

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2022**
[Education Act, Sections 139, 140, 244]

1245 The Northern Lights School Division

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of 1245 The Northern Lights 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. Karen Packard

Name



Signature

SUPERINTENDENT

Mr. Rick Cusson

Name

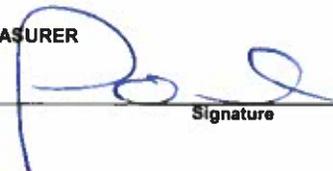


Signature

SECRETARY-TREASURER OR TREASURER

Ms. Paula Elock

Name



Signature

November 30, 2022

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of Northern Lights School Division:

Opinion

We have audited the financial statements of Northern Lights School Division (the Division), which comprise the statement of financial position as at August 31, 2022, and the statements of operations, cash flows, change in net debt, and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2022, and the results of its operations, change in net debt, remeasurement gains and losses and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditors' 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 ethical responsibilities in accordance with these requirements. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the financial statements, management is responsible for assessing the Division's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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.

(continues)

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but it 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 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 auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the 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.

METRIX GROUP LLP

Chartered Professional Accountants

Edmonton, Alberta
November 30, 2022

STATEMENT OF FINANCIAL POSITION
As at August 31, 2022 (in dollars)

		2022	2021
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5)	\$ 12,431,739	\$ 9,945,057
Accounts receivable (net after allowances)	(Note 2)	\$ 1,483,474	\$ 1,735,647
Portfolio investments			
Operating	(Schedule 5)	\$ -	\$ 193,523
Endowments		\$ -	\$ -
Inventories for resale		\$ -	\$ -
Other financial assets		\$ -	\$ -
Total financial assets		\$ 13,915,213	\$ 11,874,227
LIABILITIES			
Bank indebtedness	(Note 3)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 4)	\$ 3,627,169	\$ 3,617,556
Unspent deferred contributions	(Schedule 2)	\$ 1,629,303	\$ 2,548,588
Employee future benefits liabilities	(Note 5)	\$ 94,805	\$ 145,000
Environmental liabilities		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Unsupported: Debentures		\$ -	\$ -
Mortgages and capital loans	(Note 6)	\$ 17,481	\$ 34,963
Capital leases	(Note 7)	\$ 164,062	\$ -
Total liabilities		\$ 5,532,820	\$ 6,346,107
Net financial assets		\$ 8,382,393	\$ 5,528,120
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	\$ 109,131,388	\$ 109,226,077
Inventory of supplies		\$ 98,242	\$ 99,785
Prepaid expenses	(Note 8)	\$ 692,946	\$ 1,122,510
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 109,922,576	\$ 110,448,372
Net assets before spent deferred capital contributions		\$ 118,304,969	\$ 115,976,492
Spent deferred capital contributions	(Schedule 2)	\$ 102,545,538	\$ 102,258,060
Net assets		\$ 15,759,431	\$ 13,718,432
Net assets	(Note 9)		
Accumulated surplus (deficit)	(Schedule 1)	\$ 15,759,431	\$ 13,669,470
Accumulated remeasurement gains (losses)		\$ -	\$ 48,962
		\$ 15,759,431	\$ 13,718,432
Contractual rights			
Contingent assets			
Contractual obligations	(Note 10)		
Contingent liabilities	(Note 11)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2022 (in dollars)

	Budget 2022 (Note 16)	Actual 2022	Actual 2021
REVENUES			
Government of Alberta	\$ 76,059,161	\$ 77,059,363	\$ 78,204,709
Federal Government and other government grants	\$ 2,940,827	\$ 4,122,418	\$ 2,661,189
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 8)	\$ 475,100	\$ 356,927	\$ 139,814
Sales of services and products	\$ 1,035,016	\$ 1,431,774	\$ 1,260,479
Investment income	\$ 20,170	\$ 171,381	\$ 40,830
Donations and other contributions	\$ 684,232	\$ 1,071,471	\$ 714,838
Other revenue	\$ 150,820	\$ 145,162	\$ 181,825
Total revenues	\$ 81,365,326	\$ 84,358,496	\$ 83,203,684
EXPENSES			
Instruction - ECS	\$ 2,619,004	\$ 2,647,214	\$ 699,241
Instruction - Grades 1 to 12	\$ 58,727,688	\$ 58,261,675	\$ 60,439,840
Operations and maintenance (Schedule 4)	\$ 10,862,290	\$ 12,037,187	\$ 11,400,432
Transportation	\$ 5,656,305	\$ 5,749,774	\$ 5,663,610
System administration	\$ 2,940,134	\$ 2,852,927	\$ 2,470,053
External services	\$ 574,973	\$ 719,758	\$ 691,741
Total expenses	\$ 81,380,394	\$ 82,268,535	\$ 81,364,917
Annual operating surplus (deficit)	\$ (15,068)	\$ 2,089,961	\$ 1,838,767
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (15,068)	\$ 2,089,961	\$ 1,838,767
Accumulated surplus (deficit) at beginning of year	\$ 13,669,470	\$ 13,669,470	\$ 11,830,703
Accumulated surplus (deficit) at end of year	\$ 13,654,402	\$ 15,759,431	\$ 13,669,470

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2022 (in dollars)

	2022	2021
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 2,089,961	\$ 1,838,767
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 4,936,108	\$ 4,325,763
Net (gain)/loss on disposal of tangible capital assets	\$ (13,260)	\$ (42,624)
Transfer of tangible capital assets (from)/to other entities	\$ (2,191,851)	\$ (17,382,088)
(Gain)/Loss on sale of portfolio investments	\$ (48,962)	\$ -
Spent deferred capital recognized as revenue	\$ (4,128,423)	\$ (3,530,891)
Deferred capital revenue write-down / adjustment	\$ -	\$ 19,177
Increase/(Decrease) in employee future benefit liabilities	\$ (50,195)	\$ 145,000
Donations in kind	\$ -	\$ -
	\$ 593,378	\$ (14,626,896)
(Increase)/Decrease in accounts receivable	\$ 252,173	\$ (189,571)
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ 1,543	\$ 10,815
(Increase)/Decrease in prepaid expenses	\$ 429,564	\$ (231,159)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ 9,613	\$ 289,069
Increase/(Decrease) in unspent deferred contributions	\$ (919,285)	\$ (161,111)
Increase/(Decrease) in environmental liabilities	\$ -	\$ -
	\$ -	\$ -
Total cash flows from operating transactions	\$ 366,986	\$ (14,908,853)
B. CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	\$ (2,656,158)	\$ (3,779,223)
Net proceeds from disposal of unsupported capital assets	\$ 19,850	\$ 103,815
	\$ -	\$ -
Total cash flows from capital transactions	\$ (2,636,308)	\$ (3,675,408)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ -	\$ -
Proceeds on sale of portfolio investments	\$ 193,523	\$ -
Other (Describe)	\$ -	\$ -
	\$ -	\$ -
Total cash flows from investing transactions	\$ 193,523	\$ -
D. FINANCING TRANSACTIONS		
Debt issuances	\$ -	\$ -
Debt repayments	\$ (17,482)	\$ (17,481)
Increase (decrease) in spent deferred capital contributions	\$ 4,415,901	\$ 19,975,196
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ 164,062	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from financing transactions	\$ 4,562,481	\$ 19,957,715
Increase (decrease) in cash and cash equivalents	\$ 2,486,682	\$ 1,373,454
Cash and cash equivalents, at beginning of year	\$ 9,945,057	\$ 8,571,603
Cash and cash equivalents, at end of year	\$ 12,431,739	\$ 9,945,057

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended August 31, 2022 (in dollars)

	Budget 2022	2022	2021
Annual surplus (deficit)	\$ (15,068)	\$ 2,089,961	\$ 1,838,767
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (755,000)	\$ (2,656,158)	\$ (3,779,223)
Amortization of tangible capital assets	\$ 4,619,977	\$ 4,936,108	\$ 4,325,763
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ (13,260)	\$ (42,624)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 19,850	\$ 103,815
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ (2,191,851)	\$ (17,382,088)
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 3,864,977	\$ 94,689	\$ (16,774,357)
Acquisition of inventory of supplies	\$ -	\$ 1,543	\$ 10,815
Consumption of inventory of supplies	\$ -	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ -	\$ 429,564	\$ (231,159)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ (48,962)	\$ 10,845
Change in spent deferred capital contributions (Schedule 2)		\$ 287,478	\$ 16,444,305
Other changes	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets	\$ 3,849,909	\$ 2,854,273	\$ 1,299,216
Net financial assets at beginning of year	\$ 5,528,120	\$ 5,528,120	\$ 4,228,904
Net financial assets at end of year	\$ 9,378,029	\$ 8,382,393	\$ 5,528,120

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2022 (in dollars)

	2022	2021
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ 10,845
	\$ -	\$ -
	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ (48,962)	\$ -
	\$ -	\$ -
	\$ -	\$ -
Other Adjustment (Describe)	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ (48,962)	\$ 10,845
Accumulated remeasurement gains (losses) at beginning of year	\$ 48,962	\$ 38,117
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ 48,962

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

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2022 (in dollars)

	NET ASSETS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2021	\$ 13,718,432	\$ 48,962	\$ 13,669,470	\$ 7,117,052	\$ -	\$ 806,874	\$ 3,754,852	\$ 1,990,692
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2021	\$ 13,718,432	\$ 48,962	\$ 13,669,470	\$ 7,117,052	\$ -	\$ 806,874	\$ 3,754,852	\$ 1,990,692
Operating surplus (deficit)	\$ 2,089,961		\$ 2,089,961			\$ 2,089,961		
Board funded tangible capital asset additions				\$ 432,107		\$ (12,364)	\$ (52,664)	\$ (367,079)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (6,590)		\$ (6,670)		\$ 13,260
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ (48,962)	\$ (48,962)						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (4,936,108)		\$ 4,936,108		
Capital revenue recognized	\$ -			\$ 4,128,423		\$ (4,128,423)		
Debt principal repayments (unsupported)	\$ -			\$ 17,482		\$ (17,482)		
Additional capital debt or capital leases	\$ -			\$ (164,062)		\$ 164,062		
Net transfers to operating reserves	\$ -					\$ (2,089,961)	\$ 2,089,961	
Net transfers from operating reserves	\$ -					\$ 1,904,059	\$ (1,904,059)	
Net transfers to capital reserves	\$ -					\$ (2,804,059)		\$ 2,804,059
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes (Net transfers from investment in TCA)	\$ -		\$ -	\$ (184,209)	\$ -	\$ 184,209	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2022	\$ 15,759,431	\$ -	\$ 15,759,431	\$ 6,404,095	\$ -	\$ 1,026,314	\$ 3,888,090	\$ 4,440,932

SCHEDULE 1

**SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2022 (in dollars)**

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2021	\$ 1,919,457	\$ 591,136	\$ -	\$ 870,760	\$ 1,467,677	\$ 518,805	\$ 265,927	\$ 9,991	\$ 101,791	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2021	\$ 1,919,457	\$ 591,136	\$ -	\$ 870,760	\$ 1,467,677	\$ 518,805	\$ 265,927	\$ 9,991	\$ 101,791	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ (42,199)	\$ -	\$ (1,164)	\$ -	\$ (9,301)	\$ -	\$ -	\$ (367,079)	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ 6,850		\$ -		\$ -		\$ 6,410		\$ -
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	\$ 2,115,288		\$ (602,644)		\$ 253,381		\$ 203,468		\$ 120,468	
Net transfers from operating reserves	\$ (1,903,808)		\$ 603,808		\$ (253,381)		\$ (350,678)		\$ -	
Net transfers to capital reserves		\$ 900,000		\$ 400,000		\$ 253,381		\$ 1,250,678		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes (Net transfers from investment in TCA)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2022	\$ 2,088,738	\$ 1,497,986	\$ -	\$ 1,270,760	\$ 1,458,376	\$ 772,186	\$ 118,717	\$ 900,000	\$ 222,259	\$ -

SCHEDULE 2

SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2022 (in dollars)

	Alberta Education					Other GoA Ministries				
	IMR	CMR	Safe Return to Class/Safe Indoor Air	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries
Deferred Operating Contributions (DOC)										
Balance at August 31, 2021	\$ 664,183	\$ -	\$ -	\$ 162,187	\$ 826,370	\$ -	\$ -	\$ 72,230	\$ -	\$ 72,230
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ 664,183	\$ -	\$ -	\$ 162,187	\$ 826,370	\$ -	\$ -	\$ 72,230	\$ -	\$ 72,230
Received during the year (excluding investment income)	\$ 816,381	\$ -	\$ -	\$ 250,906	\$ 1,067,287	\$ -	\$ -	\$ 57,222	\$ -	\$ 57,222
Transfer (to) grant/donation revenue (excluding investment income)	\$ (1,130,675)	\$ -	\$ -	\$ (119,513)	\$ (1,250,188)	\$ -	\$ -	\$ (66,123)	\$ -	\$ (66,123)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ (158,879)	\$ -	\$ -	\$ -	\$ (158,879)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2022	\$ 191,010	\$ -	\$ -	\$ 293,580	\$ 484,590	\$ -	\$ -	\$ 63,329	\$ -	\$ 63,329
Unspent Deferred Capital Contributions (UDCC)										
Balance at August 31, 2021	\$ -	\$ 1,161,760	\$ -	\$ -	\$ 1,161,760	\$ 49,221	\$ -	\$ -	\$ -	\$ 49,221
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ 1,161,760	\$ -	\$ -	\$ 1,161,760	\$ 49,221	\$ -	\$ -	\$ -	\$ 49,221
Received during the year (excluding investment income)	\$ -	\$ 735,031	\$ -	\$ -	\$ 735,031	\$ 161,046	\$ -	\$ -	\$ -	\$ 161,046
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ -	\$ (1,654,252)	\$ -	\$ -	\$ (1,654,252)	\$ (86,628)	\$ -	\$ -	\$ -	\$ (86,628)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2022	\$ -	\$ 242,539	\$ -	\$ -	\$ 242,539	\$ 123,639	\$ -	\$ -	\$ -	\$ 123,639
Total Unspent Deferred Contributions at August 31, 2022	\$ 191,010	\$ 242,539	\$ -	\$ 293,580	\$ 727,129	\$ 123,639	\$ -	\$ 63,329	\$ -	\$ 186,968
Spent Deferred Capital Contributions (SDCC)										
Balance at August 31, 2021	\$ 2,363,193	\$ 1,482,118	\$ -	\$ -	\$ 3,845,311	\$ 94,373,690	\$ 540,008	\$ -	\$ -	\$ 94,913,698
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ 2,363,193	\$ 1,482,118	\$ -	\$ -	\$ 3,845,311	\$ 94,373,690	\$ 540,008	\$ -	\$ -	\$ 94,913,698
Donated tangible capital assets				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects				\$ -	\$ -	\$ 2,191,851	\$ -	\$ -	\$ -	\$ 2,191,851
Transferred from DOC	\$ 158,879	\$ -	\$ -	\$ -	\$ 158,879	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ -	\$ 1,654,252	\$ -	\$ -	\$ 1,654,252	\$ 86,628	\$ -	\$ -	\$ -	\$ 86,628
Amounts recognized as revenue (Amortization of SDCC)	\$ (147,555)	\$ (49,350)	\$ -	\$ -	\$ (196,905)	\$ (3,772,937)	\$ (18,346)	\$ -	\$ -	\$ (3,791,283)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain: overamortizing AB	\$ (111,781)	\$ (343,650)	\$ -	\$ -	\$ (455,431)	\$ 1,074,014	\$ (585)	\$ -	\$ -	\$ 1,073,429
SDCC closing balance at August 31, 2022	\$ 2,262,736	\$ 2,743,370	\$ -	\$ -	\$ 5,006,106	\$ 93,953,246	\$ 521,077	\$ -	\$ -	\$ 94,474,323

SCHEDULE 2

School Jurisdiction Code:

1245

	Other Sources				Total
	Gov't of Canada	Donations and grants from others	Other	Total other sources	
Deferred Operating Contributions (DOC)					
Balance at August 31, 2021	\$ -	\$ 203,985	\$ 104,878	\$ 308,863	\$ 1,207,463
Prior period adjustments - please explain:	-	-	-	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ 203,985	\$ 104,878	\$ 308,863	\$ 1,207,463
Received during the year (excluding investment income)	\$ -	\$ 146,277	\$ 259,844	\$ 406,121	\$ 1,530,630
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ (97,542)	\$ (8,115)	\$ (105,657)	\$ (1,421,968)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ (158,879)
Transferred (to) from others - please explain:	\$ -	\$ (4,559)	\$ (441)	\$ (5,000)	\$ (5,000)
DOC closing balance at August 31, 2022	\$ -	\$ 248,161	\$ 356,166	\$ 604,327	\$ 1,152,246
Unspent Deferred Capital Contributions (UDCC)					
Balance at August 31, 2021	\$ -	\$ 198,198	\$ (68,054)	\$ 130,144	\$ 1,341,125
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ -	\$ 198,198	\$ (68,054)	\$ 130,144	\$ 1,341,125
Received during the year (excluding investment income)	\$ -	\$ 305,026	\$ -	\$ 305,026	\$ 1,201,103
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ -	\$ (324,291)	\$ -	\$ (324,291)	\$ (2,065,171)
Transferred (to) from others - please explain:	\$ -	\$ (68,054)	\$ 68,054	\$ -	\$ -
UDCC closing balance at August 31, 2022	\$ -	\$ 110,879	\$ -	\$ 110,879	\$ 477,057
Total Unspent Deferred Contributions at August 31, 2022	\$ -	\$ 359,040	\$ 356,166	\$ 715,206	\$ 1,629,303
Spent Deferred Capital Contributions (SDCC)					
Balance at August 31, 2021	\$ 1,076,720	\$ 2,422,331	\$ -	\$ 3,499,051	\$ 102,258,060
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2021	\$ 1,076,720	\$ 2,422,331	\$ -	\$ 3,499,051	\$ 102,258,060
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects				\$ -	\$ 2,191,851
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ 158,879
Transferred from UDCC	\$ -	\$ 324,291	\$ -	\$ 324,291	\$ 2,065,171
Amounts recognized as revenue (Amortization of SDCC)	\$ (17,816)	\$ (122,419)	\$ -	\$ (140,235)	\$ (4,128,423)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain: overamortizing AB	\$ (203,941)	\$ (414,057)	\$ -	\$ (617,998)	\$ -
SDCC closing balance at August 31, 2022	\$ 854,963	\$ 2,210,146	\$ -	\$ 3,065,109	\$ 102,545,538

SCHEDULE OF PROGRAM OPERATIONS
For the Year Ended August 31, 2022 (in dollars)

REVENUES	2022							2021
	Instruction		Operations and Maintenance	Transportation	System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 1,986,929	\$ 54,847,003	\$ 6,970,043	\$ 5,807,627	\$ 2,931,567	\$ -	\$ 72,543,169	\$ 73,529,133
(2) Alberta Infrastructure	\$ -	\$ -	\$ 3,768,974	\$ -	\$ -	\$ -	\$ 3,768,974	\$ 3,334,348
(3) Other - Government of Alberta	\$ -	\$ 615,590	\$ 18,346	\$ -	\$ 4,531	\$ 108,753	\$ 747,220	\$ 1,317,828
(4) Federal Government and First Nations	\$ 207,819	\$ 3,457,058	\$ 334,784	\$ -	\$ 122,757	\$ -	\$ 4,122,418	\$ 2,661,189
(5) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,400
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Fees	\$ -	\$ 356,927	\$ -	\$ -	\$ -	\$ -	\$ 356,927	\$ 139,814
(10) Sales of services and products	\$ -	\$ 556,499	\$ -	\$ 108,465	\$ 35,337	\$ 731,473	\$ 1,431,774	\$ 1,260,479
(11) Investment income	\$ -	\$ 91,314	\$ 55,145	\$ 19,400	\$ 5,522	\$ -	\$ 171,381	\$ 40,830
(12) Gifts and donations	\$ -	\$ 643,803	\$ 18,901	\$ 11,340	\$ -	\$ -	\$ 674,044	\$ 616,462
(13) Rental of facilities	\$ -	\$ 832	\$ 124,476	\$ -	\$ 6,594	\$ -	\$ 131,902	\$ 132,649
(14) Fundraising	\$ -	\$ 253,553	\$ 143,874	\$ -	\$ -	\$ -	\$ 397,427	\$ 98,376
(15) Gains on disposal of tangible capital assets	\$ -	\$ 6,850	\$ -	\$ 6,410	\$ -	\$ -	\$ 13,260	\$ 49,176
(16) Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(17) TOTAL REVENUES	\$ 2,194,748	\$ 60,829,429	\$ 11,434,543	\$ 5,953,242	\$ 3,106,308	\$ 840,226	\$ 84,358,496	\$ 83,203,684
EXPENSES								
(18) Certificated salaries	\$ 1,190,763	\$ 31,405,406			\$ 403,778	\$ -	\$ 32,999,947	\$ 34,090,783
(19) Certificated benefits	\$ 152,857	\$ 7,362,618			\$ 48,883	\$ -	\$ 7,564,358	\$ 7,448,210
(20) Non-certificated salaries and wages	\$ 962,071	\$ 9,279,617	\$ 1,921,479	\$ 445,610	\$ 1,125,583	\$ 546,788	\$ 14,281,148	\$ 14,058,886
(21) Non-certificated benefits	\$ 304,851	\$ 2,544,488	\$ 389,989	\$ 108,130	\$ 264,240	\$ 112,193	\$ 3,723,891	\$ 3,655,832
(22) SUB - TOTAL	\$ 2,610,542	\$ 50,592,129	\$ 2,311,468	\$ 553,740	\$ 1,842,484	\$ 658,981	\$ 58,569,344	\$ 59,253,711
(23) Services, contracts and supplies	\$ 36,672	\$ 7,208,063	\$ 5,601,945	\$ 5,131,429	\$ 958,450	\$ 41,338	\$ 18,977,897	\$ 17,880,730
(24) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 4,110,013	\$ -	\$ -	\$ 18,410	\$ 4,128,423	\$ 3,530,891
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 404,203	\$ 260,117	\$ 64,586	\$ 77,750	\$ 1,029	\$ 807,685	\$ 794,872
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ 19	\$ -	\$ -	\$ 19	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ (22,706)	\$ -	\$ (22,706)	\$ 27,350
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,552
(29) Other expense	\$ -	\$ 57,280	\$ (246,356)	\$ -	\$ (3,051)	\$ -	\$ (192,127)	\$ (129,189)
(30) TOTAL EXPENSES	\$ 2,647,214	\$ 58,261,675	\$ 12,037,187	\$ 5,749,774	\$ 2,852,927	\$ 719,758	\$ 82,268,535	\$ 81,364,917
(31) OPERATING SURPLUS (DEFICIT)	\$ (452,466)	\$ 2,567,754	\$ (602,644)	\$ 203,468	\$ 253,381	\$ 120,468	\$ 2,089,961	\$ 1,838,767

SCHEDULE OF OPERATIONS AND MAINTENANCE
For the Year Ended August 31, 2022 (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	2022 TOTAL Operations and Maintenance	2021 TOTAL Operations and Maintenance
Non-certificated salaries and wages	\$ 732,448	\$ 805,075	\$ -	\$ -	\$ 383,956			\$ 1,921,479	\$ 1,735,240
Non-certificated benefits	\$ 134,445	\$ 215,841	\$ -	\$ -	\$ 39,703			\$ 389,989	\$ 387,649
SUB-TOTAL REMUNERATION	\$ 866,893	\$ 1,020,916	\$ -	\$ -	\$ 423,659			\$ 2,311,468	\$ 2,122,889
Supplies and services	\$ 1,348,011	\$ 767,114	\$ 207,313	\$ 936,411	\$ -			\$ 3,258,849	\$ 3,097,033
Electricity			\$ 627,833					\$ 627,833	\$ 987,646
Natural gas/heating fuel			\$ 645,760					\$ 645,760	\$ 467,833
Sewer and water			\$ 76,036					\$ 76,036	\$ 81,801
Telecommunications			\$ 14,098					\$ 14,098	\$ 8,858
Insurance					\$ 733,013			\$ 733,013	\$ 791,797
ASAP maintenance & renewal payments							\$ -	\$ -	\$ -
Amortization of tangible capital assets									
Supported							\$ 4,110,013	\$ 4,110,013	\$ 3,512,481
Unsupported						\$ 260,117		\$ 260,117	\$ 330,079
TOTAL AMORTIZATION						\$ 260,117	\$ 4,110,013	\$ 4,370,130	\$ 3,842,560
Interest on capital debt									
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ 15
Losses on disposal of capital assets						\$ -		\$ -	\$ -
TOTAL EXPENSES	\$ 2,214,904	\$ 1,788,030	\$ 1,571,040	\$ 936,411	\$ 1,156,672	\$ 260,117	\$ 4,110,013	\$ 12,037,187	\$ 11,400,432

SQUARE METRES									
School buildings								92,759.0	\$ 93,816
Non school buildings								7,562.0	\$ 8,654

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, 2022 (in dollars)

Cash & Cash Equivalents

	2022			2021
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 12,421,588	\$ 12,421,588	\$ 9,935,057
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%	10,151	10,151	10,000
Total cash and cash equivalents		\$ 12,431,739	\$ 12,431,739	\$ 9,945,057

Portfolio Investments

	2022			2021	
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Interest-bearing securities					
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -	\$ -
Bonds and mortgages	0.00%	-	-	-	-
	0.00%	-	-	-	-
Equities					
Canadian equities	0.00%	\$ -	\$ -	\$ -	\$ 155,561
Global developed equities	0.00%	-	-	-	37,962
Emerging markets equities	0.00%	-	-	-	-
Private equities	0.00%	-	-	-	-
Pooled investment funds	0.00%	-	-	-	-
	0.00%	-	-	-	193,523
Other					
Other (Specify)	0.00%	\$ -	\$ -	\$ -	\$ -
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
	0.00%	-	-	-	-
Total portfolio investments	0.00%	\$ -	\$ -	\$ -	\$ 193,523

Portfolio investments

Operating

Cost
Unrealized gains and losses

Endowments

Cost
Unrealized gains and losses
Deferred revenue

Total portfolio investments

	2022	2021
Operating		
Cost	\$ -	\$ 144,561
Unrealized gains and losses	-	48,962
	-	193,523
Endowments		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Deferred revenue	-	-
	-	-
Total portfolio investments	\$ -	\$ 193,523

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

	2022	2021
Under 1 year	0.0%	100.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	0.0%	100.0%

SCHEDULE 6

School Jurisdiction Code: 1245

**SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2022 (in dollars)**

Tangible Capital Assets	2022							2021
	Land	Work In Progress	Buildings* 25-50 Years	Equipment 5-10 Years	Vehicles 5-10 Years	Computer Hardware & Software 5 Years	Total	Total
Estimated useful life								
Historical cost								
Beginning of year	\$ 1,815,411	\$ 20,460,612	\$ 154,076,283	\$ 9,310,206	\$ 3,472,995	\$ 3,991,923	\$ 193,127,430	174,439,338
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	-	4,336,914	117,252	367,079	57,387	4,878,632	21,161,310
Transfers in (out)	-	(20,460,612)	19,941,950	448,187	-	70,475	-	-
Less disposals including write-offs	-	-	(1,909,208)	(30,626)	(260,253)	-	(2,200,087)	(2,473,218)
Historical cost, August 31, 2022	\$ 1,815,411	\$ -	\$ 176,445,939	\$ 9,845,019	\$ 3,579,821	\$ 4,119,785	\$ 195,805,975	\$ 193,127,430
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 69,604,742	\$ 8,959,434	\$ 2,538,544	\$ 2,798,633	\$ 83,901,353	81,987,618
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	4,158,749	240,300	229,960	307,098	4,936,107	4,325,762
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(1,909,208)	-	(253,665)	-	(2,162,873)	(2,412,027)
Accumulated amortization, August 31, 2022	\$ -	\$ -	\$ 71,854,283	\$ 9,199,734	\$ 2,514,839	\$ 3,105,731	\$ 86,674,587	\$ 83,901,353
Net Book Value at August 31, 2022	\$ 1,815,411	\$ -	\$ 104,591,656	\$ 645,285	\$ 1,064,982	\$ 1,014,054	\$ 109,131,388	
Net Book Value at August 31, 2021	\$ 1,815,411	\$ 20,460,612	\$ 84,471,541	\$ 350,772	\$ 934,451	\$ 1,193,290		\$ 109,226,077

	2022	2021
Total cost of assets under capital lease	\$ 236,698	\$ -
Total amortization of assets under capital lease	\$ 19,130	\$ -

*Buildings include leasehold improvements with a total cost of \$0 and accumulated amortization of \$0 as well as site improvements with a total cost of \$5,939,016 and accumulated amortization of \$2,585,890.

SCHEDULE 7

School Jurisdiction Code: 1245

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2022 (in dollars)**

Board Members:		FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Packard, Karen (Board Chair)		1.00	\$38,803	\$5,195	\$0			\$0	\$11,091
Kissel, Gary (Board Vice Chair)		1.00	\$21,985	\$3,270	\$0			\$0	\$3,750
Edwards, Cheryl		1.00	\$25,587	\$3,856	\$0			\$0	\$8,751
Lozinski, Debra		1.00	\$28,833	\$4,583	\$0			\$0	\$10,658
Norton, Blair		1.00	\$23,240	\$3,391	\$0			\$0	\$9,071
Phillips, Lois		1.00	\$22,878	\$3,398	\$0			\$0	\$8,552
Ripkins, Roy		1.00	\$24,593	\$3,775	\$0			\$0	\$7,812
Skogen, Mandi		1.00	\$23,136	\$4,219	\$0			\$0	\$5,448
Young, Ron		1.00	\$21,036	\$4,011	\$0			\$0	\$4,628
Hrynyk, Arlene (Past Board Chair)		-	\$5,048	\$1,869	\$0			\$0	\$427
Topylki, Michael (Past Vice Chair)		-	\$3,504	\$565	\$0			\$0	\$145
Kaban, Lorne (Past)		-	\$1,544	\$373	\$0			\$0	\$145
Richard, Maurice (Past)		-	\$2,852	\$525	\$0			\$0	\$145
Subtotal		9.00	\$243,039	\$39,030	\$0			\$0	\$70,623
Name, Superintendent 1	Cusson, Rick (Superintendent)	1.00	\$206,958	\$48,162	\$0	\$0	\$0	\$0	\$29,154
Name, Superintendent 2		-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Superintendent 3		-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Treasurer 1	Elock, Paula (Secretary Treasurer)	1.00	\$188,829	\$49,509	\$0	\$0	\$0	\$0	\$5,509
Name, Treasurer 2		-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Treasurer 3		-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Other		-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated			\$32,792,989	\$7,516,196	\$0	\$0	\$0	\$0	
School based		322.49							
Non-School based		8.00							
Non-certificated			\$13,849,280	\$3,635,352	\$0	\$0	\$0	\$0	
Instructional		248.00							
Operations & Maintenance		28.00							
Transportation		7.00							
Other		25.00							
TOTALS		649.49	\$47,281,095	\$11,288,249	\$0	\$0	\$0	\$0	\$105,286

**Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021**

AUTHORITY AND PURPOSE

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

The Division receives funding for instruction and support under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administration expenses. The Division is a registered charity under the *Income Tax Act (Canada)* and is therefore exempt from the payment of income taxes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the CICA 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) Valuation of Financial Assets and Liabilities

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

Financial Statement Component	Measurement
Cash and cash equivalents	Cost
Accounts receivable	Lower of cost or net recoverable value
Portfolio investments	Fair value and amortized cost
Accounts payable and accrued liabilities	Cost
Debt	Amortized cost

b) 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 Division’s financial claims on external organizations and individuals, as well as cash at the year-end.

c) Cash and Cash Equivalents

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term, highly liquid, investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. Cash equivalents have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term commitments rather than for investment purposes.

d) Accounts Receivable

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

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

e) Portfolio Investments

The Division has investments in mutual funds 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. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value. Discounts and premiums arising on the purchase of fixed income securities are amortized over the term of the investments

Derivatives and portfolio investments in 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.

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 the Schedule of Cash, Cash Equivalents, and Portfolio Investments.

f) Liabilities

Liabilities are present obligations of the Division 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.

g) Accounts Payable and 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.

h) Deferred Contributions

Deferred contributions include contributions received for operations which have stipulations that meet the definition of a liability per Public Sector Accounting Standard (PSAS) PS 3200. These contributions are recognized by the School 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 contributions also include contributions for capital expenditures, unexpended and expended. 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.

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

h) Deferred Contributions (continued)

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

i) Employee Future Benefits

The Division provides certain post-employment and retirement benefits including vested benefits for certain employees pursuant to certain contracts.

The 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.

j) 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 cost escalation 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 Division has determined that it has a conditional asset retirement obligation relating to certain assets. These obligations will be discharged in the future by funding through the Alberta Government. The 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.

k) Debt

Mortgages and loans are recognized at their face amount less unamortized discount, which includes issue expenses.

l) Non-Financial Assets

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

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

l) Non-Financial Assets (continued)

- (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.

m) Tangible Capital Assets

The following criteria applies:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts directly related to the acquisition, design, construction, development, or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Work-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- Buildings include site improvements.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the 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 (EDCR).
- 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 District's rate for incremental borrowing or the interest rate implicit in the lease. A schedule of repayments and amount of interest on the leases is provided in Note 7.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2% to 4%
Vehicles & Buses	10% to 20%
Computer Hardware & Software	20%
Other Equipment & Furnishings	10% to 20%

m) 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.

n) Operating and Capital Reserves

Certain amounts, as approved by the Board of Trustees, 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

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

n) Operating and Capital Reserves (continued)

for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Changes in Accumulated Surplus.

o) Revenue Recognition

Revenues are recorded on an accrual basis. 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 are recognized as deferred contributions if the eligibility criteria for use of the transfer, or the stipulations together with the Division'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 Division complies with its communicated use of these transfers.

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

Donations and non-Government Transfers:

Donations and non-government contributions are received from individuals, corporations, and private sector non-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 or in the year the funds are committed to the Division if the amount can be reasonably estimated, and collection is reasonably assured. Externally restricted donations and non-government contributions are recognized as deferred contributions if the terms for their use, or the terms along with the Division'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 Division complies with its communicated use.

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 Division, the value of their services are not recognized as revenue and expenses in the financial statements because fair value cannot be reasonably determined.

Grants and Donations for Land:

The Division records transfers and donations for the purchase of land as a liability when received and as revenue when the Division purchases the land. The Division records in-kind contributions of land as revenue at the fair value of the land. When the Division cannot determine the fair value, it records such in-kind donations at nominal value.

Investment Income:

Investment income includes interest income and is recognized when earned and collection is reasonably assured.

p) Expenses

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

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

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

p) Expenses (continued)

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.

q) Program Reporting

The Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of ECS education instructional services that fall under the basic public education mandate.
- **Grades 1 - 12 Instruction:** The provision of instructional services for Grades 1 - 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 ECS children and students in Grades 1 - 12. Services offered beyond the mandate for public education must 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.

r) Trusts Under Administration

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

s) 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 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

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

s) Financial Instruments (continued)

noted, it is management's opinion that the 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 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 de-recognition of a financial instrument is recognized in the Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

t) 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. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization rates are based on the estimated useful lives of capital assets. Other significant areas requiring the use of management estimates relate to the potential impairment of assets and estimated future benefits.

u) Future Accounting Changes

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

- **PS 1201, Financial Statement presentation (effective September 1, 2022)**

PS 1201, Financial Statement Presentation, requires a new statement of re-measurement gains and losses separate from the statement of operations. Included in this new statement are the unrealized gains and losses arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships.

- **PS 2601, Foreign Currency Translation (effective September 1, 2022)**

PS 2601, Foreign Currency Translation, requires that monetary assets and liabilities denominated in a foreign currency be adjusted to reflect the exchange rates in effect at the financial statement dates. Unrealized gains and losses are to be presented in the new statement of re-measurement gains and losses. This standard must be adopted in conjunction with PS 2601 and PS 3450 and is applicable for fiscal years beginning on or after April 1, 2022.

- **PS 3041, Portfolio investments (effective September 1, 2022)**

PS 3041, Portfolio Investments, has removed the distinction between temporary and portfolio investments and amended to conform to PS 3405. This standard must be adopted in conjunction with PS 1201, PS 2601, and PS 3450 and is applicable for fiscal years beginning on or after April 1, 2022.

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

u) Future Accounting Changes

- **PS 3280, Asset Retirement Obligations (effective September 1, 2022)**

PS 3280, Asset Retirement Obligations, establishes standards on how to account and report for legal obligations associated with the retirement of certain tangible capital assets. The Division plans to adopt this accounting standard on a modified retroactive basis, consistent with the transitional provisions in PS 3280, and information presented for comparative purposes will be restated. This standard is applicable for fiscal years beginning on or after April 1, 2022.

- **PS 3400, Revenue (effective September 1, 2023)**

PS 3400, Revenue, establishes standards on how to account for and report revenue differentiating between revenue arising from transactions that include performance obligations and transactions that do not. This standard is applicable to fiscal years beginning on or after April 1, 2023.

- **PS 3450, Financial Instruments (effective September 1, 2022)**

PS 3450, Financial Instruments, established recognition, measurement and disclosure requirements for derivative and non-derivative financial instruments. The standard requires fair value measurement of derivative and equity instruments; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities. This standard is applicable for fiscal years beginning on or after April 1, 2022.

- **PS 3160, Public Private Partnerships (effective September 1, 2023)**

This accounting standard provides guidance on how to account for public private partnerships between public and private sector entities, where the public sector entity procures infrastructure using a private sector partner.

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

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

2. ACCOUNTS RECEIVABLE

	2022			2021
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 70,737	\$ -	\$ 70,737	\$ 327,817
Alberta Education - Capital	-	-	-	191,727
Alberta Education - (Specify)	11,340	-	11,340	
Other Alberta school jurisdictions	36,110	-	36,110	22,858
Alberta Health Services	181,992	-	181,992	89,711
Government of Alberta Ministry (Environment & Parks)	10,000	-	10,000	
Federal government	329,509	-	329,509	705,816
First Nations	449,432	-	449,432	170
Other	402,558	(8,204)	394,354	397,548
Total	\$1,491,678	\$ (8,204)	\$1,483,474	\$1,735,647

3. BANK INDEBTEDNESS

The Division has negotiated a line of credit in the amount of \$1,955,261 that bears interest at prime plus 0.25%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenues of the Division. The aggregate amount borrowed is not to exceed the amount reported as accounts receivable. There was no balance at August 31, 2022 (2021 - \$NIL).

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2022	2021
Alberta Education - WMA	\$ 1,182,990	\$ 809,230
Federal government	12,601	
Accrued vacation pay liability	215,724	218,381
Other salaries & benefit costs	603,336	1,109,611
Other trade payables and accrued liabilities	1,612,518	1,480,334
Total	\$ 3,627,169	\$ 3,617,556

5. BENEFIT PLANS

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 Division is included in both revenues and expenses. For the school year ended August 31, 2022, the amount contributed by the Government was \$3,429,132 (2021 - \$3,495,703).

The 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 \$978,505 for the year ended August 31, 2022 (2021 - \$1,087,371). At

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

December 31, 2021, the Local Authorities Pension Plan reported an actuarial surplus of \$11.9 billion (2020 surplus of \$4.96 billion).

The benefit allowance retirement plan is administered by the Division and provides a one-time lump payment of \$5,000 to eligible retirees. The cost of the allowance is estimated using historical data.

The support staff early retirement plan is administered by the Division and provides a one-time payment which fluctuates based on when an eligible employee retires. The earlier the employee retires, the larger the amount paid. The cost of the plan is estimated using historical data.

Employee future benefit liabilities consist of the following:

	2022	2021
Retirement allowances	94,805	145,000

6. DEBT

	2022	2021
Unsupported capital loan outstanding at August 31, 2022 has an interest rate of 0%. The term of the contract is five years, payments made monthly by the Division to the City of Cold Lake.	17,481	34,963
Total	<u>\$ 17,481</u>	<u>\$ 34,963</u>

Finance Contracts - Unsupported

Payments on unsupported debt due over the next year is as follows:

	Principal	Interest	Total
2022-2023	\$ 17,841	\$ -	\$ 17,841
Total	<u>\$ 17,841</u>	<u>\$ -</u>	<u>\$ 17,841</u>

7. CAPITAL LEASES

Capital leases are funded by the Division and are composed of the following:

	2022	2021
School bus under capital lease #1, due 2026. Vehicle with a net book value of \$108,487 pledged as collateral	81,089	-
School bus under capital lease #2, due 2026. Vehicle with a net book value of \$109,473 pledged as collateral	82,973	-
Total	<u>\$ 164,062</u>	<u>\$ -</u>

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

Payments on capital leases are due as follows:

	Total
2022-2023	\$ 45,224
2023-2024	45,224
2024-2025	45,224
2025-2026	28,390
Total	\$ 164,062

8. PREPAID EXPENSES

	2022	2021
Prepaid insurance	\$ 204,378	\$ 360,894
Other	401,589	53,762
Prepaid supplies	86,979	707,854
Total	\$ 692,946	\$ 1,122,510

9. ACCUMULATED SURPLUS:

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

	2022	2021
Unrestricted surplus	\$ 1,026,314	\$ 806,874
Operating reserves	<u>3,888,090</u>	<u>3,754,852</u>
Accumulated surplus (deficit) from operations	4,914,404	4,561,726
Investment in tangible capital assets	6,404,095	7,117,052
Capital reserves	4,440,932	1,990,692
Accumulated rereasurement gains (losses)	-	48,962
Accumulated surplus (deficit)	<u>\$15,759,431</u>	<u>\$13,718,432</u>

Included in Accumulated surplus from operations are school generated funds to which the Division has no claim. Adjusted accumulated surplus represents funds owned by the Division.

	2022	2021
Accumulated surplus (deficit) from operations	\$ 4,914,404	\$ 4,561,726
Deduct: School generated funds included in accumulated surplus (Note 13)	<u>1,404,795</u>	<u>1,373,231</u>
Adjusted accumulated surplus (deficit) from operations ⁽¹⁾	<u>\$ 3,509,609</u>	<u>\$ 3,188,495</u>

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

**Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021**

10. CONTRACTUAL OBLIGATIONS

The Division is committed to annual payments of \$182,059 for pursuant to a lease expiring August 2025.

	2022	2021
Equipment lease	546,177	339,500

Estimated payment requirements for each of the next year is as follows:

	Equipment Lease
2022-2023	\$ 182,059
2023-2024	182,059
2024-2025	182,059
Total	\$ 546,177

The Division also has the following commitments in place:

- e) Electricity Service Agreement: The Division is committed through an agreement with Campus Energy Partners for the provision of electricity services until December 31, 2028. Under the terms of the agreement, the Division pays 5.782 cents per kilowatt for electricity up to the threshold amount for the period from July 1, 2021 to December 31, 2025. From January 1, 2026 to December 31, 2028, the Division pays the Pool Price.
- f) Natural Gas Agreement: The Division is committed through an agreement with Direct Energy for the provision of natural gas services until December 31, 2028. Under the terms of the agreement, the Division pays \$2.66 per Gigajoule for natural gas delivered to each Division site up to the threshold amount. If the threshold amount is exceeded, or the minimum threshold not met during any month, there is a volume charge.
- g) Cost-Sharing Agreement: The Division is committed through an agreement with the City of Cold Lake and Portage College to share costs related to the campus recreation space. Under the agreement, the Division is responsible for its proportionate share of the operating costs, as well as any capital costs that may arise. This agreement is ongoing until terminated.
- h) Land Use Lease: The Division entered into a 40-year lease agreement in 2012 with the City of Cold Lake to lease land that is used by the Division. The Division pays an annual lease cost of \$1.00 and is responsible for all maintenance and repairs cost. The lease term is until January 1, 2052, with an option to renew for another 40 years at that point.

11. CONTINGENT LIABILITIES

The Division is a member of Alberta Risk Management Insurance Consortium (ARMIC). 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.

12. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the Division. They are not recorded in the statements of the Division.

	2022	2021
Scholarship trusts	65,612	65,516

Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021

13. SCHOOL GENERATED FUNDS

	2022	2021
School Generated Funds, Beginning of Year	\$1,373,231	\$1,367,403
Gross Receipts:		
Fees	320,732	31,367
Fundraising	253,553	98,376
Gifts and donations	344,753	260,585
Other sales and services	501,069	370,187
Total gross receipts	1,420,107	760,515
Total Related Expenses and Uses of Funds	654,253	357,994
Total Direct Costs Including Cost of Goods Sold to Raise Funds	734,290	396,693
School Generated Funds, End of Year	\$1,404,795	\$1,373,231
Balance included in Accumulated Surplus (Operating Reserves)	\$1,404,795	\$1,373,231

14. RELATED PARTY TRANSACTIONS

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

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Alberta Education				
Accounts receivable / Accounts payable	\$ 82,077	\$ 1,182,990		
Prepaid expenses / Deferred operating revenue	-	484,590		
Unexpended deferred capital contributions		242,539		
Expended deferred capital revenue		5,006,106	196,905	
Grant revenue & expenses			68,916,220	
ATRF payments made on behalf of district			3,430,044	
Other Alberta school jurisdictions	36,110	-	-	-
Alberta Health	-	521,077	18,346	-
Alberta Health Services	181,992	63,329	66,123	-
Alberta Infrastructure	-	-	-	-
Unexpended deferred capital contributions		123,639		
Spent deferred capital contributions		93,953,246	3,772,937	
Other GOA ministry (Environment & Parks)	10,000	-	-	-
Other:				
Other Related Parties (Local Authorities Pension)	-	247,725	-	978,505
TOTAL 2021/2022	\$ 310,179	\$ 101,825,241	\$ 76,400,575	\$ 978,505
TOTAL 2020/2021	\$ 632,113	\$ 102,034,674	\$ 77,635,055	\$ 1,087,371

**Northern Lights School Division
Notes to the Financial Statements
Year Ended August 31, 2021**

15. NUTRITION PROGRAM

	Budget 2022	2022	2021
Revenues			
Alberta Education	350,000	350,000	350,000
Other	-	-	151,500
Total Revenues	\$ 350,000	\$ 350,000	\$ 501,500
Expenses	350,000	427,873	358,774
Annual Surplus/deficit	\$ -	\$ (77,873)	\$ 142,726

The average estimated number of students served per meal in fiscal year 2022 are 838 (2021 – 550)

16. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

17. BUDGET AMOUNTS

The budget was prepared by the Division and approved by the Board of Trustees on May 26, 2021. It is presented for information purposes only and has not been audited.

SCHEDULE 8

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2022 (in dollars)

	Actual Fees Collected 2020/2021	Budgeted Fee Revenue 2021/2022	(A) Actual Fees Collected 2021/2022	(B) Unspent September 1, 2021*	(C) Funds Raised to Defray Fees 2021/2022	(D) Expenditures 2021/2022	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2022*
Transportation Fees	\$75,549	\$60,000	\$108,465	\$0	\$0	\$108,465	\$0
Basic Instruction Fees							
Basic instruction supplies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees for optional courses	\$32,898	\$66,500	\$35,461	\$0	\$0	\$35,461	\$0
Activity fees	\$0	\$11,500	\$734	\$0	\$0	\$734	\$0
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-Curricular fees							
Extracurricular fees	\$31,367	\$337,100	\$320,732	\$0	\$0	\$320,732	\$0
Non-curricular travel	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL FEES	\$139,814	\$475,100	\$465,392	\$0	\$0	\$465,392	\$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 2022	Actual 2021
Cafeteria sales, hot lunch, milk programs	\$332,866	\$285,229
Special events, graduation, tickets	\$48,993	\$15,549
International and out of province student revenue	\$0	\$12,000
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$110,853	\$58,814
Adult education revenue	\$0	\$0
Preschool	\$232,137	\$170,972
Child care & before and after school care	\$169,589	\$87,753
Lost item replacement fee	\$690	\$272
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
TOTAL	\$895,128	\$630,589

SCHEDULE 9

UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION
For the Year Ended August 31, 2022 (in dollars)

EXPENSES	Allocated to System Administration 2022			
	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 452,663	\$ 33,467	\$ -	\$ 486,130
Educational administration (excluding superintendent)	80,146	11,668	-	91,814
Business administration	622,500	273,657	-	896,157
Board governance (Board of Trustees)	282,067	226,353	-	508,420
Information technology	-	-	-	-
Human resources	104,568	-	-	104,568
Central purchasing, communications, marketing	121,193	-	-	121,193
Payroll	179,341	-	-	179,341
Administration - insurance			413,311	413,311
Administration - amortization			77,750	77,750
Administration - other (admin building, interest)			- 22,706	(22,706)
Other (describe)	-	-	-	-
Other Expenses	-	- 3,051	-	(3,051)
Other (describe)	-	-	-	-
TOTAL EXPENSES	\$ 1,842,478	\$ 542,094	\$ 468,355	\$ 2,852,927
Less: Amortization of unsupported tangible capital assets				(\$77,750)
TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES				2,775,177

REVENUES	2022
System Administration grant from Alberta Education	2,931,567
System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc)	
System Administration funding from others	174,741
TOTAL SYSTEM ADMINISTRATION REVENUES	3,106,308
Transfers (to)/from System Administration reserves	-
Transfers to other programs	-
SUBTOTAL	3,106,308
2021 - 22 System Administration expense (over) under spent	\$331,131