

**The Fort McMurray Catholic  
Board of Education  
Financial Statements**  
*August 31, 2013*

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEARS ENDED AUGUST 31, 2012 and AUGUST 31, 2013**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**Fort McMurray Catholic Board of Education**

Legal Name of School Jurisdiction

**9809 Main St, Fort McMurray, AB, T9H 1T7**

Mailing Address

**780-799-5700 / 780-799-5706 / info@fmcsd.ab.ca**

Telephone & Fax Numbers, and Email Address

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

The financial statements of Fort McMurray Catholic Board of Education 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**

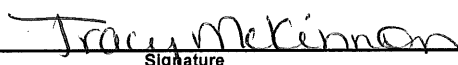
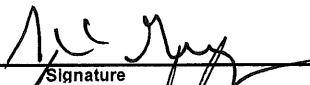
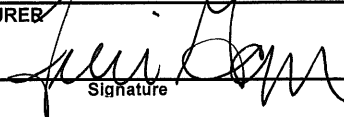
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and approved the financial statements for release.

**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 Chairman**

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.

<b>BOARD CHAIR</b>	
<p style="text-align: center;"><b>Tracy McKinnon</b> Name</p>	<p style="text-align: center;"> Signature</p>
<b>SUPERINTENDENT</b>	
<p style="text-align: center;"><b>George McGuigan</b> Name</p>	<p style="text-align: center;"> Signature</p>
<b>SECRETARY-TREASURER OR TREASURER</b>	
<p style="text-align: center;"><b>Francois Gagnon</b> Name</p>	<p style="text-align: center;"> Signature</p>

January 13, 2014  
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5  
EMAIL: sarah.brennan@gov.ab.ca  
PHONE: (780) 422-0312 (Toll free 310-0000) FAX: (780) 422-6996

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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 statements of financial position as at August 31, 2013, August 31, 2012 and September 1, 2011, and the statements of operations, cash flows, changes in financial assets (net debt) and remeasurement gains and losses, and schedules of changes in accumulated surplus, capital revenue and program operations for the years ended August 31, 2013 and August 31, 2012, 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 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 audits. We conducted our audits 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, 2013, August 31, 2012 and September 1, 2011 and the results of its operations, cash flows and changes in financial assets (net debt) for the years ended August 31, 2013 and August 31, 2012 in accordance with Public Sector Accounting Standards.

January 13, 2014  
Fort McMurray, Alberta

Chartered Accountants

**STATEMENTS OF FINANCIAL POSITION**  
As at (in dollars)

	August 31		September 1
	2013	2012 Restated (Note 2)	2011 Restated (Note 2)
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents (Note 4)	\$16,236,021	\$9,977,651	\$11,132,972
Accounts receivable (net after allowances) (Note 5)	\$9,069,951	\$10,735,441	\$9,445,838
Portfolio investments (Note 6)	\$2,868,934	\$5,396,917	\$8,375,746
Other financial assets	\$0	\$0	\$0
<b>Total financial assets</b>	<b>\$28,174,906</b>	<b>\$26,110,009</b>	<b>\$28,954,556</b>
<b>LIABILITIES</b>			
Bank indebtedness (Note 7)	\$0	\$0	\$0
Accounts payable and accrued liabilities (Note 8)	\$2,048,560	\$2,718,445	\$7,424,550
Deferred revenue (Note 9)	\$93,950,704	\$90,819,134	\$89,546,375
Employee future benefit liabilities (Note 10)	\$580,421	\$505,248	\$465,526
Other liabilities	\$0	\$0	\$0
Debt (Note 11)			
Supported: Debentures and other supported debt	\$539,600	\$647,520	\$755,440
Unsupported: Debentures and capital loans	\$0	\$0	\$0
Capital leases	\$0	\$0	\$0
Mortgages	\$0	\$0	\$0
<b>Total liabilities</b>	<b>\$97,119,285</b>	<b>\$94,690,347</b>	<b>\$98,191,891</b>
<b>Net financial assets (debt)</b>	<b>(\$68,944,379)</b>	<b>(\$68,580,338)</b>	<b>(\$69,237,335)</b>
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets (Note 12)			
Land	\$1,606,625	\$1,468,679	\$1,312,978
Construction in progress	\$5,868,708	\$170,380	\$45,771,829
Buildings	\$122,011,375		
Less: Accumulated amortization	(\$42,857,674)	\$79,153,701	\$38,294,845
Equipment	\$2,865,307		
Less: Accumulated amortization	(\$838,332)	\$2,026,975	\$2,109,623
Vehicles	\$303,693		
Less: Accumulated amortization	(\$263,216)	\$40,477	\$91,565
Computer Equipment	\$7,701,019	\$6,914,944	\$5,047,033
Less: Accumulated amortization	(\$5,077,198)	\$2,623,821	(\$2,984,140)
<b>Total tangible capital assets</b>	<b>\$91,320,307</b>	<b>\$88,699,118</b>	<b>\$89,643,733</b>
Prepaid expenses	\$76,628	\$73,698	\$108,786
Other non-financial assets	\$0	\$0	\$0
<b>Total non-financial assets</b>	<b>\$91,396,935</b>	<b>\$88,772,816</b>	<b>\$89,752,519</b>
<b>Accumulated surplus</b> (Note 13)	<b>\$22,452,556</b>	<b>\$20,192,478</b>	<b>\$20,515,184</b>
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)	\$22,506,475	\$20,122,284	\$20,515,184
Accumulated rereasurement gains (losses)	(\$53,919)	\$70,194	\$0
	\$22,452,556	\$20,192,478	\$20,515,184
<b>Contractual obligations</b> (Note 14)			
<b>Contingent liabilities</b> (Note 15)			

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

**STATEMENTS OF OPERATIONS**  
For the Years Ended August 31 (in dollars)

	Budget 2013	Actual 2013	Actual 2012 Restated (Note 2)
<b>REVENUES</b>			
Alberta Education	\$62,630,000	\$64,578,366	\$59,028,881
Other - Government of Alberta	\$0	\$1,169,738	\$769,272
Federal Government and First Nations	\$330,000	\$507,097	\$428,519
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Property taxes	\$0	\$0	\$0
Fees (Note 16)	\$850,000	\$2,241,789	\$1,893,152
Other sales and services	\$710,000	\$377,581	\$807,488
Investment income	\$120,000	\$254,432	\$123,941
Gifts and donations	\$880,000	\$1,474,495	\$1,475,233
Rental of facilities	\$495,000	\$528,067	\$387,888
Fundraising	\$400,000	\$624,872	\$430,111
Gains (losses) on disposal of capital assets	\$0	\$0	\$0
Other revenue	\$0	\$169,966	\$9,502
<b>Total revenues</b>	<b>\$66,415,000</b>	<b>\$71,926,403</b>	<b>\$65,353,987</b>
<b>EXPENSES</b>			
Instruction	\$53,470,000	\$54,250,104	\$51,774,152
Plant operations and maintenance	\$8,500,000	\$9,300,920	\$8,528,991
Transportation	\$1,650,000	\$1,571,762	\$1,706,485
Administration	\$2,350,000	\$2,429,179	\$2,403,144
External services	\$1,380,000	\$1,990,247	\$1,334,115
<b>Total expenses</b>	<b>\$67,350,000</b>	<b>\$69,542,212</b>	<b>\$65,746,887</b>
<b>Operating surplus (deficit)</b>	<b>(\$935,000)</b>	<b>\$2,384,191</b>	<b>(\$392,900)</b>

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

**STATEMENTS OF CASH FLOWS**  
For the Years Ended August 31 (in dollars)

	2013	2012 Restated (Note 2)
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Operating surplus (deficit)	\$2,384,191	(\$392,900)
Add (Deduct) items not affecting cash:		
Total amortization expense	\$4,847,624	\$4,740,627
Gains on disposal of tangible capital assets	\$0	\$0
Losses on disposal of tangible capital assets	\$0	\$0
Changes in:		
Accounts receivable	\$1,665,490	(\$1,289,603)
Prepays	(\$2,930)	\$35,087
Other financial assets	\$0	\$0
Non-financial assets	\$0	\$0
Accounts payable and accrued liabilities	(\$669,885)	(\$4,706,105)
Deferred revenue (Excluding EDCR)	(\$2,614,758)	\$1,102,380
Employee future benefit liabilities	\$75,173	\$39,722
Other (describe)	\$0	\$0
<b>Total cash flows from operating transactions</b>	\$5,684,905	(\$470,792)
<b>B. CAPITAL TRANSACTIONS</b>		
Purchases of tangible capital assets		
Land	(\$186,965)	(\$204,721)
Buildings	(\$713,544)	(\$1,163,616)
Equipment	(\$35,901)	(\$362,737)
Vehicles	\$0	(\$26,648)
Computer equipment	(\$786,075)	(\$1,867,910)
Net proceeds from disposal of unsupported capital assets	\$0	\$0
Other (describe)	\$0	\$0
<b>Total cash flows from capital transactions</b>	(\$1,722,485)	(\$3,625,632)
<b>C. INVESTING TRANSACTIONS</b>		
Changes in portfolio investments	\$2,403,870	\$3,049,023
Remeasurement gains (losses) reclassified to the statement of operations	\$0	\$0
Other (describe)	\$0	\$0
<b>Total cash flows from investing transactions</b>	\$2,403,870	\$3,049,023
<b>D. FINANCING TRANSACTIONS</b>		
Issue of debt	\$0	\$0
Repayment of debt	(\$107,920)	(\$107,920)
Other (describe)	\$0	\$0
<b>Total cash flows from financing transactions</b>	(\$107,920)	(\$107,920)
<b>Increase (decrease) in cash and cash equivalents</b>	\$6,258,370	(\$1,155,321)
<b>Cash and cash equivalents, at beginning of year</b>	\$9,977,651	\$11,132,972
<b>Cash and cash equivalents, at end of year</b>	\$16,236,021	\$9,977,651

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

**STATEMENTS OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)**

For the Years Ended August 31 (in dollars)

	2013	2012
Operating surplus (deficit)	\$2,384,191	(\$392,900)
<b>Effect of changes in tangible capital assets</b>		
Aquisition of tangible capital assets	(\$7,468,813)	(\$3,796,011)
Amortization of tangible capital assets	\$4,847,624	\$4,740,627
Net carrying value of tangible capital assets disposed of	\$0	\$0
Write-down carrying value of tangible capital assets	\$0	\$0
<b>Total effect of changes in tangible capital assets</b>	<b>(\$2,621,189)</b>	<b>\$944,616</b>
<b>Changes in:</b>		
Prepaid expenses	(\$2,930)	\$35,087
Other non-financial assets	\$0	\$0
Net remeasurement gains and (losses)	(\$124,113)	\$70,194
Endowments	\$0	\$0
<b>Increase (decrease) in net financial assets (net debt)</b>	<b>(\$364,041)</b>	<b>\$656,997</b>
<b>Net financial assets (net debt) at beginning of year</b>	<b>(\$68,580,338)</b>	<b>(\$69,237,335)</b>
<b>Net financial assets (net debt) at end of year</b>	<b>(\$68,944,379)</b>	<b>(\$68,580,338)</b>

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



**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**  
**For the Year Ended August 31, 2013 (in dollars)**

	2013
<b>Opening accumulated remeasurement gains and (losses) upon adoption on September 1, 2012</b>	\$70,194
<u>Unrealized gains (losses) attributable to:</u>	
Portfolio investments	(\$124,113)
Other	\$0
<u>Amounts reclassified to the statement of operations:</u>	
Portfolio investments	\$0
Other	\$0
<u>Net remeasurement gains (losses) for the year</u>	(\$124,113)
<b>Accumulated remeasurement gains (losses) at end of year</b>	(\$53,919)

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

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2013 (in dollars)

	ACCUMULATED SURPLUS	ACCUMULATED REEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
<b>Balance at August 31, 2012</b>	\$19,736,277	\$0	\$19,736,277	\$13,227,587	\$0	\$200,000	\$719,581	\$5,589,109
<b>Prior period adjustments:</b>								
Change in recognition of school generated funds	\$456,201	\$0	\$456,201	\$0	\$0	\$0	\$456,201	\$0
Accumulated reeasement gains and losses	\$0	\$70,194	(\$70,194)	\$0	\$0	(\$70,194)	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Adjusted Balance, Aug. 31, 2012</b>	\$20,192,478	\$70,194	\$20,122,284	\$13,227,587	\$0	\$129,806	\$1,175,782	\$5,589,109
Operating surplus (deficit)	\$2,384,191		\$2,384,191			\$2,384,191		
Board funded tangible capital asset additions				\$397,674		\$0	\$0	(\$397,674)
Disposal of unsupported tangible capital assets	\$0		\$0	\$0		\$0		\$0
Disposal of supported tangible capital assets (board funded portion)	\$0		\$0	\$0		\$0		\$0
Write-down of unsupported tangible capital assets	\$0		\$0	\$0		\$0		\$0
Write-down of supported tangible capital assets (board funded portion)	\$0		\$0	\$0		\$0		\$0
Net reeasement gains (losses) for the year	(\$124,113)	(\$124,113)						
Endowment expenses	\$0		\$0		\$0			
Direct credits to accumulated surplus	\$0		\$0		\$0	\$0		
Amortization of tangible capital assets	\$0			(\$4,847,624)		\$4,847,624		
Capital revenue recognized	\$0			\$3,356,903		(\$3,356,903)		
Debt principal repayments (unsupported)	\$0			\$0		\$0		
Externally imposed endowment restrictions	\$0				\$0	\$0	\$0	
Net transfers to operating reserves	\$0					(\$2,547,979)	\$2,547,979	
Net transfers from operating reserves	\$0					\$0	\$0	
Net transfers to capital reserves	\$0					(\$1,034,875)		\$1,034,875
Net transfers from capital reserves	\$0					\$0		\$0
Assumption/transfer of other operations' surplus	\$0		\$0	\$0	\$0	\$0	\$0	\$0
<b>Balance at August 31, 2013</b>	\$22,452,556	(\$53,919)	\$22,506,475	\$12,134,540	\$0	\$421,864	\$3,723,761	\$6,226,310

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2013 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
<b>Balance at August 31, 2012</b>	\$832,360	\$2,140,039	(\$112,443)	\$1,625,479	\$258,282	\$1,801,882	(\$258,618)	\$0	\$0	\$21,709
<b>Prior period adjustments:</b>										
Change in recognition of school generated funds	\$456,201	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Accumulated remeasurement gains and losses	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Adjusted Balance, Aug. 31, 2012</b>	\$1,288,561	\$2,140,039	(\$112,443)	\$1,625,479	\$258,282	\$1,801,882	(\$258,618)	\$0	\$0	\$21,709
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$0	(\$397,674)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Disposal of unsupported tangible capital assets		\$0		\$0		\$0		\$0		\$0
Disposal of supported tangible capital assets (board funded portion)		\$0		\$0		\$0		\$0		\$0
Write-down of unsupported tangible capital assets		\$0		\$0		\$0		\$0		\$0
Write-down of supported tangible capital assets (board funded portion)		\$0		\$0		\$0		\$0		\$0
Net remeasurement gains (losses) for the year										
Endowment expenses										
Direct credits to accumulated surplus										
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Externally imposed endowment restrictions	\$0		\$0		\$0		\$0		\$0	
Net transfers to operating reserves	\$1,974,849		\$112,443		\$0		\$258,618		\$202,069	
Net transfers from operating reserves	\$0		\$0		\$0		\$0		\$0	
Net transfers to capital reserves		\$539,232		\$456,484		\$14,010		\$0		\$25,149
Net transfers from capital reserves		\$0		\$0		\$0		\$0		\$0
Assumption/transfer of other operations' surplus	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Balance at August 31, 2013</b>	\$3,263,410	\$2,281,597	\$0	\$2,081,963	\$258,282	\$1,815,892	\$0	\$0	\$202,069	\$46,858

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2012 (in dollars)

	ACCUMULATED SURPLUS	ACCUMULATED REEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
<b>Balance at August 31, 2011</b>	\$20,072,009	\$0	\$20,072,009	\$13,307,248	\$0	\$176,483	\$1,078,829	\$5,509,449
<b>Prior period adjustments:</b>								
Change in recognition of school generated funds	\$443,175	\$0	\$443,175	\$0	\$0	\$0	\$443,175	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Adjusted Balance, Aug. 31, 2011</b>	\$20,515,184	\$0	\$20,515,184	\$13,307,248	\$0	\$176,483	\$1,522,004	\$5,509,449
Operating surplus (deficit)	(\$392,900)		(\$392,900)			(\$392,900)		
Board funded tangible capital asset additions				\$1,307,205		(\$1,307,205)	\$0	\$0
Disposal of unsupported tangible capital assets	\$0		\$0	\$0		\$0		\$0
Disposal of supported tangible capital assets (board funded portion)	\$0		\$0	\$0		\$0		\$0
Write-down of unsupported tangible capital assets	\$0		\$0	\$0		\$0		\$0
Write-down of supported tangible capital assets (board funded portion)	\$0		\$0	\$0		\$0		\$0
Net reeasurement gains (losses) for the year	\$70,194	\$70,194						
Endowment expenses	\$0		\$0		\$0			
Direct credits to accumulated surplus	\$0		\$0		\$0	\$0		
Amortization of tangible capital assets	\$0			(\$4,740,627)		\$4,740,627		
Capital revenue recognized	\$0			\$3,353,761		(\$3,353,761)		
Debt principal repayments (unsupported)	\$0			\$0		\$0		
Externally imposed endowment restrictions	\$0				\$0	\$0	\$0	
Net transfers to operating reserves	\$0					\$0	\$0	
Net transfers from operating reserves	\$0					\$346,222	(\$346,222)	
Net transfers to capital reserves	\$0					(\$1,386,865)		\$1,386,865
Net transfers from capital reserves	\$0					\$1,307,205		(\$1,307,205)
Assumption/transfer of other operations' surplus	\$0		\$0	\$0	\$0	\$0	\$0	\$0
<b>Balance at August 31, 2012</b>	\$20,192,478	\$70,194	\$20,122,284	\$13,227,587	\$0	\$129,806	\$1,175,782	\$5,589,109

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2012 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
<b>Balance at August 31, 2011</b>	\$1,069,722	\$1,878,749	(\$112,443)	\$1,839,527	\$258,282	\$1,791,173	(\$258,618)	\$0	\$121,886	\$0
<b>Prior period adjustments:</b>										
Change in recognition of school generated funds	\$443,175	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Adjusted Balance, Aug. 31, 2011</b>	\$1,512,897	\$1,878,749	(\$112,443)	\$1,839,527	\$258,282	\$1,791,173	(\$258,618)	\$0	\$121,886	\$0
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Disposal of unsupported tangible capital assets		\$0		\$0		\$0		\$0		\$0
Disposal of supported tangible capital assets (board funded portion)		\$0		\$0		\$0		\$0		\$0
Write-down of unsupported tangible capital assets		\$0		\$0		\$0		\$0		\$0
Write-down of supported tangible capital assets (board funded portion)		\$0		\$0		\$0		\$0		\$0
Net remeasurement gains (losses) for the year										
Endowment expenses										
Direct credits to accumulated surplus										
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Externally imposed endowment restrictions	\$0		\$0		\$0		\$0		\$0	
Net transfers to operating reserves	\$0		\$0		\$0		\$0		\$0	
Net transfers from operating reserves	(\$224,336)		\$0		\$0		\$0		(\$121,886)	
Net transfers to capital reserves		\$449,411		\$890,973		\$21,332		\$0		\$25,149
Net transfers from capital reserves		(\$188,121)		(\$1,105,021)		(\$10,623)		\$0		(\$3,440)
Assumption/transfer of other operations' surplus	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Balance at August 31, 2012</b>	\$1,288,561	\$2,140,039	(\$112,443)	\$1,625,479	\$258,282	\$1,801,882	(\$258,618)	\$0	\$0	\$21,709

**SCHEDULE OF CAPITAL REVENUE**  
**(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)**  
for the Year Ended August 31, 2013 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects <sup>(A)</sup>	Surplus from Provincially Approved Projects <sup>(B)</sup>	Proceeds on Disposal of Provincially Funded Tangible Capital Assets <sup>(C)</sup>	Unexpended Deferred Capital Revenue from Other Sources <sup>(D)</sup>	
<b>Balance at August 31, 2012</b>	\$10,244,475	\$0	\$0	\$0	\$74,827,403
Prior period adjustments	\$0	\$0	\$0	\$0	\$2,197,521
Adjusted balance, August 31, 2012	\$10,244,475	\$0	\$0	\$0	\$77,024,924
Add:					
Unexpended capital revenue received from:					
Alberta Education school building & modular projects (excl. IMR)	\$0				
Infrastructure Maintenance & Renewal capital related to school facilities	\$378,453				
Other Government of Alberta	\$0				
Federal Government and First Nations				\$0	
Other sources				\$0	
Unexpended capital revenue receivable from					
Alberta Education school building & modular	\$0				
Unexpended capital revenue receivable from other than Alberta Education	\$0			\$0	
Interest earned on unexpended capital revenue	\$30,172	\$0	\$0	\$0	
Other unexpended capital revenue and donations				\$0	
Net proceeds on disposal of supported tangible capital assets			\$0	\$0	
Insurance proceeds (and related interest)			\$0	\$0	
Donated tangible capital assets (amortizable, @ fair market value)					\$0
Public Private Partnership (P3), other Alberta Schools Alternative Program (ASAP) Initiative and Alberta Infrastructure managed projects					\$5,746,328
Transferred in tangible capital assets (amortizable, @ net book value)					\$0
Expended capital revenue - current year	(\$1,255,545)	\$0	\$0	\$0	\$1,255,545
Surplus funds approved for future project(s)	\$0	\$0			
<b>Deduct:</b>					
Net book value of supported tangible capital dispositions, write-offs, or transfers	\$0	\$0	\$0	\$0	\$0
Capital revenue recognized					\$3,356,903
<b>Balance at August 31, 2013</b>	\$9,397,555	\$0	\$0	\$0	\$80,669,894
	(A)	(B)	(C)	(D)	
<b>Balance of Unexpended Deferred Capital Revenue at August 31, 2013 (A) + (B) + (C) + (D)</b>				\$9,397,555	

**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 tangible capital assets per 10 (2) (a) of Disposition of Property Reg. 181/201

(D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

**SCHEDULE OF CAPITAL REVENUE**  
**(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)**  
for the Year Ended August 31, 2012 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects <sup>(A)</sup>	Surplus from Provincially Approved Projects <sup>(B)</sup>	Proceeds on Disposal of Provincially Funded Tangible Capital Assets <sup>(C)</sup>	Unexpended Deferred Capital Revenue from Other Sources <sup>(D)</sup>	
<b>Balance at August 31, 2011</b>	\$12,029,159	\$0	\$0	(\$1,783,976)	\$75,584,436
Prior period adjustments	\$0	\$0	\$0	\$0	\$755,440
Adjusted balance, August 31, 2011	\$12,029,159	\$0	\$0	(\$1,783,976)	\$76,339,876
Add:					
Unexpended capital revenue received from:					
Alberta Education school building & modular projects (excl. IMR)	\$0				
Infrastructure Maintenance & Renewal capital related to school facilities	\$0				
Other Government of Alberta	\$0				
Federal Government and First Nations				\$0	
Other sources				\$2,255,000	
Unexpended capital revenue receivable from					
Alberta Education school building & modular	\$0				
Unexpended capital revenue receivable from other than Alberta Education	\$0			\$1,550,000	
Interest earned on unexpended capital revenue	\$62,722	\$0	\$0	\$0	
Other unexpended capital revenue and donations				\$0	
Net proceeds on disposal of supported tangible capital assets			\$0	\$0	
Insurance proceeds (and related interest)			\$0	\$0	
Donated tangible capital assets (amortizable, @ fair market value)					\$0
Public Private Partnership (P3), other Alberta Schools Alternative Program (ASAP) Initiative and Alberta Infrastructure managed projects					\$170,379
Transferred in tangible capital assets (amortizable, @ net book value)					\$0
Expended capital revenue - current year	(\$1,847,406)	\$0	\$0	(\$2,021,024)	\$3,868,430
Surplus funds approved for future project(s)		\$0			
<b>Deduct:</b>					
Net book value of supported tangible capital dispositions, write-offs, or transfers	\$0	\$0	\$0	\$0	\$0
Capital revenue recognition					\$3,353,761
<b>Balance at August 31, 2012</b>	\$10,244,475	\$0	\$0	\$0	\$77,024,924
	(A)	(B)	(C)	(D)	
<b>Balance of Unexpended Deferred Capital Revenue at August 31, 2012 (A) + (B) + (C) + (D)</b>				\$10,244,475	

**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 tangible capital assets per 10 (2) (a) of Disposition of Property Reg. 181/201

(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, 2013 (in dollars)

REVENUES	2013						2012
	Instruction (ECS- Grade 12)	Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	Restated
							TOTAL
(1) Alberta Education	\$53,226,925	\$7,276,252	\$1,176,225	\$2,660,148	\$238,816	\$64,578,366	\$59,028,881
(2) Other - Government of Alberta	\$707,199	\$58,277	\$0	\$0	\$404,262	\$1,169,738	\$769,272
(3) Federal Government and First Nations	\$436,103	\$50,710	\$0	\$20,284	\$0	\$507,097	\$428,519
(4) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5) Out of province authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(6) Alberta Municipalities-special tax levies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7) Property Taxes	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(8) Fees	\$1,007,421		\$301,831		\$932,537	\$2,241,789	\$1,893,152
(9) Other sales and services	\$358,534	\$0	\$0	\$0	\$19,047	\$377,581	\$807,488
(10) Investment income	\$254,432	\$0	\$0	\$0	\$0	\$254,432	\$123,941
(11) Gifts and donations	\$1,180,262	\$62,370	\$0	\$0	\$231,863	\$1,474,495	\$1,475,233
(12) Rental of facilities	\$0	\$162,726	\$0	\$0	\$365,341	\$528,067	\$387,888
(13) Fundraising	\$624,872	\$0	\$0	\$0	\$0	\$624,872	\$430,111
(14) Gains on disposal of tangible capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(15) Other revenue	\$158,944	\$10,572	\$0	\$0	\$450	\$169,966	\$9,502
(16) TOTAL REVENUES	\$57,954,692	\$7,620,907	\$1,478,056	\$2,680,432	\$2,192,316	\$71,926,403	\$65,353,987
<b>EXPENSES</b>							
(17) Certificated salaries	\$30,226,969			\$478,353	\$0	\$30,705,322	\$29,132,869
(18) Certificated benefits	\$5,634,664			\$145,445	\$0	\$5,780,109	\$5,194,238
(19) Non-certificated salaries and wages	\$9,066,948	\$2,209,369	\$0	\$1,103,746	\$1,365,685	\$13,745,748	\$12,897,981
(20) Non-certificated benefits	\$1,511,382	\$397,095	\$0	\$172,973	\$162,557	\$2,244,007	\$2,143,317
(21) SUB - TOTAL	\$46,439,963	\$2,606,464	\$0	\$1,900,517	\$1,528,242	\$52,475,186	\$49,368,405
(22) Services, contracts and supplies	\$6,604,784	\$3,225,747	\$1,571,762	\$495,964	\$220,473	\$12,118,730	\$11,565,269
(23) Amortization of supported tangible capital assets	\$658,138	\$2,498,102	\$0	\$0	\$200,663	\$3,356,903	\$3,353,761
(24) Amortization of unsupported tangible capital assets	\$539,232	\$912,330	\$0	\$14,010	\$25,149	\$1,490,721	\$1,386,866
(25) Supported interest on capital debt	\$0	\$58,277	\$0	\$0	\$0	\$58,277	\$67,990
(26) Unsupported interest on capital debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(27) Other interest and finance charges	\$7,987	\$0	\$0	\$18,688	\$15,720	\$42,395	\$4,596
(28) Losses on disposal of tangible capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(29) Other expense	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(30) TOTAL EXPENSES	\$54,250,104	\$9,300,920	\$1,571,762	\$2,429,179	\$1,990,247	\$69,542,212	\$65,746,887
(31) OPERATING SURPLUS (DEFICIT)	\$3,704,588	(\$1,680,013)	(\$93,706)	\$251,253	\$202,069	\$2,384,191	(\$392,900)



# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

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### 1. AUTHORITY AND PURPOSE

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 payment of 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. CONVERSION TO PUBLIC SECTOR ACCOUNTING STANDARDS

Commencing with the 2012/2013 fiscal year, the School Board has adopted Canadian Public Sector Accounting Standards ("PSAS") without not-for-profit provisions. These financial statements are the first financial statements for which the School Board has applied PSAS with retroactive application.

The School Board has elected to use the following exemptions in accordance with PSAS 2125:

- Tangible capital asset impairment:

The School Board has elected to apply PSAS 3150.31 on a prospective basis from the date of transition per PSAS 2125.14. This section states that when conditions indicate that a tangible capital asset no longer contributes to the School Board's ability to provide goods and services, or that the value of future economic benefits associated with the tangible capital asset is less than its net book value, the cost of the tangible capital asset should be reduced to reflect the decline in the asset's value.

As a result of the adoption of PSAS, comparative information has been restated as follows:

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**2. CONVERSION TO PUBLIC SECTOR ACCOUNTING STANDARDS (Continued)**

School Jurisdiction Code: 4160

**SCHEDULE OF TRANSITION TO PUBLIC SECTOR ACCOUNTING STANDARDS**  
For the Year Ended August 31, 2013 (in dollars)

	September 1, 2011 Not-for-Profit	Adjustment	September 1, 2011 PSAS
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents / Cash and temporary investments	\$16,217,547	(\$5,084,575)	\$11,132,972
Accounts receivable (net after allowances)	\$8,517,703	\$928,135	\$9,445,838
Portfolio investments / Long term investments	\$3,291,171	\$5,084,575	\$8,375,746
Other financial assets		\$0	\$0
Other current assets	\$0	\$0	
Trust assets	\$1,052,601	(\$1,052,601)	
Long term accounts receivable	\$0		\$0
<b>Total financial assets</b>	<b>\$29,079,022</b>	<b>(\$124,466)</b>	<b>\$28,954,556</b>
<b>LIABILITIES</b>			
Bank indebtedness	\$0	\$0	\$0
Accounts payable and accrued liabilities	\$7,890,076	(\$465,526)	\$7,424,550
Deferred revenue	\$3,231,797	\$86,314,578	\$89,546,375
Deferred capital allocations	\$10,245,182	(\$10,245,182)	
Trust liabilities	\$1,052,601	(\$1,052,601)	
Employee future benefit liabilities	\$0	\$465,526	\$465,526
Other liabilities		\$0	\$0
Long term debt			
Supported: Debentures and other supported debt	\$755,440	\$0	\$755,440
Unsupported: Debentures and capital loans	\$0	\$0	\$0
Capital leases	\$0	\$0	\$0
Mortgages	\$0	\$0	\$0
Other long-term liabilities	\$0	\$0	
Unamortized capital allocations	\$75,584,436	(\$75,584,436)	
<b>Total liabilities</b>	<b>\$98,759,532</b>	<b>(\$567,641)</b>	<b>\$98,191,891</b>
<b>Net Debt</b>	<b>(\$69,680,510)</b>	<b>\$443,175</b>	<b>(\$69,237,335)</b>
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets			
Land	\$1,312,978	\$0	\$1,312,978
Construction in progress	\$45,771,829	\$0	\$45,771,829
Buildings	\$74,314,385	\$0	\$74,314,385
Less: Accumulated amortization	(\$36,019,540)	\$0	(\$36,019,540)
Equipment	\$7,513,702	(\$5,047,033)	\$2,466,669
Less: Accumulated amortization	(\$3,341,186)	\$2,984,140	(\$357,046)
Vehicles	\$277,045	\$0	\$277,045
Less: Accumulated amortization	(\$185,480)	\$0	(\$185,480)
Computer Equipment		\$5,047,033	\$5,047,033
Less: Accumulated amortization		(\$2,984,140)	(\$2,984,140)
<b>Total tangible capital assets</b>	<b>\$89,643,733</b>	<b>\$0</b>	<b>\$89,643,733</b>
Prepaid expenses	\$108,786	\$0	\$108,786
Other non-financial assets		\$0	\$0
<b>Total non-financial assets</b>	<b>\$89,752,519</b>	<b>\$0</b>	<b>\$89,752,519</b>
<b>Total accumulated surplus</b>	<b>\$20,072,009</b>	<b>\$443,175</b>	<b>\$20,515,184</b>
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)	\$20,072,009	\$443,175	\$20,515,184
Accumulated remeasurement gains (losses)		\$0	\$0
	\$20,072,009	\$443,175	\$20,515,184

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**2. CONVERSION TO PUBLIC SECTOR ACCOUNTING STANDARDS (Continued)**

School Jurisdiction Code: 4160

**SCHEDULE OF TRANSITION TO PUBLIC SECTOR ACCOUNTING STANDARDS**  
For the Year Ended August 31, 2013 (in dollars)

	August 31, 2012 Not-for-Profit	Adjustment	Adjustment	August 31, 2012 PSAS
<b>FINANCIAL ASSETS</b>				
Cash and cash equivalents / Cash and temporary investments	\$12,563,630	(\$5,084,575)	\$2,498,596	\$9,977,651
Accounts receivable (net after allowances)	\$8,330,994	\$928,135	\$1,476,312	\$10,735,441
Portfolio investments / Long term investments	\$2,849,619	\$5,084,575	(\$2,537,277)	\$5,396,917
Other financial assets		\$0	\$0	\$0
Other current assets	\$0	\$0	\$0	
Trust assets	\$857,035	(\$1,052,601)	\$195,566	
Long term accounts receivable	\$0	\$0	\$0	
<b>Total financial assets</b>	<b>\$24,601,278</b>	<b>(\$124,466)</b>	<b>\$1,633,197</b>	<b>\$26,110,009</b>
<b>LIABILITIES</b>				
Bank indebtedness	\$0	\$0	\$0	\$0
Accounts payable and accrued liabilities	\$3,262,374	(\$465,526)	(\$78,403)	\$2,718,445
Deferred revenue	\$3,799,010	\$86,314,578	\$705,546	\$90,819,134
Deferred capital allocations	\$10,244,475	(\$10,245,182)	\$707	
Trust liabilities	\$857,035	(\$1,052,601)	\$195,566	
Employee future benefit liabilities	\$0	\$465,526	\$39,722	\$505,248
Other liabilities		\$0	\$0	\$0
Long term debt				
Supported: Debentures and other supported debt	\$647,520	\$0	\$0	\$647,520
Unsupported: Debentures and capital loans	\$0	\$0	\$0	\$0
Capital leases	\$0	\$0	\$0	\$0
Mortgages	\$0	\$0	\$0	\$0
Other long-term liabilities	\$0	\$0	\$0	
Unamortized capital allocations	\$74,827,403	(\$75,584,436)	\$757,033	
<b>Total liabilities</b>	<b>\$93,637,817</b>	<b>(\$567,641)</b>	<b>\$1,620,171</b>	<b>\$94,690,347</b>
<b>Net Debt</b>	<b>(\$69,036,539)</b>	<b>\$443,175</b>	<b>\$13,026</b>	<b>(\$68,580,338)</b>
<b>NON-FINANCIAL ASSETS</b>				
Tangible capital assets				
Land	\$1,468,679	\$0	\$0	\$1,468,679
Construction in progress	\$170,380	\$0	\$0	\$170,380
Buildings	\$121,249,831	\$0	\$0	\$121,249,831
Less: Accumulated amortization	(\$39,443,500)	\$0	\$0	(\$39,443,500)
Equipment	\$9,744,350	(\$5,047,033)	(\$1,867,911)	\$2,829,406
Less: Accumulated amortization	(\$4,568,095)	\$2,984,140	\$991,569	(\$592,386)
Vehicles	\$303,693	\$0	\$0	\$303,693
Less: Accumulated amortization	(\$226,220)	\$0	\$0	(\$226,220)
Computer Equipment		\$5,047,033	\$1,867,911	\$6,914,944
Less: Accumulated amortization		(\$2,984,140)	(\$991,569)	(\$3,975,709)
<b>Total tangible capital assets</b>	<b>\$88,699,118</b>	<b>\$0</b>	<b>\$0</b>	<b>\$88,699,118</b>
Prepaid expenses	\$73,698	\$0	\$0	\$73,698
Other non-financial assets		\$0	\$0	\$0
<b>Total non-financial assets</b>	<b>\$88,772,816</b>	<b>\$0</b>	<b>\$0</b>	<b>\$88,772,816</b>
<b>Total accumulated surplus</b>	<b>\$19,736,277</b>	<b>\$443,175</b>	<b>\$13,026</b>	<b>\$20,192,478</b>
Accumulating surplus / (deficit) is comprised of:				
Accumulated operating surplus (deficit)	\$19,736,277	\$443,175	(\$57,168)	\$20,122,284
Accumulated rereasurement gains (losses)		\$0	\$70,194	\$70,194
	\$19,736,277	\$443,175	\$13,026	\$20,192,478

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

### 2. CONVERSION TO PUBLIC SECTOR ACCOUNTING STANDARDS (Continued)

School Jurisdiction Code: 4160

#### SCHEDULE OF TRANSITION TO PUBLIC ACCOUNTING STANDARDS

For the Years Ended August 31, 2012 (in dollars)

	August 31, 2012 Not-for-Profit	Adjustment	August 31, 2012 PSAS
<b>REVENUES</b>			
Alberta Education	\$56,225,728	\$2,803,153	\$59,028,881
Other - Government of Alberta	\$769,272	\$0	\$769,272
Federal Government and First Nations	\$428,519	\$0	\$428,519
Other Alberta school authorities	\$0	\$0	\$0
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Property taxes		\$0	\$0
Fees	\$1,361,539	\$531,613	\$1,893,152
Other sales and services	\$1,327,983	(\$520,495)	\$807,488
Investment income	\$194,136	(\$70,195)	\$123,941
Gifts and donations	\$924,625	\$550,608	\$1,475,233
Rental of facilities	\$387,888	\$0	\$387,888
Fundraising	\$430,111	\$0	\$430,111
Gains (losses) on disposal of capital assets	\$0	\$0	\$0
Amortization of capital contributions	\$3,353,761	(\$3,353,761)	
Other revenue	\$7,593	\$1,909	\$9,502
<b>Total Revenues</b>	<b>\$65,411,155</b>	<b>(\$57,168)</b>	<b>\$65,353,987</b>
<b>EXPENSES</b>			
Instruction	\$51,774,152	\$0	\$51,774,152
Plant operations and maintenance	\$8,528,991	\$0	\$8,528,991
Transportation	\$1,706,485	\$0	\$1,706,485
Administration	\$2,403,144	\$0	\$2,403,144
External services	\$1,334,115	\$0	\$1,334,115
<b>Total Expenses</b>	<b>\$65,746,887</b>	<b>\$0</b>	<b>\$65,746,887</b>
<b>Operating surplus (deficit)</b>	<b>(\$335,732)</b>	<b>(\$57,168)</b>	<b>(\$392,900)</b>

	August 31, 2012 Not-for-Profit	Adjustments	August 31, 2012 PSAS
<b>EXPENSES</b>			
Certificated salaries	\$29,132,869	\$0	\$29,132,869
Certificated benefits	\$5,194,238	\$0	\$5,194,238
Non-certificated salaries and wages	\$12,897,981	\$0	\$12,897,981
Non-certificated benefits	\$2,143,317	\$0	\$2,143,317
<b>SUB - TOTAL</b>	<b>\$49,368,405</b>	<b>\$0</b>	<b>\$49,368,405</b>
Services, contracts and supplies	\$11,565,269	\$0	\$11,565,269
Amortization of supported tangible capital assets	\$3,353,761	\$0	\$3,353,761
Amortization of unsupported tangible capital asse	\$1,386,866	\$0	\$1,386,866
Supported interest on capital debt	\$67,990	\$0	\$67,990
Unsupported interest on capital debt	\$4,596	\$0	\$4,596
Other interest and finance charges	\$0	\$0	\$0
Losses on disposal of tangible capital assets	\$0	\$0	\$0
Other expense	\$0	\$0	\$0
<b>TOTAL EXPENSES</b>	<b>\$65,746,887</b>	<b>\$0</b>	<b>\$65,746,887</b>

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

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### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with 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 government investment certificates (GIC's), term deposits, bonds, equity instruments and mutual funds that have no maturity dates or have a maturity of greater than 3 months. GIC's, term deposits and other investments not quoted in an active market are reported at cost or amortized cost.

Portfolio investments in 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 Statements 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 Statements 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 Statements 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 Statements of Remeasurement Gains and Losses. A subsequent increase in value would be recognized on the Statements of Remeasurement Gains and Losses and realized on the Statements of Operations only when sold.

Detailed information regarding portfolio investments is disclosed in Note 6.

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

### 3. 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.
- 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
Equipment	5 – 10 years
Vehicles and buses	5 – 10 years
Computer hardware and software	3 – 5 years

#### e) Deferred revenue

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

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

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### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Unexpended deferred capital revenues

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

- Expended deferred capital revenues

Expended Deferred Capital Revenues (EDCR) represents 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 Board to use the asset in a prescribed manner over the life of the associated asset.

f) Operating and capital reserves

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

g) 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.

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. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year the related stipulated expenses are incurred;
- UDCR; or
- EDCR.

h) Expenses

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

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

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### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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.

#### i) Employee future benefits

The School Board provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts. Benefits include the non-registered SiPP defined benefit pension and vacation accrual.

The School Board accrues its obligations and related costs for vested benefits under employee future benefit plans. The obligation recorded is for a defined-benefit retirement plan.

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

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Board does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the School Board is included in both revenue and expenses. For the school year ended August 31, 2013, the amount contributed by the Government was \$2,929,624 (2012 - \$2,594,245)

The School Board participates in a multi-employer pension plan, the Local Authorities Pension Plan ("LAPP"), and does not report on any unfunded liabilities. For the year ended August 31, 2013, the expense for this pension plan is equivalent to the annual contributions of \$794,178 for the year ended August 31, 2013 (2012 - \$735,023). At December 31, 2012, LAPP reported an actuarial deficiency of \$4,977,303,000 (2011 - deficiency of \$4,639,390,000).

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 2013 were \$20,100 (2012 - \$19,617).

The non-registered SiPP, a retirement program sponsored by the School Board, commenced in 2005 and provides supplementary pension benefits to a prescribed class of employees. The non-registered SiPP supplements the LAPP, ATRF, and registered SiPP pension plans. The cost of the non-registered SiPP 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.

#### j) Program reporting

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

- **ECS - Grade 12 Instruction:** The provision of Early Childhood Services education and Grades 1 - 12 instructional services that fall under the basic public education mandate.



# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

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### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **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.

#### k) 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 17.

#### l) 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, accounts payable and accrued liabilities, employee future benefit liabilities and debt. 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.

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 Statements of Operations. Impairment losses such as write-downs or write-offs are reported in the Statements of Operations

Recognition, derecognition and measurement policies followed in the financial statements for periods prior to the effective date of September 1, 2012 specified are not reversed and, therefore, the financial statements of prior periods, including the comparative information, have not been restated.

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

m) 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.

**4. CASH AND CASH EQUIVALENTS**

	2013			2012 (Restated)
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	0.00%	\$ 9,444,061	\$ 9,444,061	\$ 6,508,733
Cash equivalents				
Government of Canada, direct and guaranteed	0.70%	6,791,960	6,791,960	3,468,918
Total cash and cash equivalents		<u>\$16,236,021</u>	<u>\$ 16,236,021</u>	<u>\$ 9,977,651</u>

**5. ACCOUNTS RECEIVABLE**

	2013			2012 (Restated)
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 265,571	\$ -	\$ 265,571	\$ 275,508
Alberta Education - Capital	6,157,851	-	6,157,851	6,962,343
Alberta Education - IMR	384,550	-	384,550	-
Treasury Board and Finance (Debenture principal)	539,600	-	539,600	647,520
Alberta Capital Finance Authority (interest on debentures)	38,319	-	38,319	53,647
Alberta Health & Wellness	151,793	-	151,793	199,567
Other capital grants	1,000,000	-	1,000,000	1,550,000
Other Government of Alberta ministries	-	-	-	5,800
Federal Government	398,525	-	398,525	571,232
Municipalities	-	-	-	1,890
Other	133,742	-	133,742	467,934
Total	<u>\$ 9,069,951</u>	<u>\$ -</u>	<u>\$9,069,951</u>	<u>\$10,735,441</u>

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**6. PORTFOLIO INVESTMENTS**

	2013				2012 Balance (Restated)
	Average Effective (Market) Yield	Cost	Fair Value	Balance	
Guaranteed interest certificates	3.2%	\$ 500,000	\$ 513,506	\$ 513,506	\$1,526,726
Fixed-income securities					
Provincial, direct and guaranteed	3.9%	\$ 936,102	\$ 1,026,000	\$1,026,000	\$1,010,559
Corporate	3.2%	1,266,619	1,329,428	1,329,418	2,859,632
Total fixed income securities		\$ 2,202,721	\$ 2,355,428	\$2,355,418	\$3,870,191
Total portfolio investments		\$ 2,702,721	\$ 2,868,934	\$2,868,924	\$5,396,917

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

	2013	2012 (Restated)
1 to 5 years	46.2%	100.0%
6 to 10 years	53.8%	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.

**7. BANK INDEBTEDNESS**

At August 31, 2013, the School Board had an approved line of credit totaling \$2,000,000 (2012 - \$1,000,000). Interest is charged at 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, 2013 (2012 - \$nil).

**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	2013	2012 (Restated)
Alberta Capital Finance Authority (Interest on long-term debt)	\$ 38,319	\$ 53,647
Salaries & benefit costs	872,818	1,135,290
Other trade payables and accrued liabilities	1,137,423	1,529,508
Total	\$ 2,048,560	\$ 2,718,445

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**9. DEFERRED REVENUE**

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2012 (Restated)	ADD: 2012/2013 Restricted Funds Received/ Receivable	DEDUCT: 2012/2013 Restricted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2012/2013 Adjustments for Returned Funds	DEFERRED REVENUE as at Aug. 31, 2013
<b>Unexpended deferred operating revenue</b>					
<b>Alberta Education:</b>					
Alberta Initiative for School Improvement	\$ -	\$ -	\$ -	\$ -	\$ -
Infrastructure Maintenance Renewal	2,379,602	780,928	(773,683)	-	2,386,847
SuperNet service	-	182,396	(182,396)	-	-
<b>Other deferred revenue:</b>					
School generated funds	538,150	739,299	(728,759)	-	548,690
Supplies & material fees	398,271	426,189	(479,918)	-	344,542
Transportation fees	169,427	282,243	(301,822)	-	149,848
High school academies	-	248,608	(185,345)	-	63,263
SCPA	59,285	666,069	(433,509)	-	291,845
Out-of-school care	-	505,344	(499,124)	-	6,220
Donations	5,000	92,000	(5,000)	-	92,000
<b>Total unexpended deferred operating revenue</b>	<b>\$ 3,549,735</b>	<b>\$ 3,923,076</b>	<b>\$ (3,589,556)</b>	<b>\$ -</b>	<b>\$ 3,883,255</b>
<b>Unexpended deferred capital revenue</b>	<b>\$ 10,244,475</b>	<b>\$ 408,625</b>	<b>\$ (1,255,545)</b>	<b>\$ -</b>	<b>\$ 9,397,555</b>
<b>Expended deferred capital revenue</b>	<b>77,024,924</b>	<b>7,001,873</b>	<b>(3,356,903)</b>	<b>-</b>	<b>80,669,894</b>
<b>Total</b>	<b>\$ 90,819,134</b>	<b>\$ 11,333,574</b>	<b>\$ (8,202,004)</b>	<b>\$ -</b>	<b>\$ 93,950,704</b>

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2011 (Restated)	ADD: 2011/2012 Restricted Funds Received/ Receivable	DEDUCT: 2011/2012 Restricted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2011/2012 Adjustments for Returned Funds	DEFERRED REVENUE as at Aug. 31, 2012 (Restated)
<b>Unexpended deferred operating revenue</b>					
<b>Alberta Education:</b>					
Alberta Initiative for School Improvement	\$ -	\$ 286,850	\$ (286,850)	\$ -	\$ -
Infrastructure Maintenance Renewal	1,811,910	790,565	(222,873)	-	2,379,602
SuperNet service	-	89,792	(89,792)	-	-
<b>Other deferred revenue:</b>					
School generated funds	473,467	835,232	(770,549)	-	538,150
Supplies & material fees	428,117	654,444	(684,290)	-	398,271
Transportation fees	147,609	342,647	(320,829)	-	169,427
High school academies	81,111	154,722	(235,833)	-	-
SCPA	1,500	303,788	(246,003)	-	59,285
Out-of-school care	17,603	524,548	(542,151)	-	-
Donations	-	889,714	(884,714)	-	5,000
<b>Total unexpended deferred operating revenue</b>	<b>\$ 2,961,317</b>	<b>\$ 4,872,302</b>	<b>\$ (4,283,884)</b>	<b>\$ -</b>	<b>\$ 3,549,735</b>
<b>Unexpended deferred capital revenue</b>	<b>\$ 10,245,183</b>	<b>\$ 3,867,722</b>	<b>\$ (3,868,430)</b>	<b>\$ -</b>	<b>\$ 10,244,475</b>
<b>Expended deferred capital revenue</b>	<b>76,339,876</b>	<b>4,038,809</b>	<b>(3,353,761)</b>	<b>-</b>	<b>77,024,924</b>
<b>Total</b>	<b>\$ 89,546,376</b>	<b>\$ 12,778,833</b>	<b>\$ (11,506,075)</b>	<b>\$ -</b>	<b>\$ 90,819,134</b>

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**10. EMPLOYEE FUTURE BENEFIT LIABILITIES**

Employee future benefit liabilities consist of the following:

	2013	2012 (Restated)
Defined benefit pension plan liability	\$ 211,834	\$ 156,337
Vacation accrual liability	368,587	348,911
<b>Total</b>	<b>\$ 580,421</b>	<b>\$ 505,248</b>

**11. DEBT**

Debenture Debt – Supported

	2013	2012 (Restated)
Debentures outstanding at August 31, 2013 bear interest at 9.00% (2012 – 9.00%). The terms of the loan is 25 years, payments made annually supported by Alberta Education	\$539,600	\$647,520

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

	Principal	Interest	Total
2013-2014	\$ 107,920	\$ 48,564	\$ 156,484
2014-2015	107,920	38,851	146,771
2015-2016	107,920	29,138	137,058
2016-2017	107,920	19,426	127,346
2017-2018	107,920	9,712	117,632
<b>Total</b>	<b>\$ 539,600</b>	<b>\$ 145,691</b>	<b>\$ 685,291</b>

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

Notes to Financial Statements

For the year ended August 31, 2013

## 12. TANGIBLE CAPITAL ASSETS

	August 31, 2013						
	Land	Construction In Progress - Buildings	Buildings	Equipment	Vehicles and buses	Computer Hardware & Software	Total
Estimated useful life	None - 20 Years		25 - 40 Years	5 - 10 Years	5 - 10 Years	3 - 5 Years	
<b>Historical cost</b>							
Beginning of year	\$ 3,163,603	\$ 170,380	\$ 121,249,831	\$ 2,829,406	\$ 303,693	\$ 6,914,944	\$ 134,631,857
Additions	186,965	5,746,328	713,544	35,901	-	786,075	7,468,813
Transfers in (out)	-	(48,000)	48,000	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	-	-
	<u>\$ 3,350,568</u>	<u>\$ 5,868,708</u>	<u>\$ 122,011,375</u>	<u>\$ 2,865,307</u>	<u>\$ 303,693</u>	<u>\$ 7,701,019</u>	<u>\$ 142,100,670</u>
<b>Accumulated amortization</b>							
Beginning of year	\$ 1,694,924	\$ -	\$ 39,443,500	\$ 592,386	\$ 226,220	\$ 3,975,709	\$ 45,932,739
Additions	49,019	-	3,414,174	245,946	36,996	1,101,489	4,847,624
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	-	-
	<u>\$ 1,743,943</u>	<u>\$ -</u>	<u>\$ 42,857,674</u>	<u>\$ 838,332</u>	<u>\$ 263,216</u>	<u>\$ 5,077,198</u>	<u>\$ 50,780,363</u>
<b>Net book value at end of year</b>	<u>\$ 1,606,625</u>	<u>\$ 5,868,708</u>	<u>\$ 79,153,701</u>	<u>\$ 2,026,975</u>	<u>\$ 40,477</u>	<u>\$ 2,623,821</u>	<u>\$ 91,320,307</u>
	August 31, 2012						
	Land	Construction In Progress - Buildings	Buildings	Equipment	Vehicles and buses	Computer Hardware & Software	Total
Estimated useful life			25-40 Years	5-10 Years	5-10 Years	3-5 Years	
<b>Historical cost</b>							
Beginning of year	\$ 2,958,883	\$ 45,771,829	\$ 74,314,385	\$ 2,466,669	\$ 277,045	\$ 5,047,033	\$ 130,835,844
Additions	204,720	170,380	1,163,617	362,737	26,648	1,867,911	3,796,013
Transfers in (out)	-	(45,771,829)	45,771,829	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	-	-
	<u>\$ 3,163,603</u>	<u>\$ 170,380</u>	<u>\$ 121,249,831</u>	<u>\$ 2,829,406</u>	<u>\$ 303,693</u>	<u>\$ 6,914,944</u>	<u>\$ 134,631,857</u>
<b>Accumulated amortization</b>							
Beginning of year	\$ 1,645,904	\$ -	\$ 36,019,540	\$ 357,047	\$ 185,480	\$ 2,984,140	\$ 41,192,111
Additions	49,020	-	3,423,960	235,339	40,740	991,569	4,740,628
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	-	-	-
	<u>\$ 1,694,924</u>	<u>\$ -</u>	<u>\$ 39,443,500</u>	<u>\$ 592,386</u>	<u>\$ 226,220</u>	<u>\$ 3,975,709</u>	<u>\$ 45,932,739</u>
<b>Net Book Value at End of Year</b>	<u>\$ 1,468,679</u>	<u>\$ 170,380</u>	<u>\$ 81,806,331</u>	<u>\$ 2,237,020</u>	<u>\$ 77,473</u>	<u>\$ 2,939,235</u>	<u>\$ 88,699,118</u>

Construction in progress includes \$5,868,708 for St. Kateri School, an elementary catholic school in the Eagle Ridge sub-division. The project is managed by Alberta Infrastructure and financed under the Alberta School Alternative Procurement Initiative (2012 - \$170,380). The school is scheduled to open September 2014.

**FORT MCMURRAY CATHOLIC BOARD OF EDUCATION**  
Notes to Financial Statements

For the year ended August 31, 2013

**13. 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:

	<b>2013</b>	<b>2012 (Restated)</b>
Unrestricted surplus	\$ 421,864	\$ 129,806
Operating reserves	<u>3,723,761</u>	<u>1,175,782</u>
Accumulated surplus (deficit) from operations	4,145,625	1,305,588
Investment in tangible capital assets	12,134,540	13,227,587
Capital reserves	6,226,310	5,589,109
Endow ments <sup>(1)</sup>	-	-
Accumulated remeasurement gains (losses)	(53,919)	70,194
Accumulated surplus (deficit)	<u>\$ 22,452,556</u>	<u>\$ 20,192,478</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:

	<b>2013</b>	<b>2012 (Restated)</b>
Accumulated surplus (deficit) from operations	\$ 4,145,625	\$ 1,305,588
Employee future benefits	<u>580,421</u>	<u>505,248</u>
Adjusted accumulated surplus (deficit)	<u>\$ 4,726,046</u>	<u>\$ 1,810,836</u>

Adjusted accumulated surplus represents unspent funding available to support the School Board's operations for the 2013-2014 year.

**14. CONTRACTUAL OBLIGATIONS**

	<b>2013</b>	<b>2012</b>
Service Providers	\$ 442,860	\$ 274,878

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

	<b>Service Providers</b>
2013-14	\$ 442,860
2014-15	442,860
2015-16	442,860
2016-17	147,620
	<b>\$ 1,476,200</b>

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

### 15. CONTINGENT LIABILITIES

The School Board has been named in two claims 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.

### 16. FEES

	2013	2012 (Restated)
Transportation fees <sup>(1)</sup>	\$ 301,831	\$ 320,829
Fees charged for instruction material and supplies <sup>(2)</sup>	479,918	393,232
Academies	191,525	235,833
Tuition	1,268,515	943,258
Total	<u>\$ 2,241,789</u>	<u>\$ 1,893,152</u>

<sup>(1)</sup> Charged under School Act, Section 51 (3)

<sup>(2)</sup> Charged under School Act Section 60 (2) (j)

### 17. 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.

	2013	2012 (Restated)
Deferred salary leave plan	\$ 79,702	\$ -
Scholarship trusts	141,600	135,876
Children and Youth with Complex Needs (Banker Board)	184,216	247,105
NE AB FASD Network (Banker Board)	906,580	451,010
AB School Commodity Purchasing Consortium (Banker Board)	(8,683)	(26,956)
Total	<u>\$1,303,415</u>	<u>\$ 807,035</u>



# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

### 18. SCHOOL GENERATED FUNDS

	2013	2012 (Restated)
School generated funds, beginning of year	\$ 994,351	\$ 916,642
Gross receipts:		
Fees	205,449	356,420
Fundraising	479,525	430,110
Gifts and donations	105,837	79,912
Grants to schools	-	-
Other sales and services	634,406	794,462
Total gross receipts	1,425,217	1,660,904
Total related expenses and uses of funds	1,350,879	1,583,195
Total direct costs including cost of goods sold to raise funds	-	-
School generated funds, end of year	<u>\$ 1,068,689</u>	<u>\$ 994,351</u>
Balance included in Deferred Revenue	\$ 548,691	\$ 538,150
Balance included in Accumulated Surplus	\$ 519,998	\$ 456,201

### 19. 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
<b>Government of Alberta (GOA):</b>				
<b>Education</b>			\$ 64,136,842	\$4,820,172
Accounts receivable / Accounts payable	\$ 6,807,971	\$ -	-	-
Prepaid expenses / Deferred revenue	-	2,386,847	-	-
Unexpended deferred capital revenue	-	9,397,555	-	-
Expended deferred capital revenue	-	79,119,894	-	-
Grant revenue & expenses	-	-	-	-
<b>Other Alberta school boards</b>	253,110	-	234,899	70,767
<b>Treasury Board and Finance (Principal)</b>	539,600	539,600	107,920	107,920
<b>Treasury Board and Finance (Accrued interest)</b>	38,319	38,319	58,277	58,277
<b>Alberta Health Services</b>	-	-	40,428	-
<b>Post-secondary institutions</b>	-	-	581,390	40,364
<b>Human Services</b>	174,401	-	1,129,310	-
<b>Other:</b>				
ATB Financial	13,020,321	-	111,930	917
<b>TOTAL 2012/2013</b>	<u>\$ 20,833,722</u>	<u>\$ 91,482,215</u>	<u>\$ 66,400,996</u>	<u>\$5,098,417</u>
<b>TOTAL 2011/2012</b>	<u>\$ 17,149,241</u>	<u>\$ 89,350,168</u>	<u>\$ 60,256,710</u>	<u>\$7,386,716</u>

# FORT MCMURRAY CATHOLIC BOARD OF EDUCATION

## Notes to Financial Statements

For the year ended August 31, 2013

### 20. 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.

### 21. REMUNERATION AND MONETARY INCENTIVES

The School Board had paid or accrued expenses for the year ended August 31, 2013 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
Tracey McKinnon, Chair	1.0	\$22,543	\$709	\$0			\$5,556
Keith McGrath, V. Chair	1.0	\$16,071	\$495	\$0			\$0
Kirk Behrisch	1.0	\$12,412	\$374	\$0			\$0
Geraldine Carbery	1.0	\$15,399	\$322	\$0			\$3,213
Alison Rinas	0.9	\$10,566	\$319	\$0			\$0
Cherie Cormier	0.1	\$996	\$30	\$0			\$0
<b>Subtotal</b>	<b>5.0</b>	<b>\$77,987</b>	<b>\$2,249</b>	<b>\$0</b>			<b>\$8,769</b>
<b>Superintendents</b>							
Kim Jenkins	0.6	\$102,678	\$14,899	\$7,280	\$3,012	\$0	\$10,616
George McGuigan	0.4	\$83,333	\$11,302	\$5,200	\$0	\$0	\$2,499
<b>Secretary-Treasurer</b>							
Francois Gagnon	1.0	\$158,183	\$30,827	\$12,480	\$0	\$0	\$2,425
Certificated teachers	304.8	\$26,699,615	\$5,753,908	\$3,804,208	\$0	\$0	
Non-certificated - other	247.8	\$10,407,781	\$2,209,342	\$3,092,336	\$0	\$0	
<b>TOTALS</b>		<b>\$37,529,577</b>	<b>\$8,022,527</b>	<b>\$6,921,504</b>	<b>\$3,012</b>	<b>\$0</b>	

### 22. BUDGET AMOUNTS

The budget was prepared by the School Board and approved by the Board of Trustees on June 18, 2012.

### 23. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2012/2013 presentation.