

**The Fort McMurray Catholic
Board of Education
Financial Statements**
August 31, 2015

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

Fort McMurray Roman Catholic Separate School District No. 32

Legal Name of School Jurisdiction

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Mailing Address

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Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Fort McMurray Roman Catholic Separate School District No. 32 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

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

Board of Trustees Responsibility

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

External Auditors

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

Declaration of Management and Board Chair

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Tracy McKinnon
Name

Tracy McKinnon
Signature

SUPERINTENDENT

George McGuigan
Name

George McGuigan
Signature

SECRETARY-TREASURER OR TREASURER

Francois Gagnon
Name

Francois Gagnon
Signature

December 14, 2015
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 the Fort McMurray Catholic Board of Education:

We have audited the accompanying financial statements of the Fort McMurray Catholic Board of Education, which comprise the statement of financial position as at August 31, 2015 and the statements of operations, cash flows, changes in net financial assets (net debt) and remeasurement gains and losses, and schedules of changes in accumulated surplus, capital revenue, program operations, and plant operations and maintenance expenses for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fort McMurray Catholic Board of Education as at August 31, 2015, and the results of its operations, cash flows and changes in net financial assets (net debt) and remeasurement gains and losses for the year then ended in accordance with Canadian public sector accounting standards.

Fort McMurray, Alberta

December 14, 2015

Chartered Accountants

MNP LLP

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

| | | 2015 | 2014 |
|---|-----------|-----------------|-----------------|
| FINANCIAL ASSETS | | | |
| Cash and cash equivalents | (Note 3) | \$ 27,845,818 | \$ 22,873,520 |
| Accounts receivable (net after allowances) | (Note 4) | \$ 7,833,634 | \$ 7,578,933 |
| Portfolio investments | (Note 5) | \$ 3,430,151 | \$ 3,376,569 |
| Other financial assets | | \$ - | \$ - |
| Total financial assets | | \$ 39,109,603 | \$ 33,829,022 |
| LIABILITIES | | | |
| Bank indebtedness | (Note 6) | \$ - | \$ - |
| Accounts payable and accrued liabilities | (Note 7) | \$ 3,830,770 | \$ 1,605,762 |
| Deferred revenue | (Note 8) | \$ 102,870,400 | \$ 100,558,770 |
| Employee future benefit liabilities | (Note 9) | \$ 191,500 | \$ 121,241 |
| Liability for contaminated sites | | \$ - | \$ - |
| Other liabilities | | \$ - | \$ - |
| Debt | (Note 10) | | |
| Supported: Debentures and other supported debt | | \$ 323,760 | \$ 431,680 |
| Unsupported: Debentures and capital loans | | \$ - | \$ - |
| Mortgages | | \$ - | \$ - |
| Capital leases | (Note 14) | \$ - | \$ - |
| Total liabilities | | \$ 107,216,430 | \$ 102,717,453 |
| Net financial assets (debt) | | \$ (68,106,827) | \$ (68,888,431) |
| NON-FINANCIAL ASSETS | | | |
| Tangible capital assets | (Note 11) | | |
| Land | | \$ 1,621,370 | \$ 1,667,888 |
| Construction in progress | | \$ 1,569,252 | \$ 14,162,125 |
| Buildings | | \$ 140,975,128 | |
| Less: Accumulated amortization | | \$ (50,158,387) | \$ 90,816,741 |
| Equipment | | \$ 3,396,631 | |
| Less: Accumulated amortization | | \$ (1,293,350) | \$ 2,103,281 |
| Vehicles | | \$ 332,472 | |
| Less: Accumulated amortization | | \$ (288,850) | \$ 43,622 |
| Computer Equipment | | \$ 9,796,137 | |
| Less: Accumulated amortization | | \$ (6,718,226) | \$ 3,077,911 |
| Total tangible capital assets | | \$ 99,232,177 | \$ 95,839,374 |
| Prepaid expenses | | \$ 106,025 | \$ 77,862 |
| Other non-financial assets | | \$ - | \$ - |
| Total non-financial assets | | \$ 99,338,202 | \$ 95,917,236 |
| Accumulated surplus | (Note 12) | \$ 31,231,375 | \$ 27,028,805 |
| Accumulating surplus / (deficit) is comprised of: | | | |
| Accumulated operating surplus (deficit) | | \$ 31,396,365 | \$ 27,172,368 |
| Accumulated remeasurement gains (losses) | | \$ (164,990) | \$ (143,563) |
| | | \$ 31,231,375 | \$ 27,028,805 |
| Contractual obligations | (Note 13) | | |
| Contingent liabilities | (Note 14) | | |

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

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

| | Budget 2015 | Actual 2015 | Actual 2014 |
|---|----------------|----------------|----------------|
| REVENUES | | | |
| Alberta Education | \$ 70,407,000 | \$ 73,375,920 | \$ 68,335,565 |
| Other - Government of Alberta | \$ 790,000 | \$ 704,553 | \$ 847,358 |
| Federal Government and First Nations | \$ 526,000 | \$ 612,592 | \$ 535,388 |
| Other Alberta school authorities | \$ - | \$ - | \$ - |
| Out of province authorities | \$ - | \$ - | \$ - |
| Alberta municipalities-special tax levies | \$ - | \$ - | \$ - |
| Property taxes | \$ - | \$ 1,898,154 | \$ 1,709,435 |
| Fees | \$ 1,836,000 | \$ 1,583,360 | \$ 1,071,461 |
| Other sales and services | \$ 630,000 | \$ 2,209,619 | \$ 1,738,343 |
| Investment income | \$ 120,000 | \$ 188,838 | \$ 221,078 |
| Gifts and donations | \$ 1,406,000 | \$ 1,509,384 | \$ 1,814,985 |
| Rental of facilities | \$ 475,000 | \$ 618,123 | \$ 573,611 |
| Fundraising | \$ 468,000 | \$ 565,703 | \$ 529,304 |
| Gains on disposal of capital assets | \$ - | \$ - | \$ - |
| Other revenue | \$ 62,000 | \$ 104,195 | \$ 500,197 |
| Total revenues | \$ 76,720,000 | \$ 83,370,441 | \$ 77,876,725 |
| EXPENSES | | | |
| Instruction - ECS | \$ 8,429,854 | \$ 8,529,745 | \$ 8,163,993 |
| Instruction - Grades 1 - 12 | \$ 50,986,146 | \$ 54,020,705 | \$ 49,378,140 |
| Plant operations and maintenance | \$ 10,950,000 | \$ 9,964,544 | \$ 9,338,894 |
| Transportation | \$ 1,745,000 | \$ 1,603,081 | \$ 1,677,866 |
| Board & system administration | \$ 2,569,000 | \$ 2,529,360 | \$ 2,538,154 |
| External services | \$ 2,295,000 | \$ 2,499,009 | \$ 2,113,785 |
| Total expenses | \$ 76,975,000 | \$ 79,146,444 | \$ 73,210,832 |
| Operating surplus (deficit) | \$ (255,000) | \$ 4,223,997 | \$ 4,665,893 |

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

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

| | 2015 | 2014 |
|--|-----------------------|----------------------|
| CASH FLOWS FROM: | | |
| A. OPERATING TRANSACTIONS | | |
| Operating surplus (deficit) | \$ 4,223,997 | \$ 4,665,893 |
| Add (Deduct) items not affecting cash: | | |
| Total amortization expense | \$ 5,569,538 | \$ 4,622,853 |
| Gains on disposal of tangible capital assets | \$ - | \$ - |
| Losses on disposal of tangible capital assets | \$ - | \$ - |
| Expended deferred capital revenue recognition | \$ (4,016,670) | \$ (3,456,086) |
| Deferred capital revenue write-off | \$ - | \$ - |
| Donations in kind | \$ - | \$ - |
| Changes in: | | |
| Accounts receivable | \$ (254,701) | \$ 1,491,018 |
| Prepays | \$ (28,163) | \$ (1,234) |
| Other financial assets | \$ - | \$ - |
| Non-financial assets | \$ - | \$ - |
| Accounts payable, accrued and other liabilities | \$ 2,225,008 | \$ (811,385) |
| Deferred revenue (excluding EDCR) | \$ (878,499) | \$ 1,799,615 |
| Employee future benefit liabilities | \$ 70,259 | \$ (90,593) |
| Other (describe) deferred revenue EDCR | \$ - | \$ - |
| Total cash flows from operating transactions | \$ 6,910,769 | \$ 8,220,081 |
| B. CAPITAL TRANSACTIONS | | |
| Purchases of tangible capital assets | | |
| Land | \$ - | \$ (107,782) |
| Buildings | \$ (23,105) | \$ (96,157) |
| Equipment | \$ (35,436) | \$ (304,913) |
| Vehicles | \$ (28,779) | \$ - |
| Computer equipment | \$ (1,668,222) | \$ (368,531) |
| Net proceeds from disposal of unsupported capital assets | \$ - | \$ - |
| Other | \$ - | \$ - |
| Total cash flows from capital transactions | \$ (1,755,542) | \$ (877,383) |
| C. INVESTING TRANSACTIONS | | |
| Purchases of portfolio investments | \$ (1,175,009) | \$ (1,800,010) |
| Dispositions of portfolio investments | \$ 1,100,000 | \$ 1,202,731 |
| Remeasurement gains (losses) reclassified to the statement of operations | \$ - | \$ - |
| Change in endowments | \$ - | \$ - |
| Other (describe) | \$ - | \$ - |
| Total cash flows from investing transactions | \$ (75,009) | \$ (597,279) |
| D. FINANCING TRANSACTIONS | | |
| Issue of debt | \$ - | \$ - |
| Repayment of debt | \$ (107,920) | \$ (107,920) |
| Other factors affecting debt (describe) | \$ - | \$ - |
| Issuance of capital leases | \$ - | \$ - |
| Repayment of capital leases | \$ - | \$ - |
| Other factors affecting capital leases (describe) | \$ - | \$ - |
| Other (describe) | \$ - | \$ - |
| Total cash flows from financing transactions | \$ (107,920) | \$ (107,920) |
| Increase (decrease) in cash and cash equivalents | \$ 4,972,298 | \$ 6,637,499 |
| Cash and cash equivalents, at beginning of year | \$ 22,873,520 | \$ 16,236,021 |
| Cash and cash equivalents, at end of year | \$ 27,845,818 | \$ 22,873,520 |

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)
For the Year Ended August 31, 2015 (in dollars)

| | Budget 2015 | 2015 | 2014 |
|---|-----------------|-----------------|-----------------|
| Operating surplus (deficit) | \$ (255,000) | \$ 4,223,997 | \$ 4,665,893 |
| Effect of changes in tangible capital assets | | | |
| Acquisition of tangible capital assets | \$ (950,000) | \$ (8,962,341) | \$ (9,141,920) |
| Amortization of tangible capital assets | \$ 4,847,000 | \$ 5,569,538 | \$ 4,622,853 |
| Net carrying value of tangible capital assets disposed of | \$ - | \$ - | \$ - |
| Write-down carrying value of tangible capital assets | \$ - | \$ - | \$ - |
| Other changes | \$ - | \$ - | \$ - |
| Total effect of changes in tangible capital assets | \$ 3,897,000 | \$ (3,392,803) | \$ (4,519,067) |
| Changes in: | | | |
| Prepaid expenses | \$ - | \$ (28,163) | \$ (1,234) |
| Other non-financial assets | \$ - | \$ - | \$ - |
| Net remeasurement gains and (losses) | \$ - | \$ (21,427) | \$ (89,644) |
| Endowments | \$ - | \$ - | \$ - |
| Increase (decrease) in net financial assets (net debt) | \$ 3,642,000 | \$ 781,604 | \$ 55,948 |
| Net financial assets (net debt) at beginning of year | \$ (68,888,431) | \$ (68,888,431) | \$ (68,944,379) |
| Net financial assets (net debt) at end of year | \$ (65,246,431) | \$ (68,106,827) | \$ (68,888,431) |

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

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

| | 2015 | 2014 |
|--|--------------|--------------|
| Accumulated remeasurement gains (losses) at beginning of year | \$ (143,563) | \$ (53,919) |
| Unrealized gains (losses) attributable to: | | |
| Portfolio investments | \$ (21,427) | \$ (89,644) |
| Other | \$ - | \$ - |
| Amounts reclassified to the statement of operations: | | |
| Portfolio investments | \$ - | \$ - |
| Other | \$ - | \$ - |
| Net remeasurement gains (losses) for the year | \$ (21,427) | \$ (89,644) |
| Accumulated remeasurement gains (losses) at end of year | \$ (164,990) | \$ (143,563) |

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

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (in dollars)

| | ACCUMULATED SURPLUS | ACCUMULATED REMEASUREMENT GAINS (LOSSES) | ACCUMULATED OPERATING SURPLUS | INVESTMENT IN TANGIBLE CAPITAL ASSETS | ENDOWMENTS | UNRESTRICTED SURPLUS | INTERNALLY RESTRICTED | |
|--|---------------------|--|-------------------------------|---------------------------------------|------------|----------------------|--------------------------|------------------------|
| | | | | | | | TOTAL OPERATING RESERVES | TOTAL CAPITAL RESERVES |
| Balance at August 31, 2014 | \$ 27,028,805 | \$ (143,563) | \$ 27,172,368 | \$ 11,345,335 | \$ - | \$ 5,104,167 | \$ 4,052,476 | \$ 6,670,390 |
| Prior period adjustments: | | | | | | | | |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted Balance, August 31, 2014 | \$ 27,028,805 | \$ (143,563) | \$ 27,172,368 | \$ 11,345,335 | \$ - | \$ 5,104,167 | \$ 4,052,476 | \$ 6,670,390 |
| Operating surplus (deficit) | \$ 4,223,997 | | \$ 4,223,997 | | | \$ 4,223,997 | | |
| Board funded tangible capital asset additions | | | | \$ 1,775,814 | | \$ - | \$ - | \$ (1,775,814) |
| 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 | \$ (21,427) | \$ (21,427) | | | | | | |
| Endowment expenses & disbursements | \$ - | | \$ - | | \$ - | \$ - | | |
| Endowment contributions | \$ - | | \$ - | | \$ - | \$ - | | |
| Investment income & realized capital gains on endowments | \$ - | | \$ - | | \$ - | \$ - | | |
| Direct credits to accumulated surplus | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Amortization of tangible capital assets | \$ - | | | \$ (5,569,538) | | \$ 5,569,538 | | |
| Capital revenue recognized | \$ - | | | \$ 4,016,670 | | \$ (4,016,670) | | |
| Debt principal repayments (unsupported) | \$ - | | | \$ - | | \$ - | | |
| Additional capital debt or capital leases | \$ - | | | \$ - | | | | |
| Net transfers to operating reserves | \$ - | | | | | \$ (1,158,241) | \$ 1,158,241 | |
| Net transfers from operating reserves | \$ - | | | | | \$ - | \$ - | |
| Net transfers to capital reserves | \$ - | | | | | \$ (4,995,049) | | \$ 4,995,049 |
| Net transfers from capital reserves | \$ - | | | | | \$ - | | \$ - |
| Assumption/transfer of other operations' surplus | \$ - | | \$ - | \$ 230,419 | \$ - | \$ (230,419) | \$ - | \$ - |
| (Other Changes) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Balance at August 31, 2015 | \$ 31,231,375 | \$ (164,990) | \$ 31,396,365 | \$ 11,798,700 | \$ - | \$ 4,497,323 | \$ 5,210,717 | \$ 9,889,625 |

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (in dollars)**

| | INTERNALLY RESTRICTED RESERVES BY PROGRAM | | | | | | | | | |
|--|---|------------------|--------------------------|------------------|-------------------------------|------------------|--------------------|------------------|--------------------|------------------|
| | School & Instruction Related | | Operations & Maintenance | | Board & System Administration | | Transportation | | External Services | |
| | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves | Operating Reserves | Capital Reserves |
| Balance at August 31, 2014 | \$ 3,281,363 | \$ 2,270,554 | \$ - | \$ 2,515,333 | \$ 612,273 | \$ 1,724,251 | \$ - | \$ - | \$ 158,840 | \$ 160,252 |
| Prior period adjustments: | | | | | | | | | | |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Adjusted Balance, August 31, 2014 | \$ 3,281,363 | \$ 2,270,554 | \$ - | \$ 2,515,333 | \$ 612,273 | \$ 1,724,251 | \$ - | \$ - | \$ 158,840 | \$ 160,252 |
| Operating surplus (deficit) | | | | | | | | | | |
| Board funded tangible capital asset additions | \$ - | \$ (1,688,494) | \$ - | \$ (87,320) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Disposal of unsupported tangible capital assets or board funded portion of supported | | | | | | \$ - | | \$ - | | \$ - |
| Write-down of unsupported tangible capital assets or board funded portion of supported | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Net remeasurement gains (losses) for the year | | | | | | | | | | |
| Endowment expenses & disbursements | | | | | | | | | | |
| Endowment contributions | | | | | | | | | | |
| Investment income & realized capital gains on endowments | | | | | | | | | | |
| Direct credits to accumulated surplus | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Amortization of tangible capital assets | | | | | | | | | | |
| Capital revenue recognized | | | | | | | | | | |
| Debt principal repayments (unsupported) | | | | | | | | | | |
| Additional capital debt or capital leases | | | | | | | | | | |
| Net transfers to operating reserves | \$ 1,457,780 | | \$ - | | \$ - | | \$ (299,539) | | \$ - | |
| Net transfers from operating reserves | \$ - | | \$ - | | \$ - | | | | \$ - | |
| Net transfers to capital reserves | | \$ 3,203,009 | | \$ 885,877 | | \$ 746,452 | | \$ - | | \$ 159,711 |
| Net transfers from capital reserves | | \$ - | | \$ - | | \$ - | | \$ - | | \$ - |
| Assumption/transfer of other operations' surplus | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| (Other Changes) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Balance at August 31, 2015 | \$ 4,739,143 | \$ 3,785,069 | \$ - | \$ 3,313,890 | \$ 612,273 | \$ 2,470,703 | \$ (299,539) | \$ - | \$ 158,840 | \$ 319,963 |

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2015 (in dollars)

| | Unexpended Deferred Capital Revenue | | | | Expended Deferred Capital Revenue |
|---|---|---|---|--|--|
| | Provincially Approved & Funded Projects ^(A) | Surplus from Provincially Approved Projects ^(B) | Proceeds on Disposal of Provincially Funded Tangible Capital Assets ^(C) | Unexpended Deferred Capital Revenue from Other Sources ^(D) | |
| Balance at August 31, 2014 | \$ 11,642,520 | \$ - | \$ - | \$ - | \$ 84,428,167 |
| Prior period adjustments | | \$ - | \$ - | \$ - | \$ - |
| Adjusted balance, August 31, 2014 | \$ 11,642,520 | \$ - | \$ - | \$ - | \$ 84,428,167 |
| Add: | | | | | |
| Unexpended capital revenue <u>received</u> from: | | | | | |
| Alberta Education school building & modular projects (excl. IMR) | \$ 458,518 | | | | |
| Infrastructure Maintenance & Renewal capital related to school facilities | \$ - | | | | |
| Other sources: <i>(Describe)</i> | \$ - | | | \$ - | |
| Other sources <i>(Describe)</i> : | \$ - | | | \$ - | |
| Unexpended capital revenue <u>receivable</u> from: | | | | | |
| Alberta Education school building & modular (excl. IMR) | \$ 458,518 | | | | |
| Other sources: <i>(Describe)</i> | \$ - | | | \$ - | |
| Other sources: <i>(Describe)</i> | \$ - | | | \$ - | |
| Interest earned on unexpended capital revenue | \$ 23,490 | \$ - | \$ - | \$ - | |
| Other unexpended capital revenue: <i>(Describe)</i> | | | | \$ - | |
| Net proceeds on disposal of supported tangible capital assets | | | \$ - | \$ - | |
| Insurance proceeds (and related interest) | | | \$ - | \$ - | |
| Donated tangible capital assets (Explain): | | | | | \$ - |
| Alberta Schools Alternative Program (ASAP), Building Alberta School Construction Program, (BASCP) and other Alberta Infrastructure managed projects | | | | | \$ 7,206,799 |
| Transferred in (out) tangible capital assets (amortizable, @ net book value) | | | | | \$ - |
| Expended capital revenue - current year | \$ - | \$ - | \$ - | \$ - | \$ - |
| Surplus funds approved for future project(s) | \$ - | \$ - | | | |
| Other adjustments (Explain): Expended capital revenue - current year | \$ (2,262,442) | \$ - | \$ - | \$ - | \$ - |
| Deduct: | | | | | |
| Net book value of supported tangible capital dispositions or write-offs | | | | | \$ - |
| Other adjustments (Explain): Adjust EDCR to match supported amortization | | \$ - | \$ - | \$ - | \$ 184,816 |
| Capital revenue recognized - Alberta Education | | | | | \$ 4,016,670 |
| Capital revenue recognized - Other Government of Alberta | | | | | \$ - |
| Capital revenue recognized - Other revenue | | | | | \$ - |
| Balance at August 31, 2015 | \$ 10,320,604 | \$ - | \$ - | \$ - | \$ 87,433,480 |
| | (A) | (B) | (C) | (D) | |
| Balance of Unexpended Deferred Capital Revenue at August 31, 2015 (A) + (B) + (C) + (D) | | | | | \$ 10,320,604 |

Unexpended Deferred Capital Revenue

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

SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2015 (in dollars)

| REVENUES | 2015 | | | | | | | 2014 |
|--|--------------|---------------|----------------------|----------------|-------------------------------|-------------------|---------------|---------------|
| | Instruction | | Plant Operations and | Transportation | Board & System Administration | External Services | TOTAL | TOTAL |
| | ECS | Grades 1 - 12 | Maintenance | | | | | |
| (1) Alberta Education | \$ 8,204,136 | \$ 52,864,927 | \$ 7,773,229 | \$ 1,444,370 | \$ 3,089,258 | \$ - | \$ 73,375,920 | \$ 68,335,565 |
| (2) Other - Government of Alberta | \$ 163,946 | \$ 70,211 | \$ 38,851 | \$ - | \$ - | \$ 431,545 | \$ 704,553 | \$ 847,358 |
| (3) Federal Government and First Nations | \$ - | \$ 520,703 | \$ 61,259 | \$ - | \$ 30,630 | \$ - | \$ 612,592 | \$ 535,388 |
| (4) Other Alberta school authorities | \$ - | | \$ - | \$ - | \$ - | | \$ - | \$ - |
| (5) Out of province authorities | \$ - | | \$ - | \$ - | \$ - | | \$ - | \$ - |
| (6) Alberta municipalities-special tax levies | \$ - | | \$ - | \$ - | \$ - | | \$ - | \$ - |
| (7) Property taxes | \$ - | \$ 1,579,789 | \$ 201,085 | \$ 37,364 | \$ 79,916 | \$ - | \$ 1,898,154 | \$ 1,709,435 |
| (8) Fees | \$ 293,805 | \$ 959,546 | | \$ 330,009 | | \$ - | \$ 1,583,360 | \$ 1,071,461 |
| (9) Other sales and services | \$ - | \$ 752,431 | \$ - | \$ - | \$ - | \$ 1,457,188 | \$ 2,209,619 | \$ 1,738,343 |
| (10) Investment income | \$ 27,748 | \$ 152,719 | \$ - | \$ - | \$ 8,371 | \$ - | \$ 188,838 | \$ 221,078 |
| (11) Gifts and donations | \$ - | \$ 1,038,857 | \$ 250,190 | \$ - | \$ - | \$ 220,337 | \$ 1,509,384 | \$ 1,814,985 |
| (12) Rental of facilities | \$ - | \$ 19,800 | \$ 160,272 | \$ - | \$ - | \$ 438,051 | \$ 618,123 | \$ 573,611 |
| (13) Fundraising | \$ - | \$ 562,621 | \$ - | \$ - | \$ - | \$ 3,082 | \$ 565,703 | \$ 529,304 |
| (14) Gains on disposal of tangible capital assets | \$ - | | \$ - | | \$ - | | \$ - | \$ - |
| (15) Other revenue | \$ - | \$ - | \$ 16,942 | \$ - | \$ 67,637 | \$ 19,616 | \$ 104,195 | \$ 500,197 |
| (16) TOTAL REVENUES | \$ 8,689,635 | \$ 58,521,604 | \$ 8,501,828 | \$ 1,811,743 | \$ 3,275,812 | \$ 2,569,819 | \$ 83,370,441 | \$ 77,876,725 |
| EXPENSES | | | | | | | | |
| (17) Certificated salaries | \$ 3,959,951 | \$ 29,762,571 | | | \$ 464,892 | \$ - | \$ 34,187,414 | \$ 31,945,712 |
| (18) Certificated benefits | \$ 815,443 | \$ 6,128,782 | | | \$ 158,552 | \$ - | \$ 7,102,777 | \$ 6,500,312 |
| (19) Non-certificated salaries and wages | \$ 2,026,177 | \$ 8,572,516 | \$ 2,475,657 | \$ - | \$ 1,122,329 | \$ 1,858,390 | \$ 16,055,069 | \$ 14,831,212 |
| (20) Non-certificated benefits | \$ 368,874 | \$ 1,560,663 | \$ 474,463 | \$ - | \$ 194,583 | \$ 256,657 | \$ 2,855,240 | \$ 2,576,554 |
| (21) SUB - TOTAL | \$ 7,170,445 | \$ 46,024,532 | \$ 2,950,120 | \$ - | \$ 1,940,356 | \$ 2,115,047 | \$ 60,200,500 | \$ 55,853,790 |
| (22) Services, contracts and supplies | \$ 1,355,162 | \$ 6,412,050 | \$ 3,143,097 | \$ 1,603,081 | \$ 567,874 | \$ 198,074 | \$ 13,279,338 | \$ 12,634,001 |
| (23) Amortization of supported tangible capital assets | \$ - | \$ 958,778 | \$ 2,945,268 | \$ - | \$ - | \$ 112,624 | \$ 4,016,670 | \$ 3,456,086 |
| (24) Amortization of unsupported tangible capital assets | \$ - | \$ 605,767 | \$ 885,877 | \$ - | \$ 14,137 | \$ 47,087 | \$ 1,552,868 | \$ 1,166,767 |
| (25) Supported interest on capital debt | \$ - | \$ - | \$ 38,851 | | \$ - | \$ - | \$ 38,851 | \$ 48,564 |
| (26) Unsupported interest on capital debt | \$ - | \$ - | \$ - | | \$ - | \$ - | \$ - | \$ - |
| (27) Other interest and finance charges | \$ 4,138 | \$ 19,578 | \$ 1,331 | \$ - | \$ 6,993 | \$ 26,177 | \$ 58,217 | \$ 51,624 |
| (28) Losses on disposal of tangible capital assets | \$ - | \$ - | \$ - | | \$ - | | \$ - | \$ - |
| (29) Other expense | \$ - | \$ - | \$ - | | \$ - | | \$ - | \$ - |
| (30) TOTAL EXPENSES | \$ 8,529,745 | \$ 54,020,705 | \$ 9,964,544 | \$ 1,603,081 | \$ 2,529,360 | \$ 2,499,009 | \$ 79,146,444 | \$ 73,210,832 |
| (31) OPERATING SURPLUS (DEFICIT) | \$ 159,890 | \$ 4,500,899 | \$ (1,462,716) | \$ 208,662 | \$ 746,452 | \$ 70,810 | \$ 4,223,997 | \$ 4,665,893 |

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

| EXPENSES | Custodial | Maintenance | Utilities and Telecomm. | Expensed IMR, Modular Unit Relocations & Lease Payments | Facility Planning & Operations Administration | Unsupported Amortization & Other Expenses | SUB-TOTAL Operations & Maintenance | Supported Capital & Debt Services | 2015 TOTAL Operations and Maintenance |
|---|---------------------|---------------------|-------------------------|---|---|---|------------------------------------|-----------------------------------|---------------------------------------|
| Uncertificated salaries and wages | \$ 2,078,075 | \$ 168,466 | \$ - | \$ - | \$ 229,116 | | \$ 2,475,657 | | \$ 2,475,657 |
| Uncertificated benefits | \$ 367,238 | \$ 29,771 | \$ - | \$ - | \$ 77,454 | | \$ 474,463 | | \$ 474,463 |
| Sub-total Remuneration | \$ 2,445,313 | \$ 198,237 | \$ - | \$ - | \$ 306,570 | | \$ 2,950,120 | | \$ 2,950,120 |
| Supplies and services | \$ 293,390 | \$ 1,312,290 | \$ - | \$ 252,766 | \$ 9,940 | | \$ 1,868,386 | | \$ 1,868,386 |
| Electricity | | | \$ 766,881 | | | | \$ 766,881 | | \$ 766,881 |
| Natural gas/heating fuel | | | \$ 238,152 | | | | \$ 238,152 | | \$ 238,152 |
| Sewer and water | | | \$ 63,024 | | | | \$ 63,024 | | \$ 63,024 |
| Telecommunications | | | \$ 12,226 | | | | \$ 12,226 | | \$ 12,226 |
| Insurance | | | | | \$ 195,759 | | \$ 195,759 | | \$ 195,759 |
| ASAP maintenance & renewal payments | | | | | | | | \$ - | \$ - |
| Amortization of tangible capital assets | | | | | | | | | |
| Supported | | | | | | | | \$ 2,945,268 | \$ 2,945,268 |
| Unsupported | | | | | | \$ 885,877 | \$ 885,877 | | \$ 885,877 |
| Total Amortization | | | | | | \$ 885,877 | \$ 885,877 | \$ 2,945,268 | \$ 3,831,145 |
| Interest on capital debt | | | | | | | | | |
| Supported | | | | | | | | \$ 38,851 | \$ 38,851 |
| Unsupported | | | | | | \$ - | \$ - | | \$ - |
| Lease payments for facilities | | | | \$ - | | | \$ - | | \$ - |
| Other interest charges | | | | | | \$ - | \$ - | | \$ - |
| Losses on disposal of capital assets | | | | | | \$ - | \$ - | | \$ - |
| TOTAL EXPENSES | \$ 2,738,703 | \$ 1,510,527 | \$ 1,080,283 | \$ 252,766 | \$ 512,269 | \$ 885,877 | \$ 6,980,425 | \$ 2,984,119 | \$ 9,964,544 |

| SQUARE METRES | | | | | | | | | |
|----------------------|--|--|--|--|--|--|--|--|----------|
| School buildings | | | | | | | | | 63,563.5 |
| Non school buildings | | | | | | | | | 2,129.0 |

Note:

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

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

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

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

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

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

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

| | Actual 2014/2015 | Actual 2013/2014 |
|---|-----------------------------|-----------------------------|
| FEES | | |
| Transportation fees | \$330,009 | \$303,943 |
| Basic instruction supplies (text books, including lost or replacement fees, course materials) | \$439,694 | \$408,624 |
| Technology user fees | \$0 | \$0 |
| Alternative program fees | \$0 | \$0 |
| Fees for optional courses (band, art, etc.) | \$346,243 | \$148,529 |
| Fees for students from other boards | \$0 | \$0 |
| Tuition fees (international & out of province) | \$3,000 | \$31,600 |
| Kindergarten & preschool | \$265,877 | \$80,550 |
| Extracurricular fees (sports teams and clubs) | \$39,461 | \$0 |
| Field trips (related to curriculum) | \$13,602 | \$0 |
| Lunch supervision fees | \$0 | \$0 |
| Locker rental; locks; student ID; uniforms; library, student union, and fitness fees | \$102,989 | \$59,665 |
| Other (describe)* 2015 Fort McMurray Summer School | \$42,485 | \$38,550 |
| Other (describe)* | \$0 | \$0 |
| Other (describe)* | \$0 | \$0 |
| TOTAL FEES | \$1,583,360 | \$1,071,461 |

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

| Please disclose amounts paid by parents of students that are recorded as "Other sales and services" or "Other revenue" (rather than fee revenue): | Actual 2014/2015 | Actual 2013/2014 |
|--|-----------------------------|-----------------------------|
| Cafeteria sales, hot lunch, milk programs | \$30,290 | \$52,922 |
| Special events, graduation, tickets | \$76,390 | \$39,777 |
| Student travel (international, recognition trips, non-curricular) | \$10,541 | \$17,185 |
| Sales or rentals of other supplies/services (clothing, agendas, yearbooks) | \$41,382 | \$49,170 |
| Adult education revenue | \$0 | \$0 |
| Child care & before and after school care | \$749,249 | \$565,206 |
| Other (describe) | \$0 | \$0 |
| Other (describe) | \$0 | \$0 |
| Other (describe) | \$0 | \$0 |
| TOTAL | \$907,852 | \$724,260 |

| UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2015 (in dollars) | | | | | |
|--|--|---|---|--------------------------------|--|
| | PROGRAM AREA | | | | |
| | First Nations, Metis & Inuit (FNMI) | ECS Program Unit Funding (PUF) | English as a Second Language (ESL) | Inclusive Education | Small Schools by Necessity (Revenue only) |
| Funded Students in Program | 794 | 173 | 566 | | |
| REVENUES | | | | | |
| Alberta Education allocated funding | \$ 935,411 | \$ 2,643,634 | \$ 662,975 | \$ 4,757,099 | \$ 57,692 |
| Other funding allocated by the board to the program | \$ 65,581 | \$ - | \$ - | \$ 722,923 | \$ - |
| TOTAL REVENUES | \$ 1,000,992 | \$ 2,643,634 | \$ 662,975 | \$ 5,480,022 | \$ 57,692 |
| EXPENSES (Not allocated from BASE, Transportation, or other funding) | | | | | |
| Instructional certificated salaries & benefits | \$ 62,500 | \$ 52,463 | \$ 138,000 | \$ 1,518,000 | |
| Instructional non-certificated salaries & benefits | \$ 776,762 | \$ 1,950,703 | \$ 519,616 | \$ 3,951,501 | |
| SUB TOTAL | \$ 839,262 | \$ 2,003,166 | \$ 657,616 | \$ 5,469,501 | |
| Supplies, contracts and services | \$ 152,493 | \$ 651,470 | \$ 25,135 | \$ 477,571 | |
| Program planning, monitoring & evaluation | \$ - | \$ - | \$ - | \$ - | |
| Facilities (required specifically for program area) | \$ - | \$ - | \$ - | \$ - | |
| Administration (administrative salaries & services) | \$ 13,115 | \$ - | \$ 52,460 | \$ 311,725 | |
| Other (please describe) | \$ - | \$ - | \$ - | \$ - | |
| Other (please describe) | \$ - | \$ - | \$ - | \$ - | |
| TOTAL EXPENSES | \$ 1,004,870 | \$ 2,654,636 | \$ 735,211 | \$ 6,258,797 | |
| NET FUNDING SURPLUS (SHORTFALL) | \$ (3,878) | \$ (11,002) | \$ (72,236) | \$ (778,775) | |

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

| EXPENSES | Allocated to Board & System Administration | | | | Allocated to Other Programs | | | TOTAL |
|---|--|---------------------|-------------------|---------------------|-----------------------------|---------------------|-------------|---------------------|
| | Salaries & Benefits | Supplies & Services | Other | TOTAL | Salaries & Benefits | Supplies & Services | Other | |
| 1 Office of the superintendent | \$ 351,831 | \$ 19,997 | \$ - | \$ 371,828 | \$ - | \$ - | \$ - | \$ 371,828 |
| 2 Educational administration (excluding superintendent) | \$ 491,962 | \$ 12,744 | \$ - | \$ 504,706 | \$ - | \$ - | \$ - | \$ 504,706 |
| 3 Business administration | \$ 303,704 | \$ 8,022 | \$ - | \$ 311,726 | \$ - | \$ - | \$ - | \$ 311,726 |
| 4 Board governance (Board of Trustees) | \$ 75,899 | \$ 102,488 | \$ - | \$ 178,387 | \$ - | \$ - | \$ - | \$ 178,387 |
| 5 Information technology | \$ - | \$ 169,550 | \$ - | \$ 169,550 | \$ - | \$ - | \$ - | \$ 169,550 |
| 6 Human resources | \$ 375,704 | \$ 65,568 | \$ - | \$ 441,272 | \$ - | \$ - | \$ - | \$ 441,272 |
| 7 Central purchasing, communications, marketing | \$ 85,129 | \$ 631 | \$ - | \$ 85,760 | \$ - | \$ - | \$ - | \$ 85,760 |
| 8 Payroll | \$ 186,562 | \$ - | \$ - | \$ 186,562 | \$ - | \$ - | \$ - | \$ 186,562 |
| 9 Administration - insurance | | | \$ 90,257 | \$ 90,257 | | | \$ - | \$ 90,257 |
| 10 Administration - amortization | | | \$ 14,137 | \$ 14,137 | | | \$ - | \$ 14,137 |
| 11 Administration - other (admin building, interest) | | | \$ 6,993 | \$ 6,993 | | | \$ - | \$ 6,993 |
| 12 Other (describe) | \$ 69,565 | \$ 98,617 | | \$ 168,182 | \$ - | \$ - | \$ - | \$ 168,182 |
| 13 Other (describe) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 14 Other (describe) | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| TOTAL EXPENSES | \$ 1,940,356 | \$ 477,617 | \$ 111,387 | \$ 2,529,360 | \$ - | \$ - | \$ - | \$ 2,529,360 |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

1. AUTHORITY AND PURPOSE

The Fort McMurray Catholic Board of Education (the "School Board") delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. The School Board is exempt from income taxes under Section 149 of the Income Tax Act.

The School Board 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 Board 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 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) Cash and cash equivalents

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

b) Accounts receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) Portfolio Investments

The School Board has investments in guaranteed investment certificates ("GIC"), term deposits and bonds that have no maturity dates or a maturity of greater than three months. GIC's, term deposits and investments in bonds not quoted in an active market are reported at cost or amortized cost.

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 Note 5.

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d) Tangible capital assets

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.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School Board 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 \$10,000 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 Board's rate for incremental borrowing or the interest rate implicit in the lease.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

| | |
|-------------------------------|---------------|
| Land | Not amortized |
| Land improvements | 20 years |
| Buildings | 25 – 40 years |
| Vehicles & Buses | 5 – 10 years |
| Computer Hardware & Software | 3 – 5 years |
| Other Equipment & Furnishings | 5 – 10 years |

e) Deferred revenue

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

Deferred revenue also includes contributions for capital expenditures, unexpended and expended. Unexpended Deferred Capital Revenue 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.

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Deferred revenue (continued)

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

f) Liability for contaminated sites

In June 2010, the Public Sector Accounting Board issued this accounting standard effective for fiscal years starting on or after April 1, 2014. Contaminated sites are a result of contamination being introduced into the air, soil, water, or sediment of a chemical, organic, or radioactive material, or live organism that exceeds an environmental standard. The District adopted this accounting standard retroactively as of April 1, 2014. At August 31, 2015, there is no liability for contaminated sites.

g) Employee future benefits

The School Board provides certain post-employment and retirement benefits including vested and non-vested benefits for certain employees pursuant to certain contracts. The School Board accrues its obligations and related costs for vested benefits under employee future benefit plans. The obligation recorded is for the Supplementary Employee Retirement Plan (SERP).

The SERP is a non-registered retirement program sponsored by the Alberta School Board Association (ASBA). It commenced in 2005 and provides supplementary pension benefits to a prescribed class of employees. The SERP supplements the LAPP, ATRF, and the SiPP pension plans. The cost of the SERP post-retirement benefits earned by employees is actuarially determined using the projected-benefit method prorated on service and management's best estimate of salary and benefit escalation and retirement ages of employees. It is reported as an employee future benefit liability.

h) Operating and capital reserves

Certain amounts are internally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Board of Trustees. Capital reserves are restricted to capital purposes and may only be used for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Changes in Accumulated Surplus.

i) Revenue recognition

Revenue is recorded on an accrual basis. Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Contributed services are not recognized in the financial statements.

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j) Revenue recognition (continued)

Eligibility criteria are criteria that the School Board has to meet in order to receive certain contributions. Stipulations describe what the School Board must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with PSAS 3200. Such liabilities are recorded as deferred revenue.

k) Expenses

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

Allocation of Costs

- Actual salaries of personnel assigned to two or more programs are allocated based on the time spent in each program.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

l) Pensions

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

Current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the jurisdiction is included in both revenues and expenses. For the school year ended August 31, 2015, the amount contributed by the Government was \$3,910,757 (2014 - \$3,559,150).

The school board 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 \$1,029,606 for the year ended August 31, 2015 (2014 - \$942,188). At December 31, 2014, the Local Authorities Pension Plan reported an actuarial deficiency of \$2,454,636,000 (2013 deficiency of \$4,861,516,000).

The Alberta School Boards Association ("ASBA") Supplementary Integrated Pension Plan ("SiPP"), a multi-employer registered defined-benefit pension plan sponsored by the ASBA which is subject to the provisions of the Alberta Employment Pension Plans Act, was effective January 1, 2004. It provides supplementary pension benefits to a prescribed class of employees. The plan supplements the LAPP or the ATRF. The current service contributions in 2015 were \$21,019 (2014 - \$19,700).

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) Program reporting

The School Board's operations have been segmented into operating segments established to facilitate the achievement of the School Board's long-term objectives to aid in resource allocation decisions, and to assess operational performance. The segments are differentiated by major activity as follows:

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

The allocation of revenues and expenses are reported by program, source and object on the Schedule of Program Operations.

n) Trusts under administration

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

Trusts under administration have been excluded from the financial reporting of the School Board. Trust balances can be found in Note 15.

o) Financial instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School Board 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, bank indebtedness, accounts payable and accrued liabilities, debt and other liabilities. Unless otherwise noted, it is management's opinion that the School Board is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o) Financial instruments (continued)

Portfolio investments in equity instruments quoted in an active market and derivatives are recorded at fair value. All other financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from derecognition of a financial instrument is recognized in the Statement of Operations. Gains and losses arising from changes in fair value are recognized in the Statement of Remeasurement Gains and Losses. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

p) Measurement uncertainty

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

3. CASH AND CASH EQUIVALENTS

| | 2015 | | | 2014 |
|---|----------------------------------|----------------------------|----------------------------|----------------------------|
| | Average Effective (Market) Yield | Cost | Amortized Cost | Amortized Cost |
| Cash | 0.0% | \$5,189,389 | \$5,189,389 | \$4,484,519 |
| Cash equivalents | | | | |
| Government of Canada, direct and guaranteed | 0.610% | 17,268,946 | 17,268,946 | 13,059,821 |
| Other, including GIC's | 0.610% | 5,387,483 | 5,387,483 | 5,329,180 |
| Total cash and cash equivalents | | <u>\$27,845,818</u> | <u>\$27,845,818</u> | <u>\$22,873,520</u> |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

4. ACCOUNTS RECEIVABLE

| | 2015 | | | 2014 |
|---|---------------------------|---------------------------------|---------------------------|---------------------------|
| | Gross Amount | Allowance for Doubtful Accounts | Net Realizable Value | Net Realizable Value |
| Alberta Education – Capital | \$6,899,253 | - | \$6,899,253 | \$6,440,735 |
| Alberta Education - WB RCSD | 60,065 | - | 60,065 | 21,052 |
| Treasury Board and Finance - Supported debenture principal | 323,760 | - | 323,760 | 431,680 |
| Treasury Board and Finance - Accrued interest on supported debentures | 29,102 | - | 29,102 | 38,815 |
| Human Services (Child & Family) | 15,200 | - | 15,200 | - |
| Federal government | 487,955 | - | 487,955 | 364,822 |
| Donations - Other Capital Grants | - | - | - | 250,000 |
| Other | 18,299 | - | 18,299 | 31,829 |
| Total | <u>\$7,833,634</u> | <u>\$ -</u> | <u>\$7,833,634</u> | <u>\$7,578,933</u> |

Included in the Accounts Receivable balance is past due amounts of \$6,440,735 from Alberta Education for capital projects, which we fully expect to collect.

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

5. PORTFOLIO INVESTMENTS

| | 2015 | | | | 2014 Balance |
|------------------------------------|---|---------------------------|---------------------------|---------------------------|---------------------------|
| | Average Effective (Market) Yield | Cost | Fair Value | Balance | |
| Fixed income securities | | | | | |
| Corporate | 2.6% | 3,375,010 | 3,430,151 | 3,430,151 | 3,376,569 |
| Total fixed income securities | <u>2.6%</u> | <u>3,375,010</u> | <u>3,430,151</u> | <u>3,430,151</u> | <u>3,376,569</u> |
| | | | | | |
| Total portfolio investments | | <u>\$3,375,010</u> | <u>\$3,430,151</u> | <u>\$3,430,151</u> | <u>\$3,376,569</u> |

The following is the maturity structure for fixed income securities based on the principal amount:

| | 2015 | 2014 |
|---------------------|----------------------|----------------------|
| 3 months to 5 years | 100.0% | 100.0% |
| 6 to 10 years | 0.0% | 0.0% |
| 11 to 20 years | 0.0% | 0.0% |
| Over 20 years | 0.0% | 0.0% |
| | <u>100.0%</u> | <u>100.0%</u> |

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

6. BANK INDEBTEDNESS

At August 31, 2015, the School Board had an approved line of credit totaling \$2,000,000 (2014 - \$2,000,000). Interest is charged at prime plus 0.25% (2014 – prime plus 0.25%). This line of credit is secured by a borrowing bylaw and a security agreement covering all revenue of the School Board. There is no balance outstanding on the line of credit at August 31, 2015 (2014 - \$nil).

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

| | 2015 | 2014 |
|--|---------------------------|---------------------------|
| Alberta Capital Finance Authority (Interest on long-term debt - Supported) | \$29,102 | \$38,815 |
| Accrued vacation pay liability | 423,979 | 435,095 |
| Other salaries & benefit costs | 1,227,104 | 564,189 |
| Other trade payables and accrued liabilities | 2,150,585 | 567,663 |
| Total | <u>\$3,830,770</u> | <u>\$1,605,762</u> |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

8. DEFERRED REVENUE

Deferred revenue consists of revenue that has not yet been allocated to specific activities, revenue that has been allocated to activities to be carried out in future years, and the unexpended portion of revenue on activities in progress at August 31, 2015. The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

| SOURCE AND GRANT OR FUND TYPE | DEFERRED REVENUE as at Aug. 31, 2014 | ADD: 2014/2015 Restricted Funds Received/ Receivable | DEDUCT: 2014/2015 Restricted Funds Expended (Paid / Payable) | ADD (DEDUCT): 2014/2015 Adjustments for Returned Funds | DEFERRED REVENUE as at Aug. 31, 2015 |
|--|---|---|--|---|---|
| Unexpended deferred operating revenue | | | | | |
| Alberta Education: | | | | | |
| Regional Collaborative Service Delivery | \$ - | \$ 245,766 | \$ (245,766) | \$ - | \$ - |
| EREC | - | 9,000 | (9,000) | - | - |
| Infrastructure Maintenance Renewal | 2,815,519 | 608,360 | (252,766) | - | 3,171,113 |
| SuperNet Service | - | 125,140 | (125,140) | - | - |
| Fort McMurray Allowance (FMA) | - | 7,829,705 | (7,655,927) | - | 173,778 |
| Other Deferred Revenue: | | | | | |
| School Generated Funds | 506,892 | 792,007 | (727,965) | - | 570,934 |
| Supplies and Material Fees | 171,049 | 635,624 | (481,022) | - | 325,651 |
| Transportation Fees | 147,025 | 372,664 | (330,009) | - | 189,680 |
| High School - Optional Fees | 146,140 | - | (146,140) | - | - |
| High School Athletics & Academies | 277,413 | 218,714 | (325,031) | - | 171,096 |
| Suncor Energy Centre Performing Arts | 334,626 | 547,153 | (573,222) | - | 308,557 |
| Out of School Care Program | 51,114 | 710,795 | (761,909) | - | - |
| Early Entry Program | 36,305 | 283,752 | (224,550) | - | 95,507 |
| Donations | 2,000 | 879,763 | (771,763) | - | 110,000 |
| Total unexpended deferred operating revenue | \$4,488,083 | \$13,258,443 | \$(12,630,210) | \$ - | \$ 5,116,316 |
| Unexpended deferred capital revenue | 11,642,520 | 940,526 | (2,262,442) | - | 10,320,604 |
| Expended deferred capital revenue | 84,428,167 | 7,206,799 | (4,201,486) | - | 87,433,480 |
| Total | \$100,558,770 | \$ 21,405,768 | \$(19,094,138) | \$ - | \$102,870,400 |

9. EMPLOYEE FUTURE BENEFIT LIABILITIES

Employee future benefit liabilities consist of the following:

| | 2015 | 2014 |
|---|------------------|------------------|
| Defined benefit pension plan liability (SERP) | <u>\$191,500</u> | <u>\$121,241</u> |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

10. DEBT

Debenture Debt – Supported

| | 2015 | 2014 |
|---|-----------|-----------|
| Debentures outstanding at August 31, 2015 bear interest at 9.00% (2014 – 9.00%). The terms of the loan is 25 years, payments made annually supported by Alberta Education | \$323,760 | \$431,680 |

The debenture debt is fully supported by Alberta Finance. Debenture payments due over the next three years are:

| | Principal | Interest | Total |
|--------------|--------------------------|-------------------------|--------------------------|
| 2015-2016 | \$107,920 | \$29,138 | \$137,058 |
| 2016-2017 | 107,920 | 19,426 | 127,346 |
| 2017-2018 | 107,920 | 9,712 | 117,632 |
| Total | <u>\$ 323,760</u> | <u>\$ 58,276</u> | <u>\$ 382,036</u> |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

11. TANGIBLE CAPITAL ASSETS

| | 2015 | | | | | | | 2014 |
|--------------------------------------|----------------------------|--------------------------------------|----------------------------|-------------------------------|------------------------|------------------------------|----------------------------|----------------------------|
| | Land and land improvements | Construction In Progress - Buildings | Buildings | Other Equipment & Furnishings | Vehicles & Buses | Computer Hardware & Software | Total | Total |
| Estimated useful life | | | 25-40 Years | 5-10 Years | 5-10 Years | 3-5 Years | | |
| Historical cost | | | | | | | | |
| Beginning of year | \$3,366,499 | \$14,162,125 | \$122,078,652 | \$3,074,021 | \$303,693 | \$7,488,788 | \$150,473,778 | \$142,100,670 |
| Additions | - | 1,569,252 | 4,734,351 | 322,610 | 28,779 | 2,307,349 | 8,962,341 | 9,141,921 |
| Transfers in (out) | - | (14,162,125) | 14,162,125 | - | - | - | - | - |
| Less disposals including write-offs | - | - | - | - | - | - | - | (768,813) |
| | \$3,366,499 | \$1,569,252 | \$140,975,128 | \$3,396,631 | \$332,472 | \$9,796,137 | \$159,436,119 | \$150,473,778 |
| Accumulated amortization | | | | | | | | |
| Beginning of year | \$1,698,611 | \$ - | \$46,266,720 | \$988,914 | \$273,155 | \$5,407,004 | \$54,634,404 | \$50,780,363 |
| Amortization (Supported) | - | - | 3,057,893 | 226,243 | - | 732,535 | 4,016,671 | 3,456,086 |
| Amortization (Unsupported) | 46,518 | - | 833,774 | 78,193 | 15,695 | 578,687 | 1,552,867 | 1,166,768 |
| Less disposals including write-offs | - | - | - | - | - | - | - | (768,813) |
| | <u>\$1,745,129</u> | <u>\$ -</u> | <u>\$50,158,387</u> | <u>\$1,293,350</u> | <u>\$288,850</u> | <u>\$6,718,226</u> | <u>\$60,203,942</u> | <u>\$54,634,404</u> |
| Net Book Value at End of Year | <u>\$1,621,370</u> | <u>\$1,569,252</u> | <u>\$90,816,741</u> | <u>\$2,103,281</u> | <u>\$43,622</u> | <u>\$3,077,911</u> | <u>\$99,232,177</u> | <u>\$95,839,374</u> |

The net book value of construction in progress - buildings includes \$1,569,252 (2014 - \$14,162,125) for the construction of a new catholic elementary school in the Parsons Creek sub-division of Fort McMurray. Substantial completion of this project is expected in February 2017 and the Board is planning to start the operation of the school in September 2017 (for School Year 2017-2018). During the year, construction in progress - buildings additions of \$1,569,252 (2014 - \$8,264,537), buildings additions of \$4,711,246 (2014 - \$nil) and equipment of \$926,029 (2014 - \$nil) was purchased directly by the Government of Alberta and therefore are non-cash and have been excluded from the statement of cash flows.

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

12. ACCUMULATED SURPLUS

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

| | 2015 | 2014 |
|---|----------------------------|----------------------------|
| Unrestricted surplus | \$4,497,323 | \$5,104,167 |
| Operating reserves | <u>5,210,617</u> | <u>4,052,476</u> |
| Accumulated surplus (deficit) from operations | 9,707,940 | 9,156,643 |
| Investment in tangible capital assets | 11,798,700 | 11,345,335 |
| Capital reserves | 9,889,625 | 6,670,390 |
| Accumulated remeasurement gains (losses) | (164,990) | (143,563) |
| Accumulated surplus (deficit) | <u>\$31,231,375</u> | <u>\$27,028,805</u> |

The School Board has recorded a provision for employee future benefits. Since this provision reflects estimated future obligations, it is not required to be funded from current operations. Accumulated surplus (deficit) may be adjusted as follows:

Accumulated surplus (deficit) from operations (ASO) include school generated funds of \$575,732 (2014 - \$ 537,952). These funds are raised at the school level and are not available to spend at the board level. The school jurisdiction's adjusted surplus (deficit) from operations is calculated as follows:

| | 2015 | 2014 |
|--|---------------------------|---------------------------|
| Accumulated surplus (deficit) from operations | \$9,729,465 | \$9,156,643 |
| Deduct: School generated funds included in accumulated surplus (Note 16) | <u>575,732</u> | <u>537,952</u> |
| Adjusted accumulated surplus (deficit) from operations ⁽²⁾ | <u>\$9,153,733</u> | <u>\$8,618,691</u> |

⁽²⁾ Adjusted accumulated surplus (deficit) from operations represents unspent funding available for use by the School Board after deducting funds raised at the school level.

13. CONTRACTUAL OBLIGATIONS

| | 2015 | 2014 |
|--------------------------------------|------------|------------|
| Service Providers – Xerox Canada Ltd | \$ 406,737 | \$ 452,580 |

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

| | Service Providers |
|---------|--------------------------|
| 2015-16 | 406,737 |
| 2016-17 | 406,737 |
| 2017-18 | 406,737 |
| 2018-19 | 406,737 |
| 2019-20 | 305,053 |
| | \$ 1,932,001 |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

14. CONTINGENT LIABILITIES

The School Board has been named in one claim of which the outcome is not determinable and no amounts have been specified. It is the opinion of management that the resolution of the claims will not have a material effect on the financial position of the School Board. However, should any loss result from their resolution, such amount would be expensed as the related amounts become known.

15. TRUSTS UNDER ADMINISTRATION

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

| | 2015 | 2014 |
|---|---------------------------|---------------------------|
| Deferred salary leave plan | \$71,840 | \$121,522 |
| Scholarship trusts | 143,542 | 144,568 |
| NE AB FASD Network - NEAFAN (Banker Board) | 1,104,211 | 1,463,214 |
| AB Schools Commodity Purchasing Consortium (Banker Board) | (160,687) | (9,111) |
| Total | <u>\$1,158,906</u> | <u>\$1,720,193</u> |

16. SCHOOL GENERATED FUNDS

| | 2015 | 2014 |
|---|---------------------------|---------------------------|
| School Generated Funds, Beginning of Year | \$1,044,844 | \$1,068,689 |
| Gross Receipts: | | |
| Fees | 102,985 | 171,520 |
| Fundraising | 463,683 | 451,652 |
| Gifts and donations | 140,589 | 170,725 |
| Other sales and services | 729,418 | 636,326 |
| Total gross receipts | 1,436,675 | 1,430,223 |
| Total Related Expenses and Uses of Funds | 1,334,855 | 1,454,068 |
| School Generated Funds, End of Year | <u>\$1,146,664</u> | <u>\$1,044,844</u> |
| Balance included in Deferred Revenue | \$570,932 | \$506,892 |
| Balance included in Accumulated Surplus (Operating Reserves) | \$575,732 | \$537,952 |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

17. RELATED PARTY TRANSACTIONS

All entities that are consolidated in the accounts of the Government of Alberta are related parties of school boards. 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): | | | | |
| Education | | | | |
| Accounts receivable / Accounts payable | \$60,064 | \$ - | \$ - | \$ - |
| Prepaid expenses / Deferred operating revenue | - | 3,171,113 | - | - |
| Unexpended deferred capital revenue | 6,899,253 | 10,320,604 | - | - |
| Expended deferred capital revenue | | 87,433,480 | | |
| Grant revenue & expenses | - | - | 69,465,162 | - |
| ATRF payments made on behalf of Board | | | 3,910,757 | |
| Alberta Treasury Board and Finance (Principal) | 323,760 | | 107,920 | 107,920 |
| Alberta Treasury Board and Finance (Accrued interest) | 29,102 | | 38,815 | 38,815 |
| Alberta Health Services | - | - | 40,428 | - |
| Human Services | 15,200 | - | 665,739 | - |
| Other: | | | | |
| Alberta Capital Financing Authority | | 352,862 | - | - |
| Other Related Parties - ATB Financial | 24,993,028 | - | 147,026 | 5,324 |
| TOTAL 2014/2015 | <u>\$32,320,408</u> | <u>\$101,278,059</u> | <u>\$74,375,847</u> | <u>\$152,059</u> |
| TOTAL 2013/2014 | <u>\$27,004,302</u> | <u>\$97,480,691</u> | <u>\$65,843,999</u> | <u>\$121,040</u> |

FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to the Financial Statements
For the year ended August 31, 2015

18. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

19. REMUNERATION AND MONETARY INCENTIVES

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

| Board Members: | FTE | Remuneration | Benefits | Negotiated Allowances | Performance Bonuses | ERIP's / Other | Expenses |
|--------------------------------------|------------|---------------------|--------------------|-----------------------|---------------------|----------------|-----------------|
| Chair: Tracy McKinnon | 1.0 | \$18,034 | \$480 | \$0 | | | \$8,923 |
| V/Chair: Keith McGrath | 1.0 | \$15,152 | \$434 | \$0 | | | \$2,992 |
| Trustee Geraldine Carbery | 1.0 | \$14,452 | \$138 | \$0 | | | \$2,505 |
| Trustee Kirk Behrish | 1.0 | \$11,406 | \$0 | \$0 | | | \$0 |
| Trustee Paula Galenzoski | 1.0 | \$15,404 | \$399 | \$0 | | | \$4,940 |
| Subtotal | 5.0 | \$74,448 | \$1,451 | \$0 | | | \$19,360 |
| | | | | | | | |
| Superintendent: George McGuigan | 1.0 | \$200,000 | \$35,882 | \$12,480 | \$0 | \$0 | \$14,952 |
| Secretary-Treasurer: Francois Gagnon | 1.0 | \$158,183 | \$38,491 | \$12,480 | \$0 | \$0 | \$4,241 |
| | | | | | | | |
| Certificated teachers | 336.3 | \$29,778,315 | \$7,066,895 | \$4,196,619 | \$0 | \$0 | |
| Non-certificated - other | 294.6 | \$12,133,207 | \$2,815,298 | \$3,676,751 | \$0 | \$0 | |
| | | | | | | | |
| TOTALS | | \$42,344,153 | \$9,958,017 | \$7,898,330 | \$0 | \$0 | |

20. BUDGET AMOUNTS

The budget was prepared by the School Board and approved by the Board of Trustees on May 20th, 2014.

21. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2014/2015 presentation.