

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2017**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**Almadina School Society**

Legal Name of School Jurisdiction

**#118, 3132 - 26 Street NE Calgary, AB T1Y 6Z1**

Mailing Address

**(403) 543-5078 (403) 543-5079 secretarytreasurer@esl-almadina.com**

Telephone & Fax Numbers, and Email Address

**SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

The financial statements of Almadina School Society 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**

Mr. Haytham Ghouriri

Name

"Original signed"

Signature

**SUPERINTENDENT**

Mr. Glenn McClure

Name

"Original signed"

Signature

**SECRETARY-TREASURER OR TREASURER**

Mr. Michel Guindon

Name

"Original signed"

Signature

November 16, 2017

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5  
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Version 20170719

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## Independent Auditors' Report

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To the Members of Almadina School Society:

We have audited the accompanying financial statements of Almadina School Society, which comprise the statement of financial position as at August 31, 2017, and the statements of operations, cash flows, changes in net financial assets, remeasurement gains and losses, and the related schedules of changes in accumulated surplus, capital revenue, program operations, plant operations and maintenance expenses, cash, cash equivalents and portfolio investments, capital assets, and key remuneration and monetary incentives for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility 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.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of Almadina School Society as at August 31, 2017 and the results of its operations (including remeasurement gains and losses), and its cash flows and the related schedules referred to above for the year then ended in accordance with Canadian public sector accounting standards.

Calgary, Alberta

November 16, 2017

*MNP* LLP

Chartered Professional Accountants

**STATEMENT OF FINANCIAL POSITION**  
As at August 31, 2017 (in dollars)

		2017	2016
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents	(Schedule 5; Note 3)	\$ 793,808	\$ 487,200
Accounts receivable (net after allowances)	(Note 4)	\$ 130,896	\$ 85,539
Portfolio investments	(Schedule 5; Note 5)	\$ 1,909,253	\$ 1,914,180
Other financial assets		\$ -	\$ -
<b>Total financial assets</b>		\$ 2,833,957	\$ 2,486,919
<b>LIABILITIES</b>			
Bank indebtedness		\$ -	\$ -
Accounts payable and accrued liabilities	(Note 6)	\$ 376,943	\$ 343,101
Deferred revenue	(Note 7)	\$ 1,839,537	\$ 1,026,564
Employee future benefits liabilities		\$ -	\$ -
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ -
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
<b>Total liabilities</b>		\$ 2,216,480	\$ 1,369,665
<b>Net financial assets (debt)</b>		\$ 617,477	\$ 1,117,254
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	(Schedule 6)		
Land		\$ -	\$ -
Construction in progress		\$ 871,399	\$ -
Buildings	\$ 1,550,709		
Less: Accumulated amortization	\$ (333,752)	\$ 1,216,957	\$ 1,308,137
Equipment	\$ 173,396		
Less: Accumulated amortization	\$ (133,438)	\$ 39,958	\$ 43,543
Vehicles	\$ -		
Less: Accumulated amortization	\$ -	\$ -	\$ -
Computer Equipment	\$ 58,210		
Less: Accumulated amortization	\$ (58,210)	\$ -	\$ -
<b>Total tangible capital assets</b>		\$ 2,128,314	\$ 1,351,680
Prepaid expenses		\$ 162,979	\$ 183,680
Other non-financial assets		\$ -	\$ -
<b>Total non-financial assets</b>		\$ 2,291,293	\$ 1,535,360
<b>Accumulated surplus</b>	(Schedule 1; Note 8)	\$ 2,908,770	\$ 2,652,614
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 2,908,770	\$ 2,652,614
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 2,908,770	\$ 2,652,614
<b>Contractual obligations</b>	(Note 9)		
<b>Contingent liabilities</b>	(Note 9)		

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

**STATEMENT OF OPERATIONS**  
For the Year Ended August 31, 2017 (in dollars)

	Budget 2017	Actual 2017	Actual 2016
<b>REVENUES</b>			
Alberta Education	\$ 11,367,177	\$ 11,364,517	\$ 11,063,461
Other - Government of Alberta	\$ -	\$ -	\$ -
Federal Government and First Nations	\$ -	\$ -	\$ -
Other Alberta school authorities	\$ -	\$ -	\$ -
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 8)	\$ 257,000	\$ 278,725	\$ 270,859
Other sales and services	\$ -	\$ -	\$ -
Investment income	\$ 10,000	\$ 16,196	\$ 15,140
Gifts and donations	\$ 2,000	\$ 1,010	\$ 355
Rental of facilities	\$ -	\$ -	\$ -
Fundraising	\$ 25,000	\$ 25,506	\$ 30,371
Gains on disposal of capital assets	\$ -	\$ -	\$ -
Other revenue	\$ -	\$ 4,636	\$ 6,214
<b>Total revenues</b>	\$ 11,661,177	\$ 11,690,590	\$ 11,386,400
<b>EXPENSES</b>			
Instruction - ECS	\$ 523,440	\$ 506,289	\$ 518,192
Instruction - Grades 1 - 12	\$ 9,142,752	\$ 8,927,037	\$ 8,518,884
Plant operations and maintenance	\$ 572,567	\$ 492,261	\$ 523,263
Transportation	\$ 1,028,748	\$ 952,723	\$ 918,911
Board & system administration	\$ 542,825	\$ 556,124	\$ 467,510
External services	\$ -	\$ -	\$ -
<b>Total expenses</b>	\$ 11,810,332	\$ 11,434,434	\$ 10,946,760
<b>Operating surplus (deficit)</b>	\$ (149,155)	\$ 256,156	\$ 439,640

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

**STATEMENT OF CASH FLOWS**  
For the Year Ended August 31, 2017 (in dollars)

	2017	2016
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Operating surplus (deficit)	\$ 256,156	\$ 439,640
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 113,967	\$ 87,897
Gains on disposal of tangible capital assets	\$ -	\$ -
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (50,127)	\$ (50,127)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (45,357)	\$ 268,061
Prepays	\$ 20,701	\$ (59,407)
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ 33,842	\$ (59,622)
Deferred revenue (excluding EDCR)	\$ 73,556	\$ (2,416)
Employee future benefit liabilities	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from operating transactions</b>	<b>\$ 402,738</b>	<b>\$ 624,026</b>
<b>B. CAPITAL TRANSACTIONS</b>		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (81,855)	\$ (26,674)
Equipment	\$ (19,202)	\$ (106,344)
Vehicles	\$ -	\$ -
Computer equipment	\$ -	\$ -
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from capital transactions</b>	<b>\$ (101,057)</b>	<b>\$ (133,018)</b>
<b>C. INVESTING TRANSACTIONS</b>		
Purchases of portfolio investments	\$ (5,212,743)	\$ (575,590)
Dispositions of portfolio investments	\$ 5,217,670	\$ -
Remeasurement (gains) losses reclassified to the statement of operations	\$ -	\$ -
Other (Describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ 4,927</b>	<b>\$ (575,590)</b>
<b>D. FINANCING TRANSACTIONS</b>		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ -	\$ -
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ 306,608</b>	<b>\$ (84,582)</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 487,200</b>	<b>\$ 571,782</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 793,808</b>	<b>\$ 487,200</b>

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

**STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)**  
**For the Year Ended August 31, 2017 (in dollars)**

	2017	2016
Operating surplus (deficit)	\$ 256,156	\$ 439,640
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (890,601)	\$ (133,018)
Amortization of tangible capital assets	\$ 113,967	\$ 87,897
Net carrying value of tangible capital assets disposed of	\$ -	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ -	\$ -
<b>Total effect of changes in tangible capital assets</b>	<b>\$ (776,634)</b>	<b>\$ (45,121)</b>
Changes in:		
Prepaid expenses	\$ 20,701	\$ (59,407)
Other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -
Endowments	\$ -	\$ -
<b>Increase (decrease) in net financial assets (net debt)</b>	<b>\$ (499,777)</b>	<b>\$ 335,112</b>
<b>Net financial assets (net debt) at beginning of year</b>	<b>\$ 1,117,254</b>	<b>\$ 782,142</b>
<b>Net financial assets (net debt) at end of year</b>	<b>\$ 617,477</b>	<b>\$ 1,117,254</b>

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

**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**  
 For the Year Ended August 31, 2017 (in dollars)

	2017	2016
<b>Accumulated remeasurement gains (losses) at beginning of year</b>	\$ -	\$ -
Prior Period Adj. (Explain) - Linked to Sch. 1	\$ -	\$ -
Prior Period Adjustment (Explain)	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
<b>Accumulated remeasurement gains (losses) at end of year</b>	\$ -	\$ -

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

**SCHEDULE 1**

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS  
for the Year Ended August 31, 2017 (in dollars)**

	ACCUMULATED SURPLUS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2016	\$ 2,652,614	\$ -	\$ 2,652,614	\$ 502,014	\$ -	\$ 1,102,600	\$ 448,000	\$ 600,000
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2016</b>	<b>\$ 2,652,614</b>	<b>\$ -</b>	<b>\$ 2,652,614</b>	<b>\$ 502,014</b>	<b>\$ -</b>	<b>\$ 1,102,600</b>	<b>\$ 448,000</b>	<b>\$ 600,000</b>
Operating surplus (deficit)	\$ 256,156		\$ 256,156			\$ 256,156		
Board funded tangible capital asset additions				\$ 19,202		\$ (19,202)	\$ -	\$ -
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	\$ -			\$ (113,967)		\$ 113,967		
Capital revenue recognized	\$ -			\$ 50,127		\$ (50,127)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ -	\$ -	
Net transfers from operating reserves	\$ -					\$ -	\$ -	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2017</b>	<b>\$ 2,908,770</b>	<b>\$ -</b>	<b>\$ 2,908,770</b>	<b>\$ 457,376</b>	<b>\$ -</b>	<b>\$ 1,403,394</b>	<b>\$ 448,000</b>	<b>\$ 600,000</b>

**SCHEDULE 1**

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS  
for the Year Ended August 31, 2017 (in dollars)**

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2016	\$ 448,000	\$ 600,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2016	\$ 448,000	\$ 600,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers from operating reserves	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2017	\$ 448,000	\$ 600,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF CAPITAL REVENUE  
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)  
for the Year Ended August 31, 2017 (in dollars)**

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects <sup>(A)</sup>	Surplus from Provincially Approved Projects <sup>(B)</sup>	Proceeds on Disposal of Provincially Funded Tangible Capital Assets <sup>(C)</sup>	Unexpended Deferred Capital Revenue from Other Sources <sup>(D)</sup>	
<b>Balance at August 31, 2016</b>	\$ -	\$ -	\$ -	\$ -	\$ 849,664
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2016	\$ -	\$ -	\$ -	\$ -	\$ 849,664
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ -				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 81,855				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue:				\$ -	
Proceeds on disposition of supported capital			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets:					\$ -
Alberta Infrastructure managed projects					\$ -
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ 789,544
Southern Francophone Public School Board					
Expended capital revenue - current year	\$ (81,855)	\$ -	\$ -	\$ -	\$ 81,855
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Deduct:</b>					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments:		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 50,127
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
<b>Balance at August 31, 2017</b>	\$ -	\$ -	\$ -	\$ -	\$ 1,670,936
	(A)	(B)	(C)	(D)	
<b>Balance of Unexpended Deferred Capital Revenue at August 31, 2017 (A) + (B) + (C) + (D)</b>				\$ -	

**Unexpended Deferred Capital Revenue**

- (A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only. Please specify department if funds received from a source other than Alberta Education.
- (B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.
- (C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved capital assets per 10(2)(a) of Disposition of Property Reg. 181/2010.
- (D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

SCHEDULE OF PROGRAM OPERATIONS  
for the Year Ended August 31, 2017 (in dollars)

REVENUES	2017							2016
	Instruction		Plant Operations and	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12	Maintenance					
(1) Alberta Education	\$ 347,128	\$ 8,881,820	\$ 834,092	\$ 745,353	\$ 556,124	\$ -	\$ 11,364,517	\$ 11,063,461
(2) Other - Government of Alberta	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Federal Government and First Nations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ -	\$ 71,355	\$ -	\$ 207,370	\$ -	\$ -	\$ 278,725	\$ 270,859
(9) Other sales and services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(10) Investment income	\$ -	\$ 16,196	\$ -	\$ -	\$ -	\$ -	\$ 16,196	\$ 15,140
(11) Gifts and donations	\$ -	\$ 1,010	\$ -	\$ -	\$ -	\$ -	\$ 1,010	\$ 355
(12) Rental of facilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(13) Fundraising	\$ -	\$ 25,506	\$ -	\$ -	\$ -	\$ -	\$ 25,506	\$ 30,371
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(15) Other revenue	\$ -	\$ 4,636	\$ -	\$ -	\$ -	\$ -	\$ 4,636	\$ 6,214
(16) <b>TOTAL REVENUES</b>	\$ 347,128	\$ 9,000,523	\$ 834,092	\$ 952,723	\$ 556,124	\$ -	\$ 11,690,590	\$ 11,386,400
<b>EXPENSES</b>								
(17) Certificated salaries	\$ 314,755	\$ 5,518,710	\$ -	\$ -	\$ -	\$ -	\$ 5,833,465	\$ 5,541,309
(18) Certificated benefits	\$ 70,376	\$ 1,233,919	\$ -	\$ -	\$ -	\$ -	\$ 1,304,295	\$ 1,254,081
(19) Non-certificated salaries and wages	\$ 56,946	\$ 998,450	\$ -	\$ -	\$ 219,035	\$ -	\$ 1,274,431	\$ 1,230,065
(20) Non-certificated benefits	\$ 10,403	\$ 182,390	\$ -	\$ -	\$ 23,387	\$ -	\$ 216,180	\$ 192,704
(21) SUB - TOTAL	\$ 452,480	\$ 7,933,469	\$ -	\$ -	\$ 242,422	\$ -	\$ 8,628,371	\$ 8,218,159
(22) Services, contracts and supplies	\$ 51,436	\$ 901,837	\$ 492,261	\$ 952,723	\$ 293,839	\$ -	\$ 2,692,096	\$ 2,640,704
(23) Amortization of supported tangible capital assets	\$ -	\$ 50,127	\$ -	\$ -	\$ -	\$ -	\$ 50,127	\$ 50,127
(24) Amortization of unsupported tangible capital assets	\$ 2,373	\$ 41,604	\$ -	\$ -	\$ 19,863	\$ -	\$ 63,840	\$ 37,770
(25) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) <b>TOTAL EXPENSES</b>	\$ 506,289	\$ 8,927,037	\$ 492,261	\$ 952,723	\$ 556,124	\$ -	\$ 11,434,434	\$ 10,946,760
(31) <b>OPERATING SURPLUS (DEFICIT)</b>	\$ (159,161)	\$ 73,486	\$ 341,831	\$ -	\$ -	\$ -	\$ 256,156	\$ 439,640

**SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES**  
for the Year Ended August 31, 2017 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2017 TOTAL Operations and Maintenance	2016 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -	\$ -
Uncertificated benefits	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -	\$ -
Sub-total Remuneration	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -	\$ -
Supplies and services	\$ 213,482	\$ 97,285	\$ -	\$ -	\$ -			\$ 310,767	\$ 358,848
Electricity			\$ 65,513					\$ 65,513	\$ 64,828
Natural gas/heating fuel			\$ 55,536					\$ 55,536	\$ 42,401
Sewer and water			\$ 15,461					\$ 15,461	\$ 15,491
Telecommunications			\$ 41,184					\$ 41,184	\$ 38,197
Insurance					\$ 3,800			\$ 3,800	\$ 3,498
ASAP maintenance & renewal payments							\$ -	\$ -	\$ -
Amortization of tangible capital assets									
Supported							\$ -	\$ -	\$ -
Unsupported						\$ -		\$ -	\$ -
Total Amortization						\$ -	\$ -	\$ -	\$ -
Interest on capital debt									
Supported							\$ -	\$ -	\$ -
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ -
<b>TOTAL EXPENSES</b>	<b>\$ 213,482</b>	<b>\$ 97,285</b>	<b>\$ 177,694</b>	<b>\$ -</b>	<b>\$ 3,800</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 492,261</b>	<b>\$ 523,263</b>

SQUARE METRES									
School buildings								9,179.9	9,179.9
Non school buildings								153.3	153.3

**Note:**

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

**Maintenance:** All expenses associated with the repair, replacement, enhancement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components. Maintenance expenses exclude operational costs related to expensed IMR & Modular Unit relocations, as they are reported on separately.

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

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

**Facility Planning & Operations Administration:** All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees & contractors, school facility planning & project 'administration', administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.

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

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

**SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS  
for the Year Ended August 31, 2017 (in dollars)**

<b>Cash &amp; Cash Equivalents</b>	<b>2017</b>			<b>2016</b>
	<b>Average Effective (Market) Yield</b>	<b>Cost</b>	<b>Amortized Cost</b>	<b>Amortized Cost</b>
Cash		\$ 793,808	\$ 793,808	\$ 487,200
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Municipal	0.00%	-	-	-
Pooled investment funds	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	-
<b>Total cash and cash equivalents</b>	<b>0.00%</b>	<b>\$ 793,808</b>	<b>\$ 793,808</b>	<b>\$ 487,200</b>

See Note 3 for additional detail.

<b>Portfolio Investments</b>	<b>2017</b>			<b>2016</b>	
	<b>Average Effective (Market) Yield</b>	<b>Cost</b>	<b>Fair Value</b>	<b>Balance</b>	<b>Balance</b>
Long term deposits	0.00%	\$ -	\$ -	\$ -	\$ -
Guaranteed investment certificates	1.25%	1,909,253	1,909,253	1,909,253	1,914,180
Fixed income securities					
Government of Canada, direct and guaranteed	0.00%	\$ -	\$ -	\$ -	\$ -
Provincial, direct and guaranteed	0.00%	-	-	-	-
Municipal	0.00%	-	-	-	-
Corporate	0.00%	-	-	-	-
Pooled investment funds	0.00%	-	-	-	-
<b>Total fixed income securities</b>	<b>0.00%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Equities					
Canadian	0.00%	\$ -	\$ -	\$ -	\$ -
Foreign	0.00%	-	-	-	-
<b>Total equities</b>	<b>0.00%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Supplemental integrated pension plan assets	0.00%	\$ -	\$ -	\$ -	\$ -
Restricted investments	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
<b>Total portfolio investments</b>	<b>1.25%</b>	<b>\$ 1,909,253</b>	<b>\$ 1,909,253</b>	<b>\$ 1,909,253</b>	<b>\$ 1,914,180</b>

See Note 5 for additional detail.

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

	<b>2017</b>	<b>2016</b>
Under 1 year	100.0%	100.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	<b>100.0%</b>	<b>100.0%</b>

**SCHEDULE OF CAPITAL ASSETS**  
for the Year Ended August 31, 2017 (in dollars)

**Tangible Capital Assets**

	2017						2016
	Land	Construction In Progress	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years	
<b>Historical cost</b>							
Beginning of year	\$ -	\$ -	\$ 1,550,709	\$ 154,194	\$ -	\$ 58,210	\$ 1,763,113
Prior period adjustments	-	-	-	-	-	-	-
Additions	-	871,399	-	19,202	-	-	890,601
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	-	-
Historical cost, August 31, 2017	\$ -	\$ 871,399	\$ 1,550,709	\$ 173,396	\$ -	\$ 58,210	\$ 2,653,714
<b>Accumulated amortization</b>							
Beginning of year	\$ -	\$ -	\$ 242,572	\$ 110,651	\$ -	\$ 58,210	\$ 411,433
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	91,180	22,787	-	-	113,967
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	-	-
Accumulated amortization, August 31, 2017	\$ -	\$ -	\$ 333,752	\$ 133,438	\$ -	\$ 58,210	\$ 525,400
<b>Net Book Value at August 31, 2017</b>	\$ -	\$ 871,399	\$ 1,216,957	\$ 39,958	\$ -	\$ -	\$ 2,128,314
<b>Net Book Value at August 31, 2016</b>	\$ -	\$ -	\$ 1,308,137	\$ 43,543	\$ -	\$ -	\$ 1,351,680

	2017	2016
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES  
for the Year Ended August 31, 2017 (in dollars)**

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Chair	-	\$0	\$0	\$0			\$0	\$0
Haytham Ghouriri	1.00	\$5,000	\$74	\$0			\$0	\$955
Other Members	-	\$0	\$0	\$0			\$0	\$0
Mohamad El-Jabali	1.00	\$5,000	\$74	\$0			\$0	\$232
Abdal Aziz Hourmsi	1.00	\$5,000	\$74	\$0			\$0	\$955
Samir Jalloul	1.00	\$5,000	\$74	\$0			\$0	\$956
Issa Mosa	1.00	\$5,000	\$74	\$0			\$0	\$955
Mohamed Salih	1.00	\$5,000	\$74	\$0			\$0	\$433
Sohail Sherwani	1.00	\$5,000	\$74	\$0			\$0	\$433
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
<b>Subtotal</b>	<b>7.00</b>	<b>\$35,000</b>	<b>\$518</b>	<b>\$0</b>			<b>\$0</b>	<b>\$4,919</b>
Yvonne DePeel , Superintendent	0.36	\$89,611	\$0	\$0	\$0	\$0	\$0	\$3,682
Glenn McClure , Superintendent	0.26	\$50,394	\$0	\$0	\$0	\$0	\$0	\$2,069
Suzanne Bedard , Secretary Treasurer	0.45	\$60,023	\$7,661	\$0	\$0	\$0	\$0	\$1,043
Michel Guindon , Secretary Treasurer	0.20	\$20,096	\$4,261	\$0	\$0	\$0	\$0	\$996
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated teachers	63.25	\$5,833,465	\$1,304,295	\$0	\$0	\$0	\$0	
Non-certificated - other	30.30	\$1,159,312	\$203,740	\$0	\$0	\$0	\$0	
<b>TOTALS</b>	<b>101.82</b>	<b>\$7,247,901</b>	<b>\$1,520,475</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$12,709</b>

Superintendent remuneration is classified as Services, contracts, and supplies as these services are provided on a contract basis

## 1. Authority, Purpose and Nature of Operations

Almadina School Society (“the Society”) is a not-for-profit Society incorporated under the Societies Act of Alberta. The Society operates as Almadina Language Charter Academy under the authority of the *School Act, Revised Statutes of Alberta 2000 Chapter S-3*. Under a charter granted by the Minister of Education, the Society offers educational programs from Early Childhood Services to Grade 9 with special emphasis on English as a Second Language. The current charter was granted in May 2014 with a 15-year term of September 1, 2014 to August 31, 2029.

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

The Society is registered with the Canada Revenue Agency as a charitable organization and for income tax purposes is a non-taxable organization. In order to maintain its status as a registered not-for-profit organization under the Income Tax Act (the “Act”), the Society must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

## 2. Significant Accounting Policies

These financial statements have been prepared by management in accordance with the Canadian Public Sector Accounting Standards (PSAS). The financial statements have, in management's opinion, been properly prepared using careful judgment within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

### (a) Cash and Cash Equivalents

Cash and cash equivalents include cash and investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These short-term investments have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

### (b) Portfolio Investments

The Society has investments in GICs that have maturity dates greater than three months. The GICs are not quoted in an active market and are reported at cost plus accumulated interest.

Detailed information regarding portfolio investments is disclosed in Note 5.

### (c) Prepaid Expenses

Expenditures incurred before the close of the school year for services and supplies which will be consumed subsequent to the year-end are recorded as prepaid expenses. These include school supplies, memberships and lease prepayments.

### (d) Tangible Capital Assets

Assets with individual costs in excess of \$5,000 are capitalized. Capital assets are recorded at cost and amortized over their estimated useful lives (equipment) or the remaining term of the lease (site and leasehold improvements) on a straight-line basis commencing when the asset is in productive use.

Leasehold Improvements – included in buildings	lease term
Modular Classrooms – included in buildings	5%
Office Equipment	25%
Computer, Software and Audio Visual Equipment	20%

## 2. Significant accounting policies (*Continued from previous page*)

### (e) Deferred Revenue

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

Deferred revenue also includes contributions for capital expenditures, unexpended and expended. Unexpended Deferred Capital Revenue (UDCR) represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the 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 expended.

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

### (f) 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 Directors. 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 Changes in Accumulated Surplus.

### (g) Revenue Recognition

The Society follows the deferral method of accounting for revenue.

Instruction and support grants are recognized in the year to which they relate. Unrestricted contributions are recognized as revenue when received or receivable. Grants received, restricted donations and fees collected, in advance of the provision of related services, are deferred. Interest is recognized as it is earned on an accrual basis in accordance with the terms of the related instrument.

Eligibility criteria are criteria that the School has to meet in order to receive certain contributions. Stipulations describe what the School 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 in which the stipulations are met, except to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *PS 3200*. Such liabilities are recorded as deferred revenue.

### (h) Vacation Pay

Vacation pay is paid and expensed in the period in which the employee earns the benefit.

## 2. Significant accounting policies (*Continued from previous page*)

### (i) Alberta Teachers' Retirement Fund Contributions

Alberta Teachers' Retirement Fund (ATRF) contributions by the Province of Alberta for current service are a component of education costs and are formally recognized in the accounts of Almadina School Society although the Society has no legal obligation to pay these costs. The amount of current service contributions are recognized as revenue from the Province and as certificated benefits expense.

### (j) Pensions

Pension costs included in these statements are the cost of Provincial contributions for current service of teachers during the year. For the school year ended August 31, 2017, the amount contributed to the Alberta Teachers' Retirement Fund by the Province for the Society's teachers was \$661,097 (2016 - \$642,562).

### (k) Expenses

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

#### *Program reporting*

The School's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 1- 9 Instruction:** The provision of instructional services for grades 1-9 fall under the basic public education mandate.
- **Plant Operations and Maintenance:** The operation and maintenance of all school buildings.
- **Transportation:** The provision of regular and special education bus services (to and from school) whether contracted or board operated, including transportation facilities.
- **Board and System Administration:** The provision of board governance and system-based/central office administration.
- **External Services:** All projects, activities and services offered outside the public education mandate for students. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs.

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

## 2. Significant accounting policies (*Continued from previous page*)

### (l) 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 liabilities portray these rights and obligations in the financial statements. The Society recognizes a financial instrument when it becomes a party to a financial instrument contract.

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

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 derecognition 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.

### (m) Contributed Services

Volunteers assist the school in carrying out certain activities, notably for field trip supervision and the raising of school generated funds. Because of the difficulty of determining their fair market value and the fact that such assistance is generally not otherwise purchased, contributed services of this nature are not recognized in the financial statements.

### (n) Measurement Uncertainty

The preparation of financial statements in conformity with Canadian PSAS requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relates to the potential impairment of assets and rates for amortization.

### (o) Future Accounting Changes

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

- **PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions (effective April 1, 2017)**

PS 2200 defines a related party and establishes disclosures required for related party transactions. PS 3420 establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

- **PS 3210 Assets, PS 3320 Contingent Assets and PS 3380 Contractual Rights (effective April 1, 2017)**

PS 3210 provides guidance for applying the definition of assets set out in FINANCIAL STATEMENT CONCEPTS, Section PS 1000, and establishes general disclosure standards for assets; PS 3320 defines and establishes disclosure standards on contingent assets; and PS 3380 defines and establishes disclosure standards on contractual rights.

- **PS 3430 Restructuring Transactions (effective April 1, 2018)**

This standard provides guidance on how to account for and report restructuring transactions by both transferors and recipients of assets and/or liabilities, together with related program or operating responsibilities.

## 2. Significant accounting policies (Continued from previous page)

- **PS 3450 Financial Instruments (effective April 1, 2019)**

Adoption of this standard requires corresponding adoption of PS 2601 Foreign Currency Translation, PS 1201 Financial Statement Presentation, and PS 3401 Portfolio Investments in the same fiscal period. These standards provide guidance on: recognition, measurement and disclosure of financial instruments; standards on how to account for and report transactions that are denominated in a foreign currency; general reporting principles and standards for the disclosure of information in financial statements; and how to account for and report portfolio investments.

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

## 3. Cash and Cash Equivalents

Cash is held in a regular chequing account.

## 4. Accounts Receivable

	2017	2016
Federal Government - GST	\$46,090	\$45,978
Alberta Education	\$81,855	\$34,032
Other	\$2,951	\$5,529
Total	<u>\$130,896</u>	<u>\$85,539</u>

## 5. Portfolio Investments

The Society has term deposits included in Schedule 5 - Cash, Cash Equivalents and Portfolio Investments maturing between January 30, 2018 and July 31, 2018 with fixed annual interest varying from 1.1% to 1.3%. (2016 – 0.45% to 1%)

It is management's opinion that there has been no impairment during the year.

## 6. Accounts Payable and Accrued Liabilities

	2017	2016
Salaries and benefit costs	\$58,307	\$35,840
Other Trade Payables and Accrued Liabilities	\$318,636	\$307,261
Total	<u>\$376,943</u>	<u>\$343,101</u>

## 7. Deferred Revenue

Included in deferred revenue is \$1,670,936 (2016 - \$849,664) related to externally restricted supported capital funds that have been deferred, but have yet to be amortized over the useful life of the related capital assets. The amounts remaining in this category were received in 2010, 2015, 2016 and 2017 for Modular Classrooms.

<b>SOURCE AND GRANT OR FUND TYPE</b>	Deferred Revenue	Add: 2017 Funds Received	Deduct: Funds Expended	2017 Repaid	Deferred Revenue
	2016				2017
<b>AB Education Restricted Funding</b>					
Alberta Initiative for School Improvement	\$0	\$0	\$0	\$0	\$0
SuperNet Service	\$0	\$0	\$0	\$0	\$0
<b>Other Deferred Revenue</b>	\$0	\$0	\$0	\$0	\$0
Transportation Fees 2017	\$176,900	\$0	(\$176,900)	\$0	\$0
Transportation Fees 2018	\$0	\$171,201	-	(\$2,600)	\$168,601
Unamortized Capital Allocations	\$849,664	\$871,399	(\$50,127)	\$0	\$1,670,936
Unexpended Deferred Capital Allocation	\$0	\$81,855	(\$81,855)	\$0	\$0
<b>Total</b>	<b>\$1,026,564</b>	<b>\$1,124,455</b>	<b>(\$308,882)</b>	<b>(\$2,600)</b>	<b>\$1,839,537</b>

## 8. Accumulated surplus:

Detailed information related to accumulated surplus is available on the Schedules of Changes in Accumulated Surplus. Accumulated surplus may be summarized as follows:

	<b>2017</b>	<b>2016</b>
Unrestricted surplus	\$1,403,394	\$1,102,600
Operating reserves	<u>448,000</u>	<u>448,000</u>
Accumulated surplus (deficit) from operations	1,851,394	1,550,600
Investment in tangible capital assets	457,376	502,014
Capital reserves	600,000	600,000
Endowments	-	-
Accumulated remeasurement gains (losses)	-	-
Accumulated surplus (deficit)	<u>\$2,908,770</u>	<u>\$2,652,614</u>

	<b>2017</b>	<b>2016</b>
Accumulated surplus (deficit) from operations	<b>\$ 1,851,394</b>	\$ 1,550,600
Deduct: School generated funds included in accumulated surplus (Note 14)	<b>\$ 37,381</b>	\$ 29,794
Adjusted accumulated surplus (deficit) from operations <sup>(1)</sup>	<b><u>\$ 1,814,013</u></b>	<u>\$1,520,806</u>

(1) Accumulated surplus represents funding available for use by the school jurisdiction after deducting funds committed for use by the schools.

## 9. Commitments

Facilities Leases: The Society leases school facilities from the Calgary Board of Education (a related party – see Note 11) for the elementary program at Mountain View campus and for the middle school program at Ogden campus. The term of the Mountain View lease is August 1, 2016 to July 31, 2021 and the term of the Ogden lease is August 1, 2017 to July 31, 2022. After August 31, 2013, under Alberta Education's lease funding program for school facilities, the lease costs are nil.

Service Providers: Contracts for janitorial services, information technology support services, and student transportation requiring minimum annual payments until maturity are as follows.

	2017-18	2018-19	2019-20	2020-21	2021-22
Janitorial services (to August 2020)	\$210,120	\$214,320	\$218,604	n/a	n/a
IT Support services (to December 2020)	\$126,080	\$111,667	\$121,667	\$41,667	n/a
Student Transportation services (to August 2022)	\$950,659	\$974,241	\$998,413	\$1,023,177	\$1,048,563
Total	\$1,286,859	\$1,300,228	\$1,338,684	\$1,064,844	\$1,048,563

## 10. Fees

	2017	2016
Transportation Fees	\$207,370	\$207,150
Other Fees - SGF	\$71,355	\$63,709
Total	\$278,725	\$270,859

## 11. Related Party Transactions

School jurisdictions are controlled by the Government of Alberta. According to criteria set out in *PSAS 1300*, all entities consolidated or accounted for on a modified equity basis in the accounts of the Government of Alberta are now related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions, and other school jurisdictions in Alberta.

Almadina School Society had related party transactions with these entities and other related parties according to the table below for the year ended August 31, 2017. The transactions occurred in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

During the year, the Society had a related party transaction with a related school jurisdiction where the Society received modular classrooms with a net book value of \$789,544. Deferred grant contributions originally received from Alberta Education were transferred from the related school jurisdiction in relation to the modular classrooms in the amount of \$789,544.

2016/2017	Balances		Transactions	
	Assets (at cost or net realizable value)	Liabilities (at fair value)	Revenues	Expenses
<b>Government of Alberta (GOA):</b>				
Accounts receivable for deferred capital additions	\$81,855	\$0	\$0	\$0
Grant revenue and expenses	\$0	\$0	\$11,314,390	\$661,097
Education (Deferred Capital Allocations)	\$789,544	\$789,544	\$50,127	N/A
<b>Other:</b>				
Post-secondary institutions	\$0	\$0	\$2,000	\$0
Other Alberta school jurisdictions	\$0	\$2,400	\$0	\$10,923
Almadina Board of Directors	\$0	\$0	\$0	\$35,000
<b>TOTAL 2016/2017</b>	<b>\$871,399</b>	<b>\$791,944</b>	<b>\$11,366,517</b>	<b>\$707,020</b>
<b>TOTAL 2015/2016</b>	<b>\$37,102</b>	<b>\$863,393</b>	<b>\$11,065,561</b>	<b>\$700,551</b>

## 12. Economic Dependence

Almadina School Society's primary source of revenue is from the Alberta Government. The Society's ability to continue viable operations is dependent upon this continued funding.

## 13. Comparative Figures and Budgeted Amounts

The comparative figures have been reclassified where necessary to conform to the current year presentation.

The budget was prepared by the Society and approved by the Board on June 24, 2016.

#### 14. School Generated Funds

	2017	2016
School Generated Funds, Beginning of Year	\$29,794	\$26,784
Gross Receipts:		
Fees	71,355	63,709
Fundraising	25,506	30,371
Gifts and donations	1,010	355
Grants to schools	-	-
Other sales and services	-	-
Total gross receipts	97,871	94,435
Total Related Expenses and Uses of Funds		
	1,204	9,622
Total Direct Costs Including Cost of Goods Sold to Raise Funds		
	89,080	81,803
School Generated Funds, End of Year		
	<u>\$37,381</u>	<u>\$29,794</u>
Balance included in Deferred Revenue		
	\$-	\$-
Balance included in Accumulated Surplus (Operating Reserves)		
	\$37,381	\$29,794

**SCHEDULE 8**

**UNAUDITED SCHEDULE OF FEES**  
for the Year Ending August 31, 2017 (in dollars)

	Budgeted Fee Revenues 2016/2017	Actual Fees Collected 2016/2017	Unexpended Balance at September 1, 2016*	Actual Fee Expenditures 2016/2017	Unexpended Balance at August 31, 2017*
<b>Transportation Fees</b>	\$209,000	\$207,370	\$0	\$207,370	\$0
<b>Basic Instruction Fees</b>					
Basic instruction supplies	\$0	\$0	\$0	\$0	\$0
<b>Fees to Enhance Basic Instruction</b>					
Technology user fees	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$0	\$0	\$0	\$0	\$0
Fees for optional courses	\$0	\$0	\$0	\$0	\$0
Activity fees	\$42,000	\$71,355	\$0	\$71,355	\$0
Early childhood services	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$0	\$0	\$0	\$0	\$0
Other Enhancement fees (describe)	\$0	\$0	\$0	\$0	\$0
Other Enhancement fees (describe)	\$0	\$0	\$0	\$0	\$0
<b>Non-Curricular fees</b>					
Extracurricular fees	\$2,000	\$0	\$0	\$0	\$0
Non-curricular travel	\$0	\$0	\$0	\$0	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$0	\$0	\$0	\$0	\$0
Other Fees (describe)	\$4,000	\$0	\$0	\$0	\$0
Other Fees (describe)	\$0	\$0	\$0	\$0	\$0
<b>TOTAL FEES</b>	<b>\$257,000</b>	<b>\$278,725</b>	<b>\$0</b>	<b>\$278,725</b>	<b>\$0</b>

\*Unexpended balances cannot be less than \$0

Please disclose amounts paid by parents of students that are recorded as "Other sales and services", "Fundraising", or "Other revenue" (rather than fee revenue):	Actual 2017	Actual 2016
Cafeteria sales, hot lunch, milk programs	\$0	\$0
Special events, graduation, tickets	\$0	\$0
International and out of province student revenue	\$0	\$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$0	\$0
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
<b>TOTAL</b>	<b>\$0</b>	<b>\$0</b>

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2017 (in dollars)					
	PROGRAM AREA				
	First Nations, Metis & Inuit (FNMI)	ECS Program Unit Funding (PUF)	English as a Second Language (ESL)	Inclusive Education	Small Schools by Necessity (Revenue only)
Funded Students in Program			671		
Federally Funded Students					
<b>REVENUES</b>					
Alberta Education allocated funding	\$ -	\$ -	\$ 790,505	\$ 61,912	\$ -
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL REVENUES</b>	\$ -	\$ -	\$ 790,505	\$ 61,912	\$ -
<b>EXPENSES (Not allocated from BASE, Transportation, or other funding)</b>					
Instructional certificated salaries & benefits	\$ -	\$ -	\$ 147,459	\$ 35,723	
Instructional non-certificated salaries & benefits	\$ -	\$ -	\$ 623,414	\$ 49,845	
<b>SUB TOTAL</b>	\$ -	\$ -	\$ 770,873	\$ 85,568	
Supplies, contracts and services	\$ -	\$ -	\$ 55,678	\$ 1,975	
Program planning, monitoring & evaluation	\$ -	\$ -	\$ 97,358	\$ 56,145	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ -	\$ -	\$ 45,587	\$ 29,758	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
<b>TOTAL EXPENSES</b>	\$ -	\$ -	\$ 969,496	\$ 173,446	
<b>NET FUNDING SURPLUS (SHORTFALL)</b>	\$ -	\$ -	\$ (178,991)	\$ (111,534)	

**SCHEDULE 10**

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES for the Year Ended August 31, 2017 (in dollars)								
EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs			TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	
Office of the superintendent	\$ -	\$ 145,755	\$ -	\$ 145,755	\$ -	\$ -	\$ -	\$ 145,755
Educational administration (excluding superintendent)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Business administration	\$ 119,298	\$ 84,596	\$ -	\$ 203,894	\$ -	\$ -	\$ -	\$ 203,894
Board governance (Board of Trustees)	\$ 35,518	\$ 9,135	\$ -	\$ 44,653	\$ -	\$ -	\$ -	\$ 44,653
Information technology	\$ -	\$ 9,241	\$ -	\$ 9,241	\$ -	\$ -	\$ -	\$ 9,241
Human resources	\$ -	\$ 16,460	\$ -	\$ 16,460	\$ -	\$ -	\$ -	\$ 16,460
Central purchasing, communications, marketing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll	\$ 87,606	\$ -	\$ -	\$ 87,606	\$ -	\$ -	\$ -	\$ 87,606
Administration - insurance			\$ 8,866	\$ 8,866			\$ -	\$ 8,866
Administration - amortization			\$ 19,863	\$ 19,863			\$ -	\$ 19,863
Administration - other (admin building, interest)			\$ 19,786	\$ 19,786			\$ -	\$ 19,786
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL EXPENSES</b>	\$ 242,422	\$ 265,187	\$ 48,515	\$ 556,124	\$ -	\$ -	\$ -	\$ 556,124

**BOARD AND SYSTEM ADMINISTRATION (FOR INFORMATION ONLY - NOT PART OF FINANCIAL STATEMENTS)  
2016/2017 EXPENSES UNDER (OVER) MAXIMUM LIMIT**

**TOTAL EXPENSES (From "Total" column of Line 30 of Schedule of Program Operations)** **\$11,434,434**

**Enter Number of Net Enrolled Students (adjusted for adult & underage students):** **1,052**

**Enter Number of Funded (ECS) Children (headcount):** **60**

**"C" if Charter School**

**C**

**STEP 1**

**Calculation of maximum expense limit percentage for Board and System Administration expenses**

If "Total Net Enrolled Students" are 6,000 and over = 3.6% **5.40%**

If "Total Net Enrolled Students" are 2,000 and less = 5.4%

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .00045 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .00045 = 0.675% plus 3.6% = maximum expense limit of 4.275%).

**STEP 2**

**A. Calculate maximum expense limit amounts for Board and System Administration expenses**

Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES **\$617,459**

**B. Considerations for Charter Schools and Small School Boards:**

If charter schools and small school boards,

**The amount of Small Board Administration funding (Funding Manual Section 1.13)** **\$256,111**

**2016/2017 MAXIMUM EXPENSE LIMIT (the greater of A or B above)** **\$617,459**

**Actual Board & System Administration from Line 30 of "Schedule of Program Operations"**

(Board & System Administration Column) **\$556,124**

**Amount Overspent** **\$0**