

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

**4501 The Medicine Hat Roman Catholic Separate School Division**

Legal Name of School Jurisdiction

**1251 1 Avenue SW Medicine Hat AB T1A 8B4**

Mailing Address

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Contact Numbers and Email Address

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

The financial statements of 4501 The Medicine Hat Roman Catholic Separate School Division presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong system of budgetary control.

**Board of Trustees Responsibility**

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and approved the financial statements for release.

**External Auditors**

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

**Declaration of Management and Board Chair**

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations, remeasurement gains and losses, changes in net financial assets (debt), and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

**BOARD CHAIR**

Ms. Kathy Glasgo

Name

  
Signature

**SUPERINTENDENT**

Mr. Dwayne Zarichny

Name

  
Signature

**SECRETARY-TREASURER OR TREASURER**

Greg MacPherson

Name

  
Signature

November 24, 2021

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
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## **Independent Auditor's Report**

To the Board of Trustees of  
Medicine Hat Roman Catholic Separate School Division

We have audited the accompanying financial statements of Medicine Hat Roman Catholic Separate School Division which comprise the statement of financial position as at August 31, 2021 and the statements of operations, cash flows, change in net financial assets (net debt), remeasurement gains and losses, and the schedules of net assets, deferred contributions, program operations, plant operations and maintenance, cash, cash equivalents and portfolio investments, tangible capital assets, and remuneration and monetary incentives for the year then ended August 31, 2021 and a summary of significant accounting policies and other explanatory notes.

### **Opinion**

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Medicine Hat Roman Catholic Separate School Division as at August 31, 2021 and the results of its operations, its cash flows, its changes in net financial assets (net debt), and its remeasurement gains and losses for the years then ended in accordance with Canadian public sector accounting standards.

### **Basis for Opinion**

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Division in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other Matter**

The accompanying financial statements comprise unaudited schedules of fee revenue and central administration expenses.

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

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

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

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

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Division's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Medicine Hat, Alberta

November 25, 2021

*MNP* LLP

Chartered Professional Accountants

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

	2021	2020
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (Schedule 5; Note 3)	\$ 5,696,139	\$ 4,811,881
Accounts receivable (net after allowances) (Note 4)	\$ 1,230,719	\$ 1,221,391
Portfolio investments		
Operating (Schedule 5)	\$ -	\$ -
Endowments (Schedules 1 & 5)	\$ -	\$ -
Inventories for resale	\$ -	\$ -
Other financial assets	\$ -	\$ -
<b>Total financial assets</b>	\$ 6,926,858	\$ 6,033,272
<b>LIABILITIES</b>		
Bank indebtedness (Note 6)	\$ -	\$ -
Accounts payable and accrued liabilities (Note 7)	\$ 3,790,008	\$ 2,759,354
Unspent deferred contributions (Schedule 2)	\$ 1,782,940	\$ 2,822,274
Employee future benefits liabilities	\$ -	\$ -
Environmental liabilities	\$ -	\$ -
Other liabilities	\$ -	\$ -
Debt		
Supported: Debentures	\$ -	\$ -
Unsupported: Debentures	\$ -	\$ -
Mortgages and capital loans	\$ -	\$ -
Capital leases	\$ -	\$ -
<b>Total liabilities</b>	\$ 5,572,948	\$ 5,581,628
<b>Net financial assets</b>	\$ 1,353,910	\$ 451,644
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 6)	\$ 40,769,625	\$ 39,104,064
Inventory of supplies	\$ -	\$ 20,713
Prepaid expenses (Note 9)	\$ 523,927	\$ 634,843
Other non-financial assets (Note 10)	\$ 134,472	\$ 74,441
<b>Total non-financial assets</b>	\$ 41,428,024	\$ 39,834,061
<b>Net assets before spent deferred capital contributions</b>	\$ 42,781,934	\$ 40,285,705
Spent deferred capital contributions (Schedule 2)	\$ 39,850,649	\$ 38,025,487
<b>Net assets</b>	\$ 2,931,285	\$ 2,260,218
<b>Net assets</b> (Note 11)		
Accumulated surplus (deficit) (Schedule 1)	\$ 2,931,285	\$ 2,260,218
Accumulated rereasurement gains (losses)	\$ -	\$ -
	\$ 2,931,285	\$ 2,260,218
<b>Contingent assets</b> (Note 5)		
<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, 2021 (in dollars)

	Budget 2021	Actual 2021	Actual 2020
<b>REVENUES</b>			
Government of Alberta	\$ 26,858,924	\$ 26,426,102	\$ 25,263,552
Federal Government and other government grants	\$ -	\$ -	\$ -
Property taxes	\$ 4,404,533	\$ 4,711,499	\$ 4,140,022
Fees (Schedule 8)	\$ 739,598	\$ 400,102	\$ 577,218
Sales of services and products	\$ 1,138,134	\$ 947,884	\$ 692,725
Investment income	\$ 63,062	\$ 90,268	\$ 51,386
Donations and other contributions	\$ 286,053	\$ 86,656	\$ 239,158
Other revenue	\$ 30,640	\$ 79,705	\$ 40,425
<b>Total revenues</b>	<b>\$ 33,520,944</b>	<b>\$ 32,742,216</b>	<b>\$ 31,004,486</b>
<b>EXPENSES</b>			
Instruction - Pre Kindergarten	\$ 2,007,881	\$ 1,607,554	\$ 2,946,863
Instruction - Kindergarten to Grade 12	\$ 22,965,641	\$ 21,905,172	\$ 21,077,212
Operations and maintenance (Schedule 4)	\$ 5,191,341	\$ 4,978,310	\$ 4,368,603
Transportation	\$ 1,376,593	\$ 1,269,991	\$ 1,051,360
System administration	\$ 1,579,986	\$ 1,583,600	\$ 1,591,728
External services	\$ 795,937	\$ 726,522	\$ 406,901
<b>Total expenses</b>	<b>\$ 33,917,379</b>	<b>\$ 32,071,149</b>	<b>\$ 31,442,667</b>
<b>Annual operating surplus (deficit)</b>	<b>\$ (396,435)</b>	<b>\$ 671,067</b>	<b>\$ (438,181)</b>
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
<b>Annual surplus (deficit)</b>	<b>\$ (396,435)</b>	<b>\$ 671,067</b>	<b>\$ (438,181)</b>
<b>Accumulated surplus (deficit) at beginning of year</b>	<b>\$ 2,260,218</b>	<b>\$ 2,260,218</b>	<b>\$ 2,698,399</b>
<b>Accumulated surplus (deficit) at end of year</b>	<b>\$ 1,863,783</b>	<b>\$ 2,931,285</b>	<b>\$ 2,260,218</b>

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

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

	2021	2020
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Annual surplus (deficit)	\$ 671,067	\$ (438,181)
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 1,604,051	\$ 1,676,546
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ 16,993
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (1,427,671)	\$ (1,426,391)
Deferred capital revenue write-down / adjustment	\$ -	\$ 80,523
Increase/(Decrease) in employee future benefit liabilities	\$ -	\$ -
Donations in kind	\$ -	\$ -
	\$ 847,447	\$ (90,510)
(Increase)/Decrease in accounts receivable	\$ (9,328)	\$ (128,379)
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ 20,713	\$ (20,713)
(Increase)/Decrease in prepaid expenses	\$ 110,916	\$ (93,636)
(Increase)/Decrease in other non-financial assets	\$ (60,031)	\$ 11,860
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ 1,030,654	\$ 98,285
Increase/(Decrease) in unspent deferred contributions	\$ (1,039,334)	\$ 896,266
Increase/(Decrease) in environmental liabilities	\$ -	\$ -
	\$ -	\$ -
<b>Total cash flows from operating transactions</b>	<b>\$ 901,037</b>	<b>\$ 673,173</b>
<b>B. CAPITAL TRANSACTIONS</b>		
Acquisition of tangible capital assets	\$ (2,874,024)	\$ (1,729,996)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Acquisition of tangible capital assets directly funded by AB Ed/Infrastructure	\$ -	\$ -
<b>Total cash flows from capital transactions</b>	<b>\$ (2,874,024)</b>	<b>\$ (1,729,996)</b>
<b>C. INVESTING TRANSACTIONS</b>		
Purchases of portfolio investments	\$ -	\$ -
Proceeds on sale of portfolio investments	\$ -	\$ -
Accrued interest on deferred contributions	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ -</b>	<b>\$ -</b>
<b>D. FINANCING TRANSACTIONS</b>		
Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 2,857,245	\$ 1,608,689
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
0	\$ -	\$ -
0	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ 2,857,245</b>	<b>\$ 1,608,689</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ 884,258</b>	<b>\$ 551,866</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 4,811,881</b>	<b>\$ 4,260,015</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 5,696,139</b>	<b>\$ 4,811,881</b>

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

**STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**

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

	2021	2020
Annual surplus (deficit)	\$ 671,067	\$ (438,181)
<b>Effect of changes in tangible capital assets</b>		
Acquisition of tangible capital assets	\$ (2,874,024)	\$ (1,844,973)
Amortization of tangible capital assets	\$ 1,604,051	\$ 1,676,546
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ 16,993
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ (395,588)	\$ -
Other changes      Deferred capital revenue write-down/adjust.	\$ -	\$ 80,523
<b>Total effect of changes in tangible capital assets</b>	<b>\$ (1,665,561)</b>	<b>\$ (70,911)</b>
Acquisition of inventory of supplies	\$ 20,713	\$ (20,713)
Consumption of inventory of supplies	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ 110,916	\$ (93,636)
(Increase)/Decrease in other non-financial assets	\$ (60,031)	\$ 11,860
Net remeasurement gains and (losses)	\$ -	\$ -
Change in spent deferred capital contributions      (Schedule 2)	\$ 1,825,162	\$ 297,275
Other changes	\$ -	\$ -
<b>Increase (decrease) in net financial assets</b>	<b>\$ 902,266</b>	<b>\$ (314,306)</b>
<b>Net financial assets at beginning of year</b>	<b>\$ 451,644</b>	<b>\$ 765,950</b>
<b>Net financial assets at end of year</b>	<b>\$ 1,353,910</b>	<b>\$ 451,644</b>

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



**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**

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

	2021	2020
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Other Adjustment (Describe)	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
<b>Accumulated remeasurement gains (losses) at beginning of year</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Accumulated remeasurement gains (losses) at end of year</b>	<b>\$ -</b>	<b>\$ -</b>

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

**SCHEDULE 1**

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

	NET ASSETS	ACCUMULATED REEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
<b>Balance at August 31, 2020</b>	\$ 2,260,218	\$ -	\$ 2,260,218	\$ 1,103,035	\$ -	\$ 208,029	\$ 890,655	\$ 58,500
<b>Prior period adjustments:</b>								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2020</b>	\$ 2,260,218	\$ -	\$ 2,260,218	\$ 1,103,035	\$ -	\$ 208,029	\$ 890,655	\$ 58,500
Operating surplus (deficit)	\$ 671,067		\$ 671,067			\$ 671,067		
Board funded tangible capital asset additions				\$ 16,779		\$ (16,779)	\$ -	\$ -
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	\$ -			\$ (1,604,051)		\$ 1,604,051		
Capital revenue recognized	\$ -			\$ 1,427,671		\$ (1,427,671)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (486,763)	\$ 486,763	
Net transfers from operating reserves	\$ -					\$ 266,254	\$ (266,254)	
Net transfers to capital reserves	\$ -					\$ (6,500)		\$ 6,500
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ (24,458)	\$ -	\$ 24,458	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2021</b>	\$ 2,931,285	\$ -	\$ 2,931,285	\$ 918,976	\$ -	\$ 836,146	\$ 1,111,164	\$ 65,000

**SCHEDULE 1**

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

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
<b>Balance at August 31, 2020</b>	\$ 820,874	\$ 58,500	\$ 69,781	\$ -	\$ (0)	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Prior period adjustments:</b>										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2020</b>	\$ 820,874	\$ 58,500	\$ 69,781	\$ -	\$ (0)	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ 253,127		\$ 177,956		\$ 55,680		\$ -		\$ -	
Net transfers from operating reserves	\$ (266,254)		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ 6,500		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2021</b>	\$ 807,747	\$ 65,000	\$ 247,737	\$ -	\$ 55,680	\$ -	\$ -	\$ -	\$ -	\$ -

SCHEDULE 2

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

	Alberta Education					Other GoA Ministries					Gov't of Canada
	IMR	CMR	Safe Return to Class	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries	
<b>Deferred Operating Contributions (DOC)</b>											
Balance at August 31, 2020	\$ 669,631	\$ -	\$ -	\$ 32,539	\$ 702,170	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2020</b>	<b>\$ 669,631</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,539</b>	<b>\$ 702,170</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Received during the year (excluding investment income)	\$ 394,033	\$ -	\$ -	\$ -	\$ 394,033	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ (214,553)	\$ -	\$ -	\$ -	\$ (214,553)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ 5,039	\$ -	\$ -	\$ -	\$ 5,039	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (73,430)	\$ -	\$ -	\$ -	\$ (73,430)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>DOC closing balance at August 31, 2021</b>	<b>\$ 780,720</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,539</b>	<b>\$ 813,259</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Unspent Deferred Capital Contributions (UDCC)</b>											
Balance at August 31, 2020	\$ 822,050	\$ 871,188	\$ -	\$ -	\$ 1,693,238	\$ 150,101	\$ -	\$ -	\$ -	\$ 150,101	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2020</b>	<b>\$ 822,050</b>	<b>\$ 871,188</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,693,238</b>	<b>\$ 150,101</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 150,101</b>	<b>\$ -</b>
Received during the year (excluding investment income)	\$ -	\$ 1,433,129	\$ -	\$ -	\$ 1,433,129	\$ 214,314	\$ -	\$ -	\$ -	\$ 214,314	\$ -
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (3,511)	\$ -	\$ -	\$ -	\$ (3,511)	\$ -
Investment earnings	\$ 3,170	\$ -	\$ -	\$ -	\$ 3,170	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ -	\$ 3,448	\$ -	\$ -	\$ 3,448	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 73,430	\$ -	\$ -	\$ -	\$ 73,430	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ (798,112)	\$ (1,844,819)	\$ -	\$ -	\$ (2,642,931)	\$ (214,314)	\$ -	\$ -	\$ -	\$ (214,314)	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>UDCC closing balance at August 31, 2021</b>	<b>\$ 100,538</b>	<b>\$ 462,946</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 563,484</b>	<b>\$ 146,590</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 146,590</b>	<b>\$ -</b>
<b>Total Unspent Deferred Contributions at August 31, 2021</b>	<b>\$ 881,258</b>	<b>\$ 462,946</b>	<b>\$ -</b>	<b>\$ 32,539</b>	<b>\$ 1,376,743</b>	<b>\$ 146,590</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 146,590</b>	<b>\$ -</b>
<b>Spent Deferred Capital Contributions (SDCC)</b>											
Balance at August 31, 2020	\$ 4,701,620	\$ 880,203	\$ -	\$ -	\$ 5,581,823	\$ 32,443,664	\$ -	\$ -	\$ -	\$ 32,443,664	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2020</b>	<b>\$ 4,701,620</b>	<b>\$ 880,203</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,581,823</b>	<b>\$ 32,443,664</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 32,443,664</b>	<b>\$ -</b>
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 395,588	\$ -	\$ -	\$ -	\$ 395,588	\$ -
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 798,112	\$ 1,844,819	\$ -	\$ -	\$ 2,642,931	\$ 214,314	\$ -	\$ -	\$ -	\$ 214,314	\$ -
Amounts recognized as revenue (Amortization of SDCC)	\$ (215,796)	\$ (6,167)	\$ -	\$ (12,499)	\$ (234,462)	\$ (1,193,209)	\$ -	\$ -	\$ -	\$ (1,193,209)	\$ -
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain: Reclass Playgroup	\$ (216,668)	\$ -	\$ -	\$ 216,668	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>SDCC closing balance at August 31, 2021</b>	<b>\$ 5,067,268</b>	<b>\$ 2,718,855</b>	<b>\$ -</b>	<b>\$ 204,169</b>	<b>\$ 7,990,292</b>	<b>\$ 31,860,357</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 31,860,357</b>	<b>\$ -</b>

**SCHEDULE 2**

	Other Sources			Total
	Donations and grants from others	Other	Total other sources	
<b>Deferred Operating Contributions (DOC)</b>				
Balance at August 31, 2020	\$ -	\$ 40,312	\$ 40,312	\$ 742,482
Prior period adjustments - please explain:	-	-	\$ -	\$ -
<b>Adjusted ending balance August 31, 2020</b>	<b>\$ -</b>	<b>\$ 40,312</b>	<b>\$ 40,312</b>	<b>\$ 742,482</b>
Received during the year (excluding investment income)	\$ -	\$ 4,760	\$ 4,760	\$ 398,793
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ (21,918)	\$ (21,918)	\$ (236,471)
Investment earnings	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ -	\$ -	\$ -	\$ 5,039
Transferred to investment income	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ (73,430)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -
<b>DOC closing balance at August 31, 2021</b>	<b>\$ -</b>	<b>\$ 23,154</b>	<b>\$ 23,154</b>	<b>\$ 836,413</b>
<b>Unspent Deferred Capital Contributions (UDCC)</b>				
Balance at August 31, 2020	\$ 236,453	\$ -	\$ 236,453	\$ 2,079,792
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2020</b>	<b>\$ 236,453</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ 2,079,792</b>
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ 1,647,443
UDCC Receivable	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ (3,511)
Investment earnings	\$ -	\$ -	\$ -	\$ 3,170
Received during the year	\$ -	\$ -	\$ -	\$ 3,448
Transferred to investment income	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ 73,430
Transferred from (to) SDCC	\$ -	\$ -	\$ -	\$ (2,857,245)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -
<b>UDCC closing balance at August 31, 2021</b>	<b>\$ 236,453</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ 946,527</b>
<b>Total Unspent Deferred Contributions at August 31, 2021</b>	<b>\$ 236,453</b>	<b>\$ 23,154</b>	<b>\$ 259,607</b>	<b>\$ 1,782,940</b>
<b>Spent Deferred Capital Contributions (SDCC)</b>				
Balance at August 31, 2020	\$ -	\$ -	\$ -	\$ 38,025,487
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2020</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 38,025,487</b>
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects			\$ -	\$ 395,588
Transferred from DOC	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ -	\$ -	\$ -	\$ 2,857,245
Amounts recognized as revenue (Amortization of SDCC)	\$ -	\$ -	\$ -	\$ (1,427,671)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain: Reclass Playgrou	\$ -	\$ -	\$ -	\$ -
<b>SDCC closing balance at August 31, 2021</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 39,850,649</b>

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

REVENUES	2021							2020
	Instruction		Operations and Maintenance	Transportation	System Administration	External Services	TOTAL	TOTAL
	Pre Kindergarten	Kindergarten to Grade 12						
(1) Alberta Education	\$ 2,244,796	\$ 15,507,174	\$ 3,063,004	\$ 1,243,345	\$ 1,554,383	\$ -	\$ 23,612,702	\$ 23,674,144
(2) Alberta Infrastructure	\$ -	\$ -	\$ 1,196,718	\$ -	\$ -	\$ -	\$ 1,196,718	\$ 1,308,454
(3) Other - Government of Alberta	\$ -	\$ 1,340,265	\$ 32,084	\$ 27,130	\$ -	\$ 200,490	\$ 1,599,969	\$ 265,735
(4) Federal Government and First Nations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) Other Alberta school authorities	\$ -	\$ 16,713	\$ -	\$ -	\$ -	\$ -	\$ 16,713	\$ 15,219
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ 4,711,499	\$ -	\$ -	\$ -	\$ -	\$ 4,711,499	\$ 4,140,022
(9) Fees	\$ 110	\$ 399,992	\$ -	\$ -	\$ -	\$ -	\$ 400,102	\$ 577,218
(10) Sales of services and products	\$ 2,790	\$ 218,407	\$ 1,845	\$ -	\$ -	\$ 724,842	\$ 947,884	\$ 692,725
(11) Investment income	\$ -	\$ 9,223	\$ -	\$ -	\$ 81,045	\$ -	\$ 90,268	\$ 51,386
(12) Gifts and donations	\$ -	\$ 64,524	\$ -	\$ -	\$ -	\$ -	\$ 64,524	\$ 106,194
(13) Rental of facilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,083	\$ 21,083	\$ 26,970
(14) Fundraising	\$ -	\$ 22,132	\$ -	\$ -	\$ -	\$ -	\$ 22,132	\$ 132,964
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(16) Other	\$ -	\$ 57,772	\$ 250	\$ -	\$ 600	\$ -	\$ 58,622	\$ 13,455
<b>(17) TOTAL REVENUES</b>	<b>\$ 2,247,696</b>	<b>\$ 22,347,701</b>	<b>\$ 4,293,901</b>	<b>\$ 1,270,475</b>	<b>\$ 1,636,028</b>	<b>\$ 946,415</b>	<b>\$ 32,742,216</b>	<b>\$ 31,004,486</b>
<b>EXPENSES</b>								
(18) Certificated salaries	\$ 322,862	\$ 12,649,039			\$ 349,344	\$ 377	\$ 13,321,622	\$ 13,068,136
(19) Certificated benefits	\$ 34,769	\$ 2,911,857			\$ 41,761	\$ -	\$ 2,988,387	\$ 2,903,313
(20) Non-certificated salaries and wages	\$ 780,217	\$ 3,719,439	\$ 1,498,313	\$ 16,980	\$ 693,799	\$ 584,584	\$ 7,293,332	\$ 6,868,395
(21) Non-certificated benefits	\$ 179,962	\$ 809,566	\$ 328,274	\$ 4,161	\$ 157,501	\$ 89,353	\$ 1,568,817	\$ 1,509,503
(22) SUB - TOTAL	\$ 1,317,810	\$ 20,089,901	\$ 1,826,587	\$ 21,141	\$ 1,242,405	\$ 674,314	\$ 25,172,158	\$ 24,349,347
(23) Services, contracts and supplies	\$ 289,744	\$ 1,774,378	\$ 1,591,145	\$ 1,248,850	\$ 337,758	\$ 52,208	\$ 5,294,083	\$ 5,399,564
(24) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 1,427,671	\$ -	\$ -	\$ -	\$ 1,427,671	\$ 1,426,391
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 40,221	\$ 132,907	\$ -	\$ 3,252	\$ -	\$ 176,380	\$ 250,155
(26) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ 185	\$ -	\$ 185	\$ 217
(28) Other interest and finance charges	\$ -	\$ 672	\$ -	\$ -	\$ -	\$ -	\$ 672	\$ -
(29) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,993
(30) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>(31) TOTAL EXPENSES</b>	<b>\$ 1,607,554</b>	<b>\$ 21,905,172</b>	<b>\$ 4,978,310</b>	<b>\$ 1,269,991</b>	<b>\$ 1,583,600</b>	<b>\$ 726,522</b>	<b>\$ 32,071,149</b>	<b>\$ 31,442,667</b>
<b>(32) OPERATING SURPLUS (DEFICIT)</b>	<b>\$ 640,142</b>	<b>\$ 442,529</b>	<b>\$ (684,409)</b>	<b>\$ 484</b>	<b>\$ 52,428</b>	<b>\$ 219,893</b>	<b>\$ 671,067</b>	<b>\$ (438,181)</b>

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

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR/CMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2021 TOTAL Operations and Maintenance	2020 TOTAL Operations and Maintenance
Non-certificated salaries and wages	\$ 1,165,724	\$ 290,587	\$ -	\$ 1,303	\$ 40,700			\$ 1,498,314	\$ 1,142,899
Non-certificated benefits	\$ 255,051	\$ 69,610	\$ -	\$ 314	\$ 3,299			\$ 328,274	\$ 270,922
<b>SUB-TOTAL REMUNERATION</b>	<b>\$ 1,420,775</b>	<b>\$ 360,197</b>	<b>\$ -</b>	<b>\$ 1,617</b>	<b>\$ 43,999</b>			<b>\$ 1,826,588</b>	<b>\$ 1,413,821</b>
Supplies and services	\$ 154,001	\$ 337,658	\$ 42,340	\$ 212,936	\$ 6,724			\$ 753,659	\$ 621,093
Electricity			\$ 294,514					\$ 294,514	\$ 278,258
Natural gas/heating fuel			\$ 155,613					\$ 155,613	\$ 121,552
Sewer and water			\$ 132,002					\$ 132,002	\$ 129,382
Telecommunications			\$ 3,777					\$ 3,777	\$ 3,297
Insurance					\$ 251,579			\$ 251,579	\$ 191,920
ASAP maintenance & renewal payments							\$ -	\$ -	\$ -
Amortization of tangible capital assets									
Supported							\$ 1,427,671	\$ 1,427,671	\$ 1,426,391
Unsupported						\$ 132,907		\$ 132,907	\$ 206,682
<b>TOTAL AMORTIZATION</b>						<b>\$ 132,907</b>	<b>\$ 1,427,671</b>	<b>\$ 1,560,578</b>	<b>\$ 1,633,073</b>
Interest on capital debt									
Supported							\$ -	\$ -	\$ -
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ 16,993
<b>TOTAL EXPENSES</b>	<b>\$ 1,574,776</b>	<b>\$ 697,855</b>	<b>\$ 628,246</b>	<b>\$ 214,553</b>	<b>\$ 302,302</b>	<b>\$ 132,907</b>	<b>\$ 1,427,671</b>	<b>\$ 4,978,310</b>	<b>\$ 4,409,389</b>

SQUARE METRES									
School buildings								35,389.7	35,285.5
Non school buildings								3,787.3	3,787.3

**Notes:**

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

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

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

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

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

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

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

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

**Cash & Cash Equivalents**

	2021			2020
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	1%	\$ 5,696,139	\$ 5,696,139	\$ 4,811,881
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	-
Total cash and cash equivalents		\$ 5,696,139	\$ 5,696,139	\$ 4,811,881

See Note 3 for additional detail.

**Portfolio Investments**

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

See Note 5 for additional detail.

**Portfolio investments**

**Operating**

Cost  
Unrealized gains and losses

**Endowments**

Cost  
Unrealized gains and losses  
Deferred revenue

**Total portfolio investments**

	2021	2020
Operating		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Endowments		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Deferred revenue	-	-
<b>Total portfolio investments</b>	\$ -	\$ -

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

	2021	2020
Under 1 year	0.0%	0.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	0.0%	0.0%



**SCHEDULE 6**

School Jurisdiction Code: 4501

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

Tangible Capital Assets	2021						2020
	Land	Work In Progress*	Buildings**	Equipment	Vehicles	Computer Hardware & Software	Total
Estimated useful life			20-40 Years	3-10 Years	5-10 Years	3-10 Years	
<b>Historical cost</b>							
Beginning of year	\$ 225,905	\$ 1,276,406	\$ 55,435,861	\$ 2,076,221	\$ 88,761	\$ 1,490,167	\$ 60,593,320
Prior period adjustments	-	-	-	-	-	-	-
Additions	-	3,044,706	172,564	52,342	-	-	3,269,612
Transfers in (out)	-	(2,288,053)	2,279,303	-	-	8,750	-
Less disposals including write-offs	-	-	-	-	-	(92,451)	(92,451)
Historical cost, August 31, 2021	\$ 225,905	\$ 2,033,059	\$ 57,887,728	\$ 2,128,563	\$ 88,761	\$ 1,406,466	\$ 63,770,481
<b>Accumulated amortization</b>							
Beginning of year	\$ -	\$ -	\$ 18,586,949	\$ 1,609,455	\$ 88,761	\$ 1,204,092	\$ 21,489,257
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	1,397,751	114,184	-	92,116	1,604,051
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	(92,451)	(92,451)
Accumulated amortization, August 31, 2021	\$ -	\$ -	\$ 19,984,700	\$ 1,723,639	\$ 88,761	\$ 1,203,757	\$ 23,000,857
<b>Net Book Value at August 31, 2021</b>	\$ 225,905	\$ 2,033,059	\$ 37,903,028	\$ 404,924	\$ (0)	\$ 202,709	\$ 40,769,625
<b>Net Book Value at August 31, 2020</b>	\$ 225,905	\$ 1,276,406	\$ 36,848,912	\$ 466,766	\$ (0)	\$ 286,075	\$ 39,104,064

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

During the year, tangible capital assets were acquired with an aggregate cost of \$3,269,612 (2020 - \$1,844,973) of which \$395,588 (2020 - \$114,977) were directly funded by Alberta Infrastructure.

\*Work in Progress includes \$1,519,982 to IMR and CMR projects and \$2,456 to a modular and \$622 to sidewalks that had not yet been completed.

**SCHEDULE 7**

School Jurisdiction Code: 4501

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

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits (1)	Expenses
Mastel, Richard (Chair)	1.00	\$26,151	\$1,803	\$960			\$0	\$200
Glasgo, Kathy	1.00	\$20,500	\$1,881	\$780			\$0	\$99
Grad, Peter	1.00	\$20,500	\$2,132	\$0			\$0	\$99
Leahy, David	1.00	\$20,500	\$3,233	\$0			\$0	\$0
Risling, Robert	1.00	\$20,500	\$3,275	\$780			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
<b>Subtotal</b>	<b>5.00</b>	<b>\$108,151</b>	<b>\$12,324</b>	<b>\$2,520</b>			<b>\$0</b>	<b>\$398</b>
Zarichny, Dwayne (Superintendent)	1.00	\$186,500	\$40,834	\$3,960	\$0	\$0	\$25,823	\$7,603
MacPherson, Greg (Secretary-Treasurer)	1.00	\$160,000	\$40,325	\$3,360	\$0	\$0	\$38,769	\$4,634
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated		\$12,998,561	\$2,947,553	\$27,997	\$0	\$70,000	\$40,738	
School based	132.14							
Non-School based	5.00							
Non-certificated		\$6,870,298	\$1,516,169	\$15,321	\$0	\$0	\$116,114	
Instructional	120.24							
Plant Operations & Maintenance	27.87							
Transportation	0.40							
Other	6.21							
<b>TOTALS</b>	<b>298.86</b>	<b>\$20,323,510</b>	<b>\$4,557,205</b>	<b>\$53,159</b>	<b>\$0</b>	<b>\$70,000</b>	<b>\$221,444</b>	<b>\$12,635</b>

(1) Other Accrued Unpaid Benefits Include:      Vacation accrual balances

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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### 1. AUTHORITY AND PURPOSE

*PS 1000, PS1100*

The Medicine Hat Catholic Board of Education (“the Jurisdiction”) delivers education programs under the authority of the *Education Act*, 2012 Chapter E-0.3 The Jurisdiction is exempt from income taxes under the Income Tax Act.

The Jurisdiction 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 Jurisdiction 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 of 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) Reporting Entity and Method of Consolidation

*PS 1300.17-.27*

Medicine Hat Catholic Schools’ Education Foundation was established in 1996 under the Societies Act of Alberta to promote lifelong learning. The Foundation is not a controlled entity and has not been consolidated with the School Division’s financial statements.

#### b) Basis of Financial Reporting

##### **Valuation of Financial Assets and Liabilities**

The jurisdiction’s financial assets and liabilities are generally measured as follows:

<u>Financial Statement Concept</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Accounts receivable	Lower of cost or net recoverable value
Accounts payable and other accrued liabilities	Cost

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### b) Basis of Financial Reporting

##### **Financial Assets**

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations.

Financial assets are the school jurisdiction's financial claims on external organizations and individuals, and inventories for resale at the year end.

##### Cash and Cash Equivalents

*PS 1201.104-.105*

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.

##### Accounts Receivable

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

##### Other Financial Assets

Other financial assets are valued at the lower of cost or expected net realizable value.

##### **Liabilities**

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

##### Accounts payable and other accrued liabilities

Accounts payable and accrued liabilities include unearned revenue collected from external organizations and individuals for which goods and services have yet to be provided.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### Deferred Contributions

PS 3100, 3410.16, .17, .19, .25

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

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

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

#### Environmental Liabilities

PS 3260 & PS 3200

#### *Liability for Contaminated Sites (PS 3260):*

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

A liability for remediation of a contaminated site may arise from an operation that is either in productive use or no longer in productive use and may also arise from an unexpected event resulting in contamination. The resulting liability is recognized net of any expected recoveries, when all of the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. the school jurisdiction is directly responsible or accepts responsibility;
- iv. it is expected that future economic benefits will be given up; and
- v. a reasonable estimate of the amount can be made

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### Asset Retirement Obligations

HB 3110.21, PS 3380

Asset retirement obligations represent legal obligations associated with the retirement of a tangible long-lived asset that result from its acquisition, construction, development or normal operation. The jurisdiction has a legal obligation to remove hazardous material located under the site of the central office building and school buildings upon their disposal.

The fair market value of the asset retirement obligation is estimated using the discounted future cash outflows expected with regard to the obligation. Subsequent to initial measurement, the asset retirement obligation is adjusted at the end of each year to reflect the passage of time and changes in the estimated future cash flows underlying the obligation. A liability, however, has not been recognized because information is not available at this time regarding potential hazardous material, nor any potential settlement dates.

#### Employee Future Benefits

PS 3250.84, .100-.104, PS 3255.35-.36

The School District 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, non-vested & accumulating sick leave, early retirement, retirement/severance, job-training and counseling, post-employment benefit continuation, death benefits, and various qualifying compensated absences, early retirement, retirement/severance, death benefit and 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.

#### **Non-Financial Assets**

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

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### Tangible Capital Assets

*PS 3150*

The following criteria apply:

- 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.
- Construction-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the jurisdiction 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 jurisdiction 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 jurisdictions' rate for incremental borrowing or the interest rate implicit in the lease.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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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	20 to 40 years
Equipment	3 to 10 years
Vehicles	5 to 10 years
Site Improvements	20 years
Computer Equipment	3 to 10 years

#### Inventories of supplies

Inventories of supplies are valued at the lower of cost and replacement cost. Cost is determined on a first-in, first-out basis.

#### Prepaid expenses

Prepaid expenses are recognized at cost and amortized based on the terms of the agreement or using a methodology that reflects use of the resource.

#### Other Assets

##### *PS 3210*

Intangible assets, assets acquired by right, works of art, historical treasures, collections, certain land, and construction-in-progress managed by Alberta Infrastructure are not recognized in these financial statements.

#### **Operating and Capital Reserves**

##### *PSG-4*

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.



# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### **Revenue Recognition**

*PS 3410.08, .16, .17, .19, 3510*

Revenues are recorded on an accrual basis accounting. Cash received for which goods or services have not been provided by year end is recognized as unearned revenue and recorded in accounts payable and other accrued liabilities.

#### Government Transfers

Transfers from all governments are referred to as government transfers.

Government transfers and associated externally restricted investment income are recognized as deferred contributions if the eligibility criteria for use of the transfer, or the stipulations together with the Jurisdiction's actions and communications as to the use of the transfer, create a liability. These transfers are recognized as revenue as the stipulations are met and, when applicable, the Jurisdiction complies with its communicated use of transfers.

All other government transfers, without stipulations for the use of the transfer, are recognized as revenue when the transfer is authorized and the jurisdiction meets the eligibility criteria (if any).

#### Donations and non-Government contributions

Donations and non-government contributions are received from individuals, corporations and private sector not-for-profit organizations. Donations and non-government contributions may be unrestricted or externally restricted for operating or capital purposes.

Unrestricted donations and non-government contributions are recognized as revenue in the year received on in the year the funds are committed to the Jurisdiction if the amount can be reasonably estimated and collection is reasonably assured.

Externally restricted donations, non-government contributions and realized and unrealized gains and losses for the associated externally restricted investment income are recognized as deferred contributions if the terms for their use, or the terms along with the jurisdiction's actions and communications as to the use, create a liability. These resources are recognized as revenue as the terms are met and, when applicable, the jurisdiction complies with its communicated used.

In-kind donations of services and materials are recognized at fair value when such value can reasonably be determined. While volunteers contribute a significant amount of time each year to assist the jurisdiction, the value of their services are not recognized as revenue and expenses in the financial statements because fair value cannot be reasonably determined.

#### Investment income

Investment income includes interest income.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### Expenses

*PS 1201.85 - .88*

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.

#### Program Reporting

*PS 2700.04, .07, .26*

The Division's operations have been segmented as follows:

- **Pre-K Instruction:** The provision of Pre-Kindergarten education instructional services that fall under the basic public education mandate.
- **K to Grade 12 Instruction:** The provision of instructional services for Kindergarten to Grade 12 that fall under the basic public education mandate.
- **Operations and Maintenance:** The operation and maintenance of all school buildings and maintenance shop facilities.
- **Transportation:** The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation facility expenses.
- **System Administration:** The provision of board governance and system-based/central office administration.
- **External Services:** All projects, activities and services offered outside the public education mandate for Pre=K children and students in K to grade 12. Services offered beyond the mandate for public education are to be self-supporting, and Alberta Education funding may not be utilized to support these programs.

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### **Trusts Under Administration**

*PS 1300.40, .46*

The Jurisdiction has property that has been transferred or assigned to it to be administered or directed by a trust agreement or statute. The jurisdiction holds title to the property for the benefit of the beneficiary.

Trusts under administration have been excluded from the financial reporting of the Jurisdiction. Trust balances can be found in Note 14.

#### **Financial Instruments**

*PS 3450*

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 jurisdiction recognized a financial instrument when it becomes a party to a financial instrument contract.

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

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.

#### **Measurement Uncertainty**

*PS 2130*

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. 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 and rates for amortization.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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

#### Future Accounting Changes

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

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

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

### 3. CASH AND CASH EQUIVALENTS

	2021			2020
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	0.7%	\$ 5,696,139	\$ 5,696,139	\$ 4,811,881
Total cash and cash equivalents		<u>\$ 5,696,139</u>	<u>\$ 5,696,139</u>	<u>\$ 4,811,881</u>

### 4. ACCOUNTS RECEIVABLE

	2021			2020
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 3,155	\$ -	\$ 3,155	\$ -
Other Alberta school jurisdictions	5,435	-	5,435	-
Alberta Health Services	56,994	-	56,994	38,357
Post-secondary institutions	361	-	361	-
Government of Alberta Ministry (Infrastructure)	8,128	-	8,128	157,413
Federal government	103,576	-	103,576	85,462
Municipalities	832,773	-	832,773	824,736
Foundations	596	-	596	-
Other	219,701	-	219,701	115,423
Total	<u>\$1,230,719</u>	<u>\$ -</u>	<u>\$1,230,719</u>	<u>\$1,221,391</u>

### 5. CONTINGENT ASSETS

In 2019, a court order was issued granting the division recovery of assets with an estimated value of \$999,000. This amount has not been recognized in the financial statements.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

### 6. BANK INDEBTEDNESS

The Jurisdiction has negotiated access to a line of credit in the amount of \$1,156,000 (2020 - \$1,156,000), that bears interest at bank prime rate plus 1.0% (2020- prime less 0.25%). Prime rate was 2.45% at August 31, 2021 (2.45% - 2020). This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2021, or at August 31, 2020.

### 7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2021	2020
Alberta Education - WMA	\$ 511,320	\$ -
Alberta Education - Other	739,865	922,786
Other Alberta school jurisdictions	-	80,863
Post-secondary institutions	1,806	-
Federal government	312,974	271,754
Accrued vacation pay liability	243,763	190,792
Other salaries & benefit costs	2,484	12,070
Other trade payables and accrued liabilities	1,078,378	968,728
Unearned Revenue	-	-
Alberta Education	-	20,713
Other fee revenue not collected at school level	172,668	165,988
Other unearned revenue over \$5,000*	726,750	125,585
Other unearned revenue from arms-length parties	-	75
<b>Total</b>	<b><u>\$ 3,790,008</u></b>	<b><u>\$ 2,759,354</u></b>

\* International fees collected for the upcoming school year.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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### 8. BENEFIT PLANS

#### *PS 3250*

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 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 jurisdiction is included in both revenues and expenses. For the school year ended August 31, 2021, the amount contributed by the Government was \$1,349,713 (2020 - \$1,434,016). At August 31, 2020, the Alberta Teachers Retirement Fund reported a surplus of \$3,082,168,000 (2019, a surplus of \$3,448,098,000).

The jurisdiction participates in a multi-employer pension plan, the Local Authorities Pension Plan. The school jurisdiction is not responsible for future funding of the plan deficit other than through contribution increases. The expense for this pension plan is equivalent to the annual contributions of \$252,002 for the year ended August 31, 2021 (2020 - \$244,877). At December 31, 2020, the Local Authorities Pension Plan reported an actuarial surplus of \$4,961,337,000 (2019 surplus of \$7,913,261,000).

The division provides non-contributory defined benefit supplementary retirement benefits to its executives.

The jurisdiction participates in the multi-employer supplementary integrated pension plan (SiPP) for members of senior administration. The plan provides a supplement to the LAPP or ATRF pension plan to a full 2% of pensionable earnings multiplied by pensionable service, limited by the *Income Tax Act*. The annual expenditure for this pension plan is equivalent to the annual contributions of \$30,930 (2020 - \$30,384).

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

### 9. PREPAID EXPENSES

Prepaid expenses consist of the following:

	2021	2020
Prepaid insurance	\$ 45,067	\$ 32,440
Prepaid contracted services	\$ 40,545	\$ 15,712
Prepaid data processing	\$ -	\$ 83,081
Prepaid dues & fees	\$ 16,820	\$ 14,129
Prepaid textbooks, library books and library media	\$ 20,800	\$ 46,805
Prepaid new furniture, equipment & supplies	\$ 98,249	\$ 127,201
Prepaid health spending account credits	\$ 231,813	\$ 226,549
Prepaid professional development, travel & subsistence	\$ -	\$ 2,459
Prepaid software	\$ 56,531	\$ 75,570
Other	\$ 14,102	\$ 10,897
<b>Total</b>	<b>\$ 523,927</b>	<b>\$ 634,843</b>

### 10. OTHER NON-FINANCIAL ASSETS

	2021	2020
Urban Schools Insurance Consortium Equity	\$ 134,472	\$ 74,441

### 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:

	2021	2020
Unrestricted surplus	\$ 836,146	\$ 208,029
Operating reserves	1,111,164	890,655
Accumulated surplus (deficit) from operations	1,947,309	1,098,683
Investment in tangible capital assets	918,976	1,103,035
Capital reserves	65,000	58,500
<b>Accumulated surplus (deficit)</b>	<b>\$ 2,931,285</b>	<b>\$ 2,260,218</b>

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

### 11. ACCUMULATED SURPLUS (continued)

Accumulated surplus (deficit) from operations (ASO) include funds of \$643,037 (2020: \$577,453) that are raised at school level and are not available to spend at board level. The school jurisdiction's adjusted surplus (deficit) from operations is calculated as follows:

	2021	2020
Accumulated surplus (deficit) from operations	\$ 1,947,309	\$ 1,098,683
Deduct: School generated funds included in accumulated surplus (Note 16)	643,037	577,453
Adjusted accumulated surplus (deficit) from operations <sup>(2)</sup>	\$ 1,304,272	\$ 521,230

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

### 12. CONTRACTUAL OBLIGATIONS

	2021	2020
Building projects <sup>(1)</sup>	\$ 283,891	\$ 2,354,063
Service providers <sup>(2)</sup>	99,767	97,156
Transportation <sup>(3)</sup>	1,148,629	1,113,720
Total	\$ 1,532,287	\$ 3,564,939

(1) Building projects: The jurisdiction is committed to capital expenditures of \$251,000 (2019: \$251,000) for the modernization of Monsignor McCoy High School and \$32,891 (2020: \$2,103,063) for the facility improvement project for all buildings.

(2) Service providers: As at August 31, 2021, the jurisdiction has \$97,156 (2020 - \$97,156) in commitments relating to service and grant contracts.

(3) Transportation: As at August 31, 2021, the jurisdiction has \$1,148,629 (2020 - \$1,113,720) in commitments relating to a transportation contract.

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

	Building Projects	Service Providers	Transportation
2021-2022	\$ 283,891	\$ 99,767	\$ 1,148,629



# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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### 13. CONTINGENT LIABILITIES

- a) The jurisdiction is a member of The Urban Schools Insurance Consortium (USIC). Under the terms of its membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. The jurisdiction's share of the pool as at August 31, 2021 is \$134,472 (2020 - \$74,441). The extent of any potential liability cannot be reasonably estimated.
- b) The jurisdiction is contingently liable for corporate credit cards issued with a combined authorized credit limit of \$714,510 (2020 - \$698,260). The amount charged against this limit at August 31, 2021 is \$13,782 (2020 - \$10,929). These credit cards bear interest at 2.5% on balances past due if not paid within 60 days, and are unsecured. None of these contingent liabilities involve related parties.

### 14. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the Jurisdiction. These amounts are held on behalf of others with no power of appropriation and; therefore, are not reported in these financial statements.

	2021	2020
Scholarship trusts	14,453	14,941

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

### 15. SCHOOL GENERATED FUNDS

	2021	2020
School Generated Funds, Beginning of Year	\$ 580,757	\$ 620,263
Gross Receipts:		
Fees	48,250	275,474
Fundraising	22,132	132,964
Gifts and donations	52,316	62,718
Grants to schools	200,490	-
Other sales and services	317,466	364,331
Total gross receipts	640,654	835,487
Total Related Expenses and Uses of Funds	572,007	844,753
Total Direct Costs Including Cost of Goods Sold to Raise Funds	2,127	30,240
School Generated Funds, End of Year	<u>\$ 647,277</u>	<u>\$ 580,757</u>
Balance included in Deferred Contributions*	\$ 4,240	\$ 3,304
Balance included in Accounts Payable**	\$ -	\$ -
Balance included in Accumulated Surplus (Operating Reserves)***	\$ 643,037	\$ 577,453

### 16. RELATED PARTY TRANSACTIONS

Related parties are those entities consolidated or accounted for on a modified equity basis in the Government of Alberta Consolidated Financial Statements. Related parties also include key management personnel in the division and their close family members.

All entities that are consolidated in the accounts of the Government of Alberta are considered related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta. All transactions are recorded at the exchange amount.

The division and its employees paid or collected certain taxes and amounts set by regulation or local policy. These amounts were incurred in the normal course of business, reflect charges applicable to all users and have been excluded from this schedule.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

### 16. RELATED PARTY TRANSACTIONS (continued)

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
<b>Government of Alberta (GOA):</b>				
<b>Alberta Education</b>				
Accounts receivable / Accounts payable	\$ 3,155	\$ 1,251,185		
Prepaid expenses / Deferred operating revenue	-	813,259		
Unexpended deferred capital contributions		563,484		
Expended deferred capital revenue		7,990,292	234,463	
Grant revenue & expenses			26,740,025	
ATRF payments made on behalf of district			1,349,713	
Other revenues & expenses			-	-
<b>Other Alberta school jurisdictions</b>	5,435	-	16,713	90,019
<b>Alberta Health Services</b>	56,994	-	257,236	38
<b>Post-secondary institutions</b>	361	8,206	-	10,159
<b>Alberta Infrastructure</b>	-	-	-	-
Alberta Infrastructure	8,128			
Unexpended deferred capital contributions		146,590		
Spent deferred capital contributions		31,860,357	1,193,209	
<b>Other:</b>				
ATB Financial	-	11,657	21,391	-
Alberta Local Authorities Pension Plan	-	-	-	252,002
<b>TOTAL 2020/2021</b>	<u>\$ 74,073</u>	<u>\$ 42,645,030</u>	<u>\$29,812,750</u>	<u>\$ 352,218</u>
<b>TOTAL 2019/2020</b>	<u>\$ 216,483</u>	<u>\$ 41,884,329</u>	<u>\$29,369,542</u>	<u>\$ 308,567</u>

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

### 16. RELATED PARTY TRANSACTIONS *(continued)*

	2021	2020
<b>Revenues</b>		
Grants	\$ 29,791,359	\$ 29,322,150
Rental	-	4,683
Interest	21,391	42,709
	<u>\$ 29,812,750</u>	<u>\$ 29,369,542</u>
<b>Expenses</b>		
Rental	\$ -	\$ 7,156
Program/Learning Services Support	100,216	15,000
System/Operating Support	-	40,984
Other	252,002	245,427
	<u>\$ 352,218</u>	<u>\$ 308,567</u>

### 17. ECONOMIC DEPENDENCE ON A RELATED PARTY

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

### 18. BUDGET AMOUNTS

The budget was prepared by the jurisdiction and approved by the Board of Trustees on May 27, 2020. 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 2019/20 presentation.

### 20. SUBSEQUENT EVENTS

Subsequent to year-end, the Jurisdiction sold a building with a net book value of \$452,917 for proceeds on sale of \$550,000.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2021

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### 21. FINANCIAL INSTRUMENTS

The Jurisdiction as part of its operations carries a number of financial instruments. It is management's opinion that the Jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

#### *Risk management policy*

The Jurisdiction, as part of operations, has established avoidance of undue concentrations of risk as risk management objectives. In seeking to meet these objectives, the Jurisdiction follows a risk management policy approved by its Board of Trustees.

#### *Credit concentration*

Financial instruments that potentially subject the jurisdiction to concentrations of credit risk consist of accounts receivable. Credit risks exist due to 62% of accounts receivable being from two funders (2020 – three funders represented 73%). As the receivables are expected to be collected within the upcoming year, carrying value approximates fair value. However, the Jurisdiction believes that there is minimal risk associated with the collection of these amounts.

#### *Fair value disclosure*

The carrying amounts of cash, accounts receivable and accounts payable and accruals approximates their fair values, due to the short-term nature of these instruments.

**SCHEDULE 8**

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

	Actual Fees Collected 2019/2020	Budgeted Fee Revenue 2020/2021	(A) Actual Fees Collected 2020/2021	(B) Unspent September 1, 2020*	(C) Funds Raised to Defray Fees 2020/2021	(D) Expenditures 2020/2021	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2021*
<b>Transportation Fees</b>	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Basic Instruction Fees</b>							
Basic instruction supplies	\$80	\$0	\$490	\$0	\$0	\$90,932	\$0
<b>Fees to Enhance Basic Instruction</b>							
Technology user fees	\$5	\$0	\$5	\$5	\$0	\$10	\$0
Alternative program fees	\$247,080	\$312,131	\$292,471	\$74,148	\$0	\$367,027	\$0
Fees for optional courses	\$56,822	\$70,740	\$57,139	\$0	\$0	\$82,157	\$0
Activity fees	\$63,302	\$82,570	\$9,716	\$0	\$0	\$22,234	\$0
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Non-Curricular fees</b>							
Extracurricular fees	\$111,943	\$128,381	\$21,798	\$0	\$0	\$22,355	\$0
Non-curricular travel	\$77,170	\$120,651	\$418	\$0	\$0	\$1,525	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$20,816	\$25,125	\$18,065	\$0	\$0	\$23,470	\$0
Other Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>TOTAL FEES</b>	\$577,218	\$739,598	\$400,102	\$74,153	\$0	\$609,710	\$0

\*Unspent balances cannot be less than \$0

Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue):	Actual 2021	Actual 2020
Cafeteria sales, hot lunch, milk programs	\$40,938	\$75,450
Special events, graduation, tickets	\$5,743	\$35,811
International and out of province student revenue	\$140,087	\$89,296
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$8,823	\$34,230
Adult education revenue	\$0	\$0
Preschool	\$493,524	\$254,022
Child care & before and after school care	\$231,318	\$225,665
Lost item replacement fee	\$0	\$3,035
	\$0	\$0
	\$0	\$0
	\$0	\$0
<b>TOTAL</b>	\$920,433	\$717,509

**SCHEDULE 9**

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

EXPENSES	Allocated to System Administration 2021			
	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 472,865	\$ 13,676	\$ -	\$ 486,541
Educational administration (excluding superintendent)	38,471	44,462	-	82,933
Business administration	610,593	230,097	-	840,690
Board governance (Board of Trustees)	120,476	43,316	-	163,792
Information technology	-	-	-	-
Human resources	-	-	-	-
Central purchasing, communications, marketing	-	-	-	-
Payroll	-	-	-	-
Administration - insurance			-	-
Administration - amortization			3,252	3,252
Administration - other (admin building, interest)			6,392	6,392
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
<b>TOTAL EXPENSES</b>	<b>\$ 1,242,405</b>	<b>\$ 331,551</b>	<b>\$ 9,644</b>	<b>\$ 1,583,600</b>
Less: Amortization of unsupported tangible capital assets				(\$3,252)
<b>TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES</b>				<b>1,580,348</b>

REVENUES	2021
System Administration grant from Alberta Education	1,554,383
System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc)	
System Administration funding from others	81,645
<b>TOTAL SYSTEM ADMINISTRATION REVENUES</b>	<b>1,636,028</b>
Transfers (to)/from System Administration reserves	-
Transfers to other programs	-
<b>SUBTOTAL</b>	<b>1,636,028</b>
2020 - 21 System Administration expense (over) under spent	\$55,680