

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Wild Rose School Division No. 66

Legal Name of School Jurisdiction

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Mailing Address

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Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Wild Rose School Division No. 66 presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

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

Board of Trustees Responsibility

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

External Auditors

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

Declaration of Management and Board Chair

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

BOARD CHAIR

Mr. Russell Hickman
Name


Signature

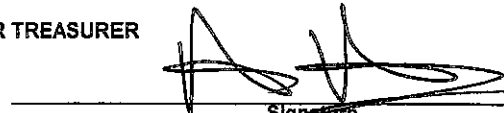
SUPERINTENDENT

Mr. Brad Volkman
Name


Signature

SECRETARY-TREASURER OR TREASURER

Mr. Mohammed Azim
Name


Signature

November 29, 2016
Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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GITZEL & COMPANY

CHARTERED PROFESSIONAL ACCOUNTANTS

*Peggy Weinzler, CPA, CA *Scott St. Arnaud, CPA, CA *Jolene P. Kobi, CPA, CA *Justin J. Tanner, CPA, CA
*Eric A. Peterson, CPA, CA (Associate) *Robert J. Krejci, CA (Associate) *Barry D. Gitzel, CPA, CA (Associate)

INDEPENDENT AUDITORS' REPORT

TO: The Board of Trustees
Wild Rose School Division No. 66

We have audited the accompanying financial statements of Wild Rose School Division No. 66, which comprise the statement of financial position as at August 31, 2016, and the statements of operations, cash flows and changes in net financial assets (net debt) for the year then ended, and notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2016, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Stettler, Alberta
November 29, 2016

Gitzel & Company
CHARTERED PROFESSIONAL ACCOUNTANTS

STATEMENT OF FINANCIAL POSITION
As at August 31, 2016 (in dollars)

		2016	2015
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5; Note 3)	\$ 5,334,452	\$ 7,720,649
Accounts receivable (net after allowances)	(Note 4)	\$ 1,788,130	\$ 1,263,623
Portfolio investments		\$ -	\$ -
Other financial assets		\$ 525	\$ 525
Total financial assets		\$ 7,123,107	\$ 8,984,797
LIABILITIES			
Bank indebtedness	(Note 5)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 6)	\$ 2,707,803	\$ 2,590,609
Deferred revenue	(Note 7)	\$ 47,066,155	\$ 48,415,557
Employee future benefit liabilities	(Note 8)	\$ 378,593	\$ 313,964
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt	(Note 9)		
Supported: Debentures and other supported debt		\$ 548,391	\$ 727,322
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 50,700,942	\$ 52,047,452
Net financial assets (debt)		\$ (43,577,835)	\$ (43,062,655)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)		
Land		\$ 2,048,367	\$ 2,048,367
Construction in progress		\$ -	\$ 412,066
Buildings	\$ 85,373,513		
Less: Accumulated amortization	\$ (38,041,544)	\$ 47,331,969	\$ 47,487,402
Equipment	\$ 4,205,106		
Less: Accumulated amortization	\$ (3,110,346)	\$ 1,094,760	\$ 915,346
Vehicles	\$ 7,338,502		
Less: Accumulated amortization	\$ (4,925,814)	\$ 2,412,688	\$ 2,308,311
Computer Equipment	\$ 1,523,201		
Less: Accumulated amortization	\$ (1,518,387)	\$ 4,814	\$ 23,031
Total tangible capital assets		\$ 52,892,598	\$ 53,194,523
Prepaid expenses		\$ 487,979	\$ 343,707
Other non-financial assets	(Note 10)	\$ 121,112	\$ 153,359
Total non-financial assets		\$ 53,501,689	\$ 53,691,589
Accumulated surplus	(Schedule 1; Note 11)	\$ 9,923,854	\$ 10,628,934
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 9,923,854	\$ 10,628,934
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 9,923,854	\$ 10,628,934
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, 2016 (in dollars)

	Budget 2016	Actual 2016	Actual 2015
REVENUES			
Alberta Education	\$ 59,695,261	\$ 58,771,318	\$ 58,574,096
Other - Government of Alberta	\$ 472,705	\$ 574,122	\$ 628,372
Federal Government and First Nations	\$ 149,500	\$ 278,238	\$ 190,971
Other Alberta school authorities	\$ 6,600	\$ 16,389	\$ 70,933
Out of province authorities	\$ -	\$ 150,377	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 6)	\$ 1,167,910	\$ 1,446,455	\$ 1,540,183
Other sales and services	\$ 563,408	\$ 669,298	\$ 719,391
Investment income	\$ 160,000	\$ 67,634	\$ 121,157
Gifts and donations	\$ 173,200	\$ 313,229	\$ 365,279
Rental of facilities	\$ 12,000	\$ 26,724	\$ 41,409
Fundraising	\$ 680,000	\$ 693,716	\$ 689,123
Gains on disposal of capital assets	\$ -	\$ 5,596	\$ -
Other revenue	\$ -	\$ 824,759	\$ 77,199
Total revenues	\$ 63,080,584	\$ 63,837,855	\$ 63,018,113
EXPENSES			
Instruction - ECS	\$ 2,074,075	\$ 3,441,062	\$ 3,344,182
Instruction - Grades 1 - 12	\$ 45,637,792	\$ 43,811,777	\$ 45,543,247
Plant operations and maintenance	\$ 7,325,583	\$ 9,100,890	\$ 8,828,105
Transportation	\$ 4,660,510	\$ 4,861,301	\$ 5,061,704
Board & system administration	\$ 2,248,294	\$ 2,292,433	\$ 2,463,487
External services	\$ 1,134,330	\$ 1,035,472	\$ 1,116,022
Total expenses	\$ 63,080,584	\$ 64,542,935	\$ 66,156,747
Operating surplus (deficit)	\$ -	\$ (705,080)	\$ (3,138,634)

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2016 (in dollars)

	2016	2015
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	\$ (705,080)	\$ (3,138,634)
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 2,906,807	\$ 3,143,555
Gains on disposal of tangible capital assets	\$ (5,598)	\$ -
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (2,153,516)	\$ (2,355,319)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (524,507)	\$ 173,643
Prepays	\$ (144,272)	\$ (51,977)
Other financial assets	\$ -	\$ -
Non-financial assets	\$ 32,247	\$ (25,897)
Accounts payable, accrued and other liabilities	\$ 117,194	\$ 769,477
Deferred revenue (excluding EDCR)	\$ 804,114	\$ 425,229
Employee future benefit liabilities	\$ 64,829	\$ (10,002)
Other (describe)	\$ -	\$ -
Total cash flows from operating transactions	\$ 391,820	\$ (1,069,925)
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (1,584,233)	\$ (412,066)
Equipment	\$ (424,623)	\$ (97,555)
Vehicles	\$ (595,826)	\$ -
Computer equipment	\$ -	\$ -
Net proceeds from disposal of unsupported capital assets	\$ 5,598	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ (2,599,086)	\$ (509,621)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ -	\$ -
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement (gains) losses reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ -	\$ -
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ (178,931)	\$ (217,171)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ (178,931)	\$ (217,171)
Increase (decrease) in cash and cash equivalents	\$ (2,386,197)	\$ (1,796,717)
Cash and cash equivalents, at beginning of year	\$ 7,720,649	\$ 9,517,366
Cash and cash equivalents, at end of year	\$ 5,334,452	\$ 7,720,649

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)
For the Year Ended August 31, 2016 (in dollars)

	2016	2015
Operating surplus (deficit)	\$ (705,080)	\$ (3,138,634)
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (2,604,682)	\$ (509,621)
Amortization of tangible capital assets	\$ 2,906,607	\$ 3,143,555
Net carrying value of tangible capital assets disposed of	\$ -	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 301,925	\$ 2,633,934
Changes in:		
Prepaid expenses	\$ (144,272)	\$ (51,977)
Other non-financial assets	\$ 32,247	\$ (25,897)
Net remeasurement gains and (losses)	\$ -	\$ -
Endowments	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ (515,180)	\$ (582,574)
Net financial assets (net debt) at beginning of year	\$ (43,062,655)	\$ (42,480,081)
Net financial assets (net debt) at end of year	\$ (43,577,835)	\$ (43,062,655)

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
 For the Year Ended August 31, 2016 (in dollars)

	2016	2015
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
<u>Prior Period Adjustment (Explain)</u>	\$ -	\$ -
<u>Prior Period Adjustment (Explain)</u>	\$ -	\$ -
Unrealized gains (losses) attributable to:		
<u>Portfolio investments</u>	\$ -	\$ -
<u>Other</u>	\$ -	\$ -
Amounts reclassified to the statement of operations:		
<u>Portfolio investments</u>	\$ -	\$ -
<u>Other</u>	\$ -	\$ -
<u>Net remeasurement gains (losses) for the year</u>	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

SCHEDULE 1

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2016 (in dollars)**

	ACCUMULATED SURPLUS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2015	\$ 10,628,934	\$ -	\$ 10,628,934	\$ 6,406,616	\$ -	\$ -	\$ 2,919,528	\$ 1,302,790
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 10,628,934	\$ -	\$ 10,628,934	\$ 6,406,616	\$ -	\$ -	\$ 2,919,528	\$ 1,302,790
Operating surplus (deficit)	\$ (705,080)		\$ (705,080)			\$ (705,080)		
Board funded tangible capital asset additions								
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ 1,030,933		\$ (107,573)		\$ (923,360)
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -	\$ -	\$ -		\$ -		\$ -
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -		\$ -	\$ -		\$ -
Amortization of tangible capital assets	\$ -		\$ -	\$ (2,906,607)		\$ 2,906,607		
Capital revenue recognized	\$ -		\$ -	\$ 2,153,516		\$ (2,153,516)		
Debt principal repayments (unsupported)	\$ -		\$ -	\$ -		\$ -		
Additional capital debt or capital leases	\$ -		\$ -	\$ -		\$ -		
Net transfers to operating reserves	\$ -		\$ -			\$ -	\$ -	
Net transfers from operating reserves	\$ -		\$ -			\$ 59,562	\$ (59,562)	
Net transfers to capital reserves	\$ -		\$ -			\$ -		\$ -
Net transfers from capital reserves	\$ -		\$ -			\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -			\$ -		\$ -
Other Changes	\$ -		\$ -			\$ -		\$ -
Balance at August 31, 2016	\$ 9,923,854	\$ -	\$ 9,923,854	\$ 6,684,458	\$ -	\$ -	\$ 2,859,966	\$ 379,430

SCHEDULE 1

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2016 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM											
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services			
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2015	\$ 1,039,143	\$ 24,960	\$ 253,671	\$ 326,281	\$ -	\$ -	\$ 1,626,714	\$ 951,549	\$ -	\$ -	\$ -	\$ -
Prior period adjustments:												
Adjusted Balance, August 31, 2015	\$ 1,039,143	\$ 24,960	\$ 253,671	\$ 326,281	\$ -	\$ -	\$ 1,626,714	\$ 951,549	\$ -	\$ -	\$ -	\$ -
Operating surplus (deficit)												
Board funded tangible capital asset additions	\$ -	\$ (24,960)	\$ -	\$ (326,281)	\$ -	\$ -	\$ -	\$ (572,119)	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net remeasurement gains (losses) for the year												
Endowment expenses & disbursements												
Endowment contributions												
Reinvested endowment income												
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets												
Capital revenue recognized												
Debt principal repayments (unsupported)												
Additional capital debt or capital leases												
Net transfers to operating reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers from operating reserves	\$ -	\$ -	\$ (59,562)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers to capital reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers from capital reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 1,039,143	\$ -	\$ 194,109	\$ -	\$ -	\$ -	\$ 1,626,714	\$ 379,430	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2016 (in dollars)**

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects ^(A)	Surplus from Provincially Approved Projects ^(B)	Proceeds on Disposal of Provincially Funded Tangible Capital Assets ^(C)	Unexpended Deferred Capital Revenue from Other Sources ^(D)	
Balance at August 31, 2015	\$ -	\$ -	\$ -	\$ 124,632	\$ 46,787,906
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2015	\$ -	\$ -	\$ -	\$ 124,632	\$ 46,787,906
Add:					
Unexpended capital revenue received from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 1,316,285				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: Parent councils				\$ 240,155	
Other sources:	\$ -			\$ -	
Unexpended capital revenue receivable from:					
Alberta Education school building & modular (excl. IMR)	\$ -				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue:				\$ -	
Proceeds on disposition of supported capital			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets:					\$ -
Alberta Infrastructure managed projects					\$ -
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (1,316,285)	\$ -	\$ -	\$ (257,462)	\$ 1,573,747
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments:	\$ -	\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments:		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 2,003,940
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ 149,576
Balance at August 31, 2016	\$ -	\$ -	\$ -	\$ 107,325	\$ 46,208,137
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2016 (A) + (B) + (C) + (D)				\$ 107,325	

Unexpended Deferred Capital Revenue

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

SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2016 (in dollars)

REVENUES	2016					TOTAL	
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration		External Services
	ECS	Grades 1 - 12					
(1) Alberta Education	\$ 2,235,175	\$ 40,515,404	\$ 8,270,946	\$ 5,110,321	\$ 2,158,312	\$ 58,771,318	
(2) Other - Government of Alberta	\$ -	\$ 66,406	\$ 54,659	\$ -	\$ -	\$ 574,122	
(3) Federal Government and First Nations	\$ -	\$ 278,238	\$ -	\$ -	\$ -	\$ 628,372	
(4) Other Alberta school authorities	\$ -	\$ 16,389	\$ -	\$ -	\$ -	\$ 278,238	
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 190,971	
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 150,377	
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(8) Fees	\$ 200,208	\$ 1,246,247	\$ -	\$ -	\$ -	\$ 1,446,455	
(9) Other sales and services	\$ -	\$ 511,106	\$ 93,081	\$ 29,956	\$ 27,053	\$ 669,298	
(10) Investment income	\$ -	\$ 371	\$ 41,391	\$ -	\$ 25,872	\$ 67,634	
(11) Gifts and donations	\$ -	\$ 284,815	\$ -	\$ -	\$ 17,215	\$ 313,229	
(12) Rental of facilities	\$ -	\$ 24,124	\$ 2,600	\$ -	\$ -	\$ 26,724	
(13) Fundraising	\$ -	\$ 693,716	\$ -	\$ -	\$ -	\$ 693,716	
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ 5,596	\$ 5,596	
(15) Other revenue	\$ -	\$ -	\$ 824,759	\$ -	\$ -	\$ 824,759	
(16) TOTAL REVENUES	\$ 2,435,383	\$ 43,636,816	\$ 9,287,436	\$ 5,140,277	\$ 2,234,048	\$ 63,837,855	
EXPENSES							
(17) Certificated salaries	\$ 2,086,515	\$ 24,657,189	\$ -	\$ -	\$ 366,181	\$ 27,109,885	
(18) Certificated benefits	\$ 486,253	\$ 5,746,909	\$ -	\$ -	\$ 41,740	\$ 6,274,902	
(19) Non-certificated salaries and wages	\$ 584,905	\$ 6,059,414	\$ 2,076,391	\$ 1,694,343	\$ 921,843	\$ 12,117,019	
(20) Non-certificated benefits	\$ 132,620	\$ 1,611,913	\$ 544,002	\$ 259,751	\$ 221,482	\$ 2,957,064	
(21) SUB - TOTAL	\$ 3,290,293	\$ 38,075,425	\$ 2,620,393	\$ 1,954,094	\$ 1,551,246	\$ 48,458,870	
(22) Services, contracts and supplies	\$ 127,905	\$ 5,466,099	\$ 4,265,612	\$ 2,502,731	\$ 688,542	\$ 13,118,942	
(23) Amortization of supported tangible capital assets	\$ 14,300	\$ 91,647	\$ 2,047,569	\$ -	\$ -	\$ 2,153,516	
(24) Amortization of unsupported tangible capital assets	\$ 8,409	\$ 176,778	\$ 112,657	\$ 404,476	\$ 50,771	\$ 753,091	
(25) Supported interest on capital debt	\$ -	\$ -	\$ 54,659	\$ -	\$ -	\$ 54,659	
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ 1,874	\$ 1,874	
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(29) Other expense	\$ 155	\$ 1,928	\$ -	\$ -	\$ -	\$ 1,993	
(30) TOTAL EXPENSES	\$ 3,441,062	\$ 43,811,777	\$ 9,100,890	\$ 4,861,301	\$ 2,292,433	\$ 64,542,935	
(31) OPERATING SURPLUS (DEFICIT)	\$ (1,005,679)	\$ (174,961)	\$ 186,546	\$ 278,976	\$ (58,385)	\$ (705,080)	
						\$ 66,156,747	
						\$ (3,138,634)	

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES
for the Year Ended August 31, 2016 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2016 TOTAL Operations and Maintenance	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 1,590,135	\$ 30,005	\$ -	\$ 283,629	\$ 172,622			\$ 2,076,391	\$ 2,163,919
Uncertificated benefits	\$ 395,560	\$ 102,132	\$ -	\$ -	\$ 46,310			\$ 544,002	\$ 562,964
Sub-total Remuneration	\$ 1,985,695	\$ 132,137	\$ -	\$ 283,629	\$ 218,932			\$ 2,620,393	\$ 2,746,873
Supplies and services	\$ 125,781	\$ 238,494	\$ -	\$ 2,349,890	\$ -			\$ 2,714,165	\$ 1,987,037
Electricity			\$ 649,368					\$ 649,368	\$ 613,100
Natural gas/heating fuel			\$ 301,271					\$ 301,271	\$ 325,135
Sewer and water			\$ 179,937					\$ 179,937	\$ 198,612
Telecommunications			\$ 10,340					\$ 10,340	\$ 17,850
Insurance					\$ 208,594			\$ 208,594	\$ 239,446
ASAP maintenance & renewal payments							\$ -	\$ -	\$ -
Amortization of tangible capital assets							\$ -	\$ -	\$ -
Supported							\$ 1,970,189	\$ 1,970,189	\$ 2,171,992
Unsupported						\$ 190,037		\$ 190,037	\$ 96,964
Total Amortization						\$ 190,037	\$ 1,970,189	\$ 2,160,226	\$ 2,268,956
Interest on capital debt									
Supported							\$ 54,659	\$ 54,659	\$ 70,991
Unsupported							\$ -	\$ -	\$ -
Lease payments for facilities				\$ 201,937				\$ 201,937	\$ 162,105
Other interest charges								\$ -	\$ -
Losses on disposal of capital assets								\$ -	\$ -
TOTAL EXPENSES	\$ 2,111,478	\$ 370,631	\$ 1,140,916	\$ 2,835,456	\$ 427,526	\$ 190,037	\$ 2,024,848	\$ 9,100,890	\$ 8,628,105
SQUARE METRES									
School buildings								6,505.0	6,505.0
Non school buildings								5,497.0	5,497.0

Note:

- Custodial:** All expenses related to activities undertaken to keep the school environment and maintenance shops clean and safe.
- Maintenance:** All expenses associated with the repair, replacement, enhancement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components. Maintenance expenses exclude operational costs related to expensed IMR & Modular Unit relocations, as they are reported on separately.
- Utilities & Telecommunications:** All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.
- Expensed IMR & Modular Unit Relocation & Lease Pmts:** All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects, modular unit (portable) relocation, and payments on leased facilities.
- Facility Planning & Operations Administration:** All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees & contractors, school facility planning & project administration, administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.
- 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, 2016 (in dollars)**

Cash & Cash Equivalents

	2016			2015
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	1%	\$ 5,334,452	\$ 5,334,452	\$ 7,720,649
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Municipal	0.00%	-	-	-
Pooled investment funds	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	-
Total cash and cash equivalents	0.00%	\$ 5,334,452	\$ 5,334,452	\$ 7,720,649

See Note 3 for additional detail.

Portfolio Investments

	2016			2015	
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Long term deposits	0.00%	\$ -	\$ -	\$ -	\$ -
Guaranteed interest certificates	0.00%	-	-	-	-
Fixed income securities					
Government of Canada, direct and guaranteed	0.00%	\$ -	\$ -	\$ -	\$ -
Provincial, direct and guaranteed	0.00%	-	-	-	-
Municipal	0.00%	-	-	-	-
Corporate	0.00%	-	-	-	-
Pooled investment funds	0.00%	-	-	-	-
Total fixed income securities	0.00%	-	-	-	-
Equities					
Canadian	0.00%	\$ -	\$ -	\$ -	\$ -
Foreign	0.00%	-	-	-	-
Total equities	0.00%	-	-	-	-
Supplemental integrated pension plan assets	0.00%	\$ -	\$ -	\$ -	\$ -
Restricted investments	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Total portfolio investments	0.00%	\$ -	\$ -	\$ -	\$ -

See Note 5 for additional detail.

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

	2016	2015
Under 1 year	100.0%	100.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

SCHEDULE 6

School Jurisdiction Code: **1325**

**SCHEDULE OF CAPITAL ASSETS
for the Year Ended August 31, 2016 (in dollars)**

	2016						2015
	Land	Construction 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	\$ 2,048,367	\$ 412,066	\$ 83,907,027	\$ 4,134,710	\$ 6,760,304	\$ 2,007,636	\$ 99,943,349
Prior period adjustments	-	-	-	-	-	-	-
Additions	-	-	1,584,233	424,623	595,826	-	2,604,682
Transfers in (out)	-	(412,066)	412,066	-	-	-	-
Less disposals including write-offs	\$ 2,048,367	-	(529,813)	(354,227)	(17,628)	(484,435)	(1,182,860)
		\$ 85,373,513	\$ 4,205,106	\$ 7,338,502	\$ 1,523,201	\$ 100,488,689	\$ 99,270,110
Accumulated amortization							
Beginning of year	\$ -	\$ -	\$ 36,419,625	\$ 3,219,364	\$ 4,451,993	\$ 1,984,605	\$ 44,114,892
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	2,151,732	245,209	491,449	18,217	3,143,556
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	\$ -	\$ -	(529,813)	(354,227)	(17,628)	(484,435)	(1,182,861)
	\$ -	\$ -	\$ 38,041,544	\$ 3,110,346	\$ 4,925,814	\$ 1,518,387	\$ 47,596,091
Net Book Value at August 31, 2016	\$ 2,048,367	\$ -	\$ 47,331,969	\$ 1,094,760	\$ 2,412,688	\$ 4,814	\$ 52,892,598
Net Book Value at August 31, 2015	\$ 2,048,367	\$ 412,066	\$ 47,487,402	\$ 915,346	\$ 2,308,311	\$ 23,031	\$ 53,194,523

	2016	2015
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

SCHEDULE 7

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
for the Year Ended August 31, 2016 (in dollars)**

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Hickman, Russell	1.00	\$22,480	\$4,840	\$0			\$0	\$4,722
Molchanok, Heather	1.00	\$19,350	\$4,876	\$0			\$0	\$15,526
Hetherington, Heidi	1.00	\$19,632	\$4,753	\$0			\$0	\$3,548
Scott, Daryl	1.00	\$19,403	\$4,902	\$0			\$0	\$12,979
Thompson, Gary	1.00	\$19,909	\$1,254	\$0			\$0	\$13,981
Tryon, Mae	1.00	\$26,312	\$2,116	\$0			\$0	\$22,679
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
Subtotal	6.00	\$127,066	\$22,741	\$0			\$0	\$79,435
Volkman, Brad, Superintendent	1.00	\$190,000	\$25,862	\$4,200	\$0	\$0	\$0	\$18,863
Azim, Mohammed, Secretary Treasurer	1.00	\$155,000	\$35,842	\$0	\$0	\$0	\$0	\$7,976
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated teachers	273.80	\$26,919,885	\$6,249,040	\$0	\$0	\$0	\$0	\$0
Non-certificated - other	313.00	\$11,836,953	\$2,898,681	\$0	\$0	\$0	\$0	\$0
TOTALS	594.80	\$39,226,904	\$9,231,966	\$4,200	\$0	\$0	\$0	\$100,274

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3. The jurisdiction is exempt under the Income Tax Act.

The jurisdiction receives funding for instruction and support under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The 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 CPA Canada public sector accounting standards (PSAS) without reference to Government Not-for-Profit provisions. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Cash and Cash Equivalents

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

b) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) Tangible capital assets

The following criteria applies:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Buildings include land, site and leasehold improvements.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School 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.

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

c) Tangible capital assets – Continued

- Tangible capital assets with costs in excess of \$5,000 are capitalized. Furniture and equipment purchases relating to a new school or school modernization are capitalized.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Computer Hardware & Software	20% to 25%
Other Equipment & Furnishings	10% to 20%

d) Deferred Revenue

Deferred revenue includes contributions received for operations which have stipulations that meet the definition of a liability per Public Sector Accounting Standard 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 include contributions for capital expenditures, unexpended and expended:

- Unexpended Deferred Capital Revenue

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

- Expended Deferred Capital Revenue

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

e) Employee Future Benefits

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 vested or accumulating sick leave, early retirement, retirement/severance, job-training and counseling, post-employment benefit continuation, vacation, overtime, and various qualifying compensated absences and non-vested sick leave. The future benefits cost is determined using management's best estimate of expected salary escalation, benefit usage, termination and retirement rates and mortality.

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

f) Liability for Contaminated Sites

In June 2010, the Public Sector Accounting Board issued this accounting standard effective for fiscal years starting on or after April 1, 2015. Contaminated sites are a result of contamination being introduced into the air, soil, water, or sediment of a chemical, organic, or radioactive material, or live organism that exceeds an environmental standard. The School District adopted this accounting standard retroactively as of April 1, 2015.

As of August 31 the School Division has determined that they do not have any recognizable liability for contaminated sites as all known incidents are associated with buildings currently in productive use.

g) Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related asset. In subsequent periods, the liability is adjusted for the accretion of discount and any changes in the amount or timing of the underlying future cash flows.

The School Division has determined that it has a conditional asset retirement obligation relating to certain school sites. These obligations will be discharged in the future by funding through the Alberta Government. The School Division believes that there is insufficient information to estimate the fair value of the asset retirement obligation because the settlement date or the range of potential settlement dates has not been determined and information is not available to apply an expected present value technique.

h) Other Non-Financial Assets

Inventories are recorded at the lower of cost or replacement cost.

i) Operating and Capital Reserves

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

j) Revenue Recognition

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

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

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

j) Revenue Recognition - Continued

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

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with Section PS 3200. Such liabilities are recorded as deferred revenue. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year the stipulated related expenses are incurred;
- Unexpended Deferred Capital Revenue; or
- Expended Deferred Capital Revenue.

k) Expenses

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

Allocation of Costs:

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

l) Pensions

Pension costs included in these 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 Wild Rose 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, 2016, the amount contributed by the Government was \$3,231,318 (2015 - \$3,315,538).

The School Division participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$1,173,535 for the year ended August 31, 2016 (2015 \$1,158,373). At December 31, 2015, the Local Authorities Pension Plan reported an actuarial deficiency of \$ 923,416,000 (2014 deficiency of \$2,454,636,000).

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

m) Program Reporting

The Division's operations have been segmented as follows:

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

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

n) Trusts Under Administration

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 Division holds title to the property for the benefit of the beneficiary.

Trusts under administration have been excluded from the financial reporting of the Division. Trust balances can be found in Note 14.

o) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District 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, employee future benefit 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.

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

p) Measurement Uncertainty

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

3. CASH AND CASH EQUIVALENTS

Included in cash and cash equivalents is restricted cash of \$ 765,167 (2015 – \$715,503) related to school generated funds held at the school level that is not available for general division use.

4. ACCOUNTS RECEIVABLE

	2016			2015
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 35,719		\$ 35,719	\$ -
Alberta Education - Capital	80,049		80,049	59,233
Alberta Finance - Supported debentures	577,062		577,062	765,472
Other Alberta school jurisdictions	52,776		52,776	112,096
Alberta Health Services	32,876		32,876	39,937
Federal government	179,007		179,007	158,309
Municipalities			-	485
Insurance receivables	788,097		788,097	
Other	42,544		42,544	128,091
Total	\$ 1,788,130	\$ -	\$ 1,788,130	\$ 1,263,623

5. BANK INDEBTEDNESS

The jurisdiction has entered into a credit card agreement up to a total of \$200,000. Minor balances outstanding on these cards at August 31, 2016 are included in accounts payable.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2016	2015
Alberta Education		\$ 71,711
Other Alberta school jurisdictions	1,685	18,438
Alberta Capital Finance Authority (Interest on long-term debt)	28,671	38,150
Post-secondary institutions	9,669	-
Salaries & benefit costs	1,315,171	1,737,670
Other trade payables and accrued liabilities	1,352,607	724,640
Total	\$ 2,707,803	\$ 2,590,609

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

7. DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2015 Restated	ADD: 2015/2016 Restricted Funds Received/ Receivable	DEDUCT: 2015/2016 Restricted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2015/2016 Adjustments for Returned Funds	DEFERRED REVENUE as at Aug. 31, 2016
Unexpended deferred operating revenue					
Alberta Education:					
Infrastructure Maintenance Renewal	\$ 1,346,260	\$ 927,054	\$ (1,746,219)		\$ 527,095
CTS Bridging	-	68,000	(25,000)		43,000
Other Alberta Education Kootenay Funding	29,857		(29,857)		-
Other Government of Alberta:					
Youth in Schools	2,354		(2,354)		-
Other Deferred Revenue:					
School Generated Funds	62,885	121,467	(62,885)		121,467
Donations	61,663	59,131	(61,663)		59,131
Total unexpended deferred operating revenue	\$ 1,503,019	\$ 1,175,652	\$ (1,927,978)	\$ -	\$ 750,693
Unexpended deferred capital revenue	\$ 124,632	\$ 1,556,440	\$ (1,573,747)		\$ 107,325
Expended deferred capital revenue	46,787,906	1,573,747	(2,153,516)		46,208,137
Total	\$ 48,415,557	\$ 4,305,839	\$ (5,655,241)	\$ -	\$ 47,066,155

8. EMPLOYEE FUTURE BENEFIT LIABILITIES

Employee future benefit liabilities consist of the following:

	2016	2015
Vacation accrual liability	\$ 374,393	\$ 287,889
Post-employment benefits	4,200	26,075
Total	\$ 378,593	\$ 313,964

9. DEBT

Debentures outstanding at August 31, 2016 have interest rates between 8.0% to 9.875%. The Debentures are due over 25 years, with payments made annually supported by Alberta Finance.

Total

	2016	2015
	\$ 548,391	\$ 727,322
Total	\$ 548,391	\$ 727,322

Debenture Debt – Supported

Debenture payments due over the next five years and beyond are:

	Principal	Interest	Total
2016-2017	\$ 168,891	\$ 48,236	\$ 217,127
2017-2018	168,891	33,538	202,429
2018-2019	158,491	18,841	177,332
2019-2020	52,118	5,106	57,224
2021 to maturity			
Total	\$ 548,391	\$ 105,721	\$ 654,112

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

10. OTHER NON-FINANCIAL ASSETS

	2016	2015
Inventories	\$ 121,112	\$ 153,359

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:

	2016	2015
Unrestricted surplus	\$ -	\$ -
Operating reserves	2,859,966	2,919,527
Accumulated surplus (deficit) from operations	2,859,966	2,919,527
Investment in tangible capital assets	6,684,458	6,406,617
Capital reserves	379,430	1,302,790
Accumulated surplus (deficit)	\$ 9,923,854	\$ 10,628,934

Accumulated surplus (deficit) from operations (ASO) include school generated funds of \$643,699. These funds are raised at school level and are not available to spend at board level. The school jurisdiction's Adjusted surplus (deficit) from operations is calculated as follows:

	2016	2015
Accumulated Surplus (Deficit) from operations	\$ 2,859,966	\$ 2,919,527
Deduct: School generated funds included in accumulated surplus (Note 7)	643,699	652,618
Accumulated Surplus (Deficit) from operations ⁽¹⁾	\$ 2,216,267	\$ 2,266,909

(1) Adjusted accumulated surplus (deficit) from operations represents funds available for use by the school jurisdiction after deducting funds raised at school-level.

12. CONTRACTUAL OBLIGATIONS

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

	Building Projects	Building Leases	Service Providers
2016-17	-	50,371	1,826,103
2017-18	-	35,496	-
2018-19	-	35,496	-
2019-20	-	35,496	-
2020-2021	-	35,496	-
Thereafter	-	35,496	-
	\$ -	\$ 227,851	\$ 1,826,103

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

13. CONTINGENT LIABILITIES

The jurisdiction is a member of the reciprocal insurance exchange ASBIE. 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.

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.

	2016	2015
Deferred salary leave plan	\$ 218,937	\$ 363,131
Scholarship trusts	276,487	280,335
Total	<u>\$ 495,424</u>	<u>\$ 643,466</u>

15. SCHOOL GENERATED FUNDS

	2016	2015
School Generated Funds, Beginning of Year	\$ 715,503	\$ 719,614
Gross Receipts:		
Fees	614,714	662,912
Fundraising	707,108	678,387
Gifts and donations	216,462	252,865
Grants to schools		10,500
Other sales and services	221,206	314,360
Total gross receipts	<u>\$ 1,759,490</u>	<u>\$ 1,919,024</u>
Total Related Expenses and Uses of Funds	\$ 1,310,536	\$ 1,481,817
Total Direct Costs Including Cost of Goods Sold to Raise Funds	399,291	441,318
School Generated Funds, End of Year	<u>\$ 765,166</u>	<u>\$ 715,503</u>
Balance included in Deferred Revenue	\$ 121,467	\$ 62,885
Balance included in Accumulated Surplus	\$ 643,699	\$ 652,618

Various parent groups, including societies and other associations, solicit donations and undertake fundraising activities to provide operating and capital donations to further the objectives of the School Division. The financial information of these groups is not consolidated in these financial statements as the Division has no control or significant influence in any of those entities.

WILD ROSE SCHOOL DIVISION NO. 66

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED AUGUST 31, 2016

16. RELATED PARTY TRANSACTIONS

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)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Education				
Accounts receivable / Accounts payable	\$ 115,768			
Prepaid expenses / Deferred revenue		570,095		
Expended deferred capital revenue		45,335,655	2,003,940	
Grant revenue & expenses			56,767,378	
Other Alberta school jurisdictions	52,776	1,685	16,389	127,936
Treasury Board and Finance (Principal)	548,391			
Treasury Board and Finance (Accrued interest)	28,671		54,659	
Alberta Health Services	32,876		253,569	75,000
Post - Secondary Institutions		9,669	21,562	43,497
Other: Alberta Human Services			200,496	
SHIP program			50,812	
Alberta Local Authorities Pension Plan Corp		70,917		1,173,535
Alberta Capital Finance Authority (ACFA)		577,062		54,659
TOTAL 2015/2016	\$ 778,482	\$ 46,565,083	\$ 59,368,805	\$ 1,474,627
TOTAL 2014/2015	\$ 976,738	\$ 48,329,806	\$ 59,273,401	\$ 1,520,687

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

18. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees on June 16, 2015. It is presented for information purposes only and has not been audited.

SCHEDULE 8

School Jurisdiction Code: 1325

UNAUDITED SCHEDULE OF FEE REVENUES
for the Year Ending August 31, 2016 (in dollars)

	Actual 2016	Actual 2015
FEES		
Transportation fees	\$0	\$0
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$310,411	\$368,268
Technology user fees	\$0	\$0
Alternative program fees	\$0	\$0
Fees for optional courses (band, art, etc.)	\$265,043	\$293,925
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$18,608	\$7,750
Kindergarten & preschool	\$200,208	\$204,327
Extracurricular fees (sports teams and clubs)	\$592,555	\$652,355
Field trips (related to curriculum)	\$58,196	\$11,751
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$1,434	\$1,807
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
TOTAL FEES	\$1,446,455	\$1,540,183

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

Please disclose amounts paid by parents of students that are recorded as "Other sales and services" or "Other revenue" (rather than fee revenue):	Actual 2016	Actual 2015
Cafeteria sales, hot lunch, milk programs	\$120,755	\$149,513
Special events, graduation, tickets	\$34,246	\$21,494
Student travel (international, recognition trips, non-curricular)	\$0	\$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$16,788	\$21,388
Adult education revenue	\$0	\$0
Child care & before and after school care	\$0	\$0
Other (describe) Band Supplies	\$3,685	\$3,533
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$175,474	\$195,928

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2016 (in dollars)					
	PROGRAM AREA				
	First Nations, Metis & Inuit (FNMI)	ECS Program Unit Funding (PUF)	English as a Second Language (ESL)	Inclusive Education	Small Schools by Necessity (Revenue only)
Funded Students in Program	428	57	79		
Federally Funded Students	27				
REVENUES					
Alberta Education allocated funding	\$ 504,227	\$ 621,533	\$ 74,220	\$ 3,487,311	\$ 818,049
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	\$ 504,227	\$ 621,533	\$ 74,220	\$ 3,487,311	\$ 818,049
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits	\$ 283,632	\$ 51,250	\$ 40,976	\$ 1,500,398	
Instructional non-certificated salaries & benefits	\$ 119,477	\$ 535,988	\$ -	\$ 4,034,669	
SUB TOTAL	\$ 403,109	\$ 587,238	\$ 40,976	\$ 5,535,067	
Supplies, contracts and services	\$ 104,118	\$ 13,654	\$ 33,244	\$ 159,700	
Program planning, monitoring & evaluation	\$ -	\$ 100,132	\$ -	\$ 254,461	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 507,227	\$ 701,024	\$ 74,220	\$ 5,949,228	
NET FUNDING SURPLUS (SHORTFALL)	\$ (3,000)	\$ (79,491)	\$ -	\$ (2,461,917)	

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES
for the Year Ended August 31, 2016 (in dollars)

EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs				TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	TOTAL	
Office of the superintendent	\$ 220,062	\$ 18,863		\$ 238,925	\$ -	\$ -	\$ -	\$ 238,925	
Educational administration (excluding superintendent)		\$ -		\$ -	\$ 894,318	\$ 104,404	\$ -	\$ 998,722	
Business administration	\$ 700,615	\$ 400,876		\$ 1,101,491				\$ 1,101,491	
Board governance (Board of Trustees)	\$ 149,717	\$ 73,435		\$ 223,152				\$ 223,152	
Information technology	\$ -	\$ -		\$ -	\$ 715,229	\$ 42,046		\$ 757,275	
Human resources	\$ 187,859	\$ 42,736		\$ 230,595				\$ 230,595	
Central purchasing, communications, marketing	\$ 68,729	\$ 71,227		\$ 139,956				\$ 139,956	
Payroll	\$ 224,264	\$ -		\$ 224,264				\$ 224,264	
Administration - insurance			\$ 81,405	\$ 81,405				\$ 81,405	
Administration - amortization			\$ 50,771	\$ 50,771				\$ 50,771	
Administration - other (admin building, interest)			\$ 1,874	\$ 1,874				\$ 1,874	
Other (describe)	\$ -	\$ -		\$ -				\$ -	
Other (describe)	\$ -	\$ -		\$ -				\$ -	
Other (describe)	\$ -	\$ -		\$ -				\$ -	
TOTAL EXPENSES	\$ 1,551,246	\$ 607,137	\$ 134,050	\$ 2,292,433	\$ 1,609,547	\$ 146,450	\$ -	\$ 4,048,430	

BOARD AND SYSTEM ADMINISTRATION (FOR INFORMATION ONLY - NOT PART OF FINANCIAL STATEMENTS)	
2015/2016 EXPENSES UNDER (OVER) MAXIMUM LIMIT	
TOTAL EXPENSES (From "Total" column of Line 30 of Schedule of Program Operations)	\$64,542,935
Enter Number of Net Enrolled Students: "C" if Charter School	4,567
STEP 1	
Calculation of maximum expense limit percentage for Board and System Administration expenses	4.24%
If "Total Net Enrolled Students" are 6,000 and over = 3.6%	
If "Total Net Enrolled Students" are 2,000 and less = 5.4%	
<p>The Maximum Expense Limit for Board and System Administration is based on an arithmetical proportion for the TOTAL FTE count for grades 1 - 12, net of Home Education AND Adult students, between 2,000 to 6,000 at .00045 per FTE (Example: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .00045 = 0.675% plus 3.6% = maximum expense limit of 4.275%).</p>	
STEP 2	
A. Calculate maximum expense limit amounts for Board and System Administration expenses	
Maximum Expense Limit percentage (Step 1) x TOTAL EXPENSES	\$2,739,751
B. Considerations for Charter Schools and Small School Boards:	
If charter schools and small school boards,	\$0
The amount of Small Board Administration funding (<i>Funding Manual</i> Section 1.13)	\$2,739,751
2015/2016 MAXIMUM EXPENSE LIMIT (the greater of A or B above)	
Actual Board & System Administration from Line 30 of "Schedule of Program Operations" (Board & System Administration Column)	\$2,292,433
Amount Overspent	\$0