

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2023**  
[Education Act, Sections 139, 140, 244]

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

Legal Name of School Jurisdiction

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

Mailing Address

**403-502-8360 greg.macpherson@mhcbe.ab.ca**

Contact Numbers and Email Address

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

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

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect 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 strict system of budgetary control.

***Board of Trustees Responsibility***

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

***External Auditors***

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

***Declaration of Management and Board Chair***

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

**BOARD CHAIR**

Ms. Kathy Glasgo

Name

"Original Signed"

Signature

**SUPERINTENDENT**

Dr. Dwayne Zarichny

Name

"Original Signed"

Signature

**SECRETARY-TREASURER OR TREASURER**

Mr. Greg MacPherson

Name

"Original Signed"

Signature

\_\_\_\_\_  
Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch**  
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5  
EMAIL: EDC.FRA@gov.ab.ca  
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To the Board of Trustees of Medicine Hat Catholic Board of Education:

## Opinion

We have audited the financial statements of Medicine Hat Catholic Board of Education (the "Division"), which comprise the statement of financial position as at August 31, 2023, and the statements of operations, cash flows, changes in net financial assets, remeasurement gains and losses, and the schedules of net assets, deferred contributions, program operations, operations and maintenance, cash, cash equivalents and portfolio investments, tangible capital assets, and remuneration and monetary incentives and asset retirement obligations for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2023, and the results of its operations, its cash flows, changes in its net financial assets and its remeasurement gains and losses for the year then ended in accordance with Canadian public sector accounting standards.

## Basis for Opinion

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

## Other Information - Unaudited Schedules

Management is responsible for the other information included in Schedule 9: unaudited schedule of fees and Schedule 10: unaudited schedule of system administration.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work, we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

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

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

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

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

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

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

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

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

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

Medicine Hat, Alberta

November 27, 2023

*MNP LLP*

Chartered Professional Accountants

**MNP**

**STATEMENT OF FINANCIAL POSITION**  
As at August 31, 2023 (in dollars)

	2023	2022 (Restated - Note 3)
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (Schedule 5; Note 4)	\$ 5,214,765	\$ 6,681,833
Accounts receivable (net after allowances) (Note 5)	\$ 2,489,585	\$ 1,534,674
Portfolio investments		
Operating	\$ -	\$ -
Endowments	\$ -	\$ -
Inventories for resale	\$ -	\$ -
Other financial assets	\$ -	\$ -
<b>Total financial assets</b>	<b>\$ 7,704,350</b>	<b>\$ 8,216,507</b>
<b>LIABILITIES</b>		
Bank indebtedness	\$ -	\$ -
Accounts payable and accrued liabilities (Note 8)	\$ 3,710,428	\$ 4,207,596
Unspent deferred contributions (Schedule 2)	\$ 1,871,170	\$ 2,093,327
Employee future benefits liabilities	\$ -	\$ -
Asset retirement obligations and environmental liabilities (Note 9)	\$ 1,027,743	\$ 1,027,743
Other liabilities	\$ -	\$ -
Debt		
Unsupported: Debentures	\$ -	\$ -
Mortgages and capital loans	\$ -	\$ -
Capital leases	\$ -	\$ -
<b>Total liabilities</b>	<b>\$ 6,609,341</b>	<b>\$ 7,328,666</b>
<b>Net financial assets</b>	<b>\$ 1,095,009</b>	<b>\$ 887,841</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (Schedule 6)	\$ 39,817,938	\$ 40,229,374
Inventory of supplies	\$ -	\$ -
Prepaid expenses (Note 11)	\$ 994,067	\$ 950,077
Other non-financial assets (Note 12)	\$ 109,566	\$ 102,769
<b>Total non-financial assets</b>	<b>\$ 40,921,571</b>	<b>\$ 41,282,220</b>
<b>Net assets before spent deferred capital contributions</b>	<b>\$ 42,016,580</b>	<b>\$ 42,170,061</b>
Spent deferred capital contributions (Schedule 2)	\$ 38,452,463	\$ 39,146,462
<b>Net assets</b>	<b>\$ 3,564,117</b>	<b>\$ 3,023,599</b>
<b>Net assets</b> (Note 13)		
Accumulated surplus (deficit) (Schedule 1)	\$ 3,564,117	\$ 3,023,599
Accumulated remeasurement gains (losses)	\$ -	\$ -
	<b>\$ 3,564,117</b>	<b>\$ 3,023,599</b>
<b>Contingent assets</b> (Note 6)		
<b>Contractual obligations</b> (Note 14)		
<b>Contingent liabilities</b> (Note 15)		

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

**STATEMENT OF OPERATIONS**  
For the Year Ended August 31, 2023 (in dollars)

	Budget 2023	Actual 2023	Actual 2022
<b>REVENUES</b>			
Government of Alberta	\$ 27,778,770	\$ 28,946,459	\$ 26,997,634
Federal Government and other government grants	\$ -	\$ -	\$ -
Property taxes	\$ 4,404,533	\$ 4,316,609	\$ 4,493,674
Fees (Schedule 9)	\$ 822,300	\$ 909,368	\$ 712,264
Sales of services and products	\$ 2,127,629	\$ 2,491,481	\$ 1,812,928
Investment income	\$ 36,693	\$ 247,569	\$ 32,860
Donations and other contributions	\$ 51,950	\$ 182,222	\$ 127,477
Other revenue	\$ 30,640	\$ 59,190	\$ 585,395
<b>Total revenues</b>	<b>\$ 35,252,515</b>	<b>\$ 37,152,898</b>	<b>\$ 34,762,232</b>
<b>EXPENSES</b>			
Instruction - ECS	\$ 2,751,804	\$ 2,256,821	\$ 2,576,074
Instruction - Grades 1 to 12	\$ 23,551,101	\$ 25,047,089	\$ 22,573,705
Operations and maintenance (Schedule 4)	\$ 5,126,125	\$ 5,370,484	\$ 4,976,213
Transportation	\$ 1,545,343	\$ 1,467,803	\$ 1,325,972
System administration	\$ 1,634,389	\$ 1,580,498	\$ 1,621,709
External services	\$ 672,919	\$ 889,685	\$ 841,565
<b>Total expenses</b>	<b>\$ 35,281,681</b>	<b>\$ 36,612,380</b>	<b>\$ 33,915,238</b>
<b>Annual operating surplus (deficit)</b>	<b>\$ (29,166)</b>	<b>\$ 540,518</b>	<b>\$ 846,994</b>
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
<b>Annual surplus (deficit)</b>	<b>\$ (29,166)</b>	<b>\$ 540,518</b>	<b>\$ 846,994</b>
<b>Accumulated surplus (deficit) at beginning of year</b>	<b>\$ 3,023,599</b>	<b>\$ 3,023,599</b>	<b>\$ 2,176,605</b>
<b>Accumulated surplus (deficit) at end of year</b>	<b>\$ 2,994,433</b>	<b>\$ 3,564,117</b>	<b>\$ 3,023,599</b>

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

**STATEMENT OF CASH FLOWS**  
For the Year Ended August 31, 2023 (in dollars)

2023

2022

**CASH FLOWS FROM:****A. OPERATING TRANSACTIONS**

Annual surplus (deficit)	\$ 540,518	\$ 846,994
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 1,777,397	\$ 1,697,221
Net (gain)/loss on disposal of tangible capital assets	\$ 3,054	\$ (547,240)
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (1,619,818)	\$ (1,570,213)
Deferred capital revenue write-down / adjustment	\$ 2,734	\$ 452,917
Increase/(Decrease) in employee future benefit liabilities	\$ -	\$ -
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ 703,885	\$ 879,679
(Increase)/Decrease in accounts receivable	\$ (954,911)	\$ (303,955)
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ (43,990)	\$ (426,150)
(Increase)/Decrease in other non-financial assets	\$ (6,797)	\$ 31,703
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ (497,168)	\$ 417,588
Increase/(Decrease) in unspent deferred contributions	\$ (222,157)	\$ 310,387
Increase/(Decrease) in asset retirement obligations and environmental liabilities	\$ -	\$ -
0	\$ -	\$ -
<b>Total cash flows from operating transactions</b>	<b>\$ (1,021,138)</b>	<b>\$ 909,252</b>

**B. CAPITAL TRANSACTIONS**

Acquisition of tangible capital assets	\$ (1,371,750)	\$ (1,339,582)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 549,998
Acquisition of tangible capital assets directly funded by AB Ed/Infrastructure	\$ 41,974	\$ 501,835
<b>Total cash flows from capital transactions</b>	<b>\$ (1,329,776)</b>	<b>\$ (287,749)</b>

**C. INVESTING TRANSACTIONS**

Purchases of portfolio investments	\$ -	\$ -
Proceeds on sale of portfolio investments	\$ -	\$ -
Accrued interest on deferred contributions	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ -</b>	<b>\$ -</b>

**D. FINANCING TRANSACTIONS**

Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 883,846	\$ 364,191
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
0	\$ -	\$ -
0	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ 883,846</b>	<b>\$ 364,191</b>

<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ (1,467,068)</b>	<b>\$ 985,694</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 6,681,833</b>	<b>\$ 5,696,139</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 5,214,765</b>	<b>\$ 6,681,833</b>

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

**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**

For the Year Ended August 31, 2023 (in dollars)

	2023	2022
Annual surplus (deficit)	\$ 540,518	\$ 846,994
<b>Effect of changes in tangible capital assets</b>		
Acquisition of tangible capital assets	\$ (1,371,750)	\$ (1,339,582)
Amortization of tangible capital assets	\$ 1,777,397	\$ 1,697,221
Net (gain)/loss on disposal of tangible capital assets	\$ 3,054	\$ (547,240)
Net proceeds from disposal of unsupported capital assets	\$ 2,734	\$ 1,002,915
Write-down carrying value of tangible capital assets	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ (41,973)	\$ (501,835)
Other changes      Capital assets funded directly from AB Infrac.	\$ 41,973	\$ 501,835
<b>Total effect of changes in tangible capital assets</b>	<b>\$ 411,435</b>	<b>\$ 813,314</b>
Acquisition of inventory of supplies	\$ -	\$ -
Consumption of inventory of supplies	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ (43,989)	\$ (426,150)
(Increase)/Decrease in other non-financial assets	\$ (6,797)	\$ 31,703
Net remeasurement gains and (losses)	\$ -	\$ -
Change in spent deferred capital contributions      (Schedule 2)	\$ (693,999)	\$ (704,187)
Other changes      Asset Retirement Obligation	\$ -	\$ (1,027,743)
<b>Increase (decrease) in net financial assets</b>	<b>\$ 207,168</b>	<b>\$ (466,069)</b>
<b>Net financial assets at beginning of year</b>	<b>\$ 887,841</b>	<b>\$ 1,353,910</b>
<b>Net financial assets at end of year</b>	<b>\$ 1,095,009</b>	<b>\$ 887,841</b>

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



**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**  
**For the Year Ended August 31, 2023 (in dollars)**

2023

2022

Unrealized gains (losses) attributable to:

Portfolio investments	\$ -	\$ -
0	\$ -	\$ -
Other	\$ -	\$ -

Amounts reclassified to the statement of operations:

Portfolio investments	\$ -	\$ -
0	\$ -	\$ -
Other	\$ -	\$ -

Other Adjustment (Describe)

\$ -	\$ -
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Net remeasurement gains (losses) for the year

\$ -	\$ -
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**Accumulated remeasurement gains (losses) at beginning of year**

\$ -	\$ -
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**Accumulated remeasurement gains (losses) at end of year**

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

**SCHEDULE 1**

**SCHEDULE OF NET ASSETS**  
For the Year Ended August 31, 2023 (in dollars)

	NET ASSETS	ACCUMULATED REEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
<b>Balance at August 31, 2022</b>	\$ 3,778,279	\$ -	\$ 3,778,279	\$ 809,847	\$ -	\$ 935,828	\$ 1,456,381	\$ 576,224
<b>Prior period adjustments:</b>								
ARO - Accumulated Amortization	\$ (754,680)	\$ -	\$ (754,680)	\$ (754,680)	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2022</b>	\$ 3,023,599	\$ -	\$ 3,023,599	\$ 55,167	\$ -	\$ 935,828	\$ 1,456,381	\$ 576,224
Operating surplus (deficit)	\$ 540,518		\$ 540,518			\$ 540,518		
Board funded tangible capital asset additions				\$ 443,199		\$ (443,199)	\$ -	\$ -
Board funded ARO tangible capital asset additions				\$ -		\$ -	\$ -	\$ -
Disposal of unsupported or board funded portion of supported tangible capital assets	\$ -		\$ -	\$ (3,054)		\$ 3,054	\$ -	\$ -
Disposal of unsupported ARO tangible capital assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
Write-down of unsupported or board funded portion of supported tangible capital assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (1,752,964)		\$ 1,752,964		
Amortization of ARO tangible capital assets	\$ -			\$ (24,433)		\$ 24,433		
Amortization of supported ARO tangible capital assets	\$ -			\$ -		\$ -		
Board funded ARO liabilities - recognition	\$ -			\$ -		\$ -		
Board funded ARO liabilities - remediation	\$ -			\$ -		\$ -		
Capital revenue recognized	\$ -			\$ 1,619,818		\$ (1,619,818)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (354,877)	\$ 354,877	
Net transfers from operating reserves	\$ -					\$ 404,678	\$ (404,678)	
Net transfers to capital reserves	\$ -					\$ (443,033)	\$ 443,033	
Net transfers from capital reserves	\$ -					\$ 303,388	\$ (303,388)	
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2023</b>	\$ 3,564,117	\$ -	\$ 3,564,117	\$ 337,733	\$ -	\$ 1,103,936	\$ 1,406,580	\$ 715,869

**SCHEDULE 1**

**SCHEDULE OF NET ASSETS**  
For the Year Ended August 31, 2023 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
<b>Balance at August 31, 2022</b>	\$ 1,081,077	\$ 71,500	\$ 374,745	\$ 504,724	\$ 559	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Prior period adjustments:</b>										
ARO - Accumulated Amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2022</b>	\$ 1,081,077	\$ 71,500	\$ 374,745	\$ 504,724	\$ 559	\$ -	\$ -	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Board funded ARO tangible capital asset additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported or board funded portion of supported tangible capital assets		\$ -		\$ -		\$ -		\$ -		\$ -
Disposal of unsupported ARO tangible capital assets		\$ -		\$ -		\$ -		\$ -		\$ -
Write-down of unsupported or board funded portion of supported tangible capital assets		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Reinvested endowment income										
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Amortization of ARO tangible capital assets										
Amortization of supported ARO tangible capital assets										
Board funded ARO liabilities - recognition										
Board funded ARO liabilities - remediation										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 301,246		\$ -		\$ 53,631		\$ -		\$ -	
Net transfers from operating reserves	\$ (101,290)		\$ (303,388)		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ 6,500		\$ 436,533		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ (303,388)		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2023</b>	\$ 1,281,033	\$ 78,000	\$ 71,357	\$ 637,869	\$ 54,190	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHEDULE 2**

**SCHEDULE OF DEFERRED CONTRIBUTIONS  
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)  
For the Year Ended August 31, 2023 (in dollars)**

	<u>Alberta Education Safe Return to Class/Safe Indoor Air</u>				<u>Other GoA Ministries</u>					
	IMR	CMR	Indoor Air	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries
<b>Deferred Operating Contributions (DOC)</b>										
Balance at August 31, 2022	\$ 1,275,208	\$ -	\$ 49,785	\$ 187,949	\$ 1,512,942	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2022</b>	<b>\$ 1,275,208</b>	<b>\$ -</b>	<b>\$ 49,785</b>	<b>\$ 187,949</b>	<b>\$ 1,512,942</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Received during the year (excluding investment income)	\$ 397,756	\$ -	\$ -	\$ 348,414	\$ 746,170	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ (703,894)	\$ -	\$ -	\$ (132,406)	\$ (836,300)	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ 25,406	\$ -	\$ -	\$ -	\$ 25,406	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (747,826)	\$ -	\$ -	\$ -	\$ (747,826)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>DOC closing balance at August 31, 2023</b>	<b>\$ 246,650</b>	<b>\$ -</b>	<b>\$ 49,785</b>	<b>\$ 403,957</b>	<b>\$ 700,392</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Unspent Deferred Capital Contributions (UDCC)</b>										
Balance at August 31, 2022	\$ 19,593	\$ 155,765	\$ -	\$ -	\$ 175,358	\$ 145,694	\$ -	\$ -	\$ -	\$ 145,694
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2022</b>	<b>\$ 19,593</b>	<b>\$ 155,765</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 175,358</b>	<b>\$ 145,694</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 145,694</b>
Received during the year (excluding investment income)	\$ -	\$ 248,284	\$ -	\$ -	\$ 248,284	\$ 475,025	\$ -	\$ -	\$ -	\$ 475,025
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,697)	\$ -	\$ -	\$ -	\$ (1,697)
Investment earnings - Received during the year	\$ 7,159	\$ 8,849	\$ -	\$ -	\$ 16,008	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 747,826	\$ -	\$ -	\$ -	\$ 747,826	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ (349,789)	\$ (38,882)	\$ -	\$ -	\$ (388,671)	\$ (497,909)	\$ -	\$ -	\$ -	\$ (497,909)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>UDCC closing balance at August 31, 2023</b>	<b>\$ 424,789</b>	<b>\$ 374,016</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 798,805</b>	<b>\$ 121,113</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 121,113</b>
<b>Total Unspent Deferred Contributions at August 31, 2023</b>	<b>\$ 671,439</b>	<b>\$ 374,016</b>	<b>\$ 49,785</b>	<b>\$ 403,957</b>	<b>\$ 1,499,197</b>	<b>\$ 121,113</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 121,113</b>
<b>Spent Deferred Capital Contributions (SDCC)</b>										
Balance at August 31, 2022	\$ 5,148,646	\$ 2,776,094	\$ -	\$ 191,669	\$ 8,116,409	\$ 31,030,053	\$ -	\$ -	\$ -	\$ 31,030,053
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2022</b>	<b>\$ 5,148,646</b>	<b>\$ 2,776,094</b>	<b>\$ -</b>	<b>\$ 191,669</b>	<b>\$ 8,116,409</b>	<b>\$ 31,030,053</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 31,030,053</b>
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 41,973	\$ -	\$ -	\$ -	\$ 41,973
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 349,789	\$ 38,882	\$ -	\$ -	\$ 388,671	\$ 497,909	\$ -	\$ -	\$ -	\$ 497,909
Amounts recognized as revenue (Amortization of SDCC)	\$ (248,327)	\$ (124,559)	\$ -	\$ (12,500)	\$ (385,386)	\$ (1,234,432)	\$ -	\$ -	\$ -	\$ (1,234,432)
Disposal of supported capital assets	\$ (2,734)	\$ -	\$ -	\$ -	\$ (2,734)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>SDCC closing balance at August 31, 2023</b>	<b>\$ 5,247,374</b>	<b>\$ 2,690,417</b>	<b>\$ -</b>	<b>\$ 179,169</b>	<b>\$ 8,116,960</b>	<b>\$ 30,335,503</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 30,335,503</b>

**SCHEDULE 2**

	<b>Other Sources</b>				<b>Total</b>
	<b>Gov't of Canada</b>	<b>Donations and grants from others</b>	<b>Other</b>	<b>Total other sources</b>	
<b>Deferred Operating Contributions (DOC)</b>					
Balance at August 31, 2022	\$ -	\$ -	\$ 22,880	\$ 22,880	\$ 1,535,822
Prior period adjustments - please explain:	-	-	-	-	-
<b>Adjusted ending balance August 31, 2022</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 22,880</b>	<b>\$ 22,880</b>	<b>\$ 1,535,822</b>
Received during the year (excluding investment income)	\$ -	\$ -	\$ 7,226	\$ 7,226	\$ 753,396
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ (15,699)	\$ (15,699)	\$ (851,999)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 25,406
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ (747,826)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>DOC closing balance at August 31, 2023</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 14,407</b>	<b>\$ 14,407</b>	<b>\$ 714,799</b>
<b>Unspent Deferred Capital Contributions (UDCC)</b>					
Balance at August 31, 2022	\$ -	\$ 236,453	\$ -	\$ 236,453	\$ 557,505
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2022</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ 557,505</b>
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ 723,309
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ (1,697)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 16,008
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ 747,826
Transferred from (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ (886,580)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>UDCC closing balance at August 31, 2023</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ 1,156,371</b>
<b>Total Unspent Deferred Contributions at August 31, 2023</b>	<b>\$ -</b>	<b>\$ 236,453</b>	<b>\$ 14,407</b>	<b>\$ 250,860</b>	<b>\$ 1,871,170</b>
<b>Spent Deferred Capital Contributions (SDCC)</b>					
Balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 39,146,462
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted ending balance August 31, 2022</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 39,146,462</b>
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ 41,973
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ -	\$ -	\$ -	\$ -	\$ 886,580
Amounts recognized as revenue (Amortization of SDCC)	\$ -	\$ -	\$ -	\$ -	\$ (1,619,818)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ (2,734)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
<b>SDCC closing balance at August 31, 2023</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 38,452,463</b>

**SCHEDULE OF PROGRAM OPERATIONS**  
**For the Year Ended August 31, 2023 (in dollars)**  
**2023**

**2022**

REVENUES	Instruction		Operations and		System		External		TOTAL	TOTAL
	ECS	Grades 1 - 12	Maintenance	Transportation	Administration	Services				
(1) Alberta Education	\$ 2,589,605	\$ 18,172,611	\$ 3,658,239	\$ 1,356,798	\$ 1,554,383	\$ -	\$ -	\$ 27,331,636	\$ 24,908,737	
(2) Alberta Infrastructure	\$ -	\$ -	\$ 1,234,432	\$ -	\$ -	\$ -	\$ -	\$ 1,234,432	\$ 1,205,630	
(3) Other - Government of Alberta	\$ -	\$ 287,194	\$ -	\$ -	\$ -	\$ 42,397	\$ -	\$ 329,591	\$ 830,868	
(4) Federal Government and First Nations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(5) Other Alberta school authorities	\$ -	\$ 50,800	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,800	\$ 52,399	
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(8) Property taxes	\$ -	\$ 4,316,609	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,316,609	\$ 4,493,674	
(9) Fees	\$ -	\$ 909,368	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 909,368	\$ 712,264	
(10) Sales of services and products	\$ 3,780	\$ 1,619,332	\$ 1,740	\$ -	\$ -	\$ 866,629	\$ -	\$ 2,491,481	\$ 1,812,928	
(11) Investment income	\$ -	\$ 167,823	\$ -	\$ -	\$ 79,746	\$ -	\$ -	\$ 247,569	\$ 32,860	
(12) Gifts and donations	\$ -	\$ 122,787	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,787	\$ 88,493	
(13) Rental of facilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,358	\$ -	\$ 30,358	\$ 17,998	
(14) Fundraising	\$ -	\$ 59,435	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 59,435	\$ 38,984	
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 547,240	
(16) Other	\$ -	\$ 27,588	\$ 1,244	\$ -	\$ -	\$ -	\$ -	\$ 28,832	\$ 20,157	
<b>(17) TOTAL REVENUES</b>	<b>\$ 2,593,385</b>	<b>\$ 25,733,547</b>	<b>\$ 4,895,655</b>	<b>\$ 1,356,798</b>	<b>\$ 1,634,129</b>	<b>\$ 939,384</b>	<b>\$ -</b>	<b>\$ 37,152,898</b>	<b>\$ 34,762,232</b>	
<b>EXPENSES</b>										
(18) Certificated salaries	\$ 841,990	\$ 13,407,040	\$ -	\$ -	\$ 268,723	\$ 123	\$ -	\$ 14,517,876	\$ 13,626,776	
(19) Certificated benefits	\$ 117,513	\$ 3,352,694	\$ -	\$ -	\$ 36,670	\$ -	\$ -	\$ 3,506,877	\$ 3,276,992	
(20) Non-certificated salaries and wages	\$ 793,942	\$ 3,778,453	\$ 1,061,902	\$ 14,781	\$ 743,832	\$ 718,498	\$ -	\$ 7,111,408	\$ 6,998,666	
(21) Non-certificated benefits	\$ 190,805	\$ 889,528	\$ 281,800	\$ 3,308	\$ 172,655	\$ 114,447	\$ -	\$ 1,652,543	\$ 1,584,656	
(22) SUB - TOTAL	\$ 1,944,250	\$ 21,427,715	\$ 1,343,702	\$ 18,089	\$ 1,221,880	\$ 833,068	\$ -	\$ 26,788,704	\$ 25,487,090	
(23) Services, contracts and supplies	\$ 312,571	\$ 3,567,470	\$ 2,282,237	\$ 1,449,714	\$ 352,555	\$ 56,617	\$ -	\$ 8,021,164	\$ 6,728,190	
(24) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 1,619,818	\$ -	\$ -	\$ -	\$ -	\$ 1,619,818	\$ 1,570,213	
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 50,349	\$ 76,903	\$ -	\$ 5,894	\$ -	\$ -	\$ 133,146	\$ 127,008	
(26) Amortization of supported ARO tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(27) Amortization of unsupported ARO tangible capital assets	\$ -	\$ -	\$ 24,433	\$ -	\$ -	\$ -	\$ -	\$ 24,433	\$ -	
(28) Accretion expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(29) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(30) Other interest and finance charges	\$ -	\$ 1,555	\$ -	\$ -	\$ 169	\$ -	\$ -	\$ 1,724	\$ 2,737	
(31) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ 3,054	\$ -	\$ -	\$ -	\$ -	\$ 3,054	\$ -	
(32) Other expense	\$ -	\$ -	\$ 20,337	\$ -	\$ -	\$ -	\$ -	\$ 20,337	\$ -	
<b>(33) TOTAL EXPENSES</b>	<b>\$ 2,256,821</b>	<b>\$ 25,047,089</b>	<b>\$ 5,370,484</b>	<b>\$ 1,467,803</b>	<b>\$ 1,580,498</b>	<b>\$ 889,685</b>	<b>\$ -</b>	<b>\$ 36,612,380</b>	<b>\$ 33,915,238</b>	
<b>(34) OPERATING SURPLUS (DEFICIT)</b>	<b>\$ 336,564</b>	<b>\$ 686,458</b>	<b>\$ (474,829)</b>	<b>\$ (111,005)</b>	<b>\$ 53,631</b>	<b>\$ 49,699</b>	<b>\$ -</b>	<b>\$ 540,518</b>	<b>\$ 846,994</b>	

**SCHEDULE OF OPERATIONS AND MAINTENANCE**  
For the Year Ended August 31, 2023 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR/CMR,		Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2023 TOTAL Operations and Maintenance	2022 TOTAL Operations and Maintenance
				Modular Unit Relocations & Lease Payments						
Non-certificated salaries and wages	\$ 793,432	\$ 254,503	\$ -	\$ 7,894		\$ 6,404			\$ 1,062,233	\$ 1,070,762
Non-certificated benefits	\$ 218,881	\$ 61,625	\$ -	\$ -		\$ 1,312			\$ 281,818	\$ 277,831
<b>SUB-TOTAL REMUNERATION</b>	<b>\$ 1,012,313</b>	<b>\$ 316,128</b>	<b>\$ -</b>	<b>\$ 7,894</b>		<b>\$ 7,716</b>			<b>\$ 1,344,051</b>	<b>\$ 1,348,593</b>
Supplies and services	\$ 91,983	\$ 382,132	\$ 390	\$ 696,000		\$ 42,005			\$ 1,212,510	\$ 974,790
Electricity			\$ 398,424						\$ 398,424	\$ 378,065
Natural gas/heating fuel			\$ 224,408						\$ 224,408	\$ 194,246
Sewer and water			\$ 132,589						\$ 132,589	\$ 153,879
Telecommunications			\$ 2,880						\$ 2,880	\$ (6,274)
Insurance						\$ 311,428			\$ 311,428	\$ 279,166
ASAP maintenance & renewal payments								\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Supported								\$ 1,619,818	\$ 1,619,818	\$ 1,570,213
Unsupported							\$ 101,336		\$ 101,336	\$ 83,535
<b>TOTAL AMORTIZATION</b>							<b>\$ 101,336</b>	<b>\$ 1,619,818</b>	<b>\$ 1,721,154</b>	<b>\$ 1,653,748</b>
Accretion expense							\$ -	\$ -	\$ -	\$ -
Interest on capital debt - Unsupported							\$ -	\$ -	\$ -	\$ -
Lease payments for facilities				\$ -					\$ -	\$ -
Other expense (certificated wages)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,986	\$ -	\$ -	\$ 19,986	\$ -
Losses on disposal of capital assets							\$ 3,054		\$ 3,054	\$ -
<b>TOTAL EXPENSES</b>	<b>\$ 1,104,296</b>	<b>\$ 698,260</b>	<b>\$ 758,691</b>	<b>\$ 703,894</b>	<b>\$ 381,135</b>	<b>\$ 104,390</b>	<b>\$ 1,619,818</b>	<b>\$ 5,370,484</b>	<b>\$ 4,976,213</b>	

**SQUARE METRES**

School buildings	35,389.7	35,389.7
Non school buildings	1,592.6	1,592.6

**Notes:**

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

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

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

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

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

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

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

SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS  
For the Year Ended August 31, 2023 (in dollars)

Cash & Cash Equivalents	Average Effective (Market) Yield	2023		2022	
		Cost	Amortized Cost	Amortized Cost	Amortized Cost
Cash	5.45%	\$ 5,214,765	\$ 5,214,765	\$ 6,681,833	
Cash equivalents					
Government of Canada, direct and	0.00%	-	-	-	
Provincial, direct and guaranteed	0.00%	-	-	-	
Corporate	0.00%	-	-	-	
Other, including GIC's	0.00%	-	-	-	
<b>Total cash and cash equivalents</b>		<b>\$ 5,214,765</b>	<b>\$ 5,214,765</b>	<b>\$ 6,681,833</b>	

See Note 5 for additional detail.

Portfolio Investments	Average Effective (Market) Yield	Investments Measured at Cost/Amortized Cost	2023 Investments Measured at Fair Value				Subtotal of Fair Value	Total	Book Value	Fair Value	Total
			Cost	Fair Value (Level 1)	Fair Value (Level 2)	Fair Value (Level 3)					
<b>Interest-bearing securities</b>											
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds and mortgages	0.00%	-	-	-	-	-	-	-	-	-	-
	0.00%	-	-	-	-	-	-	-	-	-	-
<b>Equities</b>											
Canadian equities - public	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Canadian equities - private	0.00%	-	-	-	-	-	-	-	-	-	-
Global developed equities	0.00%	-	-	-	-	-	-	-	-	-	-
Emerging markets equities	0.00%	-	-	-	-	-	-	-	-	-	-
Private equities	0.00%	-	-	-	-	-	-	-	-	-	-
Hedge funds	0.00%	-	-	-	-	-	-	-	-	-	-
	0.00%	-	-	-	-	-	-	-	-	-	-
<b>Inflation sensitive</b>											
Real estate	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Infrastructure	0.00%	-	-	-	-	-	-	-	-	-	-
Renewable resources	0.00%	-	-	-	-	-	-	-	-	-	-
Other investments	0.00%	-	-	-	-	-	-	-	-	-	-
	0.00%	-	-	-	-	-	-	-	-	-	-
<b>Strategic, tactical, and currency investments</b>	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total portfolio investments</b>	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See Note 7 for additional detail.

Portfolio investments	2023			
	Level 1	Level 2	Level 3	Total
Pooled investment funds	\$ -	\$ -	\$ -	\$ -

Portfolio Investments Measured at Fair Value	2023				2022 Total
	Level 1	Level 2	Level 3	Total	
Portfolio investments in equity instruments that are quoted in an active market.	\$ -	\$ -	\$ -	\$ -	\$ -
Portfolio investments designated to their fair value category.	-	-	-	-	-
	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

Reconciliation of Portfolio Investments Classified as Level 3		
	2023	2022
Opening balance	\$ -	\$ -
Purchases	-	-
Sales (excluding realized gains/losses)	-	-
Realized Gains (Losses)	-	-
Unrealized Gains/(Losses)	-	-
Transfer-in - please explain:	-	-
Transfer-out - please explain:	-	-
Ending balance	<b>\$ -</b>	<b>\$ -</b>

	2023	2022
<b>Operating</b>		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
	<b>-</b>	<b>-</b>
<b>Endowments</b>		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Deferred revenue	-	-
	<b>-</b>	<b>-</b>
<b>Total portfolio investments</b>	<b>\$ -</b>	<b>\$ -</b>

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

	2023	2022
Under 1 year	0.0%	0.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	<b>0.0%</b>	<b>0.0%</b>



**SCHEDULE 6**School Jurisdiction Code: **4501****SCHEDULE OF TANGIBLE CAPITAL ASSETS  
For the Year Ended August 31, 2023 (in dollars)****Tangible Capital Assets**

	2023							2022	
	Land	Work In Progress*	Buildings**	Equipment	Vehicles	Computer Hardware & Software	Total	Total (Restated)	
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years			
<b>Historical cost</b>									
Beginning of year	\$ 225,905	\$ 830,701	\$ 59,561,533	\$ 2,149,202	\$ 88,761	\$ 1,274,056	\$ 64,130,157	\$ 63,770,481	
Prior period adjustments	-	-	1,027,743	-	-	-	1,027,743	1,027,743	
Additions	-	554,962	364,690	417,461	-	34,642	1,371,755	1,339,583	
Transfers in (out)	-	(860,771)	860,771	-	-	-	-	-	
Less disposals including write-offs	-	-	(13,502)	(212,784)	-	(171,348)	(397,634)	(979,907)	
Historical cost, August 31, 2023	\$ 225,905	\$ 524,892	\$ 61,801,235	\$ 2,353,879	\$ 88,761	\$ 1,137,350	\$ 66,132,021	\$ 65,157,900	
<b>Accumulated amortization</b>									
Beginning of year	\$ -	\$ -	\$ 21,134,789	\$ 1,827,775	\$ 88,761	\$ 1,122,522	\$ 24,173,847	\$ 23,000,857	
Prior period adjustments	-	-	754,680	-	-	-	754,680	730,247	
Amortization	-	-	1,620,469	115,725	-	41,203	1,777,397	1,697,221	
Other additions	-	-	-	-	-	-	-	-	
Transfers in (out)	-	-	-	-	-	-	-	-	
Less disposals including write-offs	-	-	(7,708)	(212,784)	-	(171,348)	(391,840)	(524,231)	
Accumulated amortization, August 31, 2023	\$ -	\$ -	\$ 23,502,230	\$ 1,730,716	\$ 88,761	\$ 992,377	\$ 26,314,084	\$ 24,904,094	
<b>Net Book Value at August 31, 2023</b>	\$ 225,905	\$ 524,892	\$ 38,299,005	\$ 623,163	\$ (0)	\$ 144,973	\$ 39,817,938		
<b>Net Book Value at August 31, 2022</b>	\$ 225,905	\$ 830,701	\$ 38,699,807	\$ 321,427	\$ (0)	\$ 151,534		\$ 40,229,374	

	2023	2022
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

During the year, tangible capital assets were acquired with an aggregate cost of \$1,371,755 (2022 - \$1,339,583) of which \$41,973 (2022 - \$501,835) were directly funded by Alberta Infrastructure.

\*Work in Progress includes \$452,914 to a modular that had not yet been completed, \$34,014 to the new school build and \$37,963 to a computer project not available for use at year end.

**SCHEDULE 7**

School Jurisdiction Code: 4501

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES  
For the Year Ended August 31, 2023 (in dollars)**

<b>Board Members:</b>	<b>FTE</b>	<b>Remuneration</b>	<b>Benefits</b>	<b>Allowances</b>	<b>Performance Bonuses</b>	<b>ERIP's / Other Paid</b>	<b>Other Accrued Unpaid Benefits (1)</b>	<b>Expenses</b>
Glasgo, Kathy (Chair)	1.00	\$27,551	\$2,605	\$960			\$0	\$6,570
Kinch, Bernie	1.00	\$20,500	\$3,846	\$780			\$0	\$0
Leahy, David	1.00	\$20,500	\$3,800	\$0			\$0	\$50
Mastel, Richard	1.00	\$22,000	\$2,763	\$780			\$0	\$6,460
Risling, Robert	1.00	\$21,200	\$3,887	\$780			\$0	\$3,425
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
<b>Subtotal</b>	<b>5.00</b>	<b>\$111,751</b>	<b>\$16,901</b>	<b>\$3,300</b>			<b>\$0</b>	<b>\$16,505</b>
Name, Superintendent 1 Dr. Dwayne Zarichny	1.00	\$187,958	\$54,407	\$3,960	\$0	\$0	\$22,654	\$9,271
Name, Superintendent 2		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Superintendent 3	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Treasurer 1 Greg MacPherson	1.00	\$161,211	\$40,974	\$3,610	\$0	\$0	\$34,148	\$8,651
Name, Treasurer 2	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Treasurer 3	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Other	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated		\$14,264,998	\$3,452,469	\$34,187	\$0	\$0	\$42,266	
School based	142.55							
Non-School based	4.00							
Non-certificated		\$6,697,744	\$1,594,668	\$18,067	\$0	\$0	\$106,554	
Instructional	107.63							
Operations & Maintenance	19.16							
Transportation	0.30							
Other	15.51							
<b>TOTALS</b>	<b>296.14</b>	<b>\$21,423,662</b>	<b>\$5,159,419</b>	<b>\$63,124</b>	<b>\$0</b>	<b>\$0</b>	<b>\$205,622</b>	<b>\$34,427</b>

SCHEDULE OF ASSET RETIREMENT OBLIGATIONS  
For the Year Ended August 31, 2023 (in dollars)

Continuity of ARO (Liability) Balance

(in dollars)	2023					
	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2022	\$ -	\$ 1,027,743	\$ -	\$ -	\$ -	\$ 1,027,743
Liability incurred from Sept. 1, 2022 to Aug. 31, 2023	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2022 to Aug. 31, 2023 - Alberta	-	-	-	-	-	-
Liability settled/extinguished from Sept 1., 2022 to Aug. 31, 2023 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2022 to Aug. 31, 2023	-	-	-	-	-	-
Reduction of liability resulting from disposals of assets Sept. 1, 2022 to Aug. 31, 2023	-	-	-	-	-	-
<b>Balance, Aug. 31, 2023</b>	<b>\$ -</b>	<b>\$ 1,027,743</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,027,743</b>

(in dollars)	2022					
	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2021	\$ -	\$ 1,027,743	\$ -	\$ -	\$ -	\$ 1,027,743
Liability incurred from Sept. 1, 2021 to Aug. 31, 2022	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2021 to Aug. 31, 2022 - Alberta	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2021 to Aug. 31, 2022 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2021 to Aug. 31, 2022	-	-	-	-	-	-
Reduction of liability resulting from disposals of assets Sept. 1, 2021 to Aug. 31, 2022	-	-	-	-	-	-
<b>Balance, Aug. 31, 2022</b>	<b>\$ -</b>	<b>\$ 1,027,743</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,027,743</b>

Continuity of TCA (Capitalized ARO) Balance

(in dollars)	2023					
	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
<b>ARO Tangible Capital Assets - Cost</b>						
Opening balance, August 31, 2022	\$ -	\$ 1,027,743	\$ -	\$ -	\$ -	\$ 1,027,743
Additions resulting from liability incurred	-	-	-	-	-	-
Revision in estimate	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2023	\$ -	\$ 1,027,743	\$ -	\$ -	\$ -	\$ 1,027,743
<b>ARO TCA - Accumulated Amortization</b>						
Opening balance, August 31, 2022	\$ -	\$ 754,680	\$ -	\$ -	\$ -	\$ 754,680
Amortization expense	-	24,433	-	-	-	24,433
Revision in estimate	-	-	-	-	-	-
Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2023	\$ -	\$ 779,113	\$ -	\$ -	\$ -	\$ 779,113
<b>Net Book Value at August 31, 2023</b>	<b>\$ -</b>	<b>\$ 248,630</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 248,630</b>

(in dollars)	2022					
	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
<b>ARO Tangible Capital Assets - Cost</b>						
Opening balance, August 31, 2021	\$ -	\$ 1,027,743	\$ -	\$ -	\$ -	\$ 1,027,743
Additions resulting from liability incurred	-	-	-	-	-	-
Revision in estimate	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2022	\$ -	\$ 1,027,743	\$ -	\$ -	\$ -	\$ 1,027,743
<b>ARO TCA - Accumulated Amortization</b>						
Opening balance, August 31, 2021	\$ -	\$ 730,247	\$ -	\$ -	\$ -	\$ 730,247
Amortization expense	-	24,433	-	-	-	24,433
Revision in estimate	-	-	-	-	-	-
Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2022	\$ -	\$ 754,680	\$ -	\$ -	\$ -	\$ 754,680
<b>Net Book Value at August 31, 2022</b>	<b>\$ -</b>	<b>\$ 273,063</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 273,063</b>

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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### 1. AUTHORITY AND PURPOSE

*PS 1000, PS1100*

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

The School Division receives funding for instruction and support under Ministerial Grants Regulation (AR 215/2022). The regulation allows for the setting of conditions and use of grant monies. The School Division is limited to certain funding allocations and administration expenses.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Canadian public sector of accounting standards (PSAS). The financial statements have, in management’s opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

#### a) Reporting Entity and Method of Consolidation

*PS 1300.17-.27*

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

#### b) Basis of Financial Reporting

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

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

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### a) Basis of Financial Reporting

##### **Financial Assets**

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

Financial assets are the School Division's financial claims on external organizations and individuals, as well as cash and inventories for resale at the year end.

##### Cash and Cash Equivalents

*PS 1201.104-.105*

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

##### Accounts Receivable

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

##### Other Financial Assets

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

##### **Liabilities**

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

##### Accounts payable and other accrued liabilities

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### Deferred Contributions

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

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

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

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

#### Environmental Liabilities

PS 3260 & PS 3200

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

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

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

- i. An environmental standard exists;
- ii. Contamination exceeds the environmental standard;
- iii. The School Division is directly responsible or accepts responsibility;
- iv. It is expected that future economic benefits will be given up; and
- v. A reasonable estimate of the amount can be made

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### Asset Retirement Obligations

HB 3110.21, PS 3280

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

A liability for an asset retirement obligation is recognized when, as at the financial reporting date:

- a. There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- b. The past transaction or event giving rise to the liability has occurred;
- c. It is expected that future economic benefits will be given up; and
- d. A reasonable estimate of the amount can be made

When a liability for asset retirement obligation is recognized, asset retirement costs related to recognized tangible capital assets in productive use are capitalized by increasing the carrying amount of the related asset and are amortized over the estimated useful life of the underlying tangible capital asset. Asset retirement costs related to unrecognized tangible capital assets and those not in productive use are expensed.

#### Employee Future Benefits

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

The School Division provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The School Division accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include defined-benefit retirement plans, non-vested & accumulating sick leave, early retirement, retirement/severance, job-training and counseling, post-employment benefit continuation, death benefits, and various qualifying compensated absences, early retirement, retirement/severance, death benefit and vested sick leave. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, benefit usage, termination and retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

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

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

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

Non-financial assets include tangible capital assets, prepaid expenses and equity in our insurance consortium.

#### Tangible Capital Assets

##### *PS 3150*

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset, and asset retirement cost.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Construction-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School Division to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Spent Deferred Capital Contributions (SCDD).
- Buildings that are demolished or destroyed are written off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.



# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

- 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 School Division 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 divisions' 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:

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

#### Inventories of supplies

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

#### Prepaid expenses

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

#### Other Assets

##### *PS 3210*

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

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

##### *PSG-4*

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### **Revenue Recognition**

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

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

#### Government Transfers

Transfers from all governments are referred to as government transfers.

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

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

#### Donations and non-Government contributions

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

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

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

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

#### Investment income

Investment income includes interest income.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### Expenses

*PS 1201.85 - .88*

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

#### Allocation of Costs

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

#### Program Reporting

*PS 2700.04, .07, .26*

The Division's operations have been segmented as follows:

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

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### **Trusts Under Administration**

*PS 1300.40, .46*

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

Trusts under administration have been excluded from the financial reporting of the School Division. Trust balances can be found in Note 16.

#### **Financial Instruments**

*PS 3450*

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School Division recognizes a financial instrument when it becomes a party to a financial instrument contract.

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

All other financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from derecognition of a financial instrument is recognized in the Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

#### **Measurement Uncertainty**

##### *PS 2130*

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. The preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the potential impairment of assets and rates for amortization.

Estimates of liabilities for contaminated sites are subject to measurement uncertainty because the existence and extent of contamination, the responsibility for clean-up, and the timing and cost of remediation cannot be reasonably estimated. The degree of measurement uncertainty cannot be reasonably determined. There is measurement uncertainty related to asset retirement obligations as it involves estimates in determining settlement amount, discount rates and timing of settlement. Changes to any of these estimates and assumptions may result in change to the obligation.

#### **Future Accounting Changes**

During the fiscal year 2023-24, the School Division will adopt the following new accounting standard of the Public Sector Accounting Board:

- **PS 3400 Revenue (effective September 1, 2023)**  
This standard provides guidance on how to account for and report on revenue, and specifically, it addresses revenue arising from exchange transactions and non-exchange transactions.

In addition to the above, the Public Sector Accounting Board has approved the following accounting standards:

- **PS 3160 Public Private Partnerships**  
This accounting standard provides guidance on how to account for public private partnerships between public and private sector entities, where the public sector entity procures infrastructure using a private sector partner.

The School Division has not yet adopted these two accounting standards. Management is currently assessing the impact of these standards on the financial statements.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 3. CHANGE IN ACCOUNTING POLICY

Effective September 1, 2022, the School Division adopted the new accounting standard PS 3280 Asset Retirement Obligations and applied the standard using the modified retroactive approach with restatement of prior year comparative information.

On the effective date of the PS 3280 standard, School Division recognized the following to conform to the new standard:

- Asset retirement obligations
- Asset retirement costs capitalized as an increase to the carrying amount of the related tangible capital assets in productive use;
- Accumulated amortization on the capitalized cost; and
- Adjustment to the opening balance of the accumulated surplus/deficit.

Amounts are measured using information, assumptions, and discount rates where applicable that are current on the effective date of the standard. The amount recognized as an asset retirement cost is measured as of the date the asset retirement obligation was incurred. Accumulated accretion and amortization are measured for the period from the date the liability would have been recognized had provision of this standard been in effect to the date as of which this standard is first applied.

Impact on the prior year's financial statements as a result of the change in accounting policy is as follows:

	2022		
	As previously reported	Adjustment recognized	As restated
<b>Statement of Operations</b>			
Accumulated surplus (deficit) at beginning of year	2,931,285	(754,680)	2,176,605
Accumulated surplus (deficit) at end of year	3,778,279	(754,680)	3,023,599
<b>Statement of Financial Position</b>			
Financial asset	-	-	-
Liability	6,300,923	1,027,743	7,328,666
Net financial assets (Net debt)	41,009,157	273,063	41,282,220
Net assets (Net liabilities)	3,778,279	754,680	3,023,599
<b>Statement of Change in Net Financial Assets (Net Debt)</b>			
Other Changes (Asset Retirement Obligation)	-	(1,027,743)	(1,027,743)
Net financial assets (net debt) at end of year	1,915,584	(1,027,743)	887,841

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 4. CASH AND CASH EQUIVALENTS

		2023		2022
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Total cash and cash equivalents	5.45%	\$ 5,214,765	\$ 5,214,765	\$ 6,681,833

### 5. ACCOUNTS RECEIVABLE

	2023		2022	
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 591,427	\$ -	\$ 591,427	\$ 60,706
Alberta Health Services	49,546	-	49,546	61,698
Post-secondary institutions	-	-	-	25,000
Government of Alberta Ministry (Infrastructure)	846,456	-	846,456	334,538
Government of Alberta Ministry (Health)	24,979	-	24,979	-
Federal government	117,092	-	117,092	85,890
Municipalities	807,219	-	807,219	902,021
Foundations	20	-	20	-
Other	52,846	-	52,846	64,821
Total	<u>\$ 2,489,585</u>	<u>\$ -</u>	<u>\$ 2,489,585</u>	<u>\$ 1,534,674</u>

### 6. CONTINGENT ASSETS

In 2019, a court order was issued granting the School Division recovery of assets with an estimated value of \$999,000. Of this amount, \$9,557 has been recognized as revenue in 2023 (\$2,382 in 2022).

### 7. BANK INDEBTEDNESS

The School Division has negotiated access to a line of credit in the amount of \$1,156,000 (2022 - \$1,156,000), that bears interest at bank prime rate plus 1.0% (2022- prime plus 1.0%). Prime rate was 7.20% at August 31, 2023 (4.70% - 2022). This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the School Division. There was no balance outstanding on the line of credit at August 31, 2023, or at August 31, 2022.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2023	2022
Alberta Education - WMA	\$ -	\$ 326,709
Alberta Education - Other	733,981	736,489
Other Alberta school jurisdictions	-	200
Federal government	376,757	372,659
Accrued vacation pay liability	205,621	225,928
Other salaries & benefit costs	2,109	2,484
Other trade payables and accrued liabilities	1,203,442	1,287,295
Unearned Revenue	-	-
School Generated Funds, including fees	5,103	6,497
Other fee revenue not collected at school level	186,128	161,975
Other unearned revenue over \$5,000*	997,287	1,087,360
<b>Total</b>	<b>\$ 3,710,428</b>	<b>\$ 4,207,596</b>

\* International fees collected for the upcoming school year.

### 9. ASSET RETIREMENT OBLIGATIONS AND ENVIRONMENTAL LIABILITIES

	2023	2022
		Restated - See Note 3
Asset Retirement Obligations (i)	\$ 1,027,743	\$ 1,027,743

(i) Asset Retirement Obligations

	2023	2022
		Restated - See Note 3
Asset Retirement Obligations, beginning of year	\$ 1,027,743	\$ 1,027,743
Liability incurred	-	-
Liability settled	-	-
Accretion expense	-	-
Revision in estimates	-	-
<b>Asset Retirement Obligations, end of year</b>	<b>\$ 1,027,743</b>	<b>\$ 1,027,743</b>

Tangible capital assets with associated retirement obligations include buildings. The School Division has asset retirement obligations to remove hazardous asbestos fiber containing materials from various buildings under its control. Regulations require the School Division to handle and dispose of the asbestos in a prescribed manner when it is disturbed, such as when the building undergoes renovations or is demolished. Although timing of the asbestos removal is conditional on the building undergoing renovations or being demolished, regulations create an existing obligation for the School Division to remove the asbestos when asset retirement activities occur.



# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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### 9. ASSET RETIREMENT OBLIGATIONS AND ENVIRONMENTAL LIABILITIES (*continued*)

Asset retirement obligations are initially measured as of the date the legal obligation was incurred, based on management's best estimate of the amount required to retire tangible capital assets and subsequently remeasured taking into account any new information and the appropriateness of assumptions used. The estimate of the liability is based on third party quotes.

The extent of the liability is limited to costs directly attributable to the removal of hazardous asbestos fiber containing materials from various buildings under School Division's control in accordance with the legislation establishing the liability.

Asset retirement obligations are expected to be settled over the next 4 to 20 years.

Included in ARO estimates is \$1,027,743 measured at its current estimated cost to settle or otherwise extinguish the liability. School Division has measured AROs related to hazardous asbestos fiber containing materials at its current value due to the uncertainty about when the hazardous materials would be removed.

### 10. BENEFIT PLANS

#### *PS 3250*

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

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the School Division is included in both revenues and expenses. For the school year ended August 31, 2023, the amount contributed by the Government was \$1,392,351 (2022 - \$1,425,721). At August 31, 2022, the Alberta Teachers Retirement Fund reported a surplus of \$4,035,326 (2021, a surplus of \$5,319,335).

The School Division participates in a multi-employer pension plan, the Local Authorities Pension Plan. The School Division is not responsible for future funding of the plan deficit other than through contribution increases. The expense for this pension plan is equivalent to the annual contributions of \$219,427 for the year ended August 31, 2023 (2022 - \$228,798). At December 31, 2022, the Local Authorities Pension Plan reported an actuarial surplus of \$12,671,000,000 (2021 surplus of \$11,922,000,000).

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 10. BENEFIT PLANS (continued)

The School Division participates in the multi-employer supplementary integrated pension plan (SiPP) for members of senior administration. The plan provides a supplement to the LAPP or ATRF pension plan to a full 2% of pensionable earnings multiplied by pensionable service, limited by the *Income Tax Act*. The annual expenditure for this pension plan is equivalent to the annual contributions of \$28,798 (2022 - \$31,148).

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

### 11. PREPAID EXPENSES

Prepaid expenses consist of the following:

	2023	2022
Prepaid insurance	\$ 72,581	\$ 56,281
Prepaid advertising	\$ 9,303	
Prepaid contracted services	\$ 12,125	\$ 18,352
Prepaid data processing	\$ -	\$ 87,374
Prepaid dues & fees	\$ 3,959	\$ 7,815
Prepaid textbooks, library books & library media	\$ 40,365	\$ 13,711
Prepaid new furniture, equipment & supplies	\$ 395,416	\$ 395,523
Prepaid health spending account credits	\$ 268,672	\$ 243,301
Prepaid professional development, travel & subsistence	\$ 40,560	\$ 11,144
Prepaid software	\$ 146,345	\$ 107,447
Other	\$ 4,741	\$ 9,129
Total	<u>\$ 994,067</u>	<u>\$ 950,077</u>

### 12. OTHER NON-FINANCIAL ASSETS

	2023	2022
Urban Schools Insurance Consortium Equity	\$ 109,566	\$ 102,769

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 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>2023</b>	<b>2022 (Restated - Note 3)</b>
Unrestricted surplus	\$ 1,103,936	\$ 935,828
Operating reserves	1,406,580	1,456,381
Accumulated surplus (deficit) from operations	\$ 2,510,516	\$ 2,392,209
Investment in tangible capital assets	337,733	55,167
Capital reserves	715,869	576,224
Accumulated surplus (deficit)	\$ 3,564,117	\$ 3,023,599

Accumulated surplus (deficit) from operations (ASO) include funds of \$633,840 (2022: \$680,618) that are raised at school level and are not available to spend at board level. The School Division's adjusted surplus (deficit) from operations is calculated as follows:

	<b>2023</b>	<b>2022 (Restated - Note 3)</b>
Accumulated surplus (deficit) from operations	\$ 2,510,516	\$ 2,392,209
Deduct: School generated funds included in accumulated surplus (Note 17)	633,840	680,618
Adjusted accumulated surplus (deficit) from operations*	\$ 1,876,676	\$ 1,711,591

<sup>(1)</sup> Accumulated surplus (deficit) represents funding available for use by the School Division after deducting funds committed for use by the schools.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 14. CONTRACTUAL OBLIGATIONS

	2023	2022
Building projects <sup>(1)</sup>	\$ 251,000	\$ 251,000
Service providers <sup>(2)</sup>	347,512	184,511
Transportation <sup>(3)</sup>	1,717,198	1,263,488
<b>Total</b>	<b>\$ 2,315,710</b>	<b>\$ 1,698,999</b>

(1) Building projects: The School Division is committed to capital expenditures of \$251,000 (2022: \$251,000) for the modernization of Monsignor McCoy High School.

(2) Service providers: As at August 31, 2023, the School Division has \$347,512 (2022 - \$184,511) in commitments relating to service and grant contracts.

(3) Transportation: As at August 31, 2023, the School Division has \$1,717,198 (2022 - \$1,263,488) in commitments relating to a transportation contract.

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

	Building Projects	Service Providers	Transportation
2023-2024	\$ 251,000	\$ 347,512	\$ 1,717,198
2024-2025	-	236,191	-
2025-2026	-	46,891	-
2026-2027	-	40,591	-
2027-2028	-	3,383	-
<b>Total</b>	<b>\$ 251,000</b>	<b>\$ 674,568</b>	<b>\$ 1,717,198</b>

The School Division has committed to building a new school that has an estimated cost of \$47,000,000 be completed September 2026.

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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### 15. CONTINGENT LIABILITIES

- a) The School Division is a member of The Urban Schools Insurance Consortium (USIC). Under the terms of its membership, the School Division could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. The School Division's share of the pool as at August 31, 2023 is \$109,566 (2022 - \$102,769). The extent of any potential liability cannot be reasonably estimated.
- b) The School Division is contingently liable for corporate credit cards issued with a combined authorized credit limit of \$670,770 (2022 - \$685,765). The amount charged against this limit at August 31, 2023 is \$36,920 (2022 - \$25,920). These credit cards bear interest at 2.5% on balances past due if not paid within 60 days, and are unsecured. None of these contingent liabilities involve related parties.

### 16. TRUSTS UNDER ADMINISTRATION

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

	<u>2023</u>	<u>2022</u>
Scholarship trusts	\$ 14,827	\$ 14,505

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

### 17. SCHOOL GENERATED FUNDS

	2023	2022
School Generated Funds, Beginning of Year	\$ 680,618	\$ 647,277
Gross Receipts:		
Fees	379,476	235,137
Fundraising	59,435	37,936
Gifts and donations	86,115	66,292
Grants to schools	42,397	127,035
Other sales and services	711,817	523,546
Total gross receipts	\$ 1,279,240	\$ 989,946
Total Related Expenses and Uses of Funds	1,307,384	953,685
Total Direct Costs Including Cost of Goods Sold to Raise Funds	18,634	2,920
School Generated Funds, End of Year	\$ 633,840	\$ 680,618
Balance included in Deferred Contributions*	\$ -	\$ -
Balance included in Accounts Payable**	\$ -	\$ -
Balance included in Accumulated Surplus (Operating Reserves)***	\$ 633,840	\$ 687,115

### 18. RELATED PARTY TRANSACTIONS

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

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

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

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
<b>Government of Alberta (GOA):</b>				
<b>Alberta Education</b>				
Accounts receivable / Accounts payable	\$ 591,427	\$ 733,981		
Prepaid expenses / Deferred operating revenue	-	655,371		
Unexpended deferred capital contributions		798,806		
Expended deferred capital revenue		8,116,955	385,386	
Grant revenue & expenses			29,477,744	
ATRF payments made on behalf of district			1,392,351	
<b>Other Alberta school jurisdictions</b>	-	-	50,800	3,826
<b>Alberta Health</b>	70,000	-	-	-
<b>Alberta Health Services</b>	49,546	-	287,194	-
<b>Post-secondary institutions</b>	-	-	-	20,024
<b>Alberta Infrastructure</b>	-	-	-	-
Alberta Infrastructure	801,435	-	-	-
Unexpended deferred capital contributions		121,113		
Spent deferred capital contributions		30,335,503	1,234,432	
<b>Other:</b>				
ATB Financial	-	41,414	169,087	-
Alberta Local Authorities Plan	-	-	-	219,427
<b>TOTAL 2022/2023</b>	<b>\$ 1,512,408</b>	<b>\$ 40,803,143</b>	<b>\$ 32,996,994</b>	<b>\$ 243,277</b>
<b>TOTAL 2021/2022</b>	<b>\$ 481,942</b>	<b>\$ 42,064,622</b>	<b>\$ 30,939,454</b>	<b>\$ 266,974</b>

	2023	2022
<b>Revenues</b>		
Grants	\$ 32,827,907	\$ 30,895,717
Interest	169,087	43,737
	<u>\$ 32,996,994</u>	<u>\$ 30,939,454</u>
<b>Expenses</b>		
Program/Learning Services Support	\$ 23,850	\$ 38,176
Other	219,427	228,798
	<u>\$ 243,277</u>	<u>\$ 266,974</u>

# THE MEDICINE HAT CATHOLIC BOARD OF EDUCATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AUGUST 31, 2023

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### 19. ECONOMIC DEPENDENCE ON A RELATED PARTY

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

### 20. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on May 30, 2022. It is presented for information purposes only and has not been audited.

### 21. COMPARATIVE FIGURES

Certain 2022 comparative figures have been reclassified where necessary to conform to the 2023 presentation.

### 22. FINANCIAL INSTRUMENTS

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

#### *Risk management policy*

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

#### *Credit concentration*

Financial instruments that potentially subject the School Division to concentrations of credit risk consist of accounts receivable. Credit risks exist due to 84% of accounts receivable being from three funders (2022 – three funders represented 74%). As the receivables are expected to be collected within the upcoming year, carrying value approximates fair value. However, the School Division believes that there is minimal risk associated with the collection of these amounts.

#### *Fair value disclosure*

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



**SCHEDULE 9**

**UNAUDITED SCHEDULE OF FEES**  
For the Year Ended August 31, 2023 (in dollars)

Please provide a description, if needed.	Actual Fees Collected 2021/2022	Budgeted Fee Revenue 2022/2023	(A) Actual Fees Collected 2022/2023	(B) Unspent September 1, 2022*	(C) Funds Raised to Defray Fees 2022/2023	(D) Expenditures 2022/2023	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2023*
<b>Transportation Fees</b>	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Basic Instruction Fees</b>							
Basic instruction supplies	(\$45)	\$0	\$0	\$0	\$0	\$107,958	\$0
<b>Fees to Enhance Basic Instruction</b>							
Technology user fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$372,388	\$430,330	\$394,749	\$40,215	\$0	\$389,629	\$45,335
Fees for optional courses	\$94,174	\$68,541	\$109,206	\$0	\$0	\$141,806	\$0
Activity fees	\$40,066	\$81,640	\$115,872	\$0	\$0	\$162,821	\$0
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$0	\$9,600	\$0	\$0	\$0	\$0	\$0
<b>Non-Curricular fees</b>							
Extracurricular fees	\$171,976	\$211,369	\$245,484	\$0	\$0	\$276,488	\$0
Non-curricular travel	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$29,520	\$5,100	\$26,413	\$0	\$0	\$75,622	\$0
Other fees	\$0	\$15,720	\$0	\$0	\$0	\$0	\$0
<b>TOTAL FEES</b>	<b>\$708,079</b>	<b>\$822,300</b>	<b>\$891,724</b>	<b>\$40,215</b>	<b>\$0</b>	<b>\$1,154,324</b>	<b>\$45,335</b>

\*Unspent balances cannot be less than \$0

Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue):

	Actual 2023	Actual 2022
Please provide a description, if needed.		
Cafeteria sales, hot lunch, milk programs	\$103,970	\$102,635
Special events, graduation, tickets	\$81,812	\$72,324
International and out of province student revenue	\$1,349,152	\$807,576
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$60,414	\$50,814
Adult education revenue	\$0	\$0
Preschool	\$514,982	\$486,508
Child care & before and after school care	\$351,436	\$250,027
Lost item replacement fee	\$1,425	\$3,136
0	\$0	\$0
0	\$0	\$0
0	\$0	\$0
<b>TOTAL</b>	<b>\$2,463,191</b>	<b>\$1,773,020</b>

**SCHEDULE 10**

**UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION**  
**For the Year Ended August 31, 2023 (in dollars)**  
**Allocated to System Administration**  
**2023**

<b>EXPENSES</b>	<b>Salaries &amp; Benefits</b>	<b>Supplies &amp; Services</b>	<b>Other</b>	<b>TOTAL</b>
Office of the superintendent	\$ 399,401	\$ 29,973	\$ -	\$ 429,374
Educational administration (excluding superintendent)	26,713	23,255	-	49,968
Business administration	667,115	227,969	-	895,084
Board governance (Board of Trustees)	128,651	63,514	-	192,165
Information technology	-	-	-	-
Human resources	-	-	-	-
Central purchasing, communications, marketing	-	-	-	-
Payroll	-	-	-	-
Administration - insurance			-	-
Administration - amortization			5,894	5,894
Administration - other (admin building, interest)			8,013	8,013
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
<b>TOTAL EXPENSES</b>	<b>\$ 1,221,880</b>	<b>\$ 344,711</b>	<b>\$ 13,907</b>	<b>\$ 1,580,498</b>
Less: Amortization of unsupported tangible capital assets				(\$5,894)
<b>TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES</b>				<b>1,574,604</b>
<b>REVENUES</b>				<b>2023</b>
System Administration grant from Alberta Education				1,554,383
System Administration other funding/revenue from Alberta Education (ATRF, secondment revenue, etc)				-
System Administration funding from others				79,746
<b>TOTAL SYSTEM ADMINISTRATION REVENUES</b>				<b>1,634,129</b>
Transfers (to)/from System Administration reserves				(53,631)
Transfers to other programs				-
<b>SUBTOTAL</b>				<b>1,580,498</b>
2022 - 23 System Administration expense (over) under spent				\$5,894