

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Aspen View Public School Division No. 78

Legal Name of School Jurisdiction

3600 - 48 Avenue Athabasca AB T9S 1M8

Mailing Address

(780) 675-7080 (780) 675-3660 Amber.Oko@asperview.org

Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Aspen View Public School Division No. 78 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 and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Mr. Dennis MacNeil

Name

"Original Signed"

Signature

SUPERINTENDENT

Mr. Mark Andrew Francis

Name

"Original Signed"

Signature

SECRETARY-TREASURER OR TREASURER

Ms. Amber Oko

Name

"Original Signed"

Signature

November 17, 2016

Board-approved Release Date

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STATEMENT OF FINANCIAL POSITION
As at August 31, 2016 (in dollars)

		2016	2015
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5)	\$ 1,656,002	\$ 7,797,724
Accounts receivable (net after allowances)	(Note 3)	\$ 485,771	\$ 552,274
Portfolio investments	(Schedule 5)	\$ 8,594,803	\$ 3,960,104
Other financial assets		\$ -	\$ -
Total financial assets		\$ 10,736,576	\$ 12,310,102
LIABILITIES			
Bank indebtedness	(Note 4)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 5)	\$ 933,236	\$ 1,221,931
Deferred revenue	(Note 6)	\$ 27,425,645	\$ 27,533,907
Employee future benefit liabilities	(Note 7)	\$ 478,444	\$ 477,542
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ -
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 28,837,325	\$ 29,233,380
Net debt		\$ (18,100,749)	\$ (16,923,278)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)		
Land		\$ 640,335	\$ 330,335
Construction in progress		\$ 1,107,338	\$ 286,935
Buildings		\$ 40,052,649	
Less: Accumulated amortization		\$ (18,990,337)	\$ 21,062,312
Equipment		\$ 1,372,781	
Less: Accumulated amortization		\$ (719,057)	\$ 653,724
Vehicles		\$ 1,419,350	
Less: Accumulated amortization		\$ (1,112,852)	\$ 306,498
Computer Equipment		\$ 178,110	
Less: Accumulated amortization		\$ (128,757)	\$ 49,353
Total tangible capital assets		\$ 23,819,560	\$ 23,635,648
Prepaid expenses	(Note 8)	\$ 469,069	\$ 128,521
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 24,288,629	\$ 23,764,169
Accumulated surplus	(Schedule 1; Note 9)	\$ 6,187,880	\$ 6,840,891
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 6,303,881	\$ 6,973,439
Accumulated rereasurement gains (losses)		\$ (116,001)	\$ (132,548)
		\$ 6,187,880	\$ 6,840,891
Contractual obligations	(Note 10)		
Contingent liabilities			

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2016 (in dollars)

	Budget 2016 (Unaudited)	Actual 2016	Actual 2015
REVENUES			
Alberta Education	\$ 38,098,203	\$ 37,900,498	\$ 37,518,864
Other - Government of Alberta	\$ 134,400	\$ 168,012	\$ 208,715
Federal Government and First Nations	\$ 1,802,780	\$ 2,327,330	\$ 2,307,444
Other Alberta school authorities	\$ -	\$ -	\$ -
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 8)	\$ 657,800	\$ 766,660	\$ 738,147
Other sales and services	\$ 2,924,034	\$ 724,009	\$ 841,627
Investment income	\$ 150,000	\$ 101,930	\$ 271,037
Gifts and donations	\$ -	\$ 50,442	\$ 1,919
Rental of facilities	\$ 25,000	\$ 57,316	\$ 99,551
Fundraising	\$ -	\$ 634,110	\$ 1,628,147
Gains on disposal of capital assets	\$ -	\$ 39,577	\$ -
Other revenue	\$ 1,064,064	\$ 553,874	\$ 178,894
Total revenues	\$ 44,856,281	\$ 43,323,758	\$ 43,794,345
EXPENSES			
Instruction - ECS	\$ 841,393	\$ 1,130,924	\$ 874,767
Instruction - Grades 1 - 12	\$ 31,084,958	\$ 30,282,796	\$ 30,235,905
Plant operations and maintenance	\$ 4,984,915	\$ 4,665,319	\$ 5,954,477
Transportation	\$ 3,921,759	\$ 3,841,661	\$ 3,919,057
Board & system administration	\$ 2,034,466	\$ 2,010,845	\$ 2,098,733
External services	\$ 2,924,034	\$ 2,061,771	\$ 2,454,995
Total expenses	\$ 45,791,525	\$ 43,993,316	\$ 45,537,934
Operating surplus (deficit)	\$ (935,244)	\$ (669,558)	\$ (1,743,589)

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2016 (in dollars)

	2016	2015
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	\$ (669,558)	\$ (1,743,589)
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 1,021,580	\$ 1,006,238
Gains on disposal of tangible capital assets	\$ (39,577)	\$ -
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (798,433)	\$ (788,114)
Deferred capital revenue write-down / adjustment	\$ 86,237	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ 66,503	\$ 978,933
Prepays	\$ (340,548)	\$ (74,552)
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ (288,695)	\$ 100,823
Deferred revenue (excluding EDCR)	\$ 690,171	\$ 6,835,933
Employee future benefit liabilities	\$ 902	\$ (176,558)
Other - Tangible capital asset holdbacks included in accounts payable	\$ -	\$ 191,637
Total cash flows from operating transactions	\$ (271,418)	\$ 6,330,751
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land		\$ -
Buildings	\$ (1,222,513)	\$ (252,779)
Equipment	\$ (29,639)	\$ (7,853)
Vehicles	\$ -	\$ -
Computer equipment	\$ -	\$ -
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Other - Tangible capital asset holdbacks included in accounts payable	\$ -	\$ (191,637)
Total cash flows from capital transactions	\$ (1,252,152)	\$ (452,269)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ (4,810,235)	\$ (152,147)
Dispositions of portfolio investments	\$ 90,565	\$ -
Remeasurement (gains) losses reclassified to the statement of operations	\$ 101,518	\$ (43,639)
Change in endowments	\$ -	\$ -
	\$ -	\$ -
Total cash flows from investing transactions	\$ (4,618,152)	\$ (195,786)
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ -	\$ (128,671)
	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from financing transactions	\$ -	\$ (128,671)
Increase (decrease) in cash and cash equivalents	\$ (6,141,722)	\$ 5,554,025
Cash and cash equivalents, at beginning of year	\$ 7,797,724	\$ 2,243,699
Cash and cash equivalents, at end of year	\$ 1,656,002	\$ 7,797,724

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, 2016 (in dollars)

	2016	2015
Operating surplus (deficit)	\$ (669,558)	\$ (1,743,589)
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (1,252,152)	\$ (260,632)
Amortization of tangible capital assets	\$ 1,021,580	\$ 1,006,238
Net carrying value of tangible capital assets disposed of	\$ 356,660	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes Land transfer	\$ (310,000)	\$ -
Total effect of changes in tangible capital assets	\$ (183,912)	\$ 745,606
Changes in:		
Prepaid expenses	\$ (340,548)	\$ (74,552)
Other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ 16,547	\$ (323,968)
Endowments	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ (1,177,471)	\$ (1,396,503)
Net financial assets (net debt) at beginning of year	\$ (16,923,278)	\$ (15,526,775)
Net financial assets (net debt) at end of year	\$ (18,100,749)	\$ (16,923,278)

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2016 (in dollars)

	2016	2015
Accumulated remeasurement gains (losses) at beginning of year	\$ (132,548)	\$ 191,420
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ (84,971)	\$ (280,329)
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ 101,518	\$ (43,639)
Net remeasurement gains (losses) for the year	\$ 16,547	\$ (323,968)
Accumulated remeasurement gains (losses) at end of year	\$ (116,001)	\$ (132,548)

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, 2016 (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, 2015	\$ 6,840,891	\$ (132,548)	\$ 6,973,439	\$ 2,915,741	\$ -	\$ -	\$ 2,496,281	\$ 1,561,417
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 6,840,891	\$ (132,548)	\$ 6,973,439	\$ 2,915,741	\$ -	\$ -	\$ 2,496,281	\$ 1,561,417
Operating surplus (deficit)	\$ (669,558)		\$ (669,558)			\$ (669,558)		
Board funded tangible capital asset additions				\$ 346,660		\$ (346,660)	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (270,424)		\$ 270,424		\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ 16,547	\$ 16,547						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (1,021,580)		\$ 1,021,580		
Capital revenue recognized	\$ -			\$ 798,433		\$ (798,433)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ -	\$ -	
Net transfers from operating reserves	\$ -					\$ 522,647	\$ (522,647)	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 6,187,880	\$ (116,001)	\$ 6,303,881	\$ 2,768,830	\$ -	\$ -	\$ 1,973,634	\$ 1,561,417

SCHEDULE 1

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2016 (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, 2015	\$ 1,292,702	\$ 1,561,417	\$ -	\$ -	\$ -	\$ -	\$ 305,054	\$ -	\$ 898,525	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 1,292,702	\$ 1,561,417	\$ -	\$ -	\$ -	\$ -	\$ 305,054	\$ -	\$ 898,525	\$ -
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	\$ (522,647)		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 770,055	\$ 1,561,417	\$ -	\$ -	\$ -	\$ -	\$ 305,054	\$ -	\$ 898,525	\$ -

SCHEDULE 2

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2016 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects ^(A)	Surplus from Provincially Approved Projects ^(B)	Proceeds on Disposal of Provincially Funded Tangible Capital Assets ^(C)	Unexpended Deferred Capital Revenue from Other Sources ^(D)	
Balance at August 31, 2015	\$ 6,510,568	\$ -	\$ 303,430	\$ -	\$ 20,719,909
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2015	\$ 6,510,568	\$ -	\$ 303,430	\$ -	\$ 20,719,909
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ -				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ 428,698				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ -				
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)					\$ -
Expended capital revenue - current year	\$ (1,215,492)	\$ -	\$ -	\$ -	\$ 1,215,492
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments:	\$ -	\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ 86,237
Other adjustments:		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 798,433
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2016	\$ 5,723,774	\$ -	\$ 303,430	\$ -	\$ 21,050,731
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2016 (A) + (B) + (C) + (D)					\$ 6,027,204

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, 2016 (in dollars)

REVENUES	2016							2015
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 1,257,923	\$ 28,809,189	\$ 3,759,768	\$ 4,073,618	\$ -	\$ -	\$ 37,900,498	\$ 37,518,864
(2) Other - Government of Alberta	\$ -	\$ 168,012	\$ -	\$ -	\$ -	\$ -	\$ 168,012	\$ 208,715
(3) Federal Government and First Nations	\$ -	\$ 2,327,330	\$ -	\$ -	\$ -	\$ -	\$ 2,327,330	\$ 2,307,444
(4) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 5,758	\$ 170,725	\$ -	\$ 4,452	\$ -	\$ 585,725	\$ 766,660	\$ 738,147
(9) Other sales and services	\$ -	\$ -	\$ 15,600	\$ -	\$ -	\$ 708,409	\$ 724,009	\$ 841,627
(10) Investment income	\$ -	\$ -	\$ -	\$ -	\$ 101,930	\$ -	\$ 101,930	\$ 271,037
(11) Gifts and donations	\$ -	\$ 50	\$ -	\$ -	\$ -	\$ 50,392	\$ 50,442	\$ 1,919
(12) Rental of facilities	\$ -	\$ 2,016	\$ 55,300	\$ -	\$ -	\$ -	\$ 57,316	\$ 99,551
(13) Fundraising	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 634,110	\$ 634,110	\$ 1,628,147
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 39,577	\$ -	\$ -	\$ -	\$ 39,577	\$ -
(15) Other revenue	\$ -	\$ 325,067	\$ 40,600	\$ -	\$ 188,207	\$ -	\$ 553,874	\$ 178,894
(16) TOTAL REVENUES	\$ 1,263,681	\$ 31,802,389	\$ 3,910,845	\$ 4,078,070	\$ 290,137	\$ 1,978,636	\$ 43,323,758	\$ 43,794,345
EXPENSES								
(17) Certificated salaries	\$ 370,617	\$ 17,003,010	\$ -	\$ -	\$ 324,920	\$ -	\$ 17,698,547	\$ 17,422,740
(18) Certificated benefits	\$ 44,241	\$ 4,055,958	\$ -	\$ -	\$ 39,085	\$ -	\$ 4,139,284	\$ 4,093,959
(19) Non-certificated salaries and wages	\$ 459,221	\$ 4,926,350	\$ 1,823,748	\$ 204,465	\$ 743,563	\$ -	\$ 8,157,347	\$ 7,676,726
(20) Non-certificated benefits	\$ 128,428	\$ 1,366,646	\$ 466,104	\$ 36,936	\$ 179,771	\$ -	\$ 2,177,885	\$ 2,081,972
(21) SUB - TOTAL	\$ 1,002,507	\$ 27,351,964	\$ 2,289,852	\$ 241,401	\$ 1,287,339	\$ -	\$ 32,173,063	\$ 31,275,397
(22) Services, contracts and supplies	\$ 128,417	\$ 2,797,402	\$ 1,510,508	\$ 3,600,260	\$ 622,560	\$ 2,061,771	\$ 10,720,918	\$ 13,211,022
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 798,433	\$ -	\$ -	\$ -	\$ 798,433	\$ 788,114
(24) Amortization of unsupported tangible capital assets	\$ -	\$ 133,430	\$ 66,526	\$ -	\$ 23,191	\$ -	\$ 223,147	\$ 218,124
(25) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,356
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ 77,755	\$ -	\$ 77,755	\$ 32,921
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 1,130,924	\$ 30,282,796	\$ 4,665,319	\$ 3,841,661	\$ 2,010,845	\$ 2,061,771	\$ 43,993,316	\$ 45,537,934
(31) OPERATING SURPLUS (DEFICIT)	\$ 132,757	\$ 1,519,593	\$ (754,474)	\$ 236,409	\$ (1,720,708)	\$ (83,135)	\$ (669,558)	\$ (1,743,589)

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES
for the Year Ended August 31, 2016 (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	2016 TOTAL Operations and Maintenance	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 1,117,210	\$ 535,012	\$ -	\$ -	\$ 171,526			\$ 1,823,748	\$ 1,860,609
Uncertificated benefits	\$ 294,983	\$ 134,497	\$ -	\$ -	\$ 36,624			\$ 466,104	\$ 481,206
Sub-total Remuneration	\$ 1,412,193	\$ 669,509	\$ -	\$ -	\$ 208,150			\$ 2,289,852	\$ 2,341,815
Supplies and services	\$ 142,857	\$ 207,671	\$ 12,928	\$ 239,313	\$ 20,000			\$ 622,769	\$ 1,776,053
Electricity			\$ 413,062					\$ 413,062	\$ 398,861
Natural gas/heating fuel			\$ 206,993					\$ 206,993	\$ 258,987
Sewer and water			\$ 86,376					\$ 86,376	\$ 110,477
Telecommunications			\$ 8,689					\$ 8,689	\$ 12,489
Insurance					\$ 172,619			\$ 172,619	\$ 185,947
ASAP maintenance & renewal payments							\$ -	\$ -	\$ -
Amortization of tangible capital assets									
Supported							\$ 798,433	\$ 798,433	\$ 788,114
Unsupported						\$ 66,526		\$ 66,526	\$ 69,378
Total Amortization						\$ 66,526	\$ 798,433	\$ 864,959	\$ 857,492
Interest on capital debt									
Supported							\$ -	\$ -	\$ 12,356
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ -
TOTAL EXPENSES	\$ 1,555,050	\$ 877,180	\$ 728,048	\$ 239,313	\$ 400,769	\$ 66,526	\$ 798,433	\$ 4,665,319	\$ 5,954,477
SQUARE METRES									
School buildings								47,903.6	47,903.6
Non school buildings								501.7	501.7

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, 2016 (in dollars)**

<u>Cash & Cash Equivalents</u>	2016			2015
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	0.00%	\$ 1,656,002	\$ 1,656,002	\$ 7,797,724
Cash equivalents				
Government of Canada, direct and guaranteed				
Provincial, direct and guaranteed				
Corporate				
Municipal				
Pooled investment funds				
Other, including GIC's				
Total cash and cash equivalents	0.00%	\$ 1,656,002	\$ 1,656,002	\$ 7,797,724

<u>Portfolio Investments</u>	2016				2015
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Long term deposits					
Guaranteed interest certificates	1.06%	\$ 187,783	\$ 187,783	\$ 187,783	\$ 137,702
Fixed income securities					
Government of Canada, direct and guaranteed					
Provincial, direct and guaranteed					
Municipal					
Corporate					
Pooled investment funds	2.91%	\$ 7,321,054	\$ 7,165,430	\$ 7,165,430	\$ 3,140,528
Total fixed income securities	2.91%	\$ 7,321,054	\$ 7,165,430	\$ 7,165,430	\$ 3,140,528
Equities					
Canadian		\$ 1,201,967	\$ 1,241,590	\$ 1,241,590	\$ 681,874
Foreign					
Total equities		\$ 1,201,967	\$ 1,241,590	\$ 1,241,590	\$ 681,874
Supplemental integrated pension plan assets					
Restricted investments					
Total portfolio investments	2.45%	\$ 8,710,804	\$ 8,594,803	\$ 8,594,803	\$ 3,960,104

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

	2016	2015
Under 1 year	81.9%	82.8%
1 to 5 years	18.1%	17.2%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

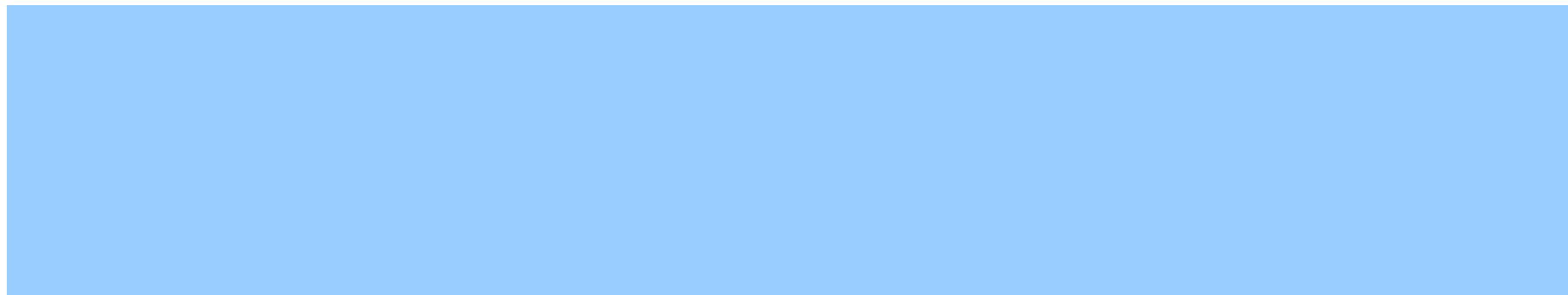
SCHEDULE 6

School Jurisdiction Code: **2125**

**SCHEDULE OF CAPITAL ASSETS
for the Year Ended August 31, 2016 (in dollars)**

	2016						2015
	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	
Historical cost							
Beginning of year	\$ 330,335	\$ 286,935	\$ 44,958,707	\$ 1,363,447	\$ 1,419,350	\$ 178,110	\$ 48,536,884
Prior period adjustments	-	-	-	-	-	-	-
Additions	310,000	820,403	402,110	29,639	-	-	1,562,152
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(5,308,168)	(20,305)	-	-	(5,328,473)
	\$ 640,335	\$ 1,107,338	\$ 40,052,649	\$ 1,372,781	\$ 1,419,350	\$ 178,110	\$ 44,770,563
Accumulated amortization							
Beginning of year	\$ -	\$ -	\$ 23,083,940	\$ 672,809	\$ 1,015,730	\$ 128,757	\$ 24,901,236
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	857,905	66,553	97,122	-	1,021,580
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(4,951,508)	(20,305)	-	-	(4,971,813)
	\$ -	\$ -	\$ 18,990,337	\$ 719,057	\$ 1,112,852	\$ 128,757	\$ 20,951,003
Net Book Value at August 31, 2016	\$ 640,335	\$ 1,107,338	\$ 21,062,312	\$ 653,724	\$ 306,498	\$ 49,353	\$ 23,819,560
Net Book Value at August 31, 2015	\$ 330,335	\$ 286,935	\$ 21,874,767	\$ 690,638	\$ 403,620	\$ 49,353	\$ 23,635,648

	2016	2015
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -



SCHEDULE 7

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
for the Year Ended August 31, 2016 (in dollars)**

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Chair : Dennis MacNeil	1.00	\$15,359	\$3,904					\$8,899
Annie Karczmarczyk	0.50	\$4,505	\$1,768					\$4,651
Patricia Pedersen	1.00	\$17,439	\$4,000					\$14,750
Trevor Yeaman	0.50	\$3,404	\$846					\$2,650
Elohne Chizawsky	1.00	\$18,723	\$4,003					\$13,669
Donna Cherniwchan	1.00	\$13,991	\$3,869					\$8,398
Candyce Nikipelo	1.00	\$10,073	\$3,799					\$7,551
Nancy Sand	1.00	\$11,778	\$3,629					\$11,332
								\$0
								\$0
								\$0
								\$0
								\$0
								\$0
								\$0
Subtotal	7.00	\$95,272	\$25,818	\$0			\$0	\$71,900
Mark Francis, Superintendent	1.00	\$187,145	\$21,298					\$13,356
								\$0
Rodney Boyko, Secretary-Treasurer	0.25	\$113,409	\$8,615					\$196
Amber Oko, Secretary-Treasurer	0.54	\$60,413	\$16,973					\$1,163
								\$0
								\$0
								\$0
								\$0
Certificated teachers	187.00	\$17,511,402	\$4,117,986					
Non-certificated - other	202.00	\$7,888,253	\$2,126,479					
TOTALS	397.79	\$25,855,894	\$6,317,169	\$0	\$0	\$0	\$0	\$86,615

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. This School Division is exempt from payment of income tax and is a registered charity under the Income Tax Act.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Canadian public sector accounting standards (PSAS). The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

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) **Accounts Receivable**

Accounts receivable are shown net of allowance for doubtful accounts.

c) **Portfolio Investments**

The School Division has investments in GIC's, fixed income securities and equity instruments that have no maturity dates or have a maturity of greater than 3 months. GIC's not quoted in an active market are reported at cost or amortized cost.

Portfolio investments in fixed income securities and equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are derecognized. Upon derecognition, the accumulated remeasurement gains or losses associated with the derecognized portfolio investments are reversed and reclassified to the Statement of Operations.

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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

d) Tangible Capital Assets

The following criteria applies:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Work-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- 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 Expended Deferred Capital Revenue.
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Board are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School Division's rate for incremental borrowing or the interest rate implicit in the lease.

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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

Buildings	2.5% to 10%
Vehicles & Buses	10% to 33%
Computer Hardware & Software	20% to 33%
Other Equipment & Furnishings	5% to 20%

e) **Deferred Revenue**

Deferred revenue includes contributions received for operations which have stipulations that meet the definition of a liability per *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 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**

Unexpended Deferred Capital Revenue represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the School Division, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per *PSAS PS 3200* when expended.

- **Expended Deferred Capital Revenue**

Expended Deferred Capital Revenue 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 Division to use the asset in a prescribed manner over the life of the associated asset.

f) **Employee Future Benefits**

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

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

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

g) 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.

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 Alberta Government. 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.

h) 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 Changes in Accumulated Surplus.

i) 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 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.

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

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 *PSAS PS 3200*. Such liabilities are recorded as deferred revenue. The following items fall under this category.

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year the stipulated related expenses are incurred;
- Unexpended Deferred Capital Revenue; or
- Expended Deferred Capital Revenue.

j) 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.

k) Pensions

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

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the School Division is included in both revenues and expenses. For the school year ended August 31, 2016, the amount contributed by the Government was \$2,138,496 (2015 - \$2,117,405).

The School Division participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$849,385 for the year ended August 31, 2016 (2015 - \$739,740). At December 31, 2015, the Local Authorities Pension Plan reported an actuarial deficiency of \$923,416,000 (2014 deficiency of \$2,454,636,000).

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

l) Program Reporting

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

- **ECS Instruction:** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 1-12 Instruction:** The provision of instructional services for grades 1 – 12 that fall under the basic public education mandated.
- **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), whether contracted or board operated, including transportation facilities.
- **Board & System Administration:** The provision of board governance and system-based / central office administration.
- **External Services:** All projects, activities, and services offered outside the public education mandate for ECS children and students in grades 1 - 12. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs.

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.

m) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The 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, portfolio investments, 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.

Portfolio investments in equity instruments quoted in an active market and derivatives are recorded at fair value. All other 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 or 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.

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

n) Measurement Uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits.

3. ACCOUNTS RECEIVABLE

	2016			2015
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Instruction	\$ 31,270	\$ -	\$ 31,270	\$ 79,679
Federal government	254,333	-	254,333	194,642
First Nations	2,371	-	2,371	109,847
Alberta Local Authorities Reciprocal Insurance Exchange	153,836	-	153,836	-
Other	43,961	-	43,961	168,106
Total	<u>\$ 485,771</u>	<u>\$ -</u>	<u>\$ 485,771</u>	<u>\$ 552,274</u>

4. BANK INDEBTEDNESS

The School Division has negotiated a line of credit in the amount of \$1,00,000 that bears interest at bank prime less 0.25%. This line of credit is secured by a borrowing bylaw and a security agreement. There was no balance outstanding on the line of credit at August 31, 2016 (2015 – nil).

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2016	2015
Federal government	\$ 148,010	\$ -
Accrued vacation pay	130,568	147,394
Salaries & benefit costs	476,904	474,159
Other trade payables and accrued liabilities	177,754	600,378
Total	\$ 933,236	\$ 1,221,931

6. DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2015	ADD: 2015/2016 Restricted Funds Received/ Receivable	DEDUCT: 2015/2016 Restricted Funds Expended (Paid / Payable)	DEFERRED REVENUE as at Aug. 31, 2016
Unexpended deferred operating revenue				
Alberta Education:				
Infrastructure Maintenance Renewal	\$ -	\$ 228,197	\$ (153,076)	\$ 75,121
Other Deferred Revenue:				
Donations	-	875	-	875
Scholarships	-	4,716	-	4,716
WHPS playground fundraising	-	140,066	-	140,066
Transportation fees	-	116,432	-	116,432
International student fees	-	10,500	-	10,500
Total unexpended deferred operating revenue	\$ -	\$ 500,786	\$ (153,076)	\$ 347,710
Unexpended deferred capital revenue	6,813,998	428,698	(1,215,492)	6,027,204
Expended deferred capital revenue	20,719,909	1,215,492	(884,670)	21,050,731
Total	\$ 27,533,907	\$ 2,144,976	\$ (2,253,238)	\$ 27,425,645

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

7. EMPLOYEE FUTURE BENEFIT LIABILITIES

Employee future benefit liabilities consist of the following:

	2016	2015
Defined benefit pension plan liability	\$ 112,630	\$ 126,887
Accumulated sick pay liability	365,814	350,655
Total	\$ 478,444	\$ 477,542

8. PREPAID EXPENSES

Prepaid expenses consist of the following:

	2016	2015
Insurance	\$ 109,657	\$ -
SRB education software	44,302	91,863
Xerox photocopier lease	264,766	-
Other	50,344	36,658
Total	\$ 469,069	\$ 128,521

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

9. ACCUMULATED SURPLUS

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

	2016	2015
Unrestricted surplus	\$ -	\$ -
Operating reserves	1,973,634	2,496,281
Accumulated surplus from operations	1,973,634	2,496,281
Investment in tangible capital assets	2,768,830	2,915,741
Capital reserves	1,561,417	1,561,417
Accumulated remeasurement gains (losses)	(116,001)	(132,548)
Accumulated surplus	\$ 6,187,880	\$ 6,840,891

Accumulated Surplus from operations include funds of \$ 832,394 that are raised at school level and are not available to spend at board level. The School Division's adjusted surplus from operations is calculated as follows:

	2016	2015
Accumulated surplus from operations	\$ 1,973,634	\$ 2,496,281
Deduct: School generated funds included in accumulated surplus (Note 11)	832,394	915,529
Adjusted accumulated surplus ⁽¹⁾	\$ 1,141,240	\$ 1,580,752

(1) Adjusted accumulated surplus represents funds available for use by the School Division after deducting funds raised at school-level.

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

10. CONTRACTUAL OBLIGATIONS

Operating Lease

The School Division's current operating lease on office premises expires on June 30, 2024. The annual lease cost incurred in 2015-2016 was \$65,000. The rent will be adjusted annually (on the first day of July) by an amount equal to the lessee's proportionate share of operating costs of the previous year.

Photocopier Lease

The School Division's current lease on photocopier equipment expires on August 31, 2019. The minimum annual lease charge is \$251,447 plus GST for each year of the contract.

Replacement School Project

The School Division has committed to building a replacement school. Projected construction and consultant contract costs for the 2016-17 fiscal year are \$19,360,000 and for 2017-18 fiscal year is \$4,160,000. Expected date of completion is January 31, 2018. The project will be funded by a grant from Alberta Education.

11. SCHOOL GENERATED FUNDS

	2016	2015
School Generated Revenue, Beginning of Year	\$ 915,529	\$ 898,525
Gross Receipts:		
Fees	585,725	462,990
Fundraising	634,110	1,583,483
Gifts and donations	50,392	32,343
Other sales and services	708,409	393,183
Total gross receipts	1,978,636	2,471,999
Total Related Expenses and Uses of Funds	394,057	495,213
Total Direct Costs Including Cost of Goods Sold to Raise Funds	1,667,714	1,959,782
School Generated Revenues, End of Year (included in accumulated surplus)	\$ 832,394	\$ 915,529

ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

Notes to the Financial Statements For the Year Ended August 31, 2016

12. RELATED PARTY TRANSACTIONS

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

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Alberta Education				
Accounts receivable / Accounts payable	\$ 31,270	\$ -	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	75,121	-	-
Expended deferred capital revenue	-	21,050,731	798,433	-
Unexpended deferred capital revenue	-	6,027,204	-	-
Grant revenue & expenses	-	-	34,963,569	-
ATRF payments made on behalf of district	-	-	2,138,496	-
Other - Government of Alberta	-	-	168,012	-
Alberta Local Authorities Pension Plan Corp.	-	112,630	-	849,385
TOTAL 2015/2016	<u>\$ 31,270</u>	<u>\$ 27,265,686</u>	<u>\$ 38,068,510</u>	<u>\$ 849,385</u>
TOTAL 2014/2015	<u>\$ 79,679</u>	<u>\$ 27,660,794</u>	<u>\$ 37,727,579</u>	<u>\$ 752,096</u>

13. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

14. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on June 18, 2015. It is presented for information purposes only and has not been audited.

SCHEDULE 8

UNAUDITED SCHEDULE OF FEE REVENUES
for the Year Ending August 31, 2016 (in dollars)

	Actual 2016	Actual 2015
FEES		
Transportation fees	\$4,452	\$0
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$153,225	\$254,157
Technology user fees	\$2,400	\$2,540
Alternative program fees	\$0	\$1,574
Fees for optional courses (band, art, etc.)	\$37,049	\$51,673
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$17,500	\$21,000
Kindergarten & preschool	\$21,047	\$12,269
Extracurricular fees (sports teams and clubs)	\$340,000	\$324,701
Field trips (related to curriculum)	\$189,694	\$66,046
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$1,293	\$4,187
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
TOTAL FEES	\$766,660	\$738,147

**PLEASE DO NOT USE "SCHOOL GENERATED FUNDS" AS A CATEGORY*

Please disclose amounts paid by parents of students that are recorded as "Other sales and services" or "Other revenue" (rather than fee revenue):	Actual 2016	Actual 2015
Cafeteria sales, hot lunch, milk programs	\$378,694	\$393,183
Special events, graduation, tickets	\$81,646	\$69,942
Student travel (international, recognition trips, non-curricular)	\$157,113	\$320,663
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$87,599	\$132,665
Adult education revenue	\$0	\$0
Child care & before and after school care	\$0	\$0
Other (describe) Fundraising	\$634,110	\$785,056
Other (describe) Donations	\$50,392	\$32,343
Other (describe)	\$0	\$0
TOTAL	\$1,389,554	\$1,733,852

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2016 (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	521	17	97		
Federally Funded Students	166				
REVENUES					
Alberta Education allocated funding	\$ 623,360	\$ 402,568	\$ 84,823	\$ 3,590,493	\$ 1,217,233
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ 32,000	\$ -
TOTAL REVENUES	\$ 623,360	\$ 402,568	\$ 84,823	\$ 3,622,493	\$ 1,217,233
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits		\$ -	\$ 111,581	\$ 580,865	
Instructional non-certificated salaries & benefits	\$ 237,085	\$ 430,544	\$ -	\$ 2,630,599	
SUB TOTAL	\$ 237,085	\$ 430,544	\$ 111,581	\$ 3,211,464	
Supplies, contracts and services	\$ 63,886	\$ 3,772	\$ -	\$ 92,279	
Program planning, monitoring & evaluation	\$ 17,591	\$ 114,502	\$ -	\$ 422,577	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ 153,995	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 472,557	\$ 548,818	\$ 111,581	\$ 3,726,320	
NET FUNDING SURPLUS (SHORTFALL)	\$ 150,803	\$ (146,250)	\$ (26,758)	\$ (103,827)	

SCHEDULE 10

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES for the Year Ended August 31, 2016 (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	\$ 208,443	\$ 13,356	\$ -	\$ 221,799	\$ -	\$ -	\$ -	\$ 221,799
Educational administration (excluding superintendent)	\$ 155,561	\$ 3,255	\$ -	\$ 158,816	\$ 940,575	\$ 633,858	\$ -	\$ 1,733,249
Business administration	\$ 583,549	\$ 69,805	\$ 145,153	\$ 798,507	\$ 41,196	\$ -	\$ -	\$ 839,703
Board governance (Board of Trustees)	\$ 121,583	\$ 122,750	\$ -	\$ 244,333	\$ -	\$ -	\$ -	\$ 244,333
Information technology	\$ -	\$ 10,189	\$ -	\$ 10,189	\$ 606,819	\$ 351,671	\$ 200,554	\$ 1,169,233
Human resources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Central purchasing, communications, marketing	\$ 84,472	\$ 43,940	\$ 15,287	\$ 143,699	\$ -	\$ -	\$ -	\$ 143,699
Payroll	\$ 134,223	\$ -	\$ -	\$ 134,223	\$ -	\$ -	\$ -	\$ 134,223
Administration - insurance			\$ 131,500	\$ 131,500			\$ -	\$ 131,500
Administration - amortization			\$ 23,191	\$ 23,191			\$ -	\$ 23,191
Administration - other (admin building, interest)			\$ 144,588	\$ 144,588			\$ -	\$ 144,588
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 1,287,831	\$ 263,295	\$ 459,719	\$ 2,010,845	\$ 1,588,590	\$ 985,529	\$ 200,554	\$ 4,785,518

BOARD AND SYSTEM ADMINISTRATION (FOR INFORMATION ONLY - NOT PART OF FINANCIAL STATEMENTS) 2015/2016 EXPENSES UNDER (OVER) MAXIMUM LIMIT	
TOTAL EXPENSES (From "Total" column of Line 30 of Schedule of Program Operations)	\$43,993,316
Enter Number of Net Enrolled Students:	2,625
"C" if Charter School	
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%	5.12%
If "Total Net Enrolled Students" are 2,000 and less = 5.4%	
<p>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%).</p>	
STEP 2	
A. Calculate maximum expense limit amounts for Board and System Administration expenses	
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES	\$2,251,908
B. Considerations for Charter Schools and Small School Boards:	
If charter schools and small school boards, <u>The amount of Small Board Administration funding (Funding Manual Section 1.13)</u>	\$176,557
2015/2016 MAXIMUM EXPENSE LIMIT (the greater of A or B above)	\$2,251,908
Actual Board & System Administration from Line 30 of "Schedule of Program Operations" (Board & System Administration Column)	\$2,010,845
Amount Overspent	\$0