

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

Medicine Hat School District No. 76

Legal Name of School Jurisdiction

601 - 1 Avenue S.W. Medicine Hat AB T1A 4Y7

Mailing Address

(403) 528-6700 (403) 529-5339 jerry.labossiere@sd76.ab.ca

Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Medicine Hat School District No. 76 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. Terry Riley

Name

Original Copy Signed

Signature

SUPERINTENDENT

Mr. Mark Davidson

Name

Original Copy Signed

Signature

SECRETARY-TREASURER OR TREASURER

Mr. Jerry Labossiere

Name

Original Copy Signed

Signature

November 29, 2016

Board-approved Release Date

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the
Medicine Hat School District No. 76

We have audited the accompanying financial statements of Medicine Hat School District No.76, which comprise the statement of financial position as at August 31, 2016, and the statements of operations, change in net debt, remeasurement gains and losses, and cash flows for the year ended August 31, 2016 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 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 in our audit 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 Medicine Hat School District No.76 as at August 31, 2016, and the results of its operations, changes in its net debt, remeasurement gains and losses, and its cash flows for the year ended August 31, 2016 in accordance with Canadian public sector accounting standards.

Lethbridge, Alberta
November 29, 2016

Chartered Professional Accountants

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

		2016	2015
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5)	\$ 20,002,270	\$ 25,121,837
Accounts receivable (net after allowances)	(Note 3)	\$ 3,238,588	\$ 861,231
Portfolio investments	(Schedule 5)	\$ 1,848,930	\$ 1,801,731
Other financial assets		\$ -	\$ -
Total financial assets		\$ 25,089,788	\$ 27,784,799
LIABILITIES			
Bank indebtedness		\$ -	\$ -
Accounts payable and accrued liabilities	(Note 4)	\$ 10,012,506	\$ 3,862,796
Deferred revenue	(Note 5)	\$ 69,782,263	\$ 56,121,249
Employee future benefit liabilities	(Note 6)	\$ 779,024	\$ 744,055
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ -
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases	(Note 7)	\$ 398,509	\$ 509,677
Total liabilities		\$ 80,972,302	\$ 61,237,777
Net financial assets		\$ (55,882,514)	\$ (33,452,978)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)		
Land		\$ 1,933,849	\$ 1,933,849
Construction in progress		\$ 24,129,264	\$ 3,576,860
Buildings	\$ 81,852,170		
Less: Accumulated amortization	\$ (35,249,995)	\$ 46,602,175	\$ 43,969,771
Equipment	\$ 3,176,319		
Less: Accumulated amortization	\$ (1,095,612)	\$ 2,080,707	\$ 2,130,361
Vehicles	\$ 521,843		
Less: Accumulated amortization	\$ (340,581)	\$ 181,262	\$ 156,278
Computer Equipment	\$ 8,513,598		
Less: Accumulated amortization	\$ (5,963,216)	\$ 2,550,382	\$ 2,585,978
Total tangible capital assets		\$ 77,477,639	\$ 54,353,097
Prepaid expenses	(Note 8)	\$ 373,737	\$ 241,431
Other non-financial assets	(Note 9)	\$ 20	\$ 20
Total non-financial assets		\$ 77,851,396	\$ 54,594,548
Accumulated surplus	(Schedule 1; Note 10)	\$ 21,968,882	\$ 21,141,570
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 21,816,870	\$ 21,013,364
Accumulated remeasurement gains (losses)		\$ 152,012	\$ 128,206
		\$ 21,968,882	\$ 21,141,570
Contractual obligations	(Note 11)		
Contingent liabilities	(Note 12)		

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	\$ 80,216,400	\$ 82,231,247	\$ 78,490,742
Other - Government of Alberta	\$ 880,600	\$ 861,724	\$ 797,999
Federal Government and First Nations	\$ -	\$ -	\$ -
Other Alberta school authorities	\$ 136,700	\$ 138,158	\$ 139,588
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 8)	\$ 1,599,100	\$ 1,805,386	\$ 1,713,271
Other sales and services	\$ 1,226,000	\$ 2,058,819	\$ 1,670,090
Investment income	\$ 174,400	\$ 121,103	\$ 228,881
Gifts and donations	\$ 459,300	\$ 305,306	\$ 423,159
Rental of facilities	\$ 58,700	\$ 74,730	\$ 80,990
Fundraising	\$ 1,250,000	\$ 542,875	\$ 973,831
Gains on disposal of capital assets	\$ -	\$ 43,978	\$ 17,976
Other revenue	\$ -	\$ -	\$ -
Total revenues	\$ 86,001,200	\$ 88,183,326	\$ 84,536,527
EXPENSES			
Instruction - ECS	\$ 10,236,600	\$ 10,667,366	\$ 10,248,263
Instruction - Grades 1 - 12	\$ 60,231,300	\$ 60,392,469	\$ 57,520,347
Plant operations and maintenance	\$ 8,793,500	\$ 9,768,111	\$ 8,788,541
Transportation	\$ 2,125,700	\$ 2,152,831	\$ 2,079,608
Board & system administration	\$ 2,477,400	\$ 2,739,544	\$ 2,611,678
External services	\$ 1,826,700	\$ 1,659,499	\$ 1,768,461
Total expenses	\$ 85,691,200	\$ 87,379,820	\$ 83,016,898
Operating surplus (deficit)	\$ 310,000	\$ 803,506	\$ 1,519,629

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)	\$ 803,506	\$ 1,519,629
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 2,707,684	\$ 2,647,754
Gains on disposal of tangible capital assets	\$ (43,978)	\$ (17,976)
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (1,749,793)	\$ (1,682,058)
Deferred capital revenue write-down / adjustment	\$ 7,474	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (2,377,357)	\$ 416,826
Prepays	\$ (132,306)	\$ 64,839
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ 6,149,710	\$ (85,371)
Deferred revenue (excluding EDCR)	\$ 15,410,807	\$ 10,514,192
Employee future benefit liabilities	\$ 34,969	\$ (30,486)
	\$ -	\$ -
Total cash flows from operating transactions	\$ 20,810,716	\$ 13,347,349
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (24,796,692)	\$ (3,415,460)
Equipment	\$ (283,075)	\$ (633,192)
Vehicles	\$ (67,783)	\$ (58,458)
Computer equipment	\$ (747,899)	\$ (616,593)
Net proceeds from disposal of unsupported capital assets	\$ 99,727	\$ 29,389
	\$ -	\$ -
Total cash flows from capital transactions	\$ (25,795,722)	\$ (4,694,314)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ (23,393)	\$ (49,694)
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement (gains) losses reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ 19,749
	\$ -	\$ -
Total cash flows from investing transactions	\$ (23,393)	\$ (29,945)
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ -	\$ (25,417)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ (111,168)	\$ (106,324)
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ (111,168)	\$ (131,741)
Increase (decrease) in cash and cash equivalents	\$ (5,119,567)	\$ 8,491,349
Cash and cash equivalents, at beginning of year	\$ 25,121,837	\$ 16,630,488
Cash and cash equivalents, at end of year	\$ 20,002,270	\$ 25,121,837

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)	\$ 803,506	\$ 1,519,629
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (25,895,449)	\$ (6,275,834)
Amortization of tangible capital assets	\$ 2,707,684	\$ 2,647,754
Net carrying value of tangible capital assets disposed of	\$ 63,223	\$ 11,413
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ (23,124,542)	\$ (3,616,667)
Changes in:		
Prepaid expenses	\$ (132,306)	\$ 64,839
Other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ 23,806	\$ (35,166)
Endowments	\$ -	\$ 19,749
Increase (decrease) in net financial assets (net debt)	\$ (22,429,536)	\$ (2,047,616)
Net financial assets (net debt) at beginning of year	\$ (33,452,978)	\$ (31,405,362)
Net financial assets (net debt) at end of year	\$ (55,882,514)	\$ (33,452,978)

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	\$ 128,206	\$ 163,372
Prior Period Adjustment (Explain)	\$ -	\$ -
Prior Period Adjustment (Explain)	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ 23,806	\$ (35,166)
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ 23,806	\$ (35,166)
Accumulated remeasurement gains (losses) at end of year	\$ 152,012	\$ 128,206

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	\$ 21,141,570	\$ 128,206	\$ 21,013,364	\$ 10,305,904	\$ 1,740,790	\$ 1,727,737	\$ 6,599,333	\$ 639,600
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 21,141,570	\$ 128,206	\$ 21,013,364	\$ 10,305,904	\$ 1,740,790	\$ 1,727,737	\$ 6,599,333	\$ 639,600
Operating surplus (deficit)	\$ 803,506		\$ 803,506			\$ 803,506		
Board funded tangible capital asset additions				\$ 3,264,824		\$ (200,324)	\$ (2,239,400)	\$ (825,100)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (55,749)		\$ 55,749		\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ 23,806	\$ 23,806						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ 18,169	\$ (18,169)		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (14/15 assets reclassified to supported)	\$ -		\$ -	\$ (40,195)	\$ -	\$ 40,195	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (2,707,684)		\$ 2,707,684		
Capital revenue recognized	\$ -			\$ 1,749,793		\$ (1,749,793)		
Debt principal repayments (unsupported)	\$ -			\$ 111,169		\$ (111,169)		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (476,363)	\$ 476,363	
Net transfers from operating reserves	\$ -					\$ (979,700)	\$ 979,700	
Net transfers to capital reserves	\$ -					\$ (961,700)		\$ 961,700
Net transfers from capital reserves	\$ -					\$ 18,600		\$ (18,600)
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 21,968,882	\$ 152,012	\$ 21,816,870	\$ 12,628,062	\$ 1,758,959	\$ 856,253	\$ 5,815,996	\$ 757,600

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
Balance at August 31, 2015	\$ 3,948,933	\$ 150,000	\$ 249,600	\$ 126,900	\$ 2,304,400	\$ 299,400	\$ 52,400	\$ -	\$ 44,000	\$ 63,300
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2015	\$ 3,948,933	\$ 150,000	\$ 249,600	\$ 126,900	\$ 2,304,400	\$ 299,400	\$ 52,400	\$ -	\$ 44,000	\$ 63,300
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (695,100)	\$ -	\$ (130,000)	\$ (2,239,400)	\$ -	\$ -	\$ -	\$ -	\$ -
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 (14/15 assets reclassified to supported)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 474,663		\$ -		\$ -		\$ 2,100		\$ (400)	
Net transfers from operating reserves	\$ -		\$ (18,500)		\$ 998,200		\$ -		\$ -	
Net transfers to capital reserves		\$ 828,600		\$ 106,200		\$ -		\$ -		\$ 26,900
Net transfers from capital reserves		\$ -		\$ -		\$ (18,600)		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2016	\$ 4,423,596	\$ 283,500	\$ 231,100	\$ 103,100	\$ 1,063,200	\$ 280,800	\$ 54,500	\$ -	\$ 43,600	\$ 90,200

SCHEDULE 2

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	\$ 8,632,233	\$ -	\$ -	\$ 50,000	\$ 43,537,512
Prior period adjustments		\$ -	\$ -		
Adjusted balance, August 31, 2015	\$ 8,632,233	\$ -	\$ -	\$ 50,000	\$ 43,537,512
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 12,581,652				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ 500,000				
Other sources: Fundraising Donations	\$ -			\$ 133,400	
Other sources:	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 2,298,642				
Other sources:	\$ -			\$ -	
Other sources:	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ 65,563	\$ -	\$ -	\$ -	
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	\$ (22,601,469)	\$ -	\$ -	\$ (29,154)	\$ 22,630,623
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments: 14/15 assets reclassified to supported	\$ (40,803)	\$ -	\$ -	\$ -	\$ 40,803
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ 7,474
Other adjustments:		\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 1,749,793
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2016	\$ 1,435,818	\$ -	\$ -	\$ 154,246	\$ 64,451,671
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2016 (A) + (B) + (C) + (D)				\$ 1,590,064	

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							2015
	Instruction		Plant Operations and	Transportation	Board & System	External	TOTAL	TOTAL
	ECS	Grades 1 - 12	Maintenance		Administration	Services		
(1) Alberta Education	\$ 10,539,024	\$ 57,950,053	\$ 8,647,984	\$ 2,245,186	\$ 2,849,000	\$ -	\$ 82,231,247	\$ 78,490,742
(2) Other - Government of Alberta	\$ -	\$ -	\$ -	\$ -	\$ 24,000	\$ 837,724	\$ 861,724	\$ 797,999
(3) Federal Government and First Nations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ 48,091	\$ 90,067	\$ 138,158	\$ 139,588
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 201,321	\$ 1,604,065	\$ -	\$ -	\$ -	\$ -	\$ 1,805,386	\$ 1,713,271
(9) Other sales and services	\$ 34,077	\$ 827,887	\$ 47,921	\$ 200	\$ 382,754	\$ 765,980	\$ 2,058,819	\$ 1,670,090
(10) Investment income	\$ 2,343	\$ 56,260	\$ 8,741	\$ (4,874)	\$ 54,608	\$ 4,025	\$ 121,103	\$ 228,881
(11) Gifts and donations	\$ 11,939	\$ 286,731	\$ -	\$ -	\$ 6,636	\$ -	\$ 305,306	\$ 423,159
(12) Rental of facilities	\$ -	\$ -	\$ 74,730	\$ -	\$ -	\$ -	\$ 74,730	\$ 80,990
(13) Fundraising	\$ 21,701	\$ 521,174	\$ -	\$ -	\$ -	\$ -	\$ 542,875	\$ 973,831
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 42,395	\$ -	\$ 1,583	\$ -	\$ 43,978	\$ 17,976
(15) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(16) TOTAL REVENUES	\$ 10,810,405	\$ 61,246,170	\$ 8,821,771	\$ 2,240,512	\$ 3,366,672	\$ 1,697,796	\$ 88,183,326	\$ 84,536,527
EXPENSES								
(17) Certificated salaries	\$ 3,521,635	\$ 36,917,921	\$ -	\$ -	\$ 594,367	\$ -	\$ 41,033,923	\$ 38,859,544
(18) Certificated benefits	\$ 831,267	\$ 9,632,666	\$ -	\$ -	\$ 97,527	\$ -	\$ 10,561,460	\$ 10,478,945
(19) Non-certificated salaries and wages	\$ 2,584,761	\$ 5,348,885	\$ 2,769,229	\$ 60,714	\$ 936,931	\$ 929,662	\$ 12,630,182	\$ 11,649,141
(20) Non-certificated benefits	\$ 574,294	\$ 1,356,749	\$ 731,461	\$ 17,325	\$ 292,846	\$ 149,748	\$ 3,122,423	\$ 2,826,160
(21) SUB - TOTAL	\$ 7,511,957	\$ 53,256,221	\$ 3,500,690	\$ 78,039	\$ 1,921,671	\$ 1,079,410	\$ 67,347,988	\$ 63,813,790
(22) Services, contracts and supplies	\$ 3,115,362	\$ 6,174,463	\$ 4,565,745	\$ 2,074,792	\$ 769,099	\$ 562,672	\$ 17,262,133	\$ 16,491,093
(23) Amortization of supported tangible capital assets	\$ 9,045	\$ 217,227	\$ 1,523,521	\$ -	\$ -	\$ -	\$ 1,749,793	\$ 1,682,058
(24) Amortization of unsupported tangible capital assets	\$ 28,591	\$ 686,651	\$ 178,155	\$ -	\$ 47,077	\$ 17,417	\$ 957,891	\$ 965,696
(25) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,262
(26) Unsupported interest on capital debt	\$ 1,128	\$ 27,099	\$ -	\$ -	\$ -	\$ -	\$ 28,227	\$ 38,436
(27) Other interest and finance charges	\$ 1,283	\$ 30,808	\$ -	\$ -	\$ 1,697	\$ -	\$ 33,788	\$ 24,563
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 10,667,366	\$ 60,392,469	\$ 9,768,111	\$ 2,152,831	\$ 2,739,544	\$ 1,659,499	\$ 87,379,820	\$ 83,016,898
(31) OPERATING SURPLUS (DEFICIT)	\$ 143,039	\$ 853,701	\$ (946,340)	\$ 87,681	\$ 627,128	\$ 38,297	\$ 803,506	\$ 1,519,629

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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	\$ 2,073,001	\$ 486,773	\$ -	\$ -	\$ 209,454			\$ 2,769,228	\$ 2,692,123
Uncertificated benefits	\$ 578,758	\$ 112,813	\$ -	\$ -	\$ 39,890			\$ 731,461	\$ 716,119
Sub-total Remuneration	\$ 2,651,759	\$ 599,586	\$ -	\$ -	\$ 249,344			\$ 3,500,689	\$ 3,408,242
Supplies and services	\$ 150,955	\$ 1,677,116	\$ 28,878	\$ 1,241,237	\$ 6,374			\$ 3,104,560	\$ 1,962,913
Electricity			\$ 560,843					\$ 560,843	\$ 660,245
Natural gas/heating fuel			\$ 189,968					\$ 189,968	\$ 279,996
Sewer and water			\$ 219,387					\$ 219,387	\$ 304,543
Telecommunications			\$ -					\$ -	\$ -
Insurance					\$ 203,777			\$ 203,777	\$ 228,362
ASAP maintenance & renewal payments							\$ 282,923	\$ 282,923	\$ 222,148
Amortization of tangible capital assets									
Supported							\$ 1,523,521	\$ 1,523,521	\$ 1,464,579
Unsupported						\$ 178,155		\$ 178,155	\$ 205,591
Total Amortization						\$ 178,155	\$ 1,523,521	\$ 1,701,676	\$ 1,670,170
Interest on capital debt									
Supported							\$ -	\$ -	\$ 1,262
Unsupported						\$ -		\$ -	\$ -
Lease payments for facilities				\$ 4,288				\$ 4,288	\$ 50,660
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ -		\$ -	\$ -
TOTAL EXPENSES	\$ 2,802,714	\$ 2,276,702	\$ 999,076	\$ 1,245,525	\$ 459,495	\$ 178,155	\$ 1,806,444	\$ 9,768,111	\$ 8,788,541
SQUARE METRES									
School buildings								96,142.0	88,558.0
Non school buildings								3,668.0	3,389.0

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%	\$ 20,002,270	\$ 20,002,270	\$ 25,121,837
Cash equivalents				
Government of Canada, direct and guaranteed		-	-	-
Provincial, direct and guaranteed		-	-	-
Corporate		-	-	-
Municipal		-	-	-
Pooled investment funds		-	-	-
Other, including GIC's		-	-	-
Total cash and cash equivalents	0.00%	\$ 20,002,270	\$ 20,002,270	\$ 25,121,837

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	6.22%	1,048,310	1,099,055	1,099,055	1,062,044
Total fixed income securities		1,048,310	1,099,055	1,099,055	1,062,044
Equities					
Canadian	10.25%	\$ 366,802	\$ 438,456	\$ 438,456	\$ 449,413
Foreign	2.74%	278,307	307,919	307,919	286,774
Total equities	7.15%	645,109	746,375	746,375	736,187
Supplemental integrated pension plan assets	0.00%	\$ -	\$ -	\$ -	\$ -
Restricted investments	0.00%	-	-	-	-
Other - Mineral Rights	0.00%	3,500	3,500	3,500	3,500
Other (Specify)	0.00%	-	-	-	-
Total portfolio investments	2.89%	\$ 1,696,919	\$ 1,848,930	\$ 1,848,930	\$ 1,801,731

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

	2016	2015
Under 1 year	6.3%	7.1%
1 to 5 years	40.4%	34.3%
6 to 10 years	28.2%	31.9%
11 to 20 years	25.1%	26.7%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

SCHEDULE 6School Jurisdiction Code: **3050**

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

Tangible Capital Assets	2016							2015
	Land	Construction In Progress	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years		
Historical cost								
Beginning of year	\$ 1,933,849	\$ 3,576,860	\$ 77,648,685	\$ 3,008,981	\$ 606,243	\$ 7,765,699	\$ 94,540,317	\$ -
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	20,930,223	3,866,469	283,075	67,783	747,899	25,895,449	-
Transfers in (out)	-	(377,819)	337,016	40,803	-	-	-	-
Less disposals including write-offs	-	-	-	(156,540)	(152,183)	-	(308,723)	-
	<u>\$ 1,933,849</u>	<u>\$ 24,129,264</u>	<u>\$ 81,852,170</u>	<u>\$ 3,176,319</u>	<u>\$ 521,843</u>	<u>\$ 8,513,598</u>	<u>\$ 120,127,043</u>	<u>\$ -</u>
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 33,638,111	\$ 919,423	\$ 449,965	\$ 5,179,721	\$ 40,187,220	\$ -
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	1,611,884	269,506	42,799	783,495	2,707,684	-
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	(93,317)	(152,183)	-	(245,500)	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,249,995</u>	<u>\$ 1,095,612</u>	<u>\$ 340,581</u>	<u>\$ 5,963,216</u>	<u>\$ 42,649,404</u>	<u>\$ -</u>
Net Book Value at August 31, 2016	<u>\$ 1,933,849</u>	<u>\$ 24,129,264</u>	<u>\$ 46,602,175</u>	<u>\$ 2,080,707</u>	<u>\$ 181,262</u>	<u>\$ 2,550,382</u>	<u>\$ 77,477,639</u>	
Net Book Value at August 31, 2015	<u>\$ 1,933,849</u>	<u>\$ 3,576,860</u>	<u>\$ 44,010,574</u>	<u>\$ 2,089,558</u>	<u>\$ 156,278</u>	<u>\$ 2,585,978</u>		<u>\$ 54,353,097</u>

	2016	2015
Total cost of assets under capital lease	\$ 643,107	\$ 643,107
Total amortization of assets under capital lease	\$ 257,243	\$ 128,621

Assets under capital Lease includes computer equipment with a total cost of \$643,107 and accumulated amortization of \$257,243.

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
Chair								
Terry Riley	1.00	\$29,448	\$666	\$0			\$0	\$17,093
Other members:								
Carolyn Freeman	1.00	\$17,430	\$2,015	\$0			\$0	\$1,448
Deborah Forbes	1.00	\$17,347	\$2,011	\$0			\$0	\$814
Rick Massini	1.00	\$20,790	\$2,153	\$0			\$0	\$3,445
Catherine Wilson-Fraser	1.00	\$21,995	\$2,241	\$0			\$0	\$13,459
		\$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	5.00	\$107,010	\$9,086	\$0			\$0	\$36,259
Mark Davidson, Superintendent	0.38	\$70,425	\$31,703	\$12,610	\$0	\$0	\$0	\$3,096
Lyle Cunningham, Acting Superintendent	0.62	\$112,141	\$27,928	\$3,687	\$0	\$0	\$0	\$10,539
Jerry Labossiere, Secretary Treasurer	1.00	\$167,105	\$46,012	\$4,230	\$0	\$0	\$0	\$5,540
		\$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	417.20	\$40,851,357	\$10,270,915	\$67,879	\$0	\$146,738	\$0	
Non-certificated - other	231.60	\$12,356,067	\$3,037,881	\$25,214	\$0	\$0	\$0	
TOTALS	655.80	\$53,664,105	\$13,423,525	\$113,620	\$0	\$146,738	\$0	\$55,434

**MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**

1. AUTHORITY AND PURPOSE

Medicine Hat School District No. 76 ("the District") is an independent legal entity with an elected Board of Trustees as stipulated in the *School Act* (Alberta). The District is registered as a charitable organization under the *Income Tax Act* (Canada) and, therefore, is exempt from income tax and may issue official receipts to donors for income tax purposes.

The District delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. The District 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 District is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with 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 significant accounting policies summarized below:

i. 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.

ii. ACCOUNTS RECEIVABLE

Accounts receivable are shown net of allowance for doubtful accounts.

iii. PORTFOLIO INVESTMENTS

The District has investments in mutual funds that have no maturity date or a maturity greater than three months. Portfolio investments in equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are derecognized. Upon derecognition, the accumulated remeasurement gains or losses associated with the derecognized portfolio investments are reversed and reclassified to the Statement of Operations.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the 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 the Schedule of Cash, Cash Equivalents, and Portfolio Investments.

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

iv. TANGIBLE CAPITAL ASSETS

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts directly related to the acquisition, design, construction, development, 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 a transfer to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the 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 (EDCR).
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Board are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the District's rate for incremental borrowing or the interest rate implicit in the lease. A schedule of repayments and amount of interest on the leases is provided in Note 7.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	25 – 50 years
Equipment	5 – 10 years
Vehicles	5 – 10 years
Computer Hardware & Software	3 - 10 years

v. 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 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.

**MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Unexpended Deferred Capital Revenue (UDCR) represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the District, 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 (EDCR) 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 District use the asset in a prescribed manner over the life of the associated asset.

vi. EMPLOYEE FUTURE BENEFITS

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

The District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include multi-employer defined-benefit retirement plans, vested or accumulating sick leave, early retirement, retirement/severance, job-training and counseling, post-employment benefit continuation and various qualifying compensated absences.

vii. ASSET RETIREMENT OBLIGATIONS

The District 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 District 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.

viii. 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.

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

ix. REVENUE RECOGNITION

Revenue is recognized on an accrual basis as follows:

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.

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 that the stipulations are met, except to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with PS 3200. Such liabilities are recorded as deferred revenue.

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board 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.

x. 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.

**MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

xi. PENSIONS

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

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the District does not make pension contributions for certified staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the District is included in both revenues and expenses. For the school year ended August 31, 2016, the amount contributed by the Government was \$4,906,535 (2015 - \$4,882,471).

The school board participates in the multi-employer pension plan, 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 \$693,390 for the year ended August 31, 2016 (2015 - \$646,330). At December 31, 2015, the Local Authorities Pension Plan reported an actuarial deficiency of \$923,416,000 (2014 deficiency of \$2,454,636,000).

The District participates in the Alberta School Boards Association Supplemental Integrated Pension Plan (SIPP) for Senior Management. The expenses for this pension plan are equivalent to the annual contributions of \$24,794 for the year ended August 31, 2016 (2015 - \$26,851).

xii. PROGRAM REPORTING

The District's operations have been segmented as follows:

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

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

xiii. SCHOLARSHIP ENDOWMENT FUNDS

Contributions and income pertaining to scholarship endowment funds are recognized on the Statement of Operations and must be held in perpetuity in accordance with the agreement with the donor. Provisions of the agreement require that a portion of the income is reinvested each year. The residual may be disbursed for the purposes of the scholarship.

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

xiv. TRUSTS UNDER ADMINISTRATION

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

Trusts under administration have been excluded from the financial reporting of the District. Trust balances can be found in Note 13.

xv. 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 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 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 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.

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

xvi. 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. ACCOUNTS RECEIVABLE

	2016			2015
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 138,155	\$ -	\$ 138,155	\$ 153,062
Alberta Education - Capital	2,298,641	-	2,298,641	255,082
Other Alberta school jurisdictions	34,904	-	34,904	11,660
Alberta Health Services	67,220	-	67,220	79,489
Post-secondary institutions	831	-	831	41,509
Federal government	519,796	-	519,796	160,130
Other	179,041	-	179,041	160,299
Total	\$3,238,588	\$ -	\$3,238,588	\$ 861,231

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2016	2015
Alberta Education	\$ 815,328	\$ 402,523
Other Alberta school jurisdictions	-	14,023
Alberta Health Services	26,426	-
Post-secondary institutions	-	2,651
Federal government	743,273	692,315
Accrued vacation pay liability	198,569	177,527
Other trade payables and accrued liabilities	8,228,910	2,573,757
Total	\$10,012,506	\$ 3,862,796

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

5. DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2015	ADD: 2015/2016 Restricted Funds Received/ Receivable	DEDUCT: 2015/2016 Restricted Funds Expended (Paid / Payable)	DEFERRED REVENUE as at Aug. 31, 2016
Unexpended deferred operating revenue				
Alberta Education:				
Infrastructure Maintenance Renew al	3,376,075	1,401,465	(1,741,326)	3,036,214
Other Alberta Education	4,889	3,384	(4,624)	3,649
Other Government of Alberta:				
Parents as Teachers Grant	107,481	147,673	(190,886)	64,268
Other Deferred Revenue:				
School Generated Funds	20,520	18,015	(20,520)	18,015
Fees	-	1,800	-	1,800
Donation - CHHS Track	38,586	-	-	38,586
Donation - Winter Games	-	35,000	-	35,000
International Student Tuition	145,793	287,260	(145,793)	287,260
Cenovus Literacy	165,642	150,000	(118,226)	197,416
Other: Scholarship Income	13,005	15,802	-	28,807
Other: Mitchell Donation	29,513	-	-	29,513
Total unexpended deferred operating revenue	\$ 3,901,504	\$ 2,060,399	\$ (2,221,375)	\$ 3,740,528
Unexpended deferred capital revenue (Schedule 2)	8,682,233	15,579,257	(22,671,426)	1,590,064
Expended deferred capital revenue (Schedule 2)	43,537,512	22,671,426	(1,757,267)	64,451,671
Total	\$ 56,121,249	\$ 40,311,082	\$ (26,650,068)	\$ 69,782,263

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

6. EMPLOYEE FUTURE BENEFIT LIABILITIES

	2016	2015
Accumulating sick pay liability (non-vested)	278,800	277,400
Personal Professional Development Funds	500,224	466,655
Total	<u>\$ 779,024</u>	<u>\$ 744,055</u>

The District offers an early retirement incentive plan to all eligible Teachers to a maximum of \$25,000. To be eligible, teachers must have been under contract for a minimum of 10 consecutive years and have achieved a Teacher Retirement Fund Index of 85 after turning 55 years of age. If the 85 factor is reached prior to age 55, they become eligible at age 55. This is an event driven termination benefit and as such, no accrual is required.

The District's contract with the Teachers Union allows for an auto renew 90 day sick plan policy. As the sick leave automatically renews, there is no accrual as it is an event driven compensated absence that does not vest or accumulate.

Effective September 1, 2013, the contract for the Educational Assistants, Custodial and Clerical staff came into effect which has a sick leave accrual of sixty-five days.

7. LONG TERM DEBT

i. DEBENTURE DEBT – SUPPORTED

The debenture held by the District was paid in full March 2015.

ii. CAPITAL LEASES

The capital leases bear interest at 6.900%, with a due date of May 2019. Security is represented by the leased equipment with a carrying value of \$385,864 (2015 - \$514,486). The lease payments due over the next five years and beyond are:

	Total
2016-2017	\$ 139,396
2017-2018	139,396
2018-2019	154,623
Total Payments	433,415
Less amount representing interest	(34,906)
Total	<u>398,509</u>

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

8. PREPAID EXPENSES

	2016	2015
Prepaid insurance	\$ 46,795	\$ 47,787
Other	326,942	193,644
Total	<u>\$ 373,737</u>	<u>\$ 241,431</u>

9. OTHER NON-FINANCIAL ASSETS

	2015	2014
Alberta Capital Finance Authority Share	\$ 20	\$ 20

10. ACCUMULATED SURPLUS

Detailed information related to accumulated surplus is available on the Schedule of Changes in Accumulated Surplus.

	2016	2015
Unrestricted surplus	\$ 856,253	\$ 1,727,737
Operating reserves	<u>5,815,996</u>	<u>6,599,333</u>
Accumulated surplus (deficit) from operations	6,672,249	8,327,070
Investment in tangible capital assets	12,628,062	10,305,904
Capital reserves	757,600	639,600
Endowments ⁽¹⁾	1,758,959	1,740,790
Accumulated remeasurement gains (losses)	152,012	128,206
Accumulated surplus (deficit)	<u>\$ 21,968,882</u>	<u>\$ 21,141,570</u>

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

ACCUMULATED SURPLUS (CONTINUED)

The District has recorded a provision for employee future benefits. Since this provision reflects estimated future obligations, it is not required to be funded from current operations. Accumulated surplus (deficit) may be adjusted as follows:

	2016	2015
Accumulated surplus (deficit) from operations	\$ 6,672,249	\$ 8,327,070
Deduct:		
School generated funds included in accumulated surplus (Note 14)	1,208,351	1,297,874
School decentralized budget surplus	193,500	211,800
Employee Future Benefits	(278,800)	(277,400)
Committed Projects		
Ken Sauer School New Construction	1,000,000	-
MHHS Modernization	759,423	656,000
Central Office Renovation	-	1,877,000
Fundraising Account Surplus	456,522	438,900
Adjusted accumulated surplus (deficit) from operations ⁽²⁾	\$ 3,333,253	\$ 4,122,896

⁽¹⁾ Terms of the endowments stipulate that the principal balance be maintained permanently. Investment income of \$28,807 (2015 - \$13,005) is externally restricted for scholarships and is included in deferred revenue.

⁽²⁾ Adjusted accumulated surplus represents unspent funding available to support the District's operations for the 2015-2016 year.

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

11. CONTRACTUAL OBLIGATIONS

	2016	2015
Building projects ⁽¹⁾	\$ 33,068,756	\$ 4,819,510
Building leases	15,600	50,835
Service providers	7,275,948	9,129,075
Total	\$ 40,360,304	\$ 13,999,420

⁽¹⁾ Building projects: The jurisdiction is committed to capital expenditures for building projects of \$32,917,478 of which the costs will be fully funded by capital revenue from Alberta Education.

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

	Building Projects	Building Leases	Service Providers
2016-2017	\$ 33,068,756	\$ 7,800	\$ 3,413,663
2017-2018	-	7,800	1,912,199
2018-2019	-	-	1,950,086
2019-2020	-	-	-
2020-2021	-	-	-
Thereafter	-	-	-
	\$ 33,068,756	\$ 15,600	\$ 7,275,948

12. CONTINGENT LIABILITIES

- i. The District is a member of an Urban School Insurance Consortium (USIC). A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenses in the financial statements as the value of equity is subject to liability claims. As at August 31, 2016 the District's equity portion is \$129,416 (2015 – \$137,698)
- ii. The District, in conduct of its normal activities, is a defendant in various legal proceedings. While the ultimate outcome of these proceedings cannot be predicted at this time, it is the opinion of the District's administration that adequate provision for these proceedings has been made in the District accounts. It is believed that the resolution of the proceedings will not have a material effect on the financial position of the District; however, should any additional losses result from the resolutions of these proceedings, such amounts would be expensed as the related amounts become known to the District.
- iii. The District is contingently liable for corporate credit cards issued with a combined authorized credit limit of \$441,140 (2015 - \$452,640).

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

13. TRUSTS UNDER ADMINISTRATION

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

	2016	2015
Scholarship trusts	91,976	84,025
Regional Collaborative Service Delivery (Banker board)	74,997	108,810
Total	<u>\$ 166,973</u>	<u>\$ 192,835</u>

14. SCHOOL GENERATED FUNDS

	2016	2015
School Generated Funds, Beginning of Year	\$ 1,318,394	\$ 1,349,558
Gross Receipts:		
Fees	647,009	665,608
Fundraising	597,044	973,829
Gifts and donations	163,117	201,746
Grants to schools	14,096	19,454
Other sales and services	702,555	421,626
Total gross receipts	2,123,821	2,282,263
Total Related Expenses and Uses of Funds	721,080	1,340,251
Total Direct Costs Including Cost of Goods Sold to Raise Funds	1,494,769	973,176
School Generated Funds, End of Year	<u>\$ 1,226,366</u>	<u>\$ 1,318,394</u>
Balance included in Deferred Revenue*	\$ 18,015	\$ 20,520
Balance included in Accumulated Surplus (Operating Reserves)**	\$ 1,208,351	\$ 1,297,874

MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016

15. RELATED PARTY TRANSACTIONS

The following transactions are recorded at the exchange amount which represents the amount of consideration paid or received as established and agreed to by related parties:

i. ALBERTA GOVERNMENT DEPARTMENTS

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Alberta Education				
Accounts receivable / Accounts payable	\$2,436,796	\$ 815,328		
Prepaid expenses / Deferred operating revenue	-	3,104,139		
Unexpended deferred capital revenue		1,360,819		
Expended deferred capital revenue		64,451,671	1,749,793	
Grant revenue & expenses			75,574,919	
ATRF payments made on behalf of district			4,906,535	
Other revenues & expenses			-	-
Other Alberta school jurisdictions	34,904	-	138,158	87,613
Alberta Treasury Board and Finance (Principal)				
Alberta Treasury Board and Finance (Accrued)			-	
Alberta Health	-	-	-	-
Alberta Health Services	67,220	26,426	476,372	269,784
Enterprise and Advanced Education	-	-	-	-
Post-secondary institutions	831	-	473,992	66,928
Alberta Infrastructure	-	-	-	-
Human Services	-	-	385,352	-
Culture & Tourism	-	75,000	-	-
TOTAL 2015/2016	<u>\$2,539,751</u>	<u>\$ 69,833,383</u>	<u>\$83,705,121</u>	<u>\$ 424,325</u>
TOTAL 2014/2015	<u>\$ 540,802</u>	<u>\$ 56,152,387</u>	<u>\$79,910,712</u>	<u>\$1,684,691</u>

ii. MEDICINE HAT PUBLIC SCHOOLS' EDUCATION FOUNDATION

The District provides certain administrative services and occupancy at no cost to the Medicine Hat Public Schools' Education Foundation.

**MEDICINE HAT SCHOOL DISTRICT NO. 76
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2016**

16. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

17. BUDGET AMOUNTS

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

18. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2015/16 presentation.

19. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the Board of Trustees.

SCHEDULE 8

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)	\$615,694	\$710,250
Technology user fees	\$0	\$0
Alternative program fees	\$14,430	\$12,194
Fees for optional courses (band, art, etc.)	\$211,741	\$181,798
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$186,853	\$125,365
Kindergarten & preschool	\$137,222	\$136,210
Extracurricular fees (sports teams and clubs)	\$553,741	\$459,896
Field trips (related to curriculum)	\$0	\$0
Lunch supervision fees (Optional)	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$85,705	\$87,558
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	\$1,805,386	\$1,713,271

*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 Restated
Cafeteria sales, hot lunch, milk programs	\$90,020	\$69,950
Special events, graduation, tickets	\$96,716	\$101,838
Student travel (international, recognition trips, non-curricular)	\$54,155	\$47,188
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$59,998	\$76,299
Adult education revenue	\$0	\$0
Child care & before and after school care	\$415,885	\$389,542
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$716,774	\$684,817

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	319	344	163		
Federally Funded Students	-				
REVENUES					
Alberta Education allocated funding	\$ 375,225	\$ 7,694,755	\$ 169,352	\$ 4,691,892	\$ 541,838
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	\$ 375,225	\$ 7,694,755	\$ 169,352	\$ 4,691,892	\$ 541,838
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits	\$ 106,182	\$ 2,088,935	\$ 52,950	\$ 4,444,653	
Instructional non-certificated salaries & benefits	\$ 94,445	\$ 2,879,842	\$ -	\$ 2,460,540	
SUB TOTAL	\$ 200,627	\$ 4,968,777	\$ 52,950	\$ 6,905,193	
Supplies, contracts and services	\$ 45,249	\$ 2,725,978	\$ 110,421	\$ 479,651	
Program planning, monitoring & evaluation	\$ -	\$ -	\$ -	\$ -	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ -	\$ -	\$ -	\$ 29,922	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 245,876	\$ 7,694,755	\$ 163,371	\$ 7,414,766	
NET FUNDING SURPLUS (SHORTFALL)	\$ 129,349	\$ -	\$ 5,981	\$ (2,722,874)	

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SCHEDULE 10

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	
Office of the superintendent	\$ 296,463	\$ 45,607	\$ -	\$ 342,070	\$ -	\$ -	\$ -	\$ 342,070
Educational administration (excluding superintendent)	\$ 266,113	\$ 19,960	\$ -	\$ 286,073	\$ -	\$ -	\$ -	\$ 286,073
Business administration	\$ 708,274	\$ 54,329	\$ -	\$ 762,603	\$ -	\$ -	\$ -	\$ 762,603
Board governance (Board of Trustees)	\$ 116,096	\$ 139,228	\$ -	\$ 255,324	\$ -	\$ -	\$ -	\$ 255,324
Information technology	\$ -	\$ 90,942	\$ -	\$ 90,942	\$ -	\$ -	\$ -	\$ 90,942
Human resources	\$ 328,748	\$ 66,627	\$ -	\$ 395,375	\$ -	\$ -	\$ -	\$ 395,375
Central purchasing, communications, marketing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll	\$ 156,733	\$ -	\$ -	\$ 156,733	\$ -	\$ -	\$ -	\$ 156,733
Administration - insurance			\$ 59,090	\$ 59,090			\$ -	\$ 59,090
Administration - amortization			\$ 47,077	\$ 47,077			\$ -	\$ 47,077
Administration - other (admin building, interest)			\$ 247,847	\$ 247,847			\$ -	\$ 247,847
Other (Central Office)	\$ 49,244	\$ -	\$ -	\$ 49,244	\$ -	\$ -	\$ -	\$ 49,244
Other (Investment Endowment Disbursements)	\$ -	\$ -	\$ 47,166	\$ 47,166	\$ -	\$ -	\$ -	\$ 47,166
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 1,921,671	\$ 416,693	\$ 401,180	\$ 2,739,544	\$ -	\$ -	\$ -	\$ 2,739,544

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