \$ 6,058 | \$ - |
| Transfer of tangible capital assets (from)/to other entities | \$ - | \$ - |
| (Gain)/Loss on sale of portfolio investments | \$ - | \$ - |
| Spent deferred capital recognized as revenue | \$ (7,113,481) | \$ (7,183,253) |
| Deferred capital revenue write-down / adjustment | \$ - | \$ - |
| Increase/(Decrease) in employee future benefit liabilities | \$ - | \$ - |
| Donations in kind | \$ - | \$ - |
| | | \$ - |
| | \$ 5,444,074 | \$ 1,781,199 |
| (Increase)/Decrease in accounts receivable | \$ (715,173) | \$ 1,252,795 |
| (Increase)/Decrease in inventories for resale | \$ - | \$ - |
| (Increase)/Decrease in other financial assets | \$ 22,152 | \$ 21,715 |
| (Increase)/Decrease in inventory of supplies | \$ - | \$ - |
| (Increase)/Decrease in prepaid expenses | \$ 169,351 | \$ (99,539) |
| (Increase)/Decrease in other non-financial assets | \$ (265,277) | \$ 51,364 |
| Increase/(Decrease) in accounts payable, accrued and other liabilities | \$ 3,834,368 | \$ 130,171 |
| Increase/(Decrease) in unspent deferred contributions | \$ (310,523) | \$ 4,200,955 |
| Increase/(Decrease) in environmental liabilities | \$ - | \$ - |
| Other (describe) | \$ - | \$ - |
| Total cash flows from operating transactions | \$ 8,178,972 | \$ 7,338,660 |
| B. CAPITAL TRANSACTIONS | | |
| Acquisition of tangible capital assets | \$ (3,445,525) | \$ (1,650,723) |
| Net proceeds from disposal of unsupported capital assets | \$ 29,799 | \$ - |
| | | \$ - |
| Total cash flows from capital transactions | \$ (3,415,726) | \$ (1,650,723) |
| C. INVESTING TRANSACTIONS | | |
| Purchases of portfolio investments | \$ - | \$ - |
| Proceeds on sale of portfolio investments | \$ - | \$ - |
| | \$ - | \$ - |
| | \$ - | \$ - |
| Total cash flows from investing transactions | \$ - | \$ - |
| D. FINANCING TRANSACTIONS | | |
| Debt issuances | \$ - | \$ - |
| Debt repayments | \$ (112,911) | \$ (145,305) |
| Increase (decrease) in spent deferred capital contributions | \$ 3,316,540 | \$ 1,581,865 |
| Capital lease issuances | \$ - | \$ - |
| Capital lease payments | \$ - | \$ - |
| Other (describe) | \$ - | \$ - |
| Other (describe) | \$ - | \$ - |
| Total cash flows from financing transactions | \$ 3,203,629 | \$ 1,436,560 |
| Increase (decrease) in cash and cash equivalents | \$ 7,966,875 | \$ 7,124,497 |
| Cash and cash equivalents, at beginning of year | \$ 10,395,942 | \$ 3,271,445 |
| Cash and cash equivalents, at end of year | \$ 18,362,817 | \$ 10,395,942 |

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended August 31, 2021 (in dollars)

| | 2021 | 2020 |
|--|-----------------|-----------------|
| Annual surplus (deficit) | \$ 5,133,941 | \$ 1,479,544 |
| Effect of changes in tangible capital assets | | |
| Acquisition of tangible capital assets | \$ (3,445,525) | \$ (1,650,720) |
| Amortization of tangible capital assets | \$ 7,417,556 | \$ 7,484,908 |
| Net (gain)/loss on disposal of tangible capital assets | \$ 6,058 | \$ - |
| Net proceeds from disposal of unsupported capital assets | \$ 29,799 | \$ - |
| Write-down carrying value of tangible capital assets | \$ - | \$ - |
| Transfer of tangible capital assets (from)/to other entities | \$ (34,458,387) | \$ (17,287,952) |
| Other changes | \$ - | \$ - |
| Total effect of changes in tangible capital assets | \$ (30,450,499) | \$ (11,453,764) |
| Acquisition of inventory of supplies | \$ - | \$ - |
| Consumption of inventory of supplies | \$ - | \$ - |
| (Increase)/Decrease in prepaid expenses | \$ 169,351 | \$ (99,539) |
| (Increase)/Decrease in other non-financial assets | \$ (265,277) | \$ 51,364 |
| Net remeasurement gains and (losses) | \$ - | \$ - |
| Change in spent deferred capital contributions (Schedule 2) | \$ 30,661,446 | \$ 11,686,564 |
| Other changes | \$ - | \$ - |
| Increase (decrease) in net financial assets | \$ 5,248,962 | \$ 1,664,169 |
| Net financial assets at beginning of year | \$ 3,065,541 | \$ 1,401,372 |
| Net financial assets at end of year | \$ 8,314,503 | \$ 3,065,541 |

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2021 (in dollars)

| | 2021 | 2020 |
|--|------|------|
| Unrealized gains (losses) attributable to: | | |
| Portfolio investments | \$ - | \$ - |
| Other | \$ - | \$ - |
| Amounts reclassified to the statement of operations: | | |
| Portfolio investments | \$ - | \$ - |
| Other | \$ - | \$ - |
| 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, 2021 (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, 2020 | \$ 11,283,363 | \$ - | \$ 11,283,363 | \$ 5,765,766 | \$ - | \$ 812,949 | \$ 3,767,625 | \$ 937,023 |
| Prior period adjustments: | | | | | | | | |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted Balance, August 31, 2020 | \$ 11,283,363 | \$ - | \$ 11,283,363 | \$ 5,765,766 | \$ - | \$ 812,949 | \$ 3,767,625 | \$ 937,023 |
| Operating surplus (deficit) | \$ 5,133,941 | | \$ 5,133,941 | | | \$ 5,133,941 | | |
| Board funded tangible capital asset additions | | | | \$ 99,185 | | \$ (99,185) | \$ - | \$ - |
| Disposal of unsupported tangible capital assets or board funded portion of supported | \$ - | | \$ - | \$ (6,058) | | \$ 6,058 | | \$ - |
| 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 | \$ - | | | \$ (7,417,556) | | \$ 7,417,556 | | |
| Capital revenue recognized | \$ - | | | \$ 7,113,481 | | \$ (7,113,481) | | |
| Debt principal repayments (unsupported) | \$ - | | | \$ 112,911 | | \$ (112,911) | | |
| Additional capital debt or capital leases | \$ - | | | \$ - | | \$ - | | |
| Net transfers to operating reserves | \$ - | | | | | \$ (5,075,150) | \$ 5,075,150 | |
| Net transfers from operating reserves | \$ - | | | | | \$ - | \$ - | |
| Net transfers to capital reserves | \$ - | | | | | \$ (158,116) | | \$ 158,116 |
| Net transfers from capital reserves | \$ - | | | | | \$ - | | \$ - |
| Other Changes | \$ - | | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other Changes | \$ - | | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Balance at August 31, 2021 | \$ 16,417,304 | \$ - | \$ 16,417,304 | \$ 5,667,729 | \$ - | \$ 811,661 | \$ 8,842,775 | \$ 1,095,139 |

SCHEDULE 1

**SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2021 (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, 2020 | \$ 3,467,625 | \$ - | \$ 300,000 | \$ 231,802 | \$ - | \$ 705,221 | \$ - | \$ - | \$ - | \$ - |
| Prior period adjustments: | | | | | | | | | | |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted Balance, August 31, 2020 | \$ 3,467,625 | \$ - | \$ 300,000 | \$ 231,802 | \$ - | \$ 705,221 | \$ - | \$ - | \$ - | \$ - |
| Operating surplus (deficit) | | | | | | | | | | |
| Board funded tangible capital asset additions | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 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 | \$ 4,527,821 | | \$ 477,716 | | \$ 69,613 | | \$ - | | \$ - | |
| Net transfers from operating reserves | \$ - | | \$ - | | \$ - | | \$ - | | \$ - | |
| Net transfers to capital reserves | | \$ - | | \$ 158,116 | | \$ - | | \$ - | | \$ - |
| Net transfers from capital reserves | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Other Changes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Other Changes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Balance at August 31, 2021 | \$ 7,995,446 | \$ - | \$ 777,716 | \$ 389,918 | \$ 69,613 | \$ 705,221 | \$ - | \$ - | \$ - | \$ - |

**SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2021 (in dollars)**

| | Alberta Education | | | | | Other GoA Ministries | | | | | Other Sources | | | | Total |
|---|---------------------|---------------------|----------------------|---------------------|---------------------|------------------------|---------------------|-------------|----------------------|----------------------------|-----------------|----------------------------------|-------------------|---------------------|-----------------------|
| | IMR | CMR | Safe Return to Class | Others | Total Education | Alberta Infrastructure | Children's Services | Health | Other GoA Ministries | Total Other GoA Ministries | Gov't of Canada | Donations and grants from others | Other | Total other sources | |
| Defered Operating Contributions (DOC) | | | | | | | | | | | | | | | |
| Balance at August 31, 2020 | \$ 966,165 | \$ - | \$ - | \$ 108,972 | \$ 1,075,137 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 373,692 | \$ 373,692 | \$ 1,448,829 |
| Prior period adjustments - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted ending balance August 31, 2020 | \$ 966,165 | \$ - | \$ - | \$ 108,972 | \$ 1,075,137 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 373,692 | \$ 373,692 | \$ 1,448,829 |
| Received during the year (excluding investment income) | \$ 2,343,380 | \$ - | \$ - | \$ - | \$ 2,343,380 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 145,347 | \$ 145,347 | \$ 2,488,727 |
| Transfer (to) grant/donation revenue (excluding investment income) | \$ (834,653) | \$ - | \$ - | \$ (108,972) | \$ (943,625) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (130,542) | \$ (130,542) | \$ (1,074,167) |
| Investment earnings | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Received during the year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred to investment income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from UDCC | \$ (617,836) | \$ - | \$ - | \$ - | \$ (617,836) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ (617,836) |
| Transferred directly (to) SDCC | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| DOC closing balance at August 31, 2021 | \$ 1,857,056 | \$ - | \$ - | \$ - | \$ 1,857,056 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 388,497 | \$ 388,497 | \$ 2,245,553 |
| Unspent Deferred Capital Contributions (UDCC) | | | | | | | | | | | | | | | |
| Balance at August 31, 2020 | \$ - | \$ 1,075,185 | \$ - | \$ - | \$ 1,075,185 | \$ 2,253,216 | \$ - | \$ - | \$ - | \$ 2,253,216 | \$ - | \$ - | \$ - | \$ - | \$ 3,328,401 |
| Prior period adjustments - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted ending balance August 31, 2020 | \$ - | \$ 1,075,185 | \$ - | \$ - | \$ 1,075,185 | \$ 2,253,216 | \$ - | \$ - | \$ - | \$ 2,253,216 | \$ - | \$ - | \$ - | \$ - | \$ 3,328,401 |
| Received during the year (excluding investment income) | \$ 1,150,485 | \$ 23,544 | \$ - | \$ - | \$ 1,174,029 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,174,029 |
| UDCC Receivable | \$ - | \$ 417,428 | \$ - | \$ - | \$ 417,428 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 417,428 |
| Transfer (to) grant/donation revenue (excluding investment income) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Investment earnings | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Received during the year | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred to investment income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Proceeds on disposition of supported capital/ Insurance proceeds (and related interest) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred from (to) DOC | \$ 617,836 | \$ - | \$ - | \$ - | \$ 617,836 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 617,836 |
| Transferred from (to) SDCC | \$ (617,836) | \$ (2,643,098) | \$ (23,544) | \$ - | \$ (3,284,478) | \$ (32,062) | \$ - | \$ - | \$ - | \$ (32,062) | \$ - | \$ - | \$ - | \$ - | \$ (3,316,540) |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| UDCC closing balance at August 31, 2021 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,221,154 | \$ - | \$ - | \$ - | \$ 2,221,154 | \$ - | \$ - | \$ - | \$ - | \$ 2,221,154 |
| Total Unspent Deferred Contributions at August 31, 2021 | \$ 1,857,056 | \$ - | \$ - | \$ - | \$ 1,857,056 | \$ 2,221,154 | \$ - | \$ - | \$ - | \$ 2,221,154 | \$ - | \$ - | \$ 388,497 | \$ 388,497 | \$ 4,466,707 |
| Spent Deferred Capital Contributions (SDCC) | | | | | | | | | | | | | | | |
| Balance at August 31, 2020 | \$ 446,045 | \$ 965,148 | \$ - | \$ 1,820,203 | \$ 3,231,396 | \$ 171,632,292 | \$ - | \$ - | \$ 4,157,908 | \$ 175,790,200 | \$ - | \$ 5,805,742 | \$ - | \$ 5,805,742 | \$ 184,827,338 |
| Prior period adjustments - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted ending balance August 31, 2020 | \$ 446,045 | \$ 965,148 | \$ - | \$ 1,820,203 | \$ 3,231,396 | \$ 171,632,292 | \$ - | \$ - | \$ 4,157,908 | \$ 175,790,200 | \$ - | \$ 5,805,742 | \$ - | \$ 5,805,742 | \$ 184,827,338 |
| Donated tangible capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Alberta Infrastructure managed projects | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 34,458,387 | \$ - | \$ - | \$ - | \$ 34,458,387 | \$ - | \$ - | \$ - | \$ - | \$ 34,458,387 |
| Transferred from DOC | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred from UDCC | \$ 617,836 | \$ 2,643,098 | \$ 23,544 | \$ - | \$ 3,284,478 | \$ 32,062 | \$ - | \$ - | \$ - | \$ 32,062 | \$ - | \$ - | \$ - | \$ - | \$ 3,316,540 |
| Amounts recognized as revenue (Amortization of SDCC) | \$ (28,715) | \$ (106,949) | \$ (2,354) | \$ (124,381) | \$ (262,399) | \$ (5,964,442) | \$ - | \$ - | \$ (614,080) | \$ (6,578,522) | \$ - | \$ (272,560) | \$ - | \$ (272,560) | \$ (7,113,481) |
| Disposal of supported capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Transferred (to) from others - please explain: | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| SDCC closing balance at August 31, 2021 | \$ 1,035,166 | \$ 3,501,297 | \$ 21,190 | \$ 1,695,822 | \$ 6,253,475 | \$ 200,168,299 | \$ - | \$ - | \$ 3,543,828 | \$ 203,702,127 | \$ - | \$ 5,533,182 | \$ - | \$ 5,533,182 | \$ 215,488,784 |

**SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2021 (in dollars)**

| REVENUES | 2021 | | | | | | | 2020 |
|--|------------------|--------------------------|----------------------------|----------------|-----------------------|-------------------|----------------|---------------|
| | Instruction | | Operations and Maintenance | Transportation | System Administration | External Services | TOTAL | TOTAL |
| | Pre Kindergarten | Kindergarten to Grade 12 | | | | | | |
| (1) Alberta Education | \$ 1,814,780 | \$ 72,718,030 | \$ 10,591,215 | \$ 2,562,000 | \$ 3,280,402 | \$ - | \$ 90,966,427 | \$ 85,860,030 |
| (2) Alberta Infrastructure | \$ - | \$ - | \$ 5,964,442 | \$ - | \$ - | \$ - | \$ 5,964,442 | \$ 6,053,596 |
| (3) Other - Government of Alberta | \$ - | \$ 294,100 | \$ 614,080 | \$ - | \$ - | \$ - | \$ 908,180 | \$ 1,185,439 |
| (4) Federal Government and First Nations | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (5) Other Alberta school authorities | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (6) Out of province authorities | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (7) Alberta municipalities-special tax levies | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (8) Property taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (9) Fees | \$ 259,044 | \$ 382,736 | \$ - | \$ 67,520 | \$ - | \$ - | \$ 709,300 | \$ 1,062,875 |
| (10) Sales of services and products | \$ - | \$ 1,034,549 | \$ 346,318 | \$ 320 | \$ 63,595 | \$ - | \$ 1,444,782 | \$ 1,588,073 |
| (11) Investment income | \$ - | \$ 73,715 | \$ - | \$ - | \$ - | \$ - | \$ 73,715 | \$ 89,363 |
| (12) Gifts and donations | \$ - | \$ 96,888 | \$ - | \$ - | \$ - | \$ - | \$ 96,888 | \$ 214,903 |
| (13) Rental of facilities | \$ - | \$ 100 | \$ 90,561 | \$ - | \$ 12,000 | \$ - | \$ 102,661 | \$ 157,291 |
| (14) Fundraising | \$ - | \$ 119,525 | \$ - | \$ - | \$ - | \$ - | \$ 119,525 | \$ 206,628 |
| (15) Gains on disposal of tangible capital assets | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (16) Other | \$ - | \$ - | \$ 272,560 | \$ - | \$ - | \$ - | \$ 272,560 | \$ - |
| (17) TOTAL REVENUES | \$ 2,073,824 | \$ 74,719,643 | \$ 17,879,176 | \$ 2,629,840 | \$ 3,355,997 | \$ - | \$ 100,658,480 | \$ 96,418,198 |
| EXPENSES | | | | | | | | |
| (18) Certificated salaries | \$ 499,624 | \$ 44,487,094 | \$ - | \$ - | \$ 423,960 | \$ - | \$ 45,410,678 | \$ 46,587,635 |
| (19) Certificated benefits | \$ 55,095 | \$ 9,821,177 | \$ - | \$ - | \$ 219,178 | \$ - | \$ 10,095,450 | \$ 10,191,013 |
| (20) Non-certificated salaries and wages | \$ 723,329 | \$ 8,890,938 | \$ 4,321,607 | \$ 197,483 | \$ 1,417,930 | \$ - | \$ 15,551,287 | \$ 15,192,734 |
| (21) Non-certificated benefits | \$ 198,955 | \$ 2,273,294 | \$ 962,626 | \$ 44,515 | \$ 323,552 | \$ - | \$ 3,802,942 | \$ 3,881,218 |
| (22) SUB - TOTAL | \$ 1,477,003 | \$ 65,472,503 | \$ 5,284,233 | \$ 241,998 | \$ 2,384,620 | \$ - | \$ 74,860,357 | \$ 75,852,600 |
| (23) Services, contracts and supplies | \$ 27,567 | \$ 5,442,085 | \$ 5,057,670 | \$ 2,030,827 | \$ 648,347 | \$ - | \$ 13,206,496 | \$ 11,569,073 |
| (24) Amortization of supported tangible capital assets | \$ - | \$ - | \$ 7,113,481 | \$ - | \$ - | \$ - | \$ 7,113,481 | \$ 7,183,253 |
| (25) Amortization of unsupported tangible capital assets | \$ - | \$ - | \$ 84,730 | \$ - | \$ 219,345 | \$ - | \$ 304,075 | \$ 301,655 |
| (26) Supported interest on capital debt | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 251 |
| (27) Unsupported interest on capital debt | \$ - | \$ - | \$ - | \$ - | \$ 23,233 | \$ - | \$ 23,233 | \$ 24,098 |
| (28) Other interest and finance charges | \$ - | \$ - | \$ - | \$ - | \$ 10,839 | \$ - | \$ 10,839 | \$ 7,724 |
| (29) Losses on disposal of tangible capital assets | \$ - | \$ - | \$ 6,058 | \$ - | \$ - | \$ - | \$ 6,058 | \$ - |
| (30) Other expense | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (31) TOTAL EXPENSES | \$ 1,504,570 | \$ 70,914,588 | \$ 17,546,172 | \$ 2,272,825 | \$ 3,286,384 | \$ - | \$ 95,524,539 | \$ 94,938,654 |
| (32) OPERATING SURPLUS (DEFICIT) | \$ 569,254 | \$ 3,805,055 | \$ 333,004 | \$ 357,015 | \$ 69,613 | \$ - | \$ 5,133,941 | \$ 1,479,544 |

SCHEDULE OF OPERATIONS AND MAINTENANCE
for the Year Ended August 31, 2021 (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 | 2021 TOTAL Operations and Maintenance | 2020 TOTAL Operations and Maintenance |
|---|--------------|--------------|-------------------------|---|---|---|-----------------------------------|---------------------------------------|---------------------------------------|
| Non-certificated salaries and wages | \$ 2,871,290 | \$ 1,227,203 | \$ - | \$ - | \$ 223,114 | | | \$ 4,321,607 | \$ 3,887,951 |
| Non-certificated benefits | \$ 594,791 | \$ 292,017 | \$ - | \$ - | \$ 75,818 | | | \$ 962,626 | \$ 966,674 |
| SUB-TOTAL REMUNERATION | \$ 3,466,081 | \$ 1,519,220 | \$ - | \$ - | \$ 298,932 | | | \$ 5,284,233 | \$ 4,854,625 |
| Supplies and services | \$ 471,853 | \$ 1,090,306 | \$ - | \$ 834,653 | \$ - | | | \$ 2,396,812 | \$ 1,595,777 |
| Electricity | | | \$ 1,131,081 | | | | | \$ 1,131,081 | \$ 1,175,632 |
| Natural gas/heating fuel | | | \$ 501,410 | | | | | \$ 501,410 | \$ 407,044 |
| Sewer and water | | | \$ 135,307 | | | | | \$ 135,307 | \$ 126,306 |
| Telecommunications | | | \$ 18,298 | | | | | \$ 18,298 | \$ 11,533 |
| Insurance | | | | | \$ 566,203 | | | \$ 566,203 | \$ 649,050 |
| ASAP maintenance & renewal payments | | | | | | | | \$ - | \$ - |
| Amortization of tangible capital assets | | | | | | | | | |
| Supported | | | | | | | \$ 7,113,481 | \$ 7,113,481 | \$ 7,183,253 |
| Unsupported | | | | | | \$ 84,730 | | \$ 84,730 | \$ 82,310 |
| TOTAL AMORTIZATION | | | | | | \$ 84,730 | \$ 7,113,481 | \$ 7,198,211 | \$ 7,265,563 |
| Interest on capital debt | | | | | | | | | |
| Supported | | | | | | | \$ - | \$ - | \$ 251 |
| Unsupported | | | | | | \$ - | | \$ - | \$ - |
| Lease payments for facilities | | | | \$ 308,559 | | | | \$ 308,559 | \$ 318,008 |
| Other interest charges | | | | | | \$ - | | \$ - | \$ - |
| Losses on disposal of capital assets | | | | | | \$ 6,058 | | \$ 6,058 | \$ - |
| TOTAL EXPENSES | \$ 3,937,934 | \$ 2,609,526 | \$ 1,786,096 | \$ 1,143,212 | \$ 865,135 | \$ 90,788 | \$ 7,113,481 | \$ 17,546,172 | \$ 16,403,789 |

| SQUARE METRES | | | | | | | | | |
|----------------------|--|--|--|--|--|--|--|-----------|-----------|
| School buildings | | | | | | | | 110,475.0 | 110,475.0 |
| Non school buildings | | | | | | | | 3,418.0 | 3,418.0 |

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 OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
for the Year Ended August 31, 2021 (in dollars)**

Cash & Cash Equivalents

| | 2021 | | | 2020 |
|---|----------------------------------|---------------|----------------|----------------|
| | Average Effective (Market) Yield | Cost | Amortized Cost | Amortized Cost |
| Cash | | \$ 18,362,817 | \$ 18,362,817 | \$ 10,395,942 |
| 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 | | \$ 18,362,817 | \$ 18,362,817 | \$ 10,395,942 |

Portfolio Investments

| | 2021 | | | 2020 | |
|------------------------------------|----------------------------------|------|------------|---------|---------|
| | Average Effective (Market) Yield | Cost | Fair Value | Balance | Balance |
| Interest-bearing securities | | | | | |
| Deposits and short-term securities | 0.00% | \$ - | \$ - | \$ - | \$ - |
| Bonds and mortgages | 0.00% | - | - | - | - |
| | 0.00% | - | - | - | - |
| Equities | | | | | |
| Canadian equities | 0.00% | \$ - | \$ - | \$ - | \$ - |
| Global developed equities | 0.00% | - | - | - | - |
| Emerging markets equities | 0.00% | - | - | - | - |
| Private equities | 0.00% | - | - | - | - |
| Pooled investment funds | 0.00% | - | - | - | - |
| Total fixed income securities | 0.00% | - | - | - | - |
| Other | | | | | |
| #REF! | 0.00% | \$ - | \$ - | \$ - | \$ - |
| #REF! | 0.00% | - | - | - | - |
| #REF! | 0.00% | - | - | - | - |
| #REF! | 0.00% | - | - | - | - |
| Total equities | 0.00% | - | - | - | - |
| Total portfolio investments | 0.00% | \$ - | \$ - | \$ - | \$ - |

Portfolio investments

Operating

Cost
Unrealized gains and losses

Endowments

Cost
Unrealized gains and losses
Deferred revenue

Total portfolio investments

| | 2021 | 2020 |
|-----------------------------|------|------|
| Cost | \$ - | \$ - |
| Unrealized gains and losses | - | - |
| Cost | \$ - | \$ - |
| Unrealized gains and losses | - | - |
| Deferred revenue | - | - |
| Total portfolio investments | \$ - | \$ - |

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

| | 2021 | 2020 |
|----------------|------|------|
| Under 1 year | 0.0% | 0.0% |
| 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% |
| | 0.0% | 0.0% |

SCHEDULE 6

School Jurisdiction Code: 3240

**SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2021 (in dollars)**

| Tangible Capital Assets | 2021 | | | | | | 2020 |
|---|--------------|-------------------|----------------------------|-------------------------|------------------------|---|----------------|
| | Land | Work In Progress* | Buildings** 25-50 Years | Equipment 5-10 Years | Vehicles 5-10 Years | Computer Hardware & Software 3-5 Years | Total |
| Estimated useful life | | | | | | | |
| Historical cost | | | | | | | |
| Beginning of year | \$ 1,081,253 | \$ 19,082,736 | \$ 256,440,344 | \$ 15,730,902 | \$ 558,105 | \$ - | \$ 292,893,340 |
| Prior period adjustments | - | - | - | - | - | - | - |
| Additions | - | 34,486,575 | 3,260,935 | 27,418 | 128,984 | - | 37,903,912 |
| Transfers in (out) | - | - | - | - | - | - | - |
| Less disposals including write-offs | - | - | - | - | (35,857) | - | (35,857) |
| Historical cost, August 31, 2021 | \$ 1,081,253 | \$ 53,569,311 | \$ 259,701,279 | \$ 15,758,320 | \$ 651,232 | \$ - | \$ 330,761,395 |
| Accumulated amortization | | | | | | | |
| Beginning of year | \$ - | \$ - | \$ 91,698,266 | \$ 9,216,301 | \$ 504,794 | \$ - | \$ 101,419,361 |
| Prior period adjustments | - | - | - | - | - | - | - |
| Amortization | - | - | 6,289,689 | 1,091,770 | 36,097 | - | 7,417,556 |
| Other additions | - | - | - | - | - | - | - |
| Transfers in (out) | - | - | - | - | - | - | - |
| Less disposals including write-offs | - | - | - | - | - | - | - |
| Accumulated amortization, August 31, 2021 | \$ - | \$ - | \$ 97,987,955 | \$ 10,308,071 | \$ 540,891 | \$ - | \$ 108,836,917 |
| Net Book Value at August 31, 2021 | \$ 1,081,253 | \$ 53,569,311 | \$ 161,713,324 | \$ 5,450,249 | \$ 110,341 | \$ - | \$ 221,924,478 |
| Net Book Value at August 31, 2020 | \$ 1,081,253 | \$ 19,082,736 | \$ 164,742,078 | \$ 6,514,601 | \$ 53,311 | \$ - | \$ 191,473,979 |

| | 2021 | 2020 |
|--|------|------|
| Total cost of assets under capital lease | \$ - | \$ - |
| Total amortization of assets under capital lease | \$ - | \$ - |

Work in Progress includes a new school expected to be open on September 1, 2022.

The school division will report this school with its tangible capital assets when the school is complete and controlled by the Division.

SCHEDULE 7

School Jurisdiction Code: 3240

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2021 (in dollars)**

| Board Members: | FTE | Remuneration | Benefits | Allowances | Performance Bonuses | ERIP's / Other Paid | Other Accrued Unpaid Benefits (1) | Expenses |
|--------------------------------------|---------------|---------------------|---------------------|------------|---------------------|---------------------|-----------------------------------|-----------------|
| John Lehnrs, Chair | 1.00 | \$29,054 | \$6,086 | \$0 | | | \$0 | \$1,099 |
| Other members | - | \$0 | \$0 | \$0 | | | \$0 | \$0 |
| Lesley Craig, Trustee | 1.00 | \$24,306 | \$5,981 | \$0 | | | \$0 | \$957 |
| Lynn Driedger, Trustee | 1.00 | \$13,773 | \$3,653 | \$0 | | | \$0 | \$0 |
| Paulette Kurylo, Trustee | 1.00 | \$23,561 | \$3,684 | \$0 | | | \$0 | \$366 |
| Rob Martin, Trustee | 1.00 | \$22,961 | \$1,318 | \$0 | | | \$0 | \$76 |
| Joan Nellis, Trustee | 1.00 | \$19,561 | \$1,114 | \$0 | | | \$0 | \$1,076 |
| Andre Ouellette, Trustee | 1.00 | \$23,961 | \$6,445 | \$0 | | | \$0 | \$1,949 |
| | - | \$0 | \$0 | \$0 | | | \$0 | \$0 |
| | - | \$0 | \$0 | \$0 | | | \$0 | \$0 |
| | - | \$0 | \$0 | \$0 | | | \$0 | \$0 |
| | - | \$0 | \$0 | \$0 | | | \$0 | \$0 |
| | - | \$0 | \$0 | \$0 | | | \$0 | \$0 |
| Subtotal | 7.00 | \$157,177 | \$28,281 | \$0 | | | \$0 | \$5,523 |
| Alexander McDonald, Superintendent | 1.00 | \$218,648 | \$48,516 | \$0 | \$0 | \$0 | \$138,500 | \$8,669 |
| | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Normand Guindon, Secretary/Treasurer | 1.00 | \$182,960 | \$42,208 | \$0 | \$0 | \$0 | \$0 | \$2,816 |
| | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Certificated | | \$45,192,030 | \$9,908,434 | \$0 | \$0 | \$0 | \$0 | |
| School based | 433.52 | | | | | | | |
| Non-School based | 5.00 | | | | | | | |
| Non-certificated | | \$15,211,150 | \$3,732,453 | \$0 | \$0 | \$0 | \$0 | |
| Instructional | 230.20 | | | | | | | |
| Plant Operations & Maintenance | 57.88 | | | | | | | |
| Transportation | 2.00 | | | | | | | |
| Other | 20.25 | | | | | | | |
| TOTALS | 757.85 | \$60,961,965 | \$13,759,892 | \$0 | \$0 | \$0 | \$138,500 | \$17,008 |

(1) Other accrued unpaid benefits include supplementary executive retirement plan costs as described in Note 7

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

1. AUTHORITY AND PURPOSE

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

The School Division receives instruction and support allocations 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. SIGNIFICANT ACCOUNTING POLICIES

These audited financial statements have been prepared in accordance with the Canadian Public Sector Accounting Standards (PSAS). The audited 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:

Cash and Cash Equivalents

Cash and cash equivalents are comprised of cash.

Accounts Receivable

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

Other Financial Assets

Other financial assets consists of a loan receivable and is valued at the lower of cost or expected net realizable value.

Liabilities

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

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Deferred Contributions

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

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

Environmental Liabilities

Contaminated sites are a result of contamination of a chemical, organic or radioactive material, or live organism that exceeds an environmental standard being introduced into soil, water or sediment.

A liability for remediation of a contaminated site is recognized at the best estimate of the amount as determinable. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available at August 31, 2021. At each financial reporting date, the School Division reviews the carrying amount of the liability. Any revision required to the amount previously recognized is accounted for in the period revisions are made. The school jurisdiction continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related asset. In subsequent periods, the liability is adjusted for the accretion of discount and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and the discount accretion is included on the Statement of Operations. At this time, no asset retirement obligations have been identified and, thus, no liability has been recorded.

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

Pensions

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

Debt

Debentures and mortgages are recognized at their face amount.

Non-Financial Assets

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

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

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts directly related to the acquisition, design, construction, development 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 tangible 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.
- Buildings include site and leasehold improvements, as well as assets under capital lease.
- 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 | 2.5% to 10% |
| Equipment | 10% to 20% |
| Vehicles | 10% to 20% |

Amortization is recorded once assets acquired are in productive use. Amortization is not recorded on construction in progress until such time as the project is in productive use.

When tangible capital assets are sold or scrapped, the cost of the asset and the related accumulated amortization are removed from the accounts and any resulting gain or loss on disposal is reflected in income.

Prepaid Expenses

Prepaid expenses are recognized at cost.

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Operating and Capital Reserves

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

Revenue Recognition

Revenues are recorded on an accrual basis. Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

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

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

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

Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year 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 GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

2. SIGNIFICANT ACCOUNTING POLICIES – continued

Program Reporting

The School Division's operations have been segmented as follows:

- Pre-Kindergarten Instruction: The provision of Pre-Kindergarten education instructional services that fall under the basic public education mandate.
- Kindergarten - Grade 12 Instruction: The provision of instructional services for Kindergarten to Grade 12 that fall under the basic public education mandate.
- Plant Operations and Maintenance: The operation and maintenance of all school buildings and maintenance shop facilities.
- Transportation: The provision of regular and special education bus services (to and from school).
- System Administration: The provision of Board governance and system-based central office administration, including administration facilities.
- External Services: All projects, activities and services offered outside the public education mandate for Pre-Kindergarten children and students in Kindergarten to Grade 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.

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 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 15.

Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, bank indebtedness, accounts payable and accrued liabilities, debt and other liabilities. Unless otherwise noted, it is management's opinion that the School Division is not exposed to significant credit and liquidity risks or market risk, which includes currency, interest rate and other price risks.

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

2. SIGNIFICANT ACCOUNTING POLICIES – continued

All financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost of amortized cost upon initial recognition. The gain or loss arising from the de-recognition of a financial instrument is recognized in the Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

Measurement Uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of audited financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates.

Significant areas requiring the use of management estimates relate to the potential impairment of assets and rates for amortization. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known.

Future Accounting Changes

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

- PS 3280 Asset Retirement Obligations (effective September 1, 2022)
This standard provides guidance on how to account for and report liabilities for retirement of tangible capital assets.
- PS 3400 Revenue (effective September 1, 2023)
This standard provides guidance on how to account for and report on revenue and, specifically, it addresses revenue arising from exchange transactions and unilateral transactions.

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

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

3. ACCOUNTS RECEIVABLE

| | 2021 | | 2020 | |
|---------------------------------------|-------------------------|---|-----------------------------------|-----------------------------------|
| | <u>Gross Amount</u> | Allowance for Doubtful <u>Accounts</u> | Net Realizable <u>Value</u> | Net Realizable <u>Value</u> |
| Alberta Education - Grants | \$ 20,690 | \$ - | \$ 20,690 | \$ 15,310 |
| Alberta Education - Capital | 417,428 | - | 417,428 | - |
| Federal Government | 142,672 | - | 142,672 | 120,573 |
| Other Alberta School Jurisdictions | 148,995 | - | 148,995 | 6,000 |
| Other | 344,479 | - | 344,479 | 217,208 |
| | <u>\$1,074,264</u> | <u>\$ -</u> | <u>\$1,074,264</u> | <u>\$ 359,091</u> |

4. OTHER FINANCIAL ASSETS

| | 2021 | 2020 |
|---|------------------|------------------|
| Loan receivable | \$218,139 | \$239,854 |
| Less: current portion recorded in accounts receivable | <u>(22,152)</u> | <u>(21,715)</u> |
| | <u>\$195,987</u> | <u>\$218,139</u> |

The loan bears interest at 2% per annum compounded semi-annually, not in advance and matures in September, 2031.

Loan repayments required in each of the next five fiscal years and beyond are as follows:

| | Principal | Interest | Total |
|-----------------|------------------|-----------------|------------------|
| 2021 - 2022 | 22,152 | 4,143 | 26,295 |
| 2022 - 2023 | 22,597 | 3,698 | 26,295 |
| 2023 - 2024 | 23,051 | 3,244 | 26,295 |
| 2024 - 2025 | 23,515 | 2,780 | 26,295 |
| 2025 - 2026 | 23,987 | 2,308 | 26,295 |
| 2026 and beyond | 102,837 | 4,315 | 107,152 |
| | <u>\$218,139</u> | <u>\$20,488</u> | <u>\$238,627</u> |

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

5. BANK INDEBTEDNESS

The School Division has bank financing available to a maximum of \$3,500,000 (2020 - \$3,500,000) that bears interest at the bank prime rate minus 0.25%. This line of credit is secured by a borrowing bylaw and a security agreement covering all revenue of the School Division. There was no balance outstanding on the line of credit at August 31, 2021 or August 31, 2020.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | <u>2021</u> | <u>2020</u> |
|--|--------------------|--------------------|
| Alberta Education | \$2,045,666 | \$ - |
| Accrued payroll and vacation benefits | 1,723,395 | 87,789 |
| Other trade payables and accrued liabilities | <u>2,314,564</u> | <u>2,161,468</u> |
| | <u>\$6,083,625</u> | <u>\$2,249,257</u> |

7. BENEFIT PLANS

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

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the Grande Prairie 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 jurisdiction is included in both revenues and expenses. For the school year ended August 31, 2021, the amount contributed by the Government was \$4,731,959 (2020 - \$5,085,086).

The School Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The School Division is not responsible for future funding of the plan deficit other than through contribution increases. The expense for this pension plan is equivalent to the annual contributions of \$1,260,559 for the year ended August 31, 2021 (2020 - \$1,446,360). At December 31, 2020, the Local Authorities Pension Plan reported a surplus of \$4,961,337,000 (2019, a surplus of \$7,913,261,000).

The School Division participates in the multi-employer supplementary integrated pension plan (SIPP) for members of senior administration. The plan provides a supplement to the LAPP or ATRF pension to a full 100% of pensionable service. The annual expenditure for this pension plan is equivalent to the annual contributions of \$22,670 for the year ended August 31, 2021 (2020 - \$35,196).

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

7. BENEFIT PLANS - continued

The School Division participates in the multi-employer supplementary executive retirement plan (SERP) for members of senior administration. The plan provides an annual retirement benefit at 2% of total employee earnings and supplements the LAPP, ATRF and SIPP pensions. The cost of SERP is payable by the jurisdiction and is actuarially determined using the projected accrued benefit cost method with proration of service costs. The annual expenditure for current and past service benefits for the year ended August 31, 2021 is \$138,500 (2020 – NIL).

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

8. ENVIRONMENTAL LIABILITIES

Legal liabilities may exist for the contamination of sites that exceeds an environmental standard. The fair value of the liability for remediation will be recognized in the period in which it is incurred if a reasonable estimate of the fair value can be made. As at August 31, 2021, there is no liability associated with contaminated sites.

9. DEBT

| | 2021 | 2020 |
|-----------------------------------|------------|------------|
| Bank Term Loan Debt – Unsupported | \$ 768,233 | \$ 881,144 |

The bank term loan is unsupported, secured by general security agreement, bears interest at a rate of 2.45% per annum, payable in blended monthly payments of \$11,345 and matures in 2026.

Bank term loan repayments required in each of the next five fiscal years and beyond, if debt subject to renewal is renewed under similar terms and conditions, are as follows:

| | Principal | Interest | Total |
|-----------------|------------|-----------|------------|
| 2021 - 2022 | 117,865 | 18,143 | 136,008 |
| 2022 - 2023 | 121,465 | 14,531 | 135,996 |
| 2023 - 2024 | 124,443 | 11,553 | 135,996 |
| 2024 - 2025 | 127,558 | 8,438 | 135,996 |
| 2025 - 2026 | 130,718 | 5,228 | 135,946 |
| 2026 and beyond | 145,917 | 2,034 | 146,338 |
| | \$ 768,233 | \$ 59,928 | \$ 826,281 |

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

10. PREPAID EXPENSES

| | <u>2021</u> | <u>2020</u> |
|--|---------------------|---------------------|
| Prepaid insurance | \$ 154,527 | \$ 114,050 |
| Benefit costs | - | 120,817 |
| Facility lease | 26,500 | 26,500 |
| Bull Creek Wind Power | 264,245 | 277,457 |
| COVID-19 supplies and PPE | - | 213,246 |
| Prepaid supplies, services and contracts | 839,447 | 702,000 |
| | <u>\$ 1,284,719</u> | <u>\$ 1,454,070</u> |

11. OTHER NON-FINANCIAL ASSETS

Other non-financial assets consists of the Grande Prairie School Division's accumulated share of funds held by the Urban Schools Insurance Consortium. See Note 14 for additional details.

12. NET ASSETS

Detailed information related to accumulated surplus is available on the Schedule of Net Assets. Net Assets may be summarized as follows:

| | <u>2021</u> | <u>2020</u> |
|---------------------------------------|----------------------|----------------------|
| Unrestricted surplus | \$ 811,661 | \$ 812,949 |
| Operating reserves | 8,842,775 | 3,767,625 |
| Accumulated surplus from operations | 9,654,436 | 4,580,574 |
| Investment in tangible capital assets | 5,667,729 | 5,765,766 |
| Capital reserves | 1,095,139 | 937,023 |
| Accumulated surplus | <u>\$ 16,417,304</u> | <u>\$ 11,283,363</u> |

Accumulated surplus from operations (ASO) include school generated funds. These funds are raised at the school level and are not available to spend at the board level. The school jurisdiction's adjusted surplus from operations is calculated as follows:

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

12. NET ASSETS - continued

| | 2021 | 2020 |
|--|--------------|--------------|
| Accumulated surplus from operations | \$ 9,654,436 | \$ 4,580,574 |
| Deduct: school generated funds included in accumulated surplus (<i>Note 16</i>) | 881,559 | 832,625 |
| Adjusted accumulated surplus from operations | \$ 8,772,877 | \$ 3,747,949 |

Adjusted accumulated surplus from operations represents funds available for use by the School Division after deducting funds raised at the school level.

13. CONTRACTUAL OBLIGATIONS

Estimated payment requirements for each of the next three years are as follows:

| | Computer Equipment Leases ⁽¹⁾ | Document Services and Equipment ⁽²⁾ | Total |
|-------------|--|--|--------------|
| 2021 - 2022 | 272,203 | 473,850 | 641,931 |
| 2022 - 2023 | 104,122 | - | 104,122 |
| 2023 - 2024 | 104,122 | - | 104,122 |
| 2024 - 2025 | 104,122 | - | 104,122 |
| 2025 - 2026 | 26,030 | - | 26,030 |
| | \$610,598 | \$ 473,850 | \$ 1,084,448 |

⁽¹⁾ Computer Equipment Leases: The School Division is committed to various operating leases to November 30, 2026. It is anticipated that these amounts will be funded on an annual basis through the normal budgeting process. The School Division currently has a lease line of credit available of \$2,500,000 through the Royal Bank of Canada.

⁽²⁾ Document Services and Equipment: The Division is committed to Xerox Canada Ltd. for the provision of document services and equipment with minimum annual costs of \$473,850, expiring August 31, 2022. It is anticipated that these amounts will be funded on an annual basis through the normal budgeting process.

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

14. CONTINGENT LIABILITIES

The School Division is a member of The Urban Schools Insurance Consortium (USIC), which facilitates the placement of property and liability insurance coverage for thirteen school jurisdictions throughout the province of Alberta. Under the terms of its membership, the School Division could become liable for its proportionate share of any claim losses in excess of funds held by the exchange. Premium rebates are received from the insurers' favorable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The School Division's share of the accumulated consortium funds as at August 31, 2021 was \$382,388 (2020 – \$117,111).

15. TRUSTS UNDER ADMINISTRATION

The school jurisdiction administers trust funds on behalf of the beneficiaries specified in the agreement or statute. These amounts are held on behalf of others with no power of appropriation and, therefore, are not reported in these audited financial statements.

At August 31, 2021, trust funds under administration were as follows:

| | 2021 | 2020 |
|---|------------|------------|
| Peace Regional Collaborative Service Delivery (Banker Board) | \$ 482,167 | \$ 498,613 |
| Northwest Regional Learning Consortium (Banker Board) | - | 202,417 |
| | \$ 482,167 | \$ 701,030 |

16. SCHOOL GENERATED FUNDS

| | 2021 | 2020 |
|---|-----------|-----------|
| Unexpended school generated revenues, beginning | \$832,625 | \$765,002 |
| Gross receipts: | | |
| Fees | 91,181 | 254,910 |
| Fundraising | 119,525 | 206,628 |
| Gifts and donations | 92,988 | 141,405 |
| Other sales and services | 30,418 | 184,954 |
| Total gross receipts | 334,112 | 787,897 |
| Total direct costs including cost of goods sold to raise funds | (52,067) | (178,358) |
| Total uses of funds | (233,111) | (541,916) |
| Balance included in accumulated surplus | \$881,559 | \$832,625 |

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

17. RELATED PARTY TRANSACTIONS

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

| | Balances | | Transactions | |
|--|------------------|----------------|---------------|---------------|
| | Financial Assets | Liabilities | Revenues | Expenses |
| Government of Alberta (GOA): | | | | |
| Alberta Education | | | | |
| Accounts receivable/accounts payable | \$ 438,118 | \$ 2,045,666 | \$ - | \$ - |
| Prepaid expenses/deferred revenue | - | 1,857,056 | - | - |
| Expended deferred capital revenue | - | 6,253,476 | 262,399 | 262,399 |
| Grant revenue | - | - | 85,972,069 | - |
| ATRF payments made on behalf of Division | - | - | 4,731,959 | 4,731,959 |
| Alberta Capital Finance Authority | | | | |
| Expended deferred capital revenue | - | 3,543,828 | 614,080 | 614,080 |
| Alberta Infrastructure | | | | |
| Expended deferred capital revenue | - | 200,158,299 | 5,964,442 | 5,964,442 |
| Alberta Health Services | - | - | 294,100 | - |
| Total 2020 – 2021 | \$ 438,118 | \$ 213,858,325 | \$ 97,839,049 | \$ 11,572,880 |
| Total 2019 – 2020 | \$ 15,310 | \$ 180,096,734 | \$ 98,017,506 | \$ 6,902,239 |

18. COVID-19

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

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

19. 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.

20. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on May 26, 2020. It is presented for information only and has not been audited.

**THE GRANDE PRAIRIE SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2021**

21. APPROVAL OF AUDITED FINANCIAL STATEMENTS

These audited financial statements were prepared by management and approved by the Board on November 23, 2021.

SCHEDULE 8

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2021 (in dollars)

| | Actual Fees Collected 2019/2020 | Budgeted Fee Revenue 2020/2021 | (A) Actual Fees Collected 2020/2021 | (B) Unspent September 1, 2020* | (C) Funds Raised to Defray Fees 2020/2021 | (D) Expenditures 2020/2021 | (A) + (B) + (C) - (D) Unspent Balance at August 31, 2021* |
|---|---------------------------------|--------------------------------|-------------------------------------|--------------------------------|---|----------------------------|---|
| Transportation Fees | \$68,134 | \$89,000 | \$67,520 | \$0 | \$0 | \$67,520 | \$0 |
| Basic Instruction Fees | | | | | | | |
| Basic instruction supplies | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Fees to Enhance Basic Instruction | | | | | | | |
| Technology user fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Alternative program fees | \$545,244 | \$781,610 | \$465,880 | \$0 | \$0 | \$465,880 | \$0 |
| Fees for optional courses | \$140,069 | \$189,500 | \$103,230 | \$0 | \$0 | \$103,230 | \$0 |
| Activity fees | \$210,839 | \$100,000 | \$43,908 | \$0 | \$0 | \$43,908 | \$0 |
| Early childhood services | \$48,752 | \$0 | \$9,494 | \$0 | \$0 | \$9,494 | \$0 |
| Other fees to enhance education | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Non-Curricular fees | | | | | | | |
| Extracurricular fees | \$39,502 | \$200,000 | \$11,534 | \$0 | \$0 | \$11,534 | \$0 |
| Non-curricular travel | \$7,387 | \$150,000 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Lunch supervision and noon hour activity fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Non-curricular goods and services | \$2,948 | \$102,000 | \$7,734 | \$0 | \$0 | \$7,734 | \$0 |
| Other Fees | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL FEES | \$1,062,875 | \$1,612,110 | \$709,300 | \$0 | \$0 | \$709,300 | \$0 |

*Unspent balances cannot be less than \$0

| Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue): | Actual 2021 | Actual 2020 |
|---|------------------|------------------|
| Cafeteria sales, hot lunch, milk programs | \$197,042 | \$309,443 |
| Special events, graduation, tickets | \$49,688 | \$0 |
| International and out of province student revenue | \$750 | \$32,755 |
| Sales or rentals of other supplies/services (clothing, agendas, yearbooks) | \$50,406 | \$70,540 |
| Adult education revenue | \$0 | \$0 |
| Preschool | \$0 | \$0 |
| Child care & before and after school care | \$0 | \$0 |
| Lost item replacement fee | \$0 | \$0 |
| Other (Describe) | \$0 | \$0 |
| Other (Describe) | \$0 | \$0 |
| Other (Describe) | \$0 | \$0 |
| TOTAL | \$297,886 | \$412,738 |

SCHEDULE 9

UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION
For the Year Ended August 31, 2021 (in dollars)

| EXPENSES | Allocated to System Administration 2021 | | | |
|---|--|---------------------|-------------------|---------------------|
| | Salaries & Benefits | Supplies & Services | Other | TOTAL |
| Office of the superintendent | \$ 530,874 | \$ 14,615 | \$ - | \$ 545,489 |
| Educational administration (excluding superintendent) | - | - | - | - |
| Business administration | 692,665 | 447,477 | - | 1,140,142 |
| Board governance (Board of Trustees) | 185,456 | 121,339 | - | 306,795 |
| Information technology | 254,760 | - | - | 254,760 |
| Human resources | 526,642 | 67,961 | - | 594,603 |
| Central purchasing, communications, marketing | - | - | - | - |
| Payroll | 194,987 | 1,941 | - | 196,928 |
| Administration - insurance | | | 5,089 | 5,089 |
| Administration - amortization | | | 219,345 | 219,345 |
| Administration - other (admin building, interest) | | | 23,233 | 23,233 |
| Other (describe) | - | - | - | - |
| Other (describe) | - | - | - | - |
| Other (describe) | - | - | - | - |
| TOTAL EXPENSES | \$ 2,385,384 | \$ 653,333 | \$ 247,667 | \$ 3,286,384 |
| Less: Amortization of unsupported tangible capital assets | | | | (\$219,345) |
| TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES | | | | 3,067,039 |

| REVENUES | 2021 |
|--|------------------|
| System Administration grant from Alberta Education | 3,243,402 |
| System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc) | 37,000 |
| System Administration funding from others | 75,595 |
| TOTAL SYSTEM ADMINISTRATION REVENUES | 3,355,997 |
| Transfers (to)/from System Administration reserves | (69,613) |
| Transfers to other programs | (219,345) |
| SUBTOTAL | 3,067,039 |
| 2020 - 21 System Administration expense (over) under spent | (\$0) |