

**AUDITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AUGUST 31, 2014**  
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

**Grande Yellowhead Public School Division No. 77**

Legal Name of School Jurisdiction

**3656 - 1 Avenue Edson, Alberta T7E 1S8**

Mailing Address

**780-723-4471 (phone) 780-723-2414 (fax)**

Telephone & Fax Numbers, and Email Address

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

The financial statements of Grande Yellowhead Public School Division No. 77 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**

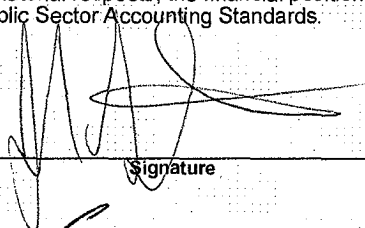
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors were given full access to school jurisdiction records.

**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**

John Stitzenberger  
Name

  
Signature

**SUPERINTENDENT**

Cory Gray  
Name

  
Signature

**SECRETARY-TREASURER OR TREASURER**

Ed Latka  
Name

  
Signature

December 3, 2014

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5  
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**INDEPENDENT AUDITOR'S REPORT**

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To the Board of Trustees of the Grande Yellowhead Public School Division No. 77

*Report on the Financial Statements*

We have audited the accompanying financial statements of Grande Yellowhead Public School Division No. 77, which comprise the statement of financial position as at August 31, 2014, and the statements of operations, changes in net financial assets (debt) and cash flows for the year then ended.

*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.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated 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 auditor's 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 Grande Yellowhead Public School Division No. 77 as at August 31, 2014 and the results of its operations, changes in its net financial assets (debt) and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*Mergaert, Barford, Williams & Joly*

Edson, Alberta  
December 3, 2014

Chartered Accountants



**STATEMENT OF FINANCIAL POSITION**  
As at August 31, 2014 (in dollars)

		2014	2013 restated
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents	(Note 3)	\$ 4,837,242	\$ 4,807,528
Accounts receivable (net after allowances)	(Note 4)	\$ 976,073	\$ 746,051
Portfolio investments	(Note 5)	\$ 9,440,883	\$ 9,406,310
Other financial assets		\$ -	\$ -
<b>Total financial assets</b>		<b>\$ 15,254,198</b>	<b>\$ 14,959,889</b>
<b>LIABILITIES</b>			
Bank indebtedness	(Note 6)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 7)	\$ 2,371,366	\$ 2,453,587
Deferred revenue	(Note 8)	\$ 36,748,427	\$ 24,776,529
Employee future benefit liabilities		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt	(Note 9)		
Supported: Debentures and other supported debt		\$ 9,959	\$ 73,368
Unsupported: Debentures and capital loans		\$ 90,226	\$ 111,178
Capital leases		\$ -	\$ -
Mortgages		\$ -	\$ -
<b>Total liabilities</b>		<b>\$ 39,219,978</b>	<b>\$ 27,414,662</b>
<b>Net financial assets (debt)</b>		<b>\$ (23,965,780)</b>	<b>\$ (12,454,773)</b>
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	(Note 10)		
Land		\$ 1,276,770	\$ 1,276,770
Construction in progress		\$ 106,453	\$ -
Buildings		\$ 72,416,793	
Less: Accumulated amortization		\$ (35,697,875)	\$ 26,158,095
Equipment		\$ 8,898,657	
Less: Accumulated amortization		\$ (7,627,040)	\$ 410,054
Vehicles		\$ 5,813,618	
Less: Accumulated amortization		\$ (3,386,478)	\$ 1,906,770
Computer Equipment		\$ 5,019,597	
Less: Accumulated amortization		\$ (3,451,417)	\$ 1,761,989
<b>Total tangible capital assets</b>		<b>\$ 43,369,078</b>	<b>\$ 31,513,678</b>
Prepaid expenses		\$ 357,613	\$ 317,155
Other non-financial assets	(Note 11)	\$ 119,495	\$ 61,655
<b>Total non-financial assets</b>		<b>\$ 43,846,186</b>	<b>\$ 31,892,488</b>
<b>Accumulated surplus</b>	(Note 12)	<b>\$ 19,880,406</b>	<b>\$ 19,437,715</b>
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 19,880,406	\$ 19,437,715
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 19,880,406	\$ 19,437,715
<b>Contractual obligations</b>	(Note 13)		
<b>Contingent liabilities</b>	(Note 14)		

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

**STATEMENT OF OPERATIONS**  
For the Year Ended August 31, 2014 (in dollars)

	Budget 2014	Actual 2014	Actual 2013
<b>REVENUES</b>			
Alberta Education	\$ 57,229,857	\$ 57,551,846	\$ 57,574,280
Other - Government of Alberta	\$ 101,260	\$ 610,998	\$ 738,259
Federal Government and First Nations	\$ -	\$ 29,860	\$ 29,500
Other Alberta school authorities	\$ -	\$ 170,930	\$ 102,262
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ 9,043	\$ -	\$ -
Property taxes		\$ -	\$ -
Fees (Note 15)	\$ 914,240	\$ 1,095,755	\$ 1,005,634
Other sales and services	\$ 47,250	\$ 6,510	\$ 2,375
Investment income	\$ 110,000	\$ 258,999	\$ 176,617
Gifts and donations	\$ 362,848	\$ 486,739	\$ 459,818
Rental of facilities	\$ 41,572	\$ 10,628	\$ 15,678
Fundraising	\$ 975,684	\$ 992,075	\$ 884,587
Gains on disposal of capital assets	\$ -	\$ 5,975	\$ -
Other revenue	\$ 7,368	\$ 17,492	\$ 20,524
<b>Total revenues</b>	<b>\$ 59,799,122</b>	<b>\$ 61,237,807</b>	<b>\$ 61,009,534</b>
<b>EXPENSES</b>			
Instruction (ECS - Grade 12)	\$ 47,424,191	\$ 46,392,373	\$ 46,512,506
Plant operations and maintenance	\$ 7,100,945	\$ 6,929,665	\$ 7,385,708
Transportation	\$ 4,154,599	\$ 4,317,683	\$ 4,022,655
Board & system administration	\$ 2,697,820	\$ 2,866,955	\$ 2,632,724
External services	\$ 93,190	\$ 288,440	\$ 155,058
<b>Total expenses</b>	<b>\$ 61,470,745</b>	<b>\$ 60,795,116</b>	<b>\$ 60,708,651</b>
<b>Operating surplus (deficit)</b>	<b>\$ (1,671,623)</b>	<b>\$ 442,691</b>	<b>\$ 300,883</b>

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

**STATEMENT OF CASH FLOWS**  
For the Year Ended August 31, 2014 (in dollars)

	2014	2013
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Operating surplus (deficit)	\$ 442,691	\$ 300,883
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 2,551,584	\$ 2,660,841
Gains on disposal of tangible capital assets	\$ (5,975)	\$ -
Losses on disposal of tangible capital assets	\$ 49,570	\$ -
Expended deferred capital revenue recognition	\$ (1,343,988)	\$ (1,472,050)
Deferred capital revenue write-off	\$ 559,618	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (230,022)	\$ (117,279)
Prepays	\$ (40,458)	\$ (85,708)
Other financial assets	\$ -	\$ -
Non-financial assets	\$ (57,840)	\$ 2,487
Accounts payable and accrued liabilities	\$ (82,221)	\$ 367,553
Deferred revenue (excluding EDCR)	\$ 13,315,886	\$ 345,782
Employee future benefit liabilities	\$ -	\$ 6,552
Other (describe)	\$ -	\$ -
<b>Total cash flows from operating transactions</b>	<b>\$ 15,158,845</b>	<b>\$ 2,009,061</b>
<b>B. CAPITAL TRANSACTIONS</b>		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (12,632,167)	\$ -
Equipment	\$ (946,474)	\$ (24,819)
Vehicles	\$ (877,503)	\$ (559,499)
Computer equipment	\$ (453,575)	\$ (442,187)
Net proceeds from disposal of unsupported capital assets	\$ 5,975	\$ -
Other (describe)      Construction in progress	\$ (106,453)	\$ -
<b>Total cash flows from capital transactions</b>	<b>\$ (15,010,197)</b>	<b>\$ (1,026,505)</b>
<b>C. INVESTING TRANSACTIONS</b>		
Purchases of portfolio investments	\$ (34,573)	\$ (6,000,000)
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement gains (losses) reclassified to the statement of operations	\$ -	\$ -
Other (describe)	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ (34,573)</b>	<b>\$ (6,000,000)</b>
<b>D. FINANCING TRANSACTIONS</b>		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ (84,361)	\$ (153,214)
Other (describe)	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ (84,361)</b>	<b>\$ (153,214)</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ 29,714</b>	<b>\$ (5,170,658)</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 4,807,528</b>	<b>\$ 9,978,186</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 4,837,242</b>	<b>\$ 4,807,528</b>

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

**STATEMENT OF CHANGE IN NET DEBT**  
**For the Year Ended August 31, 2014**

	Budget 2014	2014	2013
Operating surplus (deficit)	\$ (1,671,623)	\$ 442,691	\$ 300,883
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (702,000)	\$ (14,909,719)	\$ (1,026,505)
Amortization of tangible capital assets	\$ 2,306,172	\$ 2,551,584	\$ 2,660,841
Net carrying value of tangible capital assets disposed of	\$ -	\$ 609,188	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Other changes	\$ -	\$ (106,453)	\$ -
<b>Total effect of changes in tangible capital assets</b>	\$ 1,604,172	\$ (11,855,400)	\$ 1,634,336
Changes in:			
Prepaid expenses	\$ -	\$ (40,458)	\$ (85,708)
Other non-financial assets	\$ -	\$ (57,840)	\$ 2,487
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Endowments	\$ -	\$ -	\$ -
<b>Decrease (increase) in net debt</b>	\$ (67,451)	\$ (11,511,007)	\$ 1,851,998
<b>Net debt at beginning of year</b>	\$ (12,454,773)	\$ (12,454,773)	\$ (14,306,771)
<b>Net debt at end of year</b>	\$ (12,522,224)	\$ (23,965,780)	\$ (12,454,773)

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

**STATEMENT OF CHANGE IN NET DEBT**  
**For the Year Ended August 31, 2014**

	2014	2013
Operating surplus (deficit)	\$ 442,691	\$ 300,883
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (14,909,719)	\$ (1,026,505)
Amortization of tangible capital assets	\$ 2,551,584	\$ 2,660,841
Net carrying value of tangible capital assets disposed of	\$ 609,188	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ (106,453)	\$ -
<b>Total effect of changes in tangible capital assets</b>	\$ (11,855,400)	\$ 1,634,336
Changes in:		
Prepaid expenses	\$ (40,458)	\$ (85,708)
Other non-financial assets	\$ (57,840)	\$ 2,487
Net remeasurement gains and (losses)	\$ -	\$ -
Endowments	\$ -	\$ -
<b>Decrease (increase) in net debt</b>	\$ (11,511,007)	\$ 1,851,998
<b>Net debt at beginning of year</b>	\$ (12,454,773)	\$ (14,306,771)
<b>Net debt at end of year</b>	\$ (23,965,780)	\$ (12,454,773)

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



**STATEMENT OF REMEASUREMENT GAINS AND LOSSES**  
**For the Year Ended August 31, 2014 (in dollars)**

	2014	2013
<b>Accumulated remeasurement gains (losses) at beginning of year</b>	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
<b>Accumulated remeasurement gains (losses) at end of year</b>	\$ -	\$ -

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

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2014 (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
<b>Balance at August 31, 2013</b>	\$ 19,437,715	\$ -	\$ 19,437,715	\$ 7,400,804	\$ 431,714	\$ 2,773,328	\$ 5,361,142	\$ 3,470,727
<b>Prior period adjustments:</b>								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2013</b>	\$ 19,437,715	\$ -	\$ 19,437,715	\$ 7,400,804	\$ 431,714	\$ 2,773,328	\$ 5,361,142	\$ 3,470,727
Operating surplus (deficit)	\$ 442,691		\$ 442,691			\$ 442,691		
Board funded tangible capital asset additions				\$ 1,617,265		\$ (351,635)	\$ (410,114)	\$ (855,516)
Disposal of unsupported tangible capital assets	\$ -		\$ -	\$ (49,570)		\$ 43,595		\$ 5,975
Disposal of supported tangible capital assets (board funded portion)	\$ -		\$ -			\$ -		\$ -
Write-down of unsupported tangible capital assets	\$ -		\$ -	\$ -		\$ -		\$ -
Write-down of supported tangible capital assets (board funded portion)	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -						
Endowment expenses	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (2,551,584)		\$ 2,551,584		
Capital revenue recognized	\$ -			\$ 1,343,988		\$ (1,343,988)		
Debt principal repayments (unsupported)	\$ -			\$ 20,952		\$ (20,952)		
Externally imposed endowment restrictions	\$ -				\$ -	\$ -	\$ -	
Net transfers to operating reserves	\$ -					\$ (1,324,693)	\$ 1,324,693	
Net transfers from operating reserves	\$ -					\$ 890,319	\$ (890,319)	
Net transfers to capital reserves	\$ -					\$ (389,758)		\$ 389,758
Net transfers from capital reserves	\$ -					\$ 20,952		\$ (20,952)
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2014</b>	\$ 19,880,406	\$ -	\$ 19,880,406	\$ 7,781,855	\$ 431,714	\$ 3,291,443	\$ 5,385,402	\$ 2,989,992

**SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS**  
for the Year Ended August 31, 2014 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
<b>Balance at August 31, 2013</b>	\$ 4,073,788	\$ 1,317,326	\$ 1,090,092	\$ 1,162,917	\$ 45,000	\$ 100,834	\$ 152,262	\$ 889,650	\$ -	\$ -
<b>Prior period adjustments:</b>										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2013</b>	\$ 4,073,788	\$ 1,317,326	\$ 1,090,092	\$ 1,162,917	\$ 45,000	\$ 100,834	\$ 152,262	\$ 889,650	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ (410,114)	\$ -	\$ -	\$ (105,014)	\$ -	\$ -	\$ -	\$ (750,502)	\$ -	\$ -
Disposal of unsupported tangible capital assets		\$ -		\$ -		\$ -		\$ 5,975		\$ -
Disposal of supported tangible capital assets (board funded portion)		\$ -		\$ -		\$ -		\$ -		\$ -
Write-down of unsupported tangible capital assets		\$ -		\$ -		\$ -		\$ -		\$ -
Write-down of supported tangible capital assets (board funded portion)		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses										
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Externally imposed endowment restrictions	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers to operating reserves	\$ 1,268,506		\$ 47,146		\$ 9,041		\$ -		\$ -	
Net transfers from operating reserves	\$ (542,749)		\$ (152,517)		\$ (42,791)		\$ (152,262)		\$ -	
Net transfers to capital reserves		\$ 32,652		\$ 20,679		\$ 10,050		\$ 326,377		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ (20,952)		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2014</b>	\$ 4,389,431	\$ 1,349,978	\$ 984,721	\$ 1,078,582	\$ 11,250	\$ 110,884	\$ -	\$ 450,548	\$ -	\$ -

**SCHEDULE OF CAPITAL REVENUE**  
**(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)**  
for the Year Ended August 31, 2014 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects <sup>(A)</sup>	Surplus from Provincially Approved Projects <sup>(B)</sup>	Proceeds on Disposal of Provincially Funded Tangible Capital Assets <sup>(C)</sup>	Unexpended Deferred Capital Revenue from Other Sources <sup>(D)</sup>	
<b>Balance at August 31, 2013</b>	\$ -	\$ -	\$ -	\$ -	\$ 24,001,689
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2013	\$ -	\$ -	\$ -	\$ -	\$ 24,001,689
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 13,374,211				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources <i>(Describe)</i> :	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 375,213				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue: <i>(Describe)</i>				\$ -	
Net proceeds on disposal of supported tangible capital assets			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets (Explain):					
Alberta Schools Alternative Program (ASAP), Building Alberta School Construction Program, (BASCP) and other Alberta Infrastructure managed projects					\$ -
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (13,398,907)	\$ -	\$ -	\$ -	\$ 13,398,907
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ 559,618
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 1,343,988
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
<b>Balance at August 31, 2014</b>	\$ 350,517	\$ -	\$ -	\$ -	\$ 35,496,990
	(A)	(B)	(C)	(D)	
<b>Balance of Unexpended Deferred Capital Revenue at August 31, 2014 (A) + (B) + (C) + (D)</b>				\$ 350,517	

**Unexpended Deferred Capital Revenue**

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

**SCHEDULE OF PROGRAM OPERATIONS**  
for the Year Ended August 31, 2014 (in dollars)

REVENUES	2014						2013
	Instruction (ECS- Grade 12)	Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
(1) Alberta Education	\$ 44,320,678	\$ 6,499,910	\$ 4,033,438	\$ 2,697,820	\$ -	\$ 57,551,846	\$ 57,574,280
(2) Other - Government of Alberta	\$ 369,409	\$ 3,664	\$ -	\$ 14,000	\$ 223,925	\$ 610,998	\$ 738,259
(3) Federal Government and First Nations	\$ 29,860	\$ -	\$ -	\$ -	\$ -	\$ 29,860	\$ 29,500
(4) Other Alberta school authorities	\$ 90,517	\$ 24,347	\$ -	\$ -	\$ 56,066	\$ 170,930	\$ 102,262
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 1,087,555		\$ 8,200		\$ -	\$ 1,095,755	\$ 1,005,634
(9) Other sales and services	\$ -	\$ -	\$ -	\$ 6,510		\$ 6,510	\$ 2,375
(10) Investment income	\$ 24,282	\$ 6,461	\$ 3,651	\$ 224,605	\$ -	\$ 258,999	\$ 176,617
(11) Gifts and donations	\$ 486,739	\$ -	\$ -	\$ -	\$ -	\$ 486,739	\$ 459,818
(12) Rental of facilities	\$ -	\$ 4,400	\$ 6,228	\$ -	\$ -	\$ 10,628	\$ 15,678
(13) Fundraising	\$ 992,075	\$ -	\$ -	\$ -	\$ -	\$ 992,075	\$ 884,587
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 5,975	\$ -	\$ -	\$ 5,975	\$ -
(15) Other revenue	\$ 9,043	\$ -	\$ -	\$ -	\$ 8,449	\$ 17,492	\$ 20,524
(16) TOTAL REVENUES	\$ 47,410,158	\$ 6,538,782	\$ 4,057,492	\$ 2,942,935	\$ 288,440	\$ 61,237,807	\$ 61,009,534
<b>EXPENSES</b>							
(17) Certificated salaries	\$ 25,371,866			\$ 474,443	\$ 146,141	\$ 25,992,450	\$ 25,931,400
(18) Certificated benefits	\$ 5,513,903			\$ 99,192	\$ -	\$ 5,613,095	\$ 5,497,111
(19) Non-certificated salaries and wages	\$ 6,890,590	\$ 894,495	\$ 1,374,088	\$ 1,045,110	\$ -	\$ 10,204,283	\$ 9,763,690
(20) Non-certificated benefits	\$ 1,806,251	\$ 208,819	\$ 297,897	\$ 247,809	\$ -	\$ 2,560,776	\$ 2,667,809
(21) SUB - TOTAL	\$ 39,582,610	\$ 1,103,314	\$ 1,671,985	\$ 1,866,554	\$ 146,141	\$ 44,370,604	\$ 43,860,010
(22) Services, contracts and supplies	\$ 6,080,042	\$ 4,287,681	\$ 2,315,618	\$ 990,351	\$ 142,299	\$ 13,815,991	\$ 14,168,207
(23) Amortization of supported tangible capital assets	\$ 400	\$ 1,343,588	\$ -	\$ -	\$ -	\$ 1,343,988	\$ 1,472,050
(24) Amortization of unsupported tangible capital assets	\$ 679,751	\$ 191,418	\$ 326,377	\$ 10,050	\$ -	\$ 1,207,596	\$ 1,188,791
(25) Supported interest on capital debt	\$ -	\$ 3,664	\$ -	\$ -	\$ -	\$ 3,664	\$ 12,636
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ 3,703	\$ -	\$ -	\$ 3,703	\$ 3,666
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,291
(28) Losses on disposal of tangible capital assets	\$ 49,570	\$ -	\$ -	\$ -	\$ -	\$ 49,570	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 46,392,373	\$ 6,929,665	\$ 4,317,683	\$ 2,866,955	\$ 288,440	\$ 60,795,116	\$ 60,708,651
(31) OPERATING SURPLUS (DEFICIT)	\$ 1,017,785	\$ (390,883)	\$ (260,191)	\$ 75,980	\$ -	\$ 442,691	\$ 300,883

**SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES**  
for the Year Ended August 31, 2014 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	2014 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ -	\$ 480,228	\$ 238,706	\$ -	\$ 175,561		\$ 894,495		\$ 894,495
Uncertificated benefits	\$ -	\$ 111,329	\$ 54,927	\$ -	\$ 42,563		\$ 208,819		\$ 208,819
<b>Sub-total Remuneration</b>	\$ -	\$ 591,557	\$ 293,633	\$ -	\$ 218,124		\$ 1,103,314		\$ 1,103,314
Supplies and services	\$ 1,648,229	\$ 326,437	\$ -	\$ 603,131	\$ 55,300		\$ 2,633,097		\$ 2,633,097
Electricity			\$ 728,204				\$ 728,204		\$ 728,204
Natural gas/heating fuel			\$ 459,826				\$ 459,826		\$ 459,826
Sewer and water			\$ 140,651				\$ 140,651		\$ 140,651
Telecommunications			\$ 21,052				\$ 21,052		\$ 21,052
Insurance					\$ 206,906		\$ 206,906		\$ 206,906
<b>Amortization of tangible capital assets</b>									
Supported								\$ 1,343,588	\$ 1,343,588
Unsupported						\$ 191,418	\$ 191,418		\$ 191,418
<b>Total Amortization</b>						\$ 191,418	\$ 191,418	\$ 1,343,588	\$ 1,535,006
<b>Interest on capital debt</b>									
Supported								\$ 3,664	\$ 3,664
Unsupported						\$ -	\$ -		\$ -
Lease payments for facilities				\$ 97,918			\$ 97,918		\$ 97,918
Other interest charges						\$ 27	\$ 27		\$ 27
Losses on disposal of capital assets						\$ -	\$ -		\$ -
<b>TOTAL EXPENSES</b>	\$ 1,648,229	\$ 917,994	\$ 1,643,366	\$ 701,049	\$ 480,330	\$ 191,445	\$ 5,582,413	\$ 1,347,252	\$ 6,929,665

SQUARE METRES									
School buildings									74,495.9
Non school buildings									2,694.0

**Note:**

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

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

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

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

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

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

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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

a) Cash and Cash Equivalents

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

b) Accounts receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) Portfolio Investments

The School District has investments in GIC's and term deposits that have maturity dates of greater than 3 months. GIC's and term deposits are reported at cost.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. A subsequent increase in value would be recognized on the Statement of Remeasurement Gains and Losses and realized on the Statement of Operations only when sold.

Detailed information regarding portfolio investments is disclosed in Note 5.

d) 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.

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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

- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School District 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.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Equipment	7 % to 20%
Vehicles & Buses	7 % to 20%

- No amortization is recorded in the year of acquisition. Full amortization is recorded in the year of disposal.

e) 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 District once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability.

Deferred revenue also includes contributions for capital expenditures, unexpended and expended:

- Unexpended Deferred Capital Revenue

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.



**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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

f) Employee Future Benefits

The School Division does not provide post-employment benefits.

g) Asset Retirement Obligations

The School division has determined it has a conditional asset retirement obligation relating to a school site. This obligation will be discharged in the future by funding from the Alberta Government and from reserves. The School Division believes there is insufficient information to estimate the fair value of the asset retirement obligation because future costs are currently not able to be determined.

h) 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.

i) 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.

*Eligibility criteria* are criteria that the School District has to meet in order to receive certain contributions. *Stipulations* describe what the School District 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.

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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

j) 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.

k) Pensions

Pension costs included in these statements comprise the cost of employer and Provincial 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 Grande Yellowhead Public 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, 2014, the amount contributed by the Government was \$3,093,733 (2013 - \$2,689,664)

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 \$858,162 for the year ended August 31, 2014 (2013 - \$797,152). At December 31, 2013, the Local Authorities Pension Plan reported an actuarial deficiency of \$4,861,516,000 (2012 deficiency of \$4,977,303,000).

l) Program Reporting

The Division's operations have been segmented as follows:

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

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

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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

m) Scholarship Endowment Funds

Contributions to scholarship endowment fund represent a direct increase to accumulated surplus and must be held in perpetuity in accordance with the agreement with the donor. Provisions of the agreement require that the income is disbursed each year for the purposes of the scholarship.

Reinvestment of the endowment principal represents a direct increase to accumulated surplus. The remaining income earned on endowment principal is recognized as deferred revenue or as revenue in the year to the extent that stipulations have been met.

Unrealized gains and losses associated with the endowment are recorded in the Statement of Remeasurement Gains and Losses.

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 16.

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, portfolio investments, accounts payable and accrued liabilities, debt and other liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

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

p) Measurement Uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the rates for amortization and the estimate of percent complete regarding the construction of Jasper Junior Senior High School.

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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

q) School Generated Funds

These are funds that come under the control and responsibility of the school principal for school activities. These funds are usually collected, retained, and expended at the school level.

**3. CASH AND CASH EQUIVALENTS**

	2014			2013
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 4,837,242	-	\$ 4,807,528
Cash equivalents				
Total cash and cash equivalents		\$ 4,837,242	\$ -	\$ 4,807,528

Included in the cash account is \$1,251,437 (2013 - \$774,840) of funds that are restricted in use for future specific expenditures.

Cash account earns interest on monthly balances at rates ranging from prime minus 1.6% to prime minus 2%.

**4. ACCOUNTS RECEIVABLE**

	2014			2013
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 9,908	\$ -	\$ 9,908	\$ 288,439
Alberta Education - Capital	387,812	-	387,812	-
Alberta Education - IMR	-	-	-	1,163
Alberta Education - (Supported)	-	-	-	76,496
Other Alberta school jurisdictions	99,388	-	99,388	16,321
Treasury Board and Finance - Accrued interest on supported debentures	10,530	-	10,530	-
Alberta Health Services	61,126	-	61,126	35,548
Government of Alberta Ministry (Specify)	2,160	-	2,160	541
Federal government	149,960	-	149,960	145,038
Municipalities	3,900	-	3,900	-
Other	251,289	-	251,289	182,505
Total	\$ 976,073	\$ -	\$ 976,073	\$ 746,051

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

**5. PORTFOLIO INVESTMENTS**

	2014				2013
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Guaranteed interest certificates	1.62%	9,440,883	9,440,883	9,440,883	9,406,310

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

	2014	2013
1 to 5 years	100.0%	100.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

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

**6. BANK INDEBTEDNESS**

The jurisdiction has negotiated a line of credit in the amount of \$400,000 that bears interest at prime. There was no balance at August 31, 2014. The line of credit is up for renewal on August 31 of each year.

**7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	2014	2013 (restated)
Alberta Education	\$ 23,590	\$ -
Other Alberta school jurisdictions	24,319	55,464
Alberta Capital Finance Authority (Interest on long-term debt - Supported)	571	3,128
Alberta Health Services	273,601	12,720
Other Government of Alberta ministries (LAPP)	69	2,384
Federal government	6,979	485,720
Accrued vacation pay liability	99,120	109,345
Other salaries & benefit costs	280,377	678,330
Other trade payables and accrued liabilities	1,662,740	1,106,496
Total	\$ 2,371,366	\$ 2,453,587

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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**8. DEFERRED REVENUE**

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2013	ADD: 2013/2014 Restricted Funds Received/ Receivable	DEDUCT: 2013/2014 Restricted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2013/2014 Adjustments for Returned Funds	DEFERRED REVENUE as at Aug. 31, 2014
<b>Unexpended deferred operating revenue</b>					
<b>Alberta Education:</b>					
Infrastructure Maintenance Renewal	380,595	777,424	(603,132)	-	554,887
Institutional Education Programs	16,361	-	(16,361)	-	-
Super Net Service	44,190	220,800	(229,635)	-	35,355
Other Alberta Education def'd revenue (specify)	112,583	-	(38,618)	-	73,965
<b>Other Deferred Revenue:</b>					
School Generated Funds	160,081	208,384	(160,081)	-	208,384
University of Alberta Wellness Grants	50,807	-	(24,109)	-	26,698
Fees	3,000	-	(3,000)	-	-
Rent	2,418	-	(2,418)	-	-
Other (Scholarships)	4,805	-	(3,174)	-	1,631
<b>Total unexpended deferred operating revenue</b>	<b>\$ 774,840</b>	<b>\$ 1,206,608</b>	<b>\$(1,080,528)</b>	<b>\$ -</b>	<b>\$ 900,920</b>
<b>Unexpended deferred capital revenue</b>	<b>-</b>	<b>1,084,395</b>	<b>(733,878)</b>	<b>-</b>	<b>350,517</b>
<b>Expended deferred capital revenue</b>	<b>24,001,689</b>	<b>13,398,907</b>	<b>(1,903,606)</b>	<b>-</b>	<b>35,496,990</b>
<b>Total</b>	<b>\$ 24,776,529</b>	<b>\$ 15,689,910</b>	<b>\$(3,718,012)</b>	<b>\$ -</b>	<b>\$36,748,427</b>

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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**9. DEBT**

	2014	2013
Debentures outstanding at August 31, 2014 have interest rates between 9.875% and 10%. Debenture payments are made annually, mature in 2015 and are supported by Alberta Education	\$ 9,959	\$ 73,368
Mortgage outstanding at August 31, 2014 has interest at prime. The loan matures in 2018, payments of 2,000 are made monthly	90,226	111,178
<b>Total</b>	<b>\$100,185</b>	<b>\$184,546</b>

Debenture Debt – Supported

	Principal	Interest	Total
2014-2015	\$ 9,959	\$ 995	\$ 10,954
2015-2016	-	-	-
2016-2017	-	-	-
2017-2018	-	-	-
2018-2019	-	-	-
2019 to maturity	-	-	-
<b>Total</b>	<b>\$ 9,959</b>	<b>\$ 995</b>	<b>\$ 10,954</b>

Debentures, Capital Loans, or Mortgages - Unsupported

The School Jurisdiction has a mortgage outstanding in the amount of \$90,226. The mortgage bears interest at prime and expires in 2018. The following is a summary of principal and interest payments on related long term debt outstanding at August 31, 2014:

	Principal	Interest	Total
2014-2015	\$ 21,589	\$ 2,411	\$ 24,000
2015-2016	22,245	1,755	24,000
2016-2017	22,922	1,078	24,000
2017-2018	23,470	376	23,846
2018-2019	-	-	-
2019 to maturity	-	-	-
<b>Total</b>	<b>\$ 90,226</b>	<b>\$ 5,620</b>	<b>\$ 95,846</b>

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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**10. TANGIBLE CAPITAL ASSETS**

	2014							2013
	Land	Construction In Progress - Buildings	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Total
Estimated useful life			25-40 Years	5-10 Years	5-10 Years	3-5 Years		
<b>Historical cost</b>								
Beginning of year	\$1,276,770	\$ -	\$62,665,494	\$8,584,524	\$5,146,124	\$4,662,169	\$82,335,081	\$82,801,183
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	106,453	12,632,167	935,476	877,503	464,573	15,016,172	1,026,505
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(2,880,868)	(621,343)	(210,009)	(107,145)	(3,819,365)	(1,492,607)
	\$1,276,770	\$ 106,453	\$72,416,793	\$ 8,898,657	\$5,813,618	\$5,019,597	\$93,531,888	\$82,335,081
<b>Accumulated amortization</b>								
Beginning of year	\$ -	\$ -	\$36,507,399	\$8,174,470	\$3,239,354	\$2,900,180	\$50,821,403	\$49,653,169
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	1,511,726	73,913	357,133	608,812	2,551,584	2,660,841
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(2,321,250)	(621,343)	(210,009)	(57,575)	(3,210,177)	(1,492,607)
	\$ -	\$ -	\$35,697,875	\$ 7,627,040	\$3,386,478	\$3,451,417	\$50,162,810	\$50,821,403
<b>Net Book Value at End of Year</b>	\$1,276,770	\$ 106,453	\$36,718,918	\$ 1,271,617	\$2,427,140	\$1,568,180	\$43,369,078	\$31,513,678

**11. OTHER NON FINANCIAL ASSETS**

	2014	2013
Inventory	\$ 119,495	\$ 61,655
Total	\$ 119,495	\$ 61,655



**Grande Yellowhead Public School Division No. 77**  
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**12. ACCUMULATED SURPLUS**

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

	2014	2013
Unrestricted surplus	\$ 3,291,443	\$ 2,773,328
Operating reserves	5,385,402	5,361,142
Accumulated surplus (deficit) from operations	8,676,845	8,134,470
Investment in tangible capital assets	7,781,855	7,400,804
Capital reserves	2,989,992	3,470,727
Endowments <sup>(1)</sup>	431,714	431,714
Accumulated re-measurement gains (losses)	-	-
Accumulated surplus (deficit)	\$ 19,880,406	\$ 19,437,715

- (1) Terms of the endowments stipulate that the principal balance be maintained permanently. Investment income of \$620 (2013 - \$447) is externally restricted for scholarships and is included in deferred revenue.
- (2) Accumulated surplus represents funding available to support the school jurisdiction's operations for the 2014-2015 year.

**13. CONTRACTUAL OBLIGATIONS**

(a) Copier Lease – Xerox

Xerox and Grande Yellowhead Public School Division No.77 entered into an agreement which covers the annual lease for equipment and software for electronic document management. The annual lease base contract charge is \$386,386 and expires August 31, 2018.

(b) Jasper Land Transfer

The Division reached an agreement with the Municipality of Jasper which outlines the terms and conditions which will allow a land exchange in order to permit the construction of a joint facility to replace Jasper Junior Senior High School. The conditions include an allowance for legal costs up to \$51,500. The Division shall at its sole cost perform all work necessary to restore, landscape (including irrigation) and fence the exchange site to the satisfaction of the Municipality of Jasper and in accordance with Parks Canada requirements. Restoration of the existing high school site to a condition satisfactory to Municipality of Jasper and the Superintendent of Jasper National Park is required on or before December 15, 2015.

(c) Division Contract Bus Drivers

The Divisions' School Bus Contract Agreement is signed for the period of August 22, 2012 to July 10, 2015. The Agreement covers nineteen (19) routes with an escalator of 2% for 2014-2015.

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
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(d) Building Leases

The Division has various lease agreements for off campus facilities. The annual obligations are as follows.

Building Leases	
2014-15	\$ 100,855
2015-16	83,717
2016-17	78,398
2017-18	57,398
2018-19	38,384
Thereafter	-
	\$ 358,750

**14. CONTINGENT LIABILITIES**

The jurisdiction is a member of A.S.B.I.E. 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 at August 31, 2014 is \$ 77,974.

**15. FEES**

	2014	2013
Transportation fees <sup>(1)</sup>	\$ 8,200	\$ 31,684
Fees charged for instruction material and supplies <sup>(2)</sup>	369,329.00	390,897.00
School generated funds	594,799.00	507,597.00
International student tuition	63,550.00	75,456.00
Other fees	59,877.00	0
Total	\$ 1,095,755	\$ 1,005,634

(1)Charged under *School Act*, Section 51 (3)

(2)Charged under *School Act* Section 60 (2) (j)

**16. TRUSTS UNDER ADMINISTRATION**

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

	2014	2013
Deferred salary leave plan	\$ 79,829	\$ 45,492
Scholarship trusts	9,813	14,903
Student Health Initiative (Banker board)	0	90,993
Regional Collaborative Service Delivery (Banker board)	423,591	101,884
Total	\$ 513,233	\$ 253,272

**Grande Yellowhead Public School Division No. 77**  
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**17. SCHOOL GENERATED FUNDS**

	2014	2013
School Generated Funds, Beginning of Year	\$ 993,674	\$ 913,161
Gross Receipts:		
Fees	\$ 594,799	\$ 507,597
Fundraising	\$ 1,040,378	\$ 945,779
Gifts and donations	\$ 474,140	\$ 446,961
Total gross receipts	\$ 2,109,317	\$ 1,900,337
Total Related Expenses and Uses of Funds	\$ 1,282,862	\$ 1,137,684
Total Direct Costs Including Cost of Goods Sold to Raise Funds	\$ 712,840	\$ 682,140
School Generated Funds, End of Year	\$ 1,107,289	\$ 993,674
Balance included in Deferred Revenue	\$ 208,384	\$ 160,081
Balance included in Accumulated Surplus (Operating Reserves)	\$ 898,905	\$ 833,593

**18. RELATED PARTY TRANSACTIONS**

All entities that are consolidated in the accounts of the Government of Alberta are related parties of the 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
<b>Government of Alberta (GOA): Education</b>				
Accounts receivable / Accounts payable	\$ 397,720	\$ 23,590	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	664,207	-	-
Unexpended deferred capital revenue	-	350,517	-	-
Expended deferred capital revenue	-	35,496,990	1,343,988	
Grant revenue & expenses	-	-	56,207,858	3,148,027
<b>Other Alberta school jurisdictions</b>	99,388	24,319	146,820	265,503
<b>Treasury Board and Finance (Principal)</b>	9,959	-	-	-
<b>Treasury Board and Finance (Accrued interest)</b>	571	-	3,664	3,664
<b>Alberta Health Services</b>	61,126	273,601	607,334	125
<b>Post-secondary institutions</b>	-	26,698	24,110	6,047
<b>Human Services</b>	2,160	-	-	-
Other GOA ministry (Agriculture)	-	-	-	1,008
Alberta Capital Financing Authority	-	10,530	-	-
Other Related Parties (LAPP)	-	69	-	1,642,450
Alberta Treasury Branch	-	90,226	224,605	6,908
<b>TOTAL 2013/2014</b>	\$ 570,924	\$36,960,747	\$58,558,379	\$5,073,732
<b>TOTAL 2012/2013</b>	\$ 418,508	\$24,753,289	\$58,589,271	\$2,789,097

During the year the Division paid Alberta Education for the purchase of additional non-supported building space in the amount of \$ 73,590.

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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**19. 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.

**20. REMUNERATION AND MONETARY INCENTIVES**

The Grande Yellowhead Public School Division had paid and accrued expenses for the year ended August 31, 2014 to or on behalf of the following positions and persons in groups as follows:

<b>Board Members:</b>	<b>FTE</b>	<b>Remuneration</b>	<b>Benefits</b>	<b>Negotiated Allowances</b>	<b>Performance Bonuses</b>	<b>ERIP's / Other</b>	<b>Expenses</b>
Stitzenberger, J	1.0	\$19,510	\$4,273	\$0			\$5,535
Caputo, S	1.0	\$26,896	\$4,443	\$0			\$13,892
DeClercq, B	1.0	\$27,259	\$4,413	\$0			\$18,187
Fate, K	1.0	\$31,633	\$0	\$0			\$26,519
Green, J	0.2	\$3,717	\$714	\$0			\$421
Rosadiuk, B	1.0	\$27,717	\$4,438	\$0			\$15,278
Zaporosky, J	0.8	\$23,958	\$3,774	\$0			\$8,758
Demong, C	1.0	\$20,293	\$3,642	\$0			\$10,847
<b>Subtotal</b>	<b>7.0</b>	<b>\$180,983</b>	<b>\$25,697</b>	<b>\$0</b>			<b>\$99,437</b>
Superintendent (1)	1.0	\$190,477	\$18,735	\$0	\$0	\$0	\$18,541
Secretary/Treasurer (1)	1.0	\$153,258	\$37,009	\$0	\$0	\$0	\$8,604
							-
Certificated teachers	277	\$25,801,973	\$5,594,360	\$0	\$0	\$0	-
Non-certificated - other	272	\$9,870,042	\$2,498,070	\$0	\$0	\$0	-
							-
<b>TOTALS</b>		<b>\$36,196,733</b>	<b>\$8,173,871</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>-</b>

**21. BUDGET AMOUNTS**

The budget was prepared by the school jurisdiction and the Board of Trustees gave approval on June 19, 2013. It is presented for information only and has not been audited.

**22. COMPARATIVE FIGURES**

The comparative figures have been reclassified where necessary to conform to the 2013/2014 presentation.

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
**For The Year Ended August 31, 2014**

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**23. RESERVES**

Reserves represent funds allocated for future capital and operating expenditures. The reserves are established and expended in accordance with terms and conditions established by the Board of Trustees.

Operating Reserves	Balance Aug. 31, 2013	Contributions During 2014	Utilized During 2014	Balance Aug. 31, 2014
Instruction	25,000	0	0	25,000
Instruction – Learning Services	25,000	0	0	25,000
Instruction - technology	684,794	601,081	(410,114)	875,761
Instruction – Severe Needs Support	284,010	0	(125,000)	159,010
Schools	2,221,391	602,112	(417,749)	2,405,754
School Generated Funds	833,593	65,312	0	898,905
System Administration	45,000	9,041	(42,791)	11,250
Transportation	152,262	0	(152,262)	0
Operations & Maintenance	147,300	0	(147,300)	0
Administration Building Reserve	167,561	44,545	(5,218)	206,888
Maintenance Equipment Reserve	80,082	2,603	0	82,685
Maintenance – HVAC Upgrades	364,298	0	0	364,298
Non Supported Building Reserve	330,851	0	0	330,851
<b>Total</b>	<b>5,361,142</b>	<b>1,324,694</b>	<b>(1,300,434)</b>	<b>5,385,402</b>

**Grande Yellowhead Public School Division No. 77**  
**Notes to the Financial Statement**  
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Capital Reserves	Balance Aug. 31, 2013	Contributions During 2014	Utilized During 2014	Balance Aug. 31, 2014
Administration Building	100,000	0	0	100,000
Land	111,177	0	(20,951)	90,226
Technology Infrastructure	1,010,000	0	0	1,010,000
System Administration equipment	100,833	10,050	0	110,883
Divisional Reserve-Jasper landscape restoration	770,000	0	0	770,000
Bus replacement	778,473	332,352	(750,503)	360,322
Maintenance fleet replacement	217,917	20,679	(30,014)	208,582
Maintenance – Jasper Shop	75,000	0	(75,000)	0
Other vehicle replacement	307,327	32,651	0	339,978
<b>Total</b>	<b>3,470,727</b>	<b>395,733</b>	<b>(876,468)</b>	<b>2,989,992</b>
<b>Total operating and capital reserves</b>	<b>8,831,869</b>	<b>1,720,427</b>	<b>(2,176,902)</b>	<b>8,375,394</b>