

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

2275 The Northern Gateway School Division

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of 2275 The Northern Gateway School Division presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

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

Board of Trustees Responsibility

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

External Auditors

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

Declaration of Management and Board Chair

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

BOARD CHAIR

Mr. Gerry Steinke

Name



Signature

SUPERINTENDENT

Mr. Kevin Bird

Name



Signature

SECRETARY-TREASURER OR TREASURER

Tamara Spong

Name



Signature

November 28, 2023

Board-approved Release Date

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

To the Board of Trustees of The Northern Gateway School Division:

Opinion

We have audited the financial statements of The Northern Gateway School Division (the Division), which comprise the statement of financial position as at August 31, 2023, and the statements of operations, cash flows, change in net financial assets, and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

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

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

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

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

Auditors' Responsibility for the Audit of the Financial Statements

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



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

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

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

METRIX GROUP LLP

Chartered Professional Accountants

Edmonton, Alberta
November 23, 2023

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

	2023	2022 Restated (Note 3)
FINANCIAL ASSETS		
Cash and cash equivalents (Schedule 5)	\$ 12,870,643	\$ 15,361,101
Accounts receivable (net after allowances) (Note 5)	\$ 1,428,262	\$ 1,366,680
Portfolio investments		
Operating	\$ -	\$ -
Endowments	\$ -	\$ -
Inventories for resale	\$ -	\$ -
Other financial assets	\$ -	\$ -
Total financial assets	\$ 14,298,905	\$ 16,727,781
LIABILITIES		
Bank indebtedness	\$ -	\$ -
Accounts payable and accrued liabilities (Note 7)	\$ 2,034,544	\$ 2,522,170
Unspent deferred contributions (Schedule 2)	\$ 1,022,929	\$ 962,756
Employee future benefits liabilities	\$ -	\$ -
Asset retirement obligations and environmental liabilities (Note 9)	\$ 9,242,298	\$ 9,242,298
Other liabilities	\$ -	\$ -
Debt		
Unsupported: Debentures	\$ -	\$ -
Mortgages and capital loans	\$ -	\$ -
Capital leases	\$ -	\$ -
Total liabilities	\$ 12,299,771	\$ 12,727,224
Net financial assets	\$ 1,999,134	\$ 4,000,557
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 6)	\$ 80,440,677	\$ 83,658,518
Inventory of supplies	\$ -	\$ -
Prepaid expenses (Note 10)	\$ 453,251	\$ 541,687
Other non-financial assets	\$ -	\$ -
Total non-financial assets	\$ 80,893,928	\$ 84,200,205
Net assets before spent deferred capital contributions	\$ 82,893,062	\$ 88,200,762
Spent deferred capital contributions (Schedule 2)	\$ 67,333,653	\$ 70,074,608
Net assets	\$ 15,559,409	\$ 18,126,154
Net assets (Note 11)		
Accumulated surplus (deficit) (Schedule 1)	\$ 15,559,409	\$ 18,126,154
Accumulated rereasurement gains (losses)	\$ -	\$ -
	\$ 15,559,409	\$ 18,126,154
Contractual rights		
Contingent assets		
Contractual obligations (Note 12)		
Contingent liabilities (Note 13)		

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 Restated (Note 3)
REVENUES			
Government of Alberta	\$ 62,179,451	\$ 65,745,569	\$ 64,224,212
Federal Government and other government grants	\$ 2,510,575	\$ 2,792,720	\$ 3,035,629
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 9)	\$ 1,035,556	\$ 843,669	\$ 785,151
Sales of services and products	\$ 882,134	\$ 940,190	\$ 688,838
Investment income	\$ -	\$ 544,519	\$ 130,353
Donations and other contributions	\$ 73,723	\$ 256,428	\$ 283,914
Other revenue	\$ -	\$ 261,986	\$ 817,553
Total revenues	\$ 66,681,439	\$ 71,385,081	\$ 69,965,650
EXPENSES			
Instruction - ECS	\$ 1,800,680	\$ 2,102,258	\$ 2,036,320
Instruction - Grades 1 to 12	\$ 50,873,924	\$ 52,395,987	\$ 46,302,084
Operations and maintenance (Schedule 4)	\$ 9,478,648	\$ 10,325,358	\$ 9,755,082
Transportation	\$ 6,000,365	\$ 5,878,333	\$ 5,225,094
System administration	\$ 2,646,691	\$ 2,577,228	\$ 2,642,370
External services	\$ 687,245	\$ 672,662	\$ 833,936
Total expenses	\$ 71,487,553	\$ 73,951,826	\$ 66,794,886
Annual operating surplus (deficit)	\$ (4,806,114)	\$ (2,566,745)	\$ 3,170,764
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (4,806,114)	\$ (2,566,745)	\$ 3,170,764
Accumulated surplus (deficit) at beginning of year	\$ 18,126,154	\$ 18,126,154	\$ 14,955,390
Accumulated surplus (deficit) at end of year	\$ 13,320,040	\$ 15,559,409	\$ 18,126,154

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)	\$ (2,566,745)	\$ 3,170,764
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 4,033,284	\$ 4,060,392
Net (gain)/loss on disposal of tangible capital assets	\$ (77,433)	\$ (640,095)
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (2,969,616)	\$ (2,900,448)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Increase/(Decrease) in employee future benefit liabilities	\$ -	\$ -
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ (1,580,510)	\$ 3,690,613
(Increase)/Decrease in accounts receivable	\$ (61,582)	\$ (474,216)
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ 88,436	\$ (7,264)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ (487,626)	\$ (1,299,500)
Increase/(Decrease) in unspent deferred contributions	\$ 60,173	\$ (547,157)
Increase/(Decrease) in asset retirement obligations and environmental liabilities	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from operating transactions	\$ (1,981,109)	\$ 1,362,476

B. CAPITAL TRANSACTIONS

Acquisition of tangible capital assets	\$ (815,444)	\$ (1,684,561)
Net proceeds from disposal of unsupported capital assets	\$ 77,434	\$ 876,060
	\$ -	\$ -
Total cash flows from capital transactions	\$ (738,010)	\$ (808,501)

C. INVESTING TRANSACTIONS

Purchases of portfolio investments	\$ -	\$ -
Proceeds on sale of portfolio investments	\$ -	\$ -
Other (Describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ -	\$ -

D. FINANCING TRANSACTIONS

Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 228,661	\$ 1,141,264
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Write off of prior year deferred capital contribution receivable	\$ -	\$ -
Total cash flows from financing transactions	\$ 228,661	\$ 1,141,264

Increase (decrease) in cash and cash equivalents	\$ (2,490,458)	\$ 1,695,239
Cash and cash equivalents, at beginning of year	\$ 15,361,101	\$ 13,665,862
Cash and cash equivalents, at end of year	\$ 12,870,643	\$ 15,361,101

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)

	Budget 2023	2023	2022 Restated (Note 3)
Annual surplus (deficit)	\$ (4,806,114)	\$ (2,566,745)	\$ 3,170,764
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ -	\$ (815,444)	\$ (1,684,561)
Amortization of tangible capital assets	\$ 4,119,101	\$ 4,033,284	\$ 4,060,392
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ (77,433)	\$ (640,095)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 77,434	\$ 876,060
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -	\$ -
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 4,119,101	\$ 3,217,841	\$ 2,611,796
Acquisition of inventory of supplies	\$ -	\$ -	\$ -
Consumption of inventory of supplies	\$ -	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ -	\$ 88,436	\$ (7,264)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Change in spent deferred capital contributions (Schedule 2)		\$ (2,740,955)	\$ (1,759,184)
Other changes	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets	\$ (687,013)	\$ (2,001,423)	\$ 4,016,112
Net financial assets at beginning of year	\$ 4,000,557	\$ 4,000,557	\$ (15,555)
Net financial assets at end of year	\$ 3,313,544	\$ 1,999,134	\$ 4,000,557

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
		Restated (Note 3)
Annual surplus (deficit)	\$ (2,566,745)	\$ 3,170,764
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (815,444)	\$ (1,684,561)
Amortization of tangible capital assets	\$ 4,033,284	\$ 4,060,392
Net (gain)/loss on disposal of tangible capital assets	\$ (77,433)	\$ (640,095)
Net proceeds from disposal of unsupported capital assets	\$ 77,434	\$ 876,060
Write-down carrying value of tangible capital assets	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
Other changes	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 3,217,841	\$ 2,611,796
Acquisition of inventory of supplies	\$ -	\$ -
Consumption of inventory of supplies	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ 88,436	\$ (7,264)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -
Change in spent deferred capital contributions (Schedule 2)	\$ (2,740,955)	\$ (1,759,184)
Other changes	\$ -	\$ -
Increase (decrease) in net financial assets	\$ (2,001,423)	\$ 4,016,112
Net financial assets at beginning of year	\$ 4,000,557	\$ (15,555)
Net financial assets at end of year	\$ 1,999,134	\$ 4,000,557

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)	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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 REASSESSMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED TOTAL OPERATING RESERVES	INTERNALLY RESTRICTED TOTAL CAPITAL RESERVES
Balance at August 31, 2022	\$ 24,931,898	\$ -	\$ 24,931,898	\$ 11,147,820	\$ -	\$ 0	\$ 11,652,701	\$ 2,131,377
Prior period adjustments:								
Adoption of PS3280 - Asset Retirement Obligations	\$ (6,805,744)	\$ -	\$ (6,805,744)	\$ (6,805,744)	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2022	\$ 18,126,154	\$ -	\$ 18,126,154	\$ 4,342,076	\$ -	\$ 0	\$ 11,652,701	\$ 2,131,377
Operating surplus (deficit)	\$ (2,566,745)	\$ -	\$ (2,566,745)			\$ (2,566,745)		
Board funded tangible capital asset additions								
Board funded ARO tangible capital asset additions				\$ 586,782			\$ (586,782)	
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	\$ -	\$ -	\$ -	\$ (3,813,744)	\$ -	\$ 3,813,744		
Amortization of ARO tangible capital assets	\$ -	\$ -	\$ -	\$ (219,540)	\$ -	\$ 219,540		
Amortization of supported ARO tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -			
Board funded ARO liabilities - recognition	\$ -	\$ -	\$ -	\$ -	\$ -			
Board funded ARO liabilities - remediation	\$ -	\$ -	\$ -	\$ -	\$ -			
Capital revenue recognized	\$ -	\$ -	\$ -	\$ 2,969,616	\$ -	\$ (2,969,616)		
Debt principal repayments (unsupported)	\$ -	\$ -	\$ -	\$ -	\$ -			
Additional capital debt or capital leases	\$ -	\$ -	\$ -	\$ -	\$ -			
Net transfers to operating reserves	\$ -	\$ -	\$ (303,706)	\$ -	\$ -	\$ (303,706)	\$ 303,706	
Net transfers from operating reserves	\$ -	\$ -	\$ 1,884,530	\$ -	\$ -	\$ 1,884,530	\$ (1,884,530)	
Net transfers to capital reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (77,747)	\$ -	\$ 77,747
Net transfers from capital reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2023	\$ 15,559,409	\$ -	\$ 15,559,409	\$ 3,865,190	\$ -	\$ 0	\$ 9,485,095	\$ 2,209,124

SCHEDULE 1

School Jurisdiction Code: 2275

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
Balance at August 31, 2022	\$ 10,914,938	\$ 576,510	\$ (774,802)	\$ 796,889	\$ 1,019,607	\$ 262,818	\$ 492,958	\$ 495,160	\$ -	\$ -
Prior period adjustments:										
Adoption of PS3280 - Asset Retirement Obligations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2022	\$ 10,914,938	\$ 576,510	\$ (774,802)	\$ 796,889	\$ 1,019,607	\$ 262,818	\$ 492,958	\$ 495,160	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Board funded ARO tangible capital asset additions	\$ (59,800)	\$ -	\$ (81,103)	\$ -	\$ -	\$ -	\$ (445,879)	\$ -	\$ -	\$ -
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	\$ -	\$ -	\$ -	\$ 160,353	\$ -	\$ -	\$ 143,353	\$ -	\$ -	\$ -
Net transfers from operating reserves	\$ (995,684)	\$ -	\$ (888,846)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers to capital reserves	\$ -	\$ -	\$ -	\$ 314	\$ -	\$ -	\$ -	\$ 77,433	\$ -	\$ -
Net transfers from capital reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2023	\$ 9,859,454	\$ 576,510	\$ (1,744,751)	\$ 797,203	\$ 1,179,960	\$ 262,818	\$ 190,432	\$ 572,593	\$ -	\$ -

SCHEDULE 2

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

	Alberta Education Safe Return to Classrooms				Other GoA Ministries						
	IMR	CMR	Indoor Air	Class/Safe	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GoA Ministries	Total Other GoA Ministries
Deferred Operating Contributions (DOC)											
Balance at August 31, 2022	\$ 283,642	\$ -	\$ -	\$ -	\$ -	\$ 283,642	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ 283,642	\$ -	\$ -	\$ -	\$ -	\$ 283,642	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year (excluding investment income)	\$ 672,698	\$ 420,726	\$ -	\$ -	\$ -	\$ 1,093,424	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ (821,742)	\$ -	\$ -	\$ -	\$ -	\$ (821,742)	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ 10,418	\$ -	\$ -	\$ -	\$ -	\$ 10,418	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ (10,697)	\$ (217,964)	\$ -	\$ -	\$ -	\$ (228,661)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2023	\$ 134,319	\$ 202,762	\$ -	\$ -	\$ -	\$ 337,081	\$ -	\$ -	\$ -	\$ -	\$ -
Unspent Deferred Capital Contributions (UDCC)											
Balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 118,246	\$ 118,246	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 118,246	\$ 118,246	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 6,734	\$ 6,734	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2023	\$ -	\$ -	\$ -	\$ -	\$ 124,980	\$ 124,980	\$ -	\$ -	\$ -	\$ -	\$ -
Total Unspent Deferred Contributions at August 31, 2023	\$ 134,319	\$ 202,762	\$ -	\$ -	\$ 124,980	\$ 462,061	\$ -	\$ -	\$ -	\$ -	\$ -
Spent Deferred Capital Contributions (SDCC)											
Balance at August 31, 2022	\$ 1,930,261	\$ 2,936,466	\$ -	\$ -	\$ -	\$ 4,866,727	\$ 65,207,881	\$ -	\$ -	\$ -	\$ 65,207,881
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2022	\$ 1,930,261	\$ 2,936,466	\$ -	\$ -	\$ -	\$ 4,866,727	\$ 65,207,881	\$ -	\$ -	\$ -	\$ 65,207,881
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from DOC	\$ 10,697	\$ 217,964	\$ -	\$ -	\$ -	\$ 228,661	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts recognized as revenue (Amortization of SDCC)	\$ (180,832)	\$ (162,689)	\$ -	\$ -	\$ -	\$ (343,521)	\$ (2,626,095)	\$ -	\$ -	\$ -	\$ (2,626,095)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2023	\$ 1,760,126	\$ 2,991,741	\$ -	\$ -	\$ -	\$ 4,751,867	\$ 62,581,786	\$ -	\$ -	\$ -	\$ 62,581,786

Other Sources

	Gov't of Canada	Donations and grants from others	Other	Total other sources	Total
Deferred Operating Contributions (DOC)					
Balance at August 31, 2022	\$ -	\$ -	\$ 560,868	\$ 560,868	\$ 844,510
Prior period adjustments - please explain:	-	-	-	-	-
Adjusted ending balance August 31, 2022	\$ -	\$ -	\$ 560,868	\$ 560,868	\$ 844,510
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ 1,093,424
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ (821,742)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 10,418
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ (228,661)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2023	\$ -	\$ -	\$ 560,868	\$ 560,868	\$ 897,949

Unspent Deferred Capital Contributions (UDCC)

Balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 118,246
Prior period adjustments - please explain:	-	-	-	-	-
Adjusted ending balance August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 118,246
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ 6,734
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2023	\$ -	\$ -	\$ -	\$ -	\$ 124,980
Total Unspent Deferred Contributions at August 31, 2023	\$ -	\$ -	\$ 560,868	\$ 560,868	\$ 1,022,929

Spent Deferred Capital Contributions (SDCC)

Balance at August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 70,074,608
Prior period adjustments - please explain:	-	-	-	-	-
Adjusted ending balance August 31, 2022	\$ -	\$ -	\$ -	\$ -	\$ 70,074,608
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ 228,661
Transferred from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts recognized as revenue (Amortization of SDCC)	\$ -	\$ -	\$ -	\$ -	\$ (2,969,616)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2023	\$ -	\$ -	\$ -	\$ -	\$ 67,333,653

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

2023

2022

	REVENUES					Operations and		System		TOTAL	
	ECS	Instruction	Grades 1 - 12	Maintenance	Transportation	Administration	External	Services	Administration	Services	TOTAL
(1) Alberta Education	\$ 1,903,313	\$ 46,068,637	\$ 5,965,359	\$ 5,932,838	\$ 2,576,665	\$ -	\$ -	\$ 62,446,812	\$ -	\$ -	\$ 60,489,828
(2) Alberta Infrastructure	\$ -	\$ -	\$ 2,626,095	\$ -	\$ -	\$ -	\$ -	\$ 2,626,095	\$ -	\$ -	\$ 2,900,448
(3) Other - Government of Alberta	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 672,662	\$ 672,662	\$ -	\$ -	\$ 833,936
(4) Federal Government and First Nations	\$ 28,104	\$ 2,513,926	\$ 250,690	\$ -	\$ -	\$ -	\$ -	\$ 2,792,720	\$ -	\$ -	\$ 3,035,629
(5) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Fees	\$ 175,795	\$ 624,579	\$ -	\$ 43,295	\$ -	\$ -	\$ -	\$ 843,669	\$ -	\$ -	\$ 785,151
(10) Sales of services and products	\$ -	\$ 855,918	\$ -	\$ 62,028	\$ 22,244	\$ -	\$ -	\$ 940,190	\$ -	\$ -	\$ 688,838
(11) Investment income	\$ -	\$ 505,860	\$ 38,659	\$ -	\$ -	\$ -	\$ -	\$ 544,519	\$ -	\$ -	\$ 130,353
(12) Gifts and donations	\$ -	\$ 144,815	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 144,815	\$ -	\$ -	\$ 166,335
(13) Rental of facilities	\$ -	\$ -	\$ -	\$ 9,600	\$ -	\$ -	\$ -	\$ 9,600	\$ -	\$ -	\$ 14,006
(14) Fundraising	\$ -	\$ 111,613	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 111,613	\$ -	\$ -	\$ 117,579
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ 77,433	\$ -	\$ -	\$ -	\$ 77,433	\$ -	\$ -	\$ 640,095
(16) Other	\$ -	\$ -	\$ 174,953	\$ -	\$ -	\$ -	\$ -	\$ 174,953	\$ -	\$ -	\$ 163,452
(17) TOTAL REVENUES	\$ 2,107,212	\$ 50,825,348	\$ 9,055,756	\$ 6,125,194	\$ 2,598,909	\$ 672,662	\$ -	\$ 71,385,081	\$ -	\$ -	\$ 69,965,650
EXPENSES											
(18) Certificated salaries	\$ 758,177	\$ 26,902,628	\$ -	\$ -	\$ 369,051	\$ -	\$ -	\$ 28,029,856	\$ -	\$ -	\$ 26,956,248
(19) Certificated benefits	\$ 114,722	\$ 6,319,525	\$ -	\$ -	\$ 49,982	\$ -	\$ -	\$ 6,484,229	\$ -	\$ -	\$ 6,234,759
(20) Non-certificated salaries and wages	\$ 690,311	\$ 6,372,182	\$ 874,725	\$ 279,937	\$ 1,064,801	\$ 481,486	\$ -	\$ 9,763,442	\$ -	\$ -	\$ 9,192,777
(21) Non-certificated benefits	\$ 222,334	\$ 2,169,100	\$ 211,612	\$ 47,305	\$ 297,722	\$ 157,756	\$ -	\$ 3,105,829	\$ -	\$ -	\$ 2,650,248
(22) SUB - TOTAL	\$ 1,785,544	\$ 41,763,435	\$ 1,086,337	\$ 327,242	\$ 1,781,556	\$ 639,242	\$ -	\$ 47,383,356	\$ -	\$ -	\$ 45,034,032
(23) Services, contracts and supplies	\$ 316,714	\$ 10,062,552	\$ 5,965,769	\$ 5,499,731	\$ 657,000	\$ 33,420	\$ -	\$ 22,535,186	\$ -	\$ -	\$ 17,700,462
(24) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 2,969,616	\$ -	\$ -	\$ -	\$ -	\$ 2,969,616	\$ -	\$ -	\$ 2,900,448
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 570,000	\$ 84,096	\$ 51,360	\$ 138,672	\$ -	\$ -	\$ 844,128	\$ -	\$ -	\$ 1,159,944
(26) Amortization of unsupported ARO tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Amortization of unsupported ARO tangible capital assets	\$ -	\$ -	\$ 219,540	\$ -	\$ -	\$ -	\$ -	\$ 219,540	\$ -	\$ -	\$ -
(28) Accretion expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(31) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(32) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(33) TOTAL EXPENSES	\$ 2,102,258	\$ 52,395,987	\$ 10,325,358	\$ 5,878,333	\$ 2,577,228	\$ 672,662	\$ -	\$ 73,951,826	\$ -	\$ -	\$ 66,794,886
(34) OPERATING SURPLUS (DEFICIT)	\$ 4,954	\$ (1,570,639)	\$ (1,269,602)	\$ 246,861	\$ 21,681	\$ -	\$ -	\$ (2,566,745)	\$ -	\$ -	\$ 3,170,764

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	Modular Unit Relocations & Lease Payments					
Non-certificated salaries and wages	\$ -	\$ 637,875	\$ -	\$ -	\$ -	\$ 236,854	\$ -	\$ -	\$ 874,729	\$ 782,099
Non-certificated benefits	\$ -	\$ 211,612	\$ -	\$ -	\$ -	\$ 67,756	\$ -	\$ -	\$ 279,368	\$ 176,929
SUB-TOTAL REMUNERATION	\$ -	\$ 849,487	\$ -	\$ -	\$ -	\$ 304,610	\$ -	\$ -	\$ 1,154,097	\$ 959,028
Supplies and services	\$ 1,631,495	\$ 951,426	\$ 26,958	\$ 821,743	\$ 330,446	\$ -	\$ -	\$ -	\$ 3,762,068	\$ 3,976,034
Electricity			\$ 713,543						\$ 713,543	\$ 389,150
Natural gas/heating fuel			\$ 308,378						\$ 308,378	\$ 377,172
Sewer and water			\$ 209,447						\$ 209,447	\$ 123,971
Telecommunications			\$ 13,855						\$ 13,855	\$ 13,584
Insurance					\$ 890,718			\$ 3,189,156	\$ 890,718	\$ 843,855
ASAP maintenance & renewal payments										
Amortization of tangible capital assets										
Supported										
Unsupported							\$ 84,096		\$ 84,096	\$ 171,840
TOTAL AMORTIZATION							\$ 84,096		\$ 84,096	\$ 3,072,288
Accretion expense										
Interest on capital debt - Unsupported										
Lease payments for facilities										
Other expense										
Losses on disposal of capital assets										
TOTAL EXPENSES	\$ 1,631,495	\$ 1,800,913	\$ 1,272,181	\$ 821,743	\$ 1,525,774	\$ 84,096	\$ 3,189,156	\$ 10,325,358	\$ 9,755,082	

SQUARE METRES

School buildings	71,272.0
Non school buildings	4,673.0

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	0.00%	\$ 12,870,643	\$ 12,870,643	\$ 15,361,101	
Cash equivalents					
Government of Canada, direct and	0.00%	-	-	-	
Provincial, direct and guaranteed	0.00%	-	-	-	
Corporate	0.00%	-	-	-	
Other, including GIC's	0.00%	-	-	-	
Total cash and cash equivalents		\$ 12,870,643	\$ 12,870,643	\$ 15,361,101	

See Note 5 for additional detail.

Portfolio Investments	Average Effective (Market) Yield	Investments Measured at Cost/Amortized Cost	2023 Investments Measured at Fair Value					2022					
			Cost	Fair Value (Level 1)	Fair Value (Level 2)	Fair Value (Level 3)	Subtotal of Fair Value	Total	Book Value	Fair Value	Total		
Interest-bearing securities													
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bonds and mortgages	0.00%	-	-	-	-	-	-	-	-	-	-	-	-
	0.00%	-	-	-	-	-	-	-	-	-	-	-	-
Equities													
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%	-	-	-	-	-	-	-	-	-	-	-	-
Inflation sensitive													
Real estate	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Infrastructure	0.00%	-	-	-	-	-	-	-	-	-	-	-	-
Renewable resources	0.00%	-	-	-	-	-	-	-	-	-	-	-	-
Other investments	0.00%	-	-	-	-	-	-	-	-	-	-	-	-
	0.00%	-	-	-	-	-	-	-	-	-	-	-	-
Strategic, tactical, and currency investments													
	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total portfolio investments		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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
	Level 1	Level 2	Level 3	Total	Total
Portfolio investments in equity instruments that are quoted in an active market.	\$ -	\$ -	\$ -	\$ -	\$ -
Portfolio investments designated to their fair value category.	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -

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	\$ -	\$ -

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

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%
	0.0%	0.0%

SCHEDULE 6

School Jurisdiction Code: **2275**

SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2023 (in dollars)

	2023					2022	
	Land	Work In Progress*	Buildings** 25-50 Years	Equipment 5-10 Years	Vehicles 5-10 Years	Computer Hardware & Software 3-5 Years	Total
Historical cost							
Beginning of year	\$ 2,857,347	\$ -	\$ 130,135,956	\$ 8,128,307	\$ 1,648,569	\$ -	\$ 142,770,179
Prior period adjustments	-	-	9,242,298	-	-	-	9,242,298
Additions	-	-	267,319	21,141	526,982	-	815,442
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	(531,313)	-	(531,313)
Historical cost, August 31, 2023	\$ 2,857,347	\$ -	\$ 139,645,573	\$ 8,149,448	\$ 1,644,238	\$ -	\$ 152,296,606
Accumulated amortization							
Beginning of year	\$ -	\$ -	\$ 52,656,828	\$ 7,581,076	\$ 1,310,311	\$ -	\$ 61,548,215
Prior period adjustments	-	-	6,805,744	-	-	-	6,805,744
Amortization	-	-	3,873,768	95,471	64,044	-	4,033,283
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	(531,313)	-	(531,313)
Accumulated amortization, August 31, 2023	\$ -	\$ -	\$ 63,336,340	\$ 7,676,547	\$ 843,042	\$ -	\$ 71,855,929
Net Book Value at August 31, 2023	\$ 2,857,347	\$ -	\$ 76,309,233	\$ 472,901	\$ 801,196	\$ -	\$ 80,440,677
Net Book Value at August 31, 2022	\$ 2,857,347	\$ -	\$ 79,915,682	\$ 547,231	\$ 338,258	\$ -	\$ 83,658,518

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

SCHEDULE 7

School Jurisdiction Code: **2275**

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

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits (1)	Expenses
Chair Barbara Maddigan	1.00	\$14,205	\$6,859	\$0	\$0	\$0	\$0	\$5,206
Linda Wigton	1.00	\$11,635	\$6,850	\$0	\$0	\$0	\$0	\$6,469
Christine Peck	1.00	\$21,481	\$7,408	\$0	\$0	\$0	\$0	\$12,049
Diane Hagman	1.00	\$10,187	\$6,746	\$0	\$0	\$0	\$0	\$5,760
Judy Muir	1.00	\$16,678	\$2,656	\$0	\$0	\$0	\$0	\$8,263
Gerry Steinke	1.00	\$22,463	\$7,451	\$0	\$0	\$0	\$0	\$14,377
Jim Hailes	1.00	\$18,887	\$4,380	\$0	\$0	\$0	\$0	\$10,998
Sally Petryshen	0.67	\$14,381	\$5,933	\$0	\$0	\$0	\$0	\$8,814
Deb Koloski	1.00	\$18,046	\$7,139	\$0	\$0	\$0	\$0	\$8,975
-	-	\$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
Subtotal	8.67	\$147,863	\$55,432	\$0	\$0	\$0	\$0	\$80,911
Name, Superintendent 1 Kevin Bird	1.00	\$190,000	\$24,661	\$0	\$0	\$0	\$0	\$16,905
Name, Superintendent 2	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Superintendent 3	-	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Name, Treasurer 1 Tamara Spong	1.00	\$182,000	\$42,739	\$0	\$0	\$0	\$0	\$61,902
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		\$27,839,856	\$6,442,663	\$0	\$0	\$0	\$0	\$0
School based	262.00							
Non-School based	9.00							
Non-certificated		\$9,433,479	\$2,945,756	\$0	\$0	\$0	\$0	\$0
Instructional	157.00							
Operations & Maintenance	10.00							
Transportation	3.00							
Other	53.00							
TOTALS	504.67	\$37,793,298	\$9,511,251	\$0	\$0	\$0	\$0	\$78,807
								\$123,271

SCHEDULE 8

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

School Jurisdiction Code: 2275

(in dollars)	2023					2022						
	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Continuity of ARO (Liability) Balance												
Opening Balance, Aug 31, 2022	\$ -	\$ -	\$ 9,242,298	\$ -	\$ -	\$ 9,242,298	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Liability incurred from Sept. 1, 2022 to Aug. 31, 2023	-	-	-	-	-	-	-	9,242,298	-	-	-	9,242,298
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	-	-	-	-	-	-	-	-	-	-	-	-
Balance, Aug. 31, 2023	\$ -	\$ -	\$ 9,242,298	\$ -	\$ -	\$ 9,242,298	\$ -	\$ 9,242,298	\$ -	\$ -	\$ -	\$ 9,242,298

(in dollars)	2023					2022						
	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Continuity of TCA (Capitalized ARO) Balance												
ARO Tangible Capital Assets - Cost												
Opening balance, August 31, 2022	\$ -	\$ -	\$ 9,242,298	\$ -	\$ -	\$ 9,242,298	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additions resulting from liability incurred	-	-	-	-	-	-	-	9,242,298	-	-	-	9,242,298
Revision in estimate	-	-	-	-	-	-	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-
Cost, August 31, 2023	\$ -	\$ -	\$ 9,242,298	\$ -	\$ -	\$ 9,242,298	\$ -	\$ 9,242,298	\$ -	\$ -	\$ -	\$ 9,242,298
ARO TCA - Accumulated Amortization												
Opening balance, August 31, 2022	\$ -	\$ -	\$ 6,805,744	\$ -	\$ -	\$ 6,805,744	\$ -	\$ 6,805,744	\$ -	\$ -	\$ -	\$ 6,805,744
Amortization expense	-	-	219,540	-	-	219,540	-	-	-	-	-	-
Revision in estimate	-	-	-	-	-	-	-	-	-	-	-	-
Less: disposals	-	-	-	-	-	-	-	-	-	-	-	-
Accumulated amortization, August 31, 2023	\$ -	\$ -	\$ 7,025,284	\$ -	\$ -	\$ 7,025,284	\$ -	\$ 6,805,744	\$ -	\$ -	\$ -	\$ 6,805,744
Net Book Value at August 31, 2023	\$ -	\$ 2,217,014	\$ -	\$ -	\$ -	\$ 2,217,014	\$ -	\$ 2,436,554	\$ -	\$ -	\$ -	\$ 2,436,554

SCHEDULE 9

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

	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*
Transportation Fees	\$56,914	\$30,000	\$43,298	\$3,278	\$0	\$0	\$46,576
Basic Instruction Fees							
Basic instruction supplies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$195,416	\$122,203	\$133,006	\$125,894	\$0	\$85,044	\$173,856
Alternative program fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees for optional courses	\$59,214	\$99,945	\$68,725	\$63,542	\$0	\$31,927	\$100,340
Activity fees	\$51,214	\$252,260	\$116,072	\$0	\$0	\$147,249	\$0
Early childhood services	\$177,071	\$65,000	\$133,632	\$23,378	\$0	\$61,832	\$95,178
Other fees to enhance education	\$16,856	\$3,200	\$0	\$314	\$0	\$0	\$314
Non-Curricular fees							
Extracurricular fees	\$41,705	\$367,257	\$378,939	\$28,490	\$0	\$29,221	\$378,208
Non-curricular travel	\$0	\$0	\$0	\$11,279	\$0	\$11,296	\$0
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$12,404	\$91,791	\$0	\$10,044	\$0	\$2,998	\$7,046
Other fees	\$174,357	\$3,900	\$0	\$174,617	\$0	\$4,432	\$170,185
TOTAL FEES	\$785,151	\$1,035,556	\$873,672	\$440,836	\$0	\$373,999	\$971,703

*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
Cafeteria sales, hot lunch, milk programs	\$235,968	\$221,505
Special events, graduation, tickets	\$77,120	\$150,029
International and out of province student revenue	\$0	\$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$159,161	\$150,029
Adult education revenue	\$0	\$0
Preschool	\$0	\$0
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$0	\$0
Donations	\$116,841	\$166,335
Book Fair, Literacy etc.	\$89,385	\$0
TOTAL	\$678,475	\$687,898

Please provide a description, if needed.

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *Education Act*, 2012, Chapter E-0.3.

The jurisdiction 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 Jurisdiction is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Canadian public sector 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:

Basis of Financial Reporting

Valuation of Financial Assets and Liabilities

The organization's financial assets and liabilities are generally measured as follows:

<u>Financial Statement Component</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

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense. Transaction costs are a component of cost for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

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 year end.

Cash and Cash Equivalents

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

THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023

Accounts Receivable

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

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.

Deferred Revenue

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, unexpended and expended:

- Unspent Deferred Capital Revenue (UDCC)

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

- Spent Deferred Capital Revenue (SDCC)

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

Asset Retirement Obligations

Asset retirement obligations are legal obligations associated with the retirement of a tangible capital assets (TCA). Asset retirement activities include all activities relating to an asset retirement obligation. These may include, but are not limited to;

- decommissioning or dismantling a tangible capital asset that was acquired, constructed or developed;

THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023

- remediation of contamination of a tangible capital asset created by its normal use;
- post-retirement activities such as monitoring; and
- constructing other tangible capital assets to perform post-retirement activities.

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.

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; and
- (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 and prepaid expenses.

Tangible capital assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset, 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 Expended Deferred Capital Revenue.
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Board are considered capital leases.

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

These are accounted for as an asset and an obligation. The Board currently has no capital leases.

- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2% to 4%
Vehicles & Buses	10% to 20%
Computer Hardware & Software	20% to 25%
Other Equipment & Furnishings	10% to 20%

Inventories

The School Division expenses all items under \$5,000 as current expenses and therefore, does not track inventories of supplies in the financial statements.

Prepaid

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

Operating and Capital Reserves

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

Revenue Recognition

All revenues are reported on the accrual basis of 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 Division's actions and communications as to the use of the transfer, create a liability. These transfers are recognized as revenue as the stipulations are met and, when applicable, the Division complies with its communicated use of these transfers.

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

THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023

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 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 Division's actions and communications as to the use, create a liability. These resources are recognized as revenue as the terms are met and, when applicable, the Division complies with its communicated use.

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

Expenses

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

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 to Grade 12 Instruction:** The provision of instructional services for Grades 1 to 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.

THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023

- **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 to 12. Services offered beyond the mandate for public education must be self-supporting, and Alberta Education funding may not be utilized to support these programs.

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

Trusts Under Administration

Trusts under administration have been excluded from the financial reporting of the Division. Trust balances can be found in Note 11.

Financial Instruments

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

Measurement Uncertainty

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

There is measurement uncertainty related to asset retirement obligations as it involves estimates in determining settlement amount and timing of settlement. Changes to any of these estimates and assumptions may result in a change to the obligation.

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING 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, the division recognized the following to conform to the new standard;

- asset retirement obligations;
- asset retirement cost 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 and assumptions 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 amortization is measured for the period from the date the liability would have been recognized had the provisions of this standard been in effect to the date as of which this standard is first applied.

The 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
Statement of Operations			
Revenue	69,965,650	-	69,965,650
Expense	66,794,886	-	66,794,886
Annual surplus (deficit)	3,170,764	-	3,170,764
Accumulated surplus (deficit) at beginning of year	21,761,134	(6,805,744)	14,955,390
Accumulated surplus (deficit) at end of year	24,931,898	(6,805,744)	18,126,154
Statement of Financial Position			
Financial asset	16,727,781	-	16,727,781
Liability	3,484,926	9,242,298	12,727,224
Net financial assets (Net debt)	13,242,855	(9,242,298)	4,000,557
Non-financial asset	81,763,651	2,436,554	84,200,205
Net assets (Net liabilities)	24,931,898	(6,805,744)	18,126,154
Statement of Change in Net Financial Assets (Net Debt)			
Annual surplus (deficit)	3,170,764	-	3,170,764
Other Changes-E.g. Amortization, Acquisition, Disposal of TCA	-	-	-
Net financial assets (net debt) at beginning of year	9,226,743	(9,242,298)	(15,555)
Net financial assets (net debt) at end of year	13,242,855	(9,242,298)	4,000,557

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

4. FUTURE ACCOUNTING CHANGES

During the fiscal year 2023-24, School Jurisdiction 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.
- **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 Division has not yet adopted these two accounting standards. Management is currently assessing the impact of these standards on the financial statements.

5. ACCOUNTS RECEIVABLE

	2023		2022	
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - WMA	415,909	-	415,909	-
Alberta Health Services	115,882	-	115,882	81,631
Federal government	284,263	-	284,263	284,130
First Nations	612,208	-	612,208	881,199
Other	-	-	-	119,720
Total	\$ 1,428,262	\$ -	\$ 1,428,262	\$ 1,366,680

6. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of \$2,000,000 that bears interest at the bank prime rate. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2023 (2022: \$0).

THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2023	2022
Alberta Education - WMA	\$ -	\$ 446,207
Federal government	718,285	714,209
Accrued vacation pay liability	319,992	310,232
Other salaries & benefit costs	676,675	555,068
Other trade payables and accrued liabilities	319,592	496,454
Total	\$ 2,034,544	\$ 2,522,170

8. BENEFIT PLANS

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

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the Northern Gateway School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the jurisdiction is included in both revenues and expenses. For the school year ended August 31, 2023, the amount contributed by the Government was \$2,680,935 (2022 \$2,756,212).

The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$1,389,999 for the year ended August 31, 2023 (2022 \$1,377,428). At December 31, 2022, the Local Authorities Pension Plan reported a surplus of \$12,671,000,000 (2021 a surplus of \$11,922,000,000).

The Division provides a Supplement Integrated Pension Plan (SIPP) for certain executive employees of the Division, based on approved terms and conditions of the Plan. The Division's net expense for the year amounts to \$26,008 (2022 \$24,987).

The Division provides a Supplement Executive Retirement Plan (SERP) for certain executive employees of the Division, based on approved terms and conditions of the Plan. The Division's net expense for the year amounts to \$8,553 (2022 \$0).

THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023

9. ASSET RETIREMENT OBLIGATIONS

(i) Asset Retirement Obligations

	<u>2023</u>	<u>2022</u>
		Restated - See Note 3
Asset Retirement Obligations, beginning of year	\$ 9,242,298	\$ 9,242,298
Liability incurred	-	-
Liability settled	-	-
Accretion expense	-	-
Revision in estimates	-	-
Asset Retirement Obligations, end of year	<u>\$ 9,242,298</u>	<u>\$ 9,242,298</u>

Tangible capital assets with associated retirement obligations consist of buildings. The school division has asset retirement obligations to remove hazardous asbestos fibre 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.

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 engineering reports of the amount of contaminated material, as well as the estimated abatement cost per unit of material.

Included in ARO estimates is \$9,242,298 measured at its current estimated cost to settle or otherwise extinguish the liability. The division has measured AROs related to hazardous asbestos fibre containing materials at its current value due to the uncertainty about when the hazardous materials would be removed.

10. PREPAID EXPENSES

	<u>2023</u>	<u>2022</u>
Prepaid insurance	\$ 143,217	\$ 140,325
Other - Licences & Fees	41,949	161,715
Other - Supplies & Resources	268,085	239,647
Total	<u>\$ 453,251</u>	<u>\$ 541,687</u>

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

11. ACCUMULATED SURPLUS:

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

	2023	2022
Unrestricted surplus	\$ -	\$ -
Operating reserves	9,485,095	11,652,701
Accumulated surplus (deficit) from operations	\$ 9,485,095	\$ 11,652,701
Investment in tangible capital assets	3,865,190	4,342,076
Capital reserves	2,209,124	2,131,377
Accumulated surplus (deficit)	\$ 15,559,409	\$ 18,126,154

12. CONTRACTUAL OBLIGATIONS

Equipment lease: The Division is committed to minimum annual lease payments of \$183,371 for photocopiers pursuant to a lease expiring August 31, 2026.

Estimated payment requirements for future years is as follows:

	Building Projects	Building Leases	Service Providers	Other (Specify)
2023-2024	\$ -	\$ -	\$ 183,371	\$ -
2024-2025	-	-	183,371	-
2025-2026	-	-	183,371	-
2026-2027	-	-	-	-
2027-2028	-	-	-	-
Thereafter	-	-	-	-
Total	\$ -	\$ -	\$ 550,113	\$ -

Transportation Contract

In August 2020, the Division entered into a five agreement for student transportation services with Golden Arrow School Buses and Charter Services Ltd. The term of the agreement will be for a 5-year period at a fixed price per KM depending on route location and number of passengers.

13. CONTINGENT LIABILITIES:

The jurisdiction is a member of Alberta Risk Management Insurance Consortium (ARMIC), Urban Schools Insurance Consortium (USIC), Rural Municipalities of Alberta (RMA). Under the terms of its membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. The jurisdiction's share of the pool as of August 31, 2023, is \$526,316.

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

14. TRUSTS UNDER ADMINISTRATION

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

	<u>2023</u>	<u>2022</u>
Scholarship trusts	120,111	118,251
Total	<u>\$ 120,111</u>	<u>\$ 118,251</u>

15. SCHOOL GENERATED FUND

	<u>2023</u>	<u>2022</u>
School Generated Funds, Beginning of Year	\$ 560,869	\$ 503,134
Gross Receipts:		
Fees	517,312	463,898
Fundraising	111,614	117,580
Gifts and donations	139,315	166,335
Grants to schools	-	-
Other sales and services	539,160	403,985
Total gross receipts	<u>\$ 1,307,401</u>	<u>\$ 1,151,798</u>
Total Related Expenses and Uses of Funds	1,048,180	614,690
Total Direct Costs Including Cost of Goods Sold to Raise Funds	349,672	253,366
School Generated Funds, End of Year	<u>\$ 470,418</u>	<u>\$ 786,876</u>
Balance included in Deferred Contributions*	\$ 560,869	\$ 560,869
Balance included in Accounts Payable**	\$ -	\$ -
Balance included in Accumulated Surplus (Operating Reserves)***	\$ (90,451)	\$ 226,007

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

16. RELATED PARTY TRANSACTIONS

Related parties are those entities consolidated or accounted for on the 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 related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions, and other school jurisdictions in Alberta.

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Alberta Education				
Accounts receivable / Accounts payable	\$ 415,909	\$ -	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	337,081	-	-
Unexpended deferred capital contributions	-	124,980	-	-
Expended deferred capital revenue		4,751,867	343,521	
Grant revenue & expenses	-	-	59,422,356	-
ATRF payments made on behalf of district			2,680,935	
Alberta Health Services	115,882	-	672,662	-
Alberta Infrastructure		62,581,786	2,626,095	
TOTAL 2022/2023	\$ 531,791	\$ 67,795,714	\$65,745,569	\$ -
TOTAL 2021/2022	\$ 81,630	\$ 70,922,703	\$64,224,212	\$ -

17. FINANCIAL INSTRUMENTS

The division is not exposed to significant credit, foreign currency, interest rate, or other price risk through its financial instruments. The following analysis provides information about the division's risk exposure and concentration as of August 31, 2023.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The division is exposed to this risk mainly in respect of its receipt of funds from Alberta Education and other related sources, and accounts payable and accrued liabilities.

The division mitigates this risk by monitoring cash activities and expected outflows through extensive budgeting.

18. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

**THE NORTHERN GATEWAY SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS
ENDING AUGUST 31, 2023**

19. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees on May 24, 2022. It is presented for information purposes only and has not been audited.

20. COMPARATIVE FIGURES

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