

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2015**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**The 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 Rodney.Boyko@asperview.org**

Telephone & Fax Numbers, and Email Address

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

The financial statements of The 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***

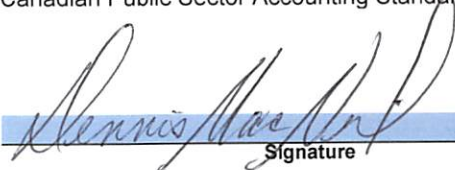
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors were given full access to school jurisdiction records.

***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.

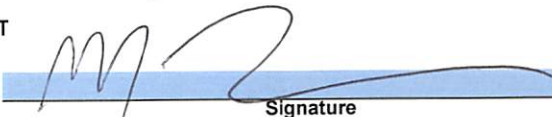
**BOARD CHAIR**

**Dennis MacNeil**  
Name

  
Signature

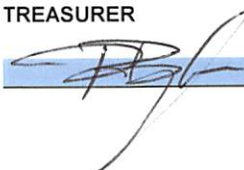
**SUPERINTENDENT**

**Mark Francis**  
Name

  
Signature

**SECRETARY-TREASURER OR TREASURER**

**Rodney Boyko**  
Name

  
Signature

**November 19, 2015**  
Board-approved Release Date

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## Independent Auditor's Report

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To the Board of Trustees,  
**The Aspen View Public School Division No. 78**

We have audited the accompanying financial statements of The Aspen View Public School Division No. 78 which comprise the statement of financial position as at August 31, 2015, the statements of operations, cash flows, change in net debt, remeasurement gains and losses, the schedules of changes in accumulated surplus, capital revenue, program operations and plant operations and maintenance expenses 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.

### *Auditor's 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 auditor's 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 The Aspen View Public School Division No. 78 as at August 31, 2015 and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*King + Company*

Edmonton, AB  
November 19, 2015



**STATEMENT OF FINANCIAL POSITION**  
As at August 31, 2015 (in dollars)

		2015	2014
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents	(Note 3)	\$ 7,797,724	\$ 2,243,699
Accounts receivable (net after allowances)	(Note 4)	\$ 552,274	\$ 1,531,207
Portfolio investments	(Note 5)	\$ 3,960,104	\$ 4,088,286
Other financial assets		\$ -	\$ -
<b>Total financial assets</b>		\$ 12,310,102	\$ 7,863,192
<b>LIABILITIES</b>			
Bank indebtedness	(Note 6)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 7)	\$ 1,221,931	\$ 1,121,108
Deferred revenue	(Note 8)	\$ 27,533,907	\$ 21,486,088
Employee future benefit liabilities	(Note 9)	\$ 477,542	\$ 654,100
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ 128,671
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
<b>Total liabilities</b>		\$ 29,233,380	\$ 23,389,967
<b>Net financial assets (debt)</b>		\$ (16,923,278)	\$ (15,526,775)
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	(Note 10)		
Land		\$ 330,335	\$ 330,335
Construction in progress		\$ 286,935	\$ 34,156
Buildings		\$ 44,958,707	
Less: Accumulated amortization		\$ (23,083,940)	\$ 22,725,568
Equipment		\$ 1,363,447	
Less: Accumulated amortization		\$ (672,809)	\$ 741,103
Vehicles		\$ 1,419,350	
Less: Accumulated amortization		\$ (1,015,730)	\$ 500,739
Computer Equipment		\$ 178,110	
Less: Accumulated amortization		\$ (128,757)	\$ 49,353
<b>Total tangible capital assets</b>		\$ 23,635,648	\$ 24,381,254
Prepaid expenses		\$ 128,521	\$ 53,969
Other non-financial assets		\$ -	\$ -
<b>Total non-financial assets</b>		\$ 23,764,169	\$ 24,435,223
<b>Accumulated surplus</b>	(Note 11)	\$ 6,840,891	\$ 8,908,448
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 6,973,439	\$ 8,717,028
Accumulated remeasurement gains (losses)		\$ (132,548)	\$ 191,420
		\$ 6,840,891	\$ 8,908,448
<b>Contractual obligations</b>	(Note 12)		
<b>Contingent liabilities</b>	(Note 13)		

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

**STATEMENT OF OPERATIONS**  
For the Year Ended August 31, 2015 (in dollars)

	Budget 2015	Actual 2015	Actual 2014
<b>REVENUES</b>			
Alberta Education	\$ 36,833,162	\$ 37,518,864	\$ 37,562,578
Other - Government of Alberta	\$ -	\$ 208,715	\$ 15,782
Federal Government and First Nations	\$ 1,697,971	\$ 2,307,444	\$ 1,394,034
Other Alberta school authorities	\$ -	\$ -	\$ -
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 284,835	\$ 738,147	\$ 738,069
Other sales and services	\$ 200	\$ 841,627	\$ 902,696
Investment income	\$ 200,000	\$ 271,037	\$ 133,760
Gifts and donations	\$ 5,000	\$ 1,919	\$ 8,300
Rental of facilities	\$ 40,000	\$ 99,551	\$ 35,170
Fundraising	\$ -	\$ 1,628,147	\$ 1,945,510
Gains on disposal of capital assets	\$ -	\$ -	\$ 78,497
Other revenue	\$ 1,539,838	\$ 178,894	\$ -
<b>Total revenues</b>	\$ 40,601,006	\$ 43,794,345	\$ 42,814,396
<b>EXPENSES</b>			
Instruction - ECS	\$ -	\$ 874,767	\$ 996,830
Instruction - Grades 1 - 12	\$ 30,490,261	\$ 30,235,905	\$ 27,126,149
Plant operations and maintenance	\$ 5,456,818	\$ 5,954,477	\$ 5,506,287
Transportation	\$ 4,241,044	\$ 3,919,057	\$ 4,020,456
Board & system administration	\$ 2,039,174	\$ 2,098,733	\$ 1,927,994
External services	\$ -	\$ 2,454,995	\$ 2,792,435
<b>Total expenses</b>	\$ 42,227,297	\$ 45,537,934	\$ 42,370,151
<b>Operating surplus (deficit)</b>	\$ (1,626,291)	\$ (1,743,589)	\$ 444,245

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



**STATEMENT OF CASH FLOWS**  
For the Year Ended August 31, 2015 (in dollars)

	2015	2014
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Operating surplus (deficit)	\$ (1,743,589)	\$ 444,245
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 1,006,238	\$ 981,935
Gains on disposal of tangible capital assets	\$ -	\$ (78,497)
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (788,114)	\$ (664,423)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ 978,933	\$ 112,434
Prepays	\$ (74,552)	\$ 36,777
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ 100,823	\$ (601,870)
Deferred revenue (excluding EDCR)	\$ 6,835,933	\$ 140,000
Employee future benefit liabilities	\$ (176,558)	\$ 115,549
Other - Tangible capital asset holdbacks included in accounts payable	\$ 191,637	\$ (191,637)
<b>Total cash flows from operating transactions</b>	<b>\$ 6,330,751</b>	<b>\$ 294,513</b>
<b>B. CAPITAL TRANSACTIONS</b>		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (252,779)	\$ (34,156)
Equipment	\$ (7,853)	\$ (362,500)
Vehicles	\$ -	\$ (131,228)
Computer equipment	\$ -	\$ (20,000)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Other - Tangible capital asset holdbacks included in accounts payable	\$ (191,637)	\$ 191,637
<b>Total cash flows from capital transactions</b>	<b>\$ (452,269)</b>	<b>\$ (356,247)</b>
<b>C. INVESTING TRANSACTIONS</b>		
Purchases of portfolio investments	\$ (152,147)	\$ 8,064
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement gains (losses) reclassified to the statement of operations	\$ (43,639)	\$ 53,898
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ (195,786)</b>	<b>\$ 61,962</b>
<b>D. FINANCING TRANSACTIONS</b>		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ (128,671)	\$ (398,406)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ (128,671)</b>	<b>\$ (398,406)</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ 5,554,025</b>	<b>\$ (398,178)</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 2,243,699</b>	<b>\$ 2,641,877</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 7,797,724</b>	<b>\$ 2,243,699</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, 2015 (in dollars)

	2015	2014
Operating surplus (deficit)	\$ (1,743,589)	\$ 444,245
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (260,632)	\$ (547,884)
Amortization of tangible capital assets	\$ 1,006,238	\$ 981,935
Net carrying value of tangible capital assets disposed of	\$ -	\$ 256,915
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ -	\$ -
<b>Total effect of changes in tangible capital assets</b>	\$ 745,606	\$ 690,966
Changes in:		
Prepaid expenses	\$ (74,552)	\$ 36,777
Other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ (323,968)	\$ 326,920
Endowments	\$ -	\$ -
<b>Increase (decrease) in net financial assets (net debt)</b>	\$ (1,396,503)	\$ 1,498,908
<b>Net financial assets (net debt) at beginning of year</b>	\$ (15,526,775)	\$ (17,025,683)
<b>Net financial assets (net debt) at end of year</b>	\$ (16,923,278)	\$ (15,526,775)

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

**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**  
**For the Year Ended August 31, 2015 (in dollars)**

	2015	2014
<b>Accumulated remeasurement gains (losses) at beginning of year</b>	\$ 191,420	\$ (135,500)
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ (280,329)	\$ 273,022
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ (43,639)	\$ 53,898
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ (323,968)	\$ 326,920
<b>Accumulated remeasurement gains (losses) at end of year</b>	\$ (132,548)	\$ 191,420

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



**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2015 (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, 2014	\$ 8,908,448	\$ 191,420	\$ 8,717,028	\$ 2,968,531	\$ -	\$ 2,918,360	\$ 2,268,720	\$ 561,417
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 8,908,448	\$ 191,420	\$ 8,717,028	\$ 2,968,531	\$ -	\$ 2,918,360	\$ 2,268,720	\$ 561,417
Operating surplus (deficit)	\$ (1,743,589)		\$ (1,743,589)			\$ (1,743,589)		
Board funded tangible capital asset additions				\$ 165,334		\$ (165,334)	\$ -	\$ -
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	\$ (323,968)	\$ (323,968)						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Investment income & realized capital gains on endowments	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (1,006,238)		\$ 1,006,238		
Capital revenue recognized	\$ -			\$ 788,114		\$ (788,114)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (227,561)	\$ 227,561	
Net transfers from operating reserves	\$ -					\$ -	\$ -	
Net transfers to capital reserves	\$ -					\$ (1,000,000)		\$ 1,000,000
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 6,840,891	\$ (132,548)	\$ 6,973,439	\$ 2,915,741	\$ -	\$ -	\$ 2,496,281	\$ 1,561,417



**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2015 (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
<b>Balance at August 31, 2014</b>	\$ 1,065,141	\$ 561,417	\$ -	\$ -	\$ -	\$ -	\$ 305,054	\$ -	\$ 898,525	\$ -
<b>Prior period adjustments:</b>										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2014</b>	\$ 1,065,141	\$ 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										
Investment income & realized capital gains on endowments										
Direct credits to accumulated surplus			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 227,561		\$ -		\$ -		\$ -		\$ -	
Net transfers from operating reserves	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ 1,000,000		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2015</b>	\$ 1,292,702	\$ 1,561,417	\$ -	\$ -	\$ -	\$ -	\$ 305,054	\$ -	\$ 898,525	\$ -

**SCHEDULE OF CAPITAL REVENUE**  
**(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)**  
for the Year Ended August 31, 2015 (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, 2014</b>	\$ -	\$ -	\$ 265,000	\$ -	\$ 21,221,088
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2014	\$ -	\$ -	\$ 265,000	\$ -	\$ 21,221,088
<b>Add:</b>					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 6,770,397				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources <i>(Describe)</i> :	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ -				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ 27,106	\$ -	\$ -	\$ -	
Other unexpended capital revenue: <i>(Describe)</i>				\$ -	
Net proceeds on disposal of supported tangible capital assets			\$ 38,430	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets (Explain):					\$ -
Alberta Schools Alternative Program (ASAP), Building Alberta School Construction Program, (BASCP) and other Alberta Infrastructure managed projects					\$ -
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (286,935)	\$ -	\$ -	\$ -	\$ 286,935
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Deduct:</b>					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 788,114
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
<b>Balance at August 31, 2015</b>	\$ 6,510,568	\$ -	\$ 303,430	\$ -	\$ 20,719,909
	(A)	(B)	(C)	(D)	
<b>Balance of Unexpended Deferred Capital Revenue at August 31, 2015 (A) + (B) + (C) + (D)</b>				\$ 6,813,998	

**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.

(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, 2015 (in dollars)**

REVENUES	2015							2014
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 838,744	\$ 27,780,774	\$ 4,774,134	\$ 4,125,212	\$ -	\$ -	\$ 37,518,864	\$ 37,562,578
(2) Other - Government of Alberta	\$ -	\$ 196,360	\$ 12,355	\$ -	\$ -	\$ -	\$ 208,715	\$ 15,782
(3) Federal Government and First Nations	\$ -	\$ 2,307,444	\$ -	\$ -	\$ -	\$ -	\$ 2,307,444	\$ 1,394,034
(4) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ -	\$ 275,157	\$ -	\$ -	\$ -	\$ 462,990	\$ 738,147	\$ 738,069
(9) Other sales and services	\$ -	\$ 303,621	\$ 86,185	\$ 170	\$ 58,468	\$ 393,183	\$ 841,627	\$ 902,696
(10) Investment income	\$ -	\$ -	\$ -	\$ -	\$ 271,037	\$ -	\$ 271,037	\$ 133,760
(11) Gifts and donations	\$ -	\$ -	\$ -	\$ -	\$ 1,919	\$ -	\$ 1,919	\$ 8,300
(12) Rental of facilities	\$ -	\$ -	\$ 99,551	\$ -	\$ -	\$ -	\$ 99,551	\$ 35,170
(13) Fundraising	\$ -	\$ 12,321	\$ -	\$ -	\$ -	\$ 1,615,826	\$ 1,628,147	\$ 1,945,510
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 78,497
(15) Other revenue	\$ -	\$ 47,486	\$ 130,171	\$ -	\$ 1,237	\$ -	\$ 178,894	\$ -
(16) <b>TOTAL REVENUES</b>	\$ 838,744	\$ 30,923,163	\$ 5,102,396	\$ 4,125,382	\$ 332,661	\$ 2,471,999	\$ 43,794,345	\$ 42,814,396
<b>EXPENSES</b>								
(17) Certificated salaries	\$ 258,163	\$ 16,801,166	\$ -	\$ -	\$ 363,411	\$ -	\$ 17,422,740	\$ 16,257,595
(18) Certificated benefits	\$ 31,440	\$ 4,018,798	\$ -	\$ -	\$ 43,721	\$ -	\$ 4,093,959	\$ 3,744,393
(19) Non-certificated salaries and wages	\$ 358,374	\$ 4,628,266	\$ 1,860,609	\$ 142,310	\$ 687,167	\$ -	\$ 7,676,726	\$ 6,764,743
(20) Non-certificated benefits	\$ 100,655	\$ 1,276,091	\$ 481,206	\$ 37,659	\$ 186,361	\$ -	\$ 2,081,972	\$ 1,705,342
(21) <b>SUB - TOTAL</b>	\$ 748,632	\$ 26,724,321	\$ 2,341,815	\$ 179,969	\$ 1,280,660	\$ -	\$ 31,275,397	\$ 28,472,073
(22) Services, contracts and supplies	\$ 126,135	\$ 3,378,029	\$ 2,742,814	\$ 3,739,088	\$ 769,961	\$ 2,454,995	\$ 13,211,022	\$ 12,849,673
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 788,114	\$ -	\$ -	\$ -	\$ 788,114	\$ 664,423
(24) Amortization of unsupported tangible capital assets	\$ -	\$ 133,555	\$ 69,378	\$ -	\$ 15,191	\$ -	\$ 218,124	\$ 317,512
(25) Supported interest on capital debt	\$ -	\$ -	\$ 12,356	\$ -	\$ -	\$ -	\$ 12,356	\$ 15,782
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ 32,921	\$ -	\$ 32,921	\$ 50,688
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) <b>TOTAL EXPENSES</b>	\$ 874,767	\$ 30,235,905	\$ 5,954,477	\$ 3,919,057	\$ 2,098,733	\$ 2,454,995	\$ 45,537,934	\$ 42,370,151
(31) <b>OPERATING SURPLUS (DEFICIT)</b>	\$ (36,023)	\$ 687,258	\$ (852,081)	\$ 206,325	\$ (1,766,072)	\$ 17,004	\$ (1,743,589)	\$ 444,245

**SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES**  
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 1,201,601	\$ 496,361	\$ 24,619		\$ 138,028		\$ 1,860,609		\$ 1,860,609
Uncertificated benefits	\$ 307,400	\$ 134,978	\$ 1,672		\$ 37,156		\$ 481,206		\$ 481,206
Sub-total Remuneration	\$ 1,509,001	\$ 631,339	\$ 26,291	\$ -	\$ 175,184		\$ 2,341,815		\$ 2,341,815
Supplies and services	\$ 108,875	\$ 351,718	\$ 127,627	\$ 1,136,342	\$ 51,491		\$ 1,776,053		\$ 1,776,053
Electricity			\$ 398,861				\$ 398,861		\$ 398,861
Natural gas/heating fuel			\$ 258,987				\$ 258,987		\$ 258,987
Sewer and water			\$ 110,477				\$ 110,477		\$ 110,477
Telecommunications			\$ 12,489				\$ 12,489		\$ 12,489
Insurance					\$ 185,947		\$ 185,947		\$ 185,947
ASAP maintenance & renewal payments								\$ -	\$ -
Amortization of tangible capital assets									
Supported								\$ 788,114	\$ 788,114
Unsupported						\$ 69,378	\$ 69,378		\$ 69,378
Total Amortization						\$ 69,378	\$ 69,378	\$ 788,114	\$ 857,492
Interest on capital debt									
Supported								\$ 12,356	\$ 12,356
Unsupported							\$ -		\$ -
Lease payments for facilities				\$ -			\$ -		\$ -
Other interest charges							\$ -		\$ -
Losses on disposal of capital assets							\$ -		\$ -
<b>TOTAL EXPENSES</b>	\$ 1,617,876	\$ 983,057	\$ 934,732	\$ 1,136,342	\$ 412,622	\$ 69,378	\$ 5,154,007	\$ 800,470	\$ 5,954,477
<b>SQUARE METRES</b>									
School buildings									47,903.6
Non school buildings									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.

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



**UNAUDITED SCHEDULE OF FEE REVENUE**  
for the Year Ending August 31, 2015 (in dollars)

	<b>Actual 2014/2015</b>	<b>Actual 2013/2014</b>
<b>FEES</b>		
Transportation fees	\$0	\$0
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$254,157	\$183,118
Technology user fees	\$2,540	\$2,610
Alternative program fees	\$1,574	\$2,576
Fees for optional courses (band, art, etc.)	\$51,673	\$58,148
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$21,000	\$21,000
Kindergarten & preschool	\$12,269	\$8,033
Extracurricular fees (sports teams and clubs)	\$324,701	\$364,351
Field trips (related to curriculum)	\$66,046	\$92,711
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$4,187	\$5,522
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
<b>TOTAL FEES</b>	<b>\$738,147</b>	<b>\$738,069</b>

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

<b>Please disclose amounts paid by parents of students that are recorded as "Other sales and services" or "Other revenue" (rather than fee revenue):</b>	<b>Actual 2014/2015</b>	<b>Actual 2013/2014</b>
Cafeteria sales, hot lunch, milk programs	\$393,183	\$482,467
Special events, graduation, tickets	\$69,942	\$111,436
Student travel (international, recognition trips, non-curricular)	\$320,663	\$301,666
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$132,665	\$38,553
Adult education revenue	\$0	\$0
Child care & before and after school care	\$0	\$0
Other (describe) Fundraising	\$785,056	\$1,148,785
Other (describe) Donations	\$32,343	\$40,307
Other (describe)	\$0	\$0
<b>TOTAL</b>	<b>\$1,733,852</b>	<b>\$2,123,214</b>



**UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING**  
for the Year Ended August 31, 2015 (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	513	22	66		
<b>REVENUES</b>					
Alberta Education allocated funding	\$ 604,365	\$ 680,106	\$ 60,083	\$ 285,039	\$ 1,287,029
Other funding allocated by the board to the program	\$ -		\$ -	\$ 63,733	\$ -
<b>TOTAL REVENUES</b>	\$ 604,365	\$ 680,106	\$ 60,083	\$ 348,772	\$ 1,287,029
<b>EXPENSES (Not allocated from BASE, Transportation, or other funding)</b>					
Instructional certificated salaries & benefits	\$ 221,170	\$ 6,000	\$ 25,707	\$ 499,589	
Instructional non-certificated salaries & benefits	\$ 363,176	\$ 505,392	\$ 12,274	\$ 2,598,831	
<b>SUB TOTAL</b>	\$ 584,346	\$ 511,392	\$ 37,980	\$ 3,098,420	
Supplies, contracts and services	\$ 43,667	\$ 19,731	\$ 1,500	\$ 242,347	
Program planning, monitoring & evaluation	\$ -	\$ 158,236	\$ -	\$ 228,521	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ 3,372	\$ -	\$ -	\$ 3,470	
Other (please describe)	\$ 1,859		\$ -	\$ 3,723	
<b>TOTAL EXPENSES</b>	\$ 633,243	\$ 689,360	\$ 39,480	\$ 3,576,481	
<b>NET FUNDING SURPLUS (SHORTFALL)</b>	\$ (28,878)	\$ (9,254)	\$ 20,603	\$ (3,227,709)	

**UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES**  
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs			TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	
1 Office of the superintendent	\$ 187,178	\$ 10,171	\$ -	\$ 197,349	\$ -	\$ -	\$ -	\$ 197,349
2 Educational administration (excluding superintendent)	\$ 223,207	\$ 11,192	\$ -	\$ 234,399	\$ 88,313	\$ -	\$ -	\$ 322,712
3 Business administration	\$ 530,009	\$ 177,594	\$ 161,388	\$ 868,991	\$ 40,674	\$ -	\$ -	\$ 909,665
4 Board governance (Board of Trustees)	\$ 122,239	\$ 134,469	\$ -	\$ 256,708	\$ -	\$ -	\$ -	\$ 256,708
5 Information technology	\$ -	\$ 26,440	\$ -	\$ 26,440	\$ 608,913	\$ 434,486	\$ 613,300	\$ 1,683,139
6 Human resources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7 Central purchasing, communications, marketing	\$ 92,486	\$ 19,509	\$ 18,000	\$ 129,995	\$ -	\$ -	\$ -	\$ 129,995
8 Payroll	\$ 125,541	\$ -	\$ -	\$ 125,541	\$ -	\$ -	\$ -	\$ 125,541
9 Administration - insurance			\$ 131,948	\$ 131,948			\$ -	\$ 131,948
10 Administration - amortization			\$ 15,191	\$ 15,191			\$ -	\$ 15,191
11 Administration - other (admin building, interest)			\$ 112,171	\$ 112,171			\$ -	\$ 112,171
12 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
13 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
14 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL EXPENSES</b>	<b>\$ 1,280,660</b>	<b>\$ 379,375</b>	<b>\$ 438,698</b>	<b>\$ 2,098,733</b>	<b>\$ 737,900</b>	<b>\$ 434,486</b>	<b>\$ 613,300</b>	<b>\$ 3,884,419</b>

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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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

### 2. 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.



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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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### 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.

Detailed information regarding portfolio investments is disclosed in Note 5.

#### 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 an acquisition to the applicable asset class at substantial completion.
- Buildings include land, 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.

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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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### 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	10% 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, vacation, overtime, 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.

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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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### 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) Liability for Contaminated Sites

In June 2010, the Public Sector Accounting Board issued this accounting standard effective for fiscal years starting on or after April 1, 2014. Contaminated sites are a result of contamination being introduced into the air, soil, water, or sediment of a chemical, organic, or radioactive material, or live organism that exceeds an environmental standard. The School Division adopted this accounting standard retroactively as of April 1, 2014. There were no changes to the financial statements as a result.

#### i) 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.

#### j) 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



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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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

contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *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.

#### k) 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.

#### l) 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, 2015, the amount contributed by the Government was \$2,117,405 (2014 - \$1,957,707).

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 \$739,740 for the year ended August 31, 2015 (2014 - \$714,053). At December 31, 2014, the Local Authorities Pension Plan reported an actuarial deficiency of \$2,464,636,000 (2013 deficiency of \$4,861,516,000).

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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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

#### m) 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.

#### n) 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.

# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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

#### o) 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. CASH AND CASH EQUIVALENTS

	2015			2014
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 7,797,724	\$ 7,797,724	\$ 2,243,699

On September 2, 2015, the School Division utilized \$6,000,000 included in above cash to purchase pooled investment funds.

### 4. ACCOUNTS RECEIVABLE

	2015			2014
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Capital	\$ -	\$ -	\$ -	\$ 1,000,000
Alberta Education - Instruction	79,679	-	79,679	30,064
Treasury Board and Finance - Supported debenture principal	-	-	-	128,671
Treasury Board and Finance - Accrued interest on supported debentures	-	-	-	10,353
Federal government	194,642	-	194,642	147,397
First Nations	109,847	-	109,847	-
Other	168,106	-	168,106	214,722
Total	\$ 552,274	\$ -	\$ 552,274	\$ 1,531,207

# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

### 5. PORTFOLIO INVESTMENTS

	2015				
	Average Effective (Market) Yield	Cost	Fair Value	Balance	2014
Guaranteed interest certificates	0.92%	\$ 137,702	\$ 137,702	\$ 137,702	\$ 236,824
Fixed income securities - Pooled investment funds		3,245,855	3,140,528	3,140,528	2,723,659
Equities					
Canadian		709,094	681,874	681,874	665,660
Foreign		-	-	-	462,143
Total equities		709,094	681,874	681,874	1,127,803
Total portfolio investments		<u>\$4,092,651</u>	<u>\$3,960,104</u>	<u>\$3,960,104</u>	<u>\$4,088,286</u>

All guaranteed interest certificates and fixed income securities mature between 3 months to 5 years (2014 – All 3 months to 5 years). It is management's opinion that there has been no impairment during the year.

### 6. BANK INDEBTEDNESS

The School Division has negotiated a line of credit in the amount of \$800,000 that bears interest at bank prime less 0.245%. 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, 2015 (2014 – nil).



# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

### 7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015	2014
Alberta Capital Finance Authority (Interest on long-term debt - Supported)	\$ -	\$ 10,353
Accrued vacation pay	147,394	165,337
Salaries & benefit costs	474,159	457,686
Other trade payables and accrued liabilities	600,378	487,732
<b>Total</b>	<b>\$ 1,221,931</b>	<b>\$ 1,121,108</b>

### 8. DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2014	ADD: 2014/2015 Restricted Funds Received/ Receivable	DEDUCT: 2014/2015 Restricted Funds Expended (Paid / Payable)	DEFERRED REVENUE as at Aug. 31, 2015
<b>Unexpended deferred operating revenue</b>				
<b>Alberta Education:</b>				
Infrastructure Maintenance Renewal	\$ -	\$ 1,183,347	\$ (1,183,347)	\$ -
<b>Total unexpended deferred operating revenue</b>	<b>\$ -</b>	<b>\$ 1,183,347</b>	<b>\$ (1,183,347)</b>	<b>\$ -</b>
<b>Unexpended deferred capital revenue</b>	265,000	6,835,933	(286,935)	6,813,998
<b>Expended deferred capital revenue</b>	21,221,088	286,935	(788,114)	20,719,909
<b>Total</b>	<b>\$21,486,088</b>	<b>\$ 8,306,215</b>	<b>\$ (2,258,396)</b>	<b>\$27,533,907</b>

# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

### 9. EMPLOYEE FUTURE BENEFIT LIABILITIES

Employee future benefit liabilities consist of the following:

	2015	2014
Defined benefit pension plan liability	\$ 126,887	\$ 116,065
Accumulated sick pay liability	350,655	398,035
Retirement allowances	-	140,000
<b>Total</b>	<b>\$ 477,542</b>	<b>\$ 654,100</b>

### 10. TANGIBLE CAPITAL ASSETS

	2015						2014
	Land	Construction In Progress - Buildings	Buildings	Equipment	Vehicles & Buses	Computer Hardware & Software	Total
Estimated useful life			10-40 Years	5-20 Years	3-10 Years	3-5 Years	
<b>Historical cost</b>							
Beginning of year	\$ 330,335	\$ 34,156	\$ 46,036,902	\$ 1,355,594	\$ 1,453,017	\$ 178,110	\$ 49,388,114
Additions	-	252,779	-	7,853	-	-	260,632
Less disposals including write-offs	-	-	(1,078,195)	-	(33,667)	-	(1,111,862)
	<u>330,335</u>	<u>286,935</u>	<u>44,958,707</u>	<u>1,363,447</u>	<u>1,419,350</u>	<u>178,110</u>	<u>48,536,884</u>
<b>Accumulated amortization</b>							
Beginning of year	-	-	23,311,334	614,491	952,278	128,757	25,006,860
Additions	-	-	850,801	58,318	97,119	-	1,006,238
Less disposals including write-offs	-	-	(1,078,195)	-	(33,667)	-	(1,111,862)
	-	-	<u>23,083,940</u>	<u>672,809</u>	<u>1,015,730</u>	<u>128,757</u>	<u>24,901,236</u>
<b>Net Book Value at End of Year</b>	<b>\$ 330,335</b>	<b>\$ 286,935</b>	<b>\$ 21,874,767</b>	<b>\$ 690,638</b>	<b>\$ 403,620</b>	<b>\$ 49,353</b>	<b>\$ 23,635,648</b>

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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

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## Notes to the Financial Statements For the Year Ended August 31, 2015

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### 11. 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:

	2015	2014
Unrestricted surplus	\$ -	\$ 2,918,360
Operating reserves	2,496,281	2,268,720
Accumulated surplus from operations	2,496,281	5,187,080
Investment in tangible capital assets	2,915,741	2,968,531
Capital reserves	1,561,417	561,417
Accumulated rereasurement gains (losses)	(132,548)	191,420
Accumulated surplus	\$ 6,840,891	\$ 8,908,448

Accumulated surplus from operations include funds of \$915,529 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:

	2015	2014
Accumulated surplus from operations	\$ 2,496,281	\$ 5,187,080
Deduct: School generated funds included in accumulated surplus (Note 14)	915,529	898,525
Adjusted accumulated surplus <sup>(1)</sup>	\$ 1,580,752	\$ 4,288,555

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

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# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

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### 12. 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 2014-2015 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.

#### Land Exchange

The School Division has committed to exchanging land with a related party by August 31, 2016. The value of the land disposed and value of the land received have not been determined.

### 13. CONTINGENT LIABILITIES

The School Division has been named in 1 (2014 – 1) claim of which the outcome is not determinable. This indeterminable claim has a specified amount of \$63,567 plus interest and additional costs. An accrual has not been made because the likelihood of loss cannot be determined. The resolution of this claim may result in a liability, if any, that may be significantly lower than the claim amount.

### 14. SCHOOL GENERATED FUNDS

	2015	2014
School Generated Revenue, Beginning of Year	\$ 898,525	\$ 829,677
Gross Receipts:		
Fees	462,990	599,951
Fundraising	1,583,483	1,791,197
Gifts and donations	32,343	48,718
Other sales and services	393,183	421,417
Total gross receipts	2,471,999	2,861,283
Total Related Expenses and Uses of Funds	495,213	297,520
Total Direct Costs Including Cost of Goods Sold to Raise Funds	1,959,782	2,494,915
School Generated Revenues, End of Year	<u>\$ 915,529</u>	<u>\$ 898,525</u>



# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

### 15. 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)	Liabilities (at amortized cost)	Revenues	Expenses
<b>Government of Alberta (GOA):</b>				
<b>Education</b>				
Accounts receivable / Accounts payable	\$ 79,679	\$ -	\$ -	\$ -
Expended deferred capital revenue	-	20,719,909	-	-
Unexpended deferred capital revenue	-	6,813,998	-	-
Grant revenue & expenses	-	-	35,597,818	-
ATRF payments made on behalf of district	-	-	2,117,405	-
Alberta Treasury Board and Finance (Interest)	-	-	12,356	12,356
Alberta Local Authorities Pension Plan Corp.	-	126,887	-	739,740
<b>TOTAL 2014/2015</b>	<u>\$ 79,679</u>	<u>\$ 27,660,794</u>	<u>\$ 37,727,579</u>	<u>\$ 752,096</u>
<b>TOTAL 2013/2014</b>	<u>\$ 1,169,088</u>	<u>\$ 21,476,177</u>	<u>\$ 37,578,360</u>	<u>\$ 729,835</u>

### 16. 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.

# THE ASPEN VIEW PUBLIC SCHOOL DIVISION NO. 78

## Notes to the Financial Statements For the Year Ended August 31, 2015

### 17. REMUNERATION AND MONETARY INCENTIVES

The School Division had paid or accrued expenses for the year ended August 31, 2015 to or on behalf of the following positions and persons in groups as described as follows:

Board Members:	FTE	Remuneration	Benefits	Expenses
Chair				
Dennis MacNeil	1.0	\$19,463	\$4,045	\$12,657
Other members				
Lewis Semashkewich	1.0	\$986	\$1,702	\$1,250
Trevor Yeaman	1.0	\$12,291	\$1,744	\$9,498
Elohne Chizawsky	1.0	\$18,534	\$4,013	\$10,981
Donna Cherniwchan	1.0	\$14,150	\$3,897	\$7,927
Pat Pederson	1.0	\$17,496	\$3,979	\$13,008
Candyce Nikipelo	1.0	\$11,037	\$3,654	\$9,682
Nancy Sand	1.0	\$3,617	\$1,631	\$4,261
<b>Subtotal</b>	<b>8.0</b>	<b>\$97,574</b>	<b>\$24,665</b>	<b>\$69,264</b>
Superintendent	1.0	\$165,000	\$22,028	\$4,957
Secretary/Treasurer	1.0	\$130,000	\$34,771	\$6,569
Certificated teachers	197.2	\$17,257,740	\$4,071,931	
Non-certificated - other	181.2	\$7,449,152	\$2,022,536	
<b>TOTALS</b>		<b>\$25,099,466</b>	<b>\$6,175,931</b>	

### 18. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on May 22, 2014. It is presented for information purposes only and has not been audited.

### 19. COMPARATIVE FIGURES

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

**BOARD AND SYSTEM ADMINISTRATION (FOR INFORMATION ONLY - NOT PART OF FINANCIAL STATEMENTS)  
2014/2015 EXPENSES UNDER (OVER) MAXIMUM LIMIT**

2125

<b>TOTAL EXPENSES (From "Total" column of Line 30 of Schedule of Program Operations)</b>	\$45,537,934
<b>Enter Number of Net Enrolled Students:</b>	2,494
<b>Enter "C" if Charter School</b>	
<b>STEP 1</b>	
<b>Calculation of maximum expense limit percentage for Board and System Administration expenses</b>	
If "Total Net Enrolled Students" are 6,000 and over = 3.6%	5.18%
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%).	
<b>STEP 2</b>	
<b>A. Calculate maximum expense limit amounts for Board and System Administration expenses</b>	
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES	\$2,357,818
<b>B. Considerations for Charter Schools and Small School Boards:</b>	
If charter schools and small school boards, The amount of Small Board Administration funding ( <i>Funding Manual</i> Section 1.13)	\$238,236
<b>2014/2015 MAXIMUM EXPENSE LIMIT (the greater of A or B above)</b>	\$2,357,818
<b>Actual Board &amp; System Administration from Line 30 of "Schedule of Program Operations" (Board &amp; System Administration Column)</b>	\$2,098,733
<b>Amount Overspent</b>	\$0