

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2015
[School Act, Sections 147(2)(a), 148, 151(1) and 276]**

Sturgeon School Division No. 24

Legal Name of School Jurisdiction

9820 - 104 Street Morinville AB T8R 1L8

Mailing Address

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Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Sturgeon School Division No. 24 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

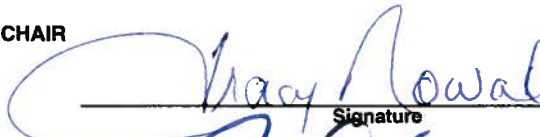
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors were given full access to school jurisdiction records.

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

Tracy Nowak
Name


Signature

SUPERINTENDENT

Dr. Michele Dick
Name


Signature

SECRETARY-TREASURER OR TREASURER

Iva Paulik
Name


Signature

November 25, 2015

Board-approved Release Date

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

To the Board of Trustees of Sturgeon School Division No. 24:

We have audited the accompanying financial statements of Sturgeon School Division No. 24, which comprise the statement of financial position as at August 31, 2015, the statements of operations, cash flows, changes in net debt, remeasurement gains and losses, and changes in accumulated surplus for the year then ended, and the related notes which comprise a summary of significant accounting policies and other explanatory information.

Managements' Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have 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 of material misstatement.

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

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

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of Sturgeon School Division No. 24 as at August 31, 2015, and results of its operations, changes in its net debt, changes in accumulated surplus, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

November 25, 2015
Edmonton, Alberta



Hawkings Epp Dumont LLP
Chartered Accountants



STATEMENT OF FINANCIAL POSITION
As at August 31, 2015 (in dollars)

		2015	2014 Reclassified
FINANCIAL ASSETS			
Cash and cash equivalents	(Note 3)	\$ 6,004,221	\$ 3,866,826
Accounts receivable (net after allowances)	(Note 4)	\$ 916,304	\$ 757,872
Portfolio investments	(Note 5)	\$ 22,770	\$ 22,912
Other financial assets	(Note 6)	\$ 36,138	\$ 27,823
Total financial assets		\$ 6,979,433	\$ 4,675,433
LIABILITIES			
Bank indebtedness	(Note 7)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 8)	\$ 1,474,209	\$ 1,415,725
Deferred revenue	(Note 9)	\$ 22,538,050	\$ 19,444,172
Employee future benefit liabilities	(Note 10)	\$ 74,693	\$ 49,914
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt	(Note 11)		
Supported: Debentures and other supported debt		\$ 42,858	\$ 146,418
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 24,129,810	\$ 21,056,229
Net financial assets (debt)		\$ (17,150,377)	\$ (16,380,796)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Note 12)		
Land		\$ 1,414,541	\$ 1,414,541
Construction in progress		\$ 4,357,625	\$ 548,418
Buildings	\$ 57,431,802		
Less: Accumulated amortization	\$ (39,507,641)	\$ 17,924,161	\$ 19,013,015
Equipment	\$ 1,067,606		
Less: Accumulated amortization	\$ (890,204)	\$ 177,402	\$ 231,478
Vehicles	\$ 661,958		
Less: Accumulated amortization	\$ (503,662)	\$ 158,296	\$ 224,440
Computer Equipment	\$ 164,926		
Less: Accumulated amortization	\$ (54,838)	\$ 110,088	\$ 143,073
Total tangible capital assets		\$ 24,142,113	\$ 21,574,965
Prepaid expenses		\$ 209,495	\$ 172,297
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 24,351,608	\$ 21,747,262
Accumulated surplus	(Note 13)	\$ 7,201,231	\$ 5,366,466
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 7,201,231	\$ 5,366,466
Accumulated rereasurement gains (losses)		\$ -	\$ -
		\$ 7,201,231	\$ 5,366,466
Contractual obligations	(Note 14)		
Contingent liabilities	(Note 15)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2015 (in dollars)

	Budget 2015 Reclassified	Actual 2015	Actual 2014 Reclassified
REVENUES			
Alberta Education	\$ 60,426,948	\$ 61,002,026	\$ 59,298,433
Other - Government of Alberta	\$ 348,765	\$ 553,357	\$ 409,586
Federal Government and First Nations	\$ 260,000	\$ 305,186	\$ 304,167
Other Alberta school authorities	\$ 41,043	\$ 20,522	\$ 34,000
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 1,448,139	\$ 1,843,612	\$ 1,285,388
Other sales and services	\$ 306,952	\$ 287,180	\$ 289,156
Investment income	\$ 25,000	\$ 65,425	\$ 43,934
Gifts and donations	\$ 106,344	\$ 79,645	\$ 121,734
Rental of facilities	\$ 41,166	\$ 40,682	\$ 47,102
Fundraising	\$ 339,842	\$ 196,772	\$ 312,460
Gains on disposal of capital assets	\$ -	\$ 15,600	\$ -
Other revenue	\$ -	\$ 43,913	\$ 67,321
Total revenues	\$ 63,344,199	\$ 64,453,920	\$ 62,213,281
EXPENSES			
Instruction - ECS	\$ 9,809,673	\$ 9,711,481	\$ 9,516,496
Instruction - Grades 1 - 12	\$ 38,753,065	\$ 38,237,713	\$ 37,594,869
Plant operations and maintenance	\$ 6,722,984	\$ 7,001,379	\$ 6,670,874
Transportation	\$ 5,686,997	\$ 5,401,920	\$ 5,734,689
Board & system administration	\$ 2,291,005	\$ 2,195,664	\$ 2,271,504
External services	\$ 80,475	\$ 70,998	\$ 80,169
Total expenses	\$ 63,344,199	\$ 62,619,155	\$ 61,868,601
Operating surplus (deficit)	\$ -	\$ 1,834,765	\$ 344,680

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2015 (in dollars)

	2015	2014
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	\$ 1,834,765	\$ 344,680
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 1,668,133	\$ 1,683,412
Gains on disposal of tangible capital assets	\$ (15,600)	\$ -
Losses on disposal of tangible capital assets	\$ 11,142	\$ 29,107
Expended deferred capital revenue recognition	\$ (1,472,321)	\$ (1,477,349)
Deferred capital revenue write-off	\$ 2,700	\$ 6,030
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (158,432)	\$ (72,364)
Prepays	\$ (37,198)	\$ (77,210)
Other financial assets	\$ (8,315)	\$ (3,883)
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ 58,484	\$ 569,729
Deferred revenue (excluding EDCR)	\$ 949,553	\$ 436,495
Employee future benefit liabilities	\$ 24,779	\$ 12,414
Other (describe)	\$ -	\$ -
Total cash flows from operating transactions	\$ 2,857,690	\$ 1,451,061
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (612,751)	\$ (394,138)
Equipment	\$ (24,202)	\$ (5,300)
Vehicles	\$ -	\$ -
Computer equipment	\$ -	\$ (55,660)
Net proceeds from disposal of unsupported capital assets	\$ 20,076	\$ 41,023
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ (616,877)	\$ (414,075)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ 142	\$ 20,129
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement gains (losses) reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ 142	\$ 20,129
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ (103,560)	\$ (165,574)
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ (103,560)	\$ (165,574)
Increase (decrease) in cash and cash equivalents	\$ 2,137,395	\$ 891,541
Cash and cash equivalents, at beginning of year	\$ 3,866,826	\$ 2,975,285
Cash and cash equivalents, at end of year	\$ 6,004,221	\$ 3,866,826

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, 2015 (in dollars)

	Budget 2015	2015	2014
Operating surplus (deficit)	\$ -	\$ 1,834,765	\$ 344,680
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ -	\$ (4,253,599)	\$ (954,725)
Amortization of tangible capital assets	\$ 1,645,781	\$ 1,668,133	\$ 1,683,412
Net carrying value of tangible capital assets disposed of	\$ -	\$ 18,318	\$ 76,158
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 1,645,781	\$ (2,567,148)	\$ 804,845
Changes in:			
Prepaid expenses	\$ -	\$ (37,198)	\$ (77,210)
Other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Endowments	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ 1,645,781	\$ (769,581)	\$ 1,072,315
Net financial assets (net debt) at beginning of year	\$ -	\$ (16,380,796)	\$ (17,453,111)
Net financial assets (net debt) at end of year	\$ 1,645,781	\$ (17,150,377)	\$ (16,380,796)

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2015 (in dollars)

	2015	2014
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
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	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (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, 2014	\$ 5,366,466	\$ -	\$ 5,366,466	\$ 2,620,191	\$ -	\$ 835,992	\$ 1,206,197	\$ 704,086
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 5,366,466	\$ -	\$ 5,366,466	\$ 2,620,191	\$ -	\$ 835,992	\$ 1,206,197	\$ 704,086
Operating surplus (deficit)	\$ 1,834,765		\$ 1,834,765			\$ 1,834,765		
Board funded tangible capital asset additions				\$ 40,430		\$ (26,722)		\$ (13,708)
Disposal of unsupported tangible capital assets or board funded portion of supported assets	\$ -		\$ -	\$ (15,618)		\$ (4,458)		\$ 20,076
Write-down of unsupported tangible capital assets or board funded portion of supported assets	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -	\$ -					
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Investment income & realized capital gains on endowments	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus	\$ -	\$ -	\$ -			\$ -		\$ -
Amortization of tangible capital assets	\$ -		\$ -	\$ (1,668,133)		\$ 1,668,133		
Capital revenue recognized	\$ -		\$ -	\$ 1,472,321		\$ (1,472,321)		
Debt principal repayments (unsupported)	\$ -		\$ -	\$ -		\$ -		
Additional capital debt or capital leases	\$ -		\$ -	\$ -		\$ -		
Net transfers to operating reserves	\$ -		\$ -			\$ (229,771)	\$ 229,771	
Net transfers from operating reserves	\$ -		\$ -			\$ -	\$ -	
Net transfers to capital reserves	\$ -		\$ -			\$ (2,000,000)		\$ 2,000,000
Net transfers from capital reserves	\$ -		\$ -			\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -		\$ -	\$ -		\$ -
(Other Changes)	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -
Balance at August 31, 2015	\$ 7,201,231	\$ -	\$ 7,201,231	\$ 2,449,191	\$ -	\$ 605,618	\$ 1,435,968	\$ 2,710,454

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM											
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services			
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2014	\$ 1,206,197	\$ 43,000	\$ -	\$ 373,262	\$ -	\$ 242,084	\$ -	\$ 45,740	\$ -	\$ -	\$ -	\$ -
Prior period adjustments:												
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 1,206,197	\$ 43,000	\$ -	\$ 373,262	\$ -	\$ 242,084	\$ -	\$ 45,740	\$ -	\$ -	\$ -	\$ -
Operating surplus (deficit)												
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ (13,708)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net remeasurement gains (losses) for the year												
Endowment expenses & disbursements												
Endowment contributions												
Investment income & realized capital gains on endowments												
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets												
Capital revenue recognized												
Debt principal repayments (unsupported)												
Additional capital debt or capital leases												
Net transfers to operating reserves	\$ 229,771	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers from operating reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers to capital reserves				\$ -		\$ 2,000,000		\$ -				\$ -
Net transfers from capital reserves				\$ -		\$ -		\$ -				\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 1,435,968	\$ 43,000	\$ -	\$ 359,554	\$ -	\$ 2,242,084	\$ -	\$ 65,816	\$ -	\$ -	\$ -	\$ -

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2015 (in dollars)

	Unexpended 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)	Expended Deferred Capital Revenue
Balance at August 31, 2014	\$ (0)	\$ 38,246	\$ 4,129	\$ -	\$ 18,954,759
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2014	\$ (0)	\$ 38,246	\$ 4,129	\$ -	\$ 18,954,759
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 5,804				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ 84,960				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources <i>(Describe)</i> :	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 493,804				
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			\$ 774	\$ -	
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					\$ 3,616,646
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (584,568)	\$ (11,956)	\$ -	\$ -	\$ 596,524
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ 2,700
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 1,472,321
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2015	\$ (0)	\$ 26,290	\$ 4,903	\$ -	\$ 21,692,908
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2015 (A) + (B) + (C) + (D)					\$ 31,192

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, 2015 (in dollars)

REVENUES	2015						2014 Reclassified	
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services		TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 9,569,699	\$ 37,668,424	\$ 6,615,083	\$ 4,850,568	\$ 2,298,252	\$ -	\$ 61,002,026	
(2) Other - Government of Alberta	\$ 456,034	\$ 89,048	\$ 8,275	\$ -	\$ -	\$ -	\$ 553,357	
(3) Federal Government and First Nations	\$ -	\$ 305,186	\$ -	\$ -	\$ -	\$ -	\$ 305,186	
(4) Other Alberta school authorities	\$ -	\$ 20,522	\$ -	\$ -	\$ -	\$ -	\$ 20,522	
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(8) Fees	\$ 35,800	\$ 1,406,506	\$ -	\$ 401,306	\$ -	\$ -	\$ 1,843,612	
(9) Other sales and services	\$ -	\$ 216,182	\$ -	\$ -	\$ -	\$ 70,998	\$ 287,180	
(10) Investment income	\$ -	\$ 40,425	\$ 12,500	\$ -	\$ 12,500	\$ -	\$ 65,425	
(11) Gifts and donations	\$ -	\$ 79,645	\$ -	\$ -	\$ -	\$ -	\$ 79,645	
(12) Rental of facilities	\$ -	\$ 35,689	\$ 4,993	\$ -	\$ -	\$ -	\$ 40,682	
(13) Fundraising	\$ -	\$ 196,772	\$ -	\$ -	\$ -	\$ -	\$ 196,772	
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ 15,600	\$ -	\$ -	\$ 15,600	
(15) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ 43,913	\$ -	\$ 43,913	
(16) TOTAL REVENUES	\$ 10,061,533	\$ 40,058,399	\$ 6,640,851	\$ 5,267,474	\$ 2,354,665	\$ 70,998	\$ 64,453,920	
EXPENSES								
(17) Certificated salaries	\$ 3,714,751	\$ 22,445,077	\$ -	\$ -	\$ 304,184	\$ 24,921	\$ 26,488,933	
(18) Certificated benefits	\$ 426,053	\$ 5,541,975	\$ -	\$ -	\$ 69,266	\$ 3,525	\$ 6,040,819	
(19) Non-certificated salaries and wages	\$ 3,450,890	\$ 5,184,591	\$ 1,817,988	\$ 131,844	\$ 936,508	\$ 33,304	\$ 11,555,125	
(20) Non-certificated benefits	\$ 862,715	\$ 1,378,370	\$ 494,337	\$ 31,166	\$ 208,255	\$ 9,248	\$ 2,984,091	
(21) SUB - TOTAL	\$ 8,454,409	\$ 34,550,013	\$ 2,312,325	\$ 163,010	\$ 1,518,213	\$ 70,998	\$ 47,068,968	
(22) Services, contracts and supplies	\$ 1,249,572	\$ 3,620,199	\$ 3,175,919	\$ 5,180,639	\$ 636,309	\$ -	\$ 13,862,638	
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 1,470,971	\$ 1,350	\$ -	\$ -	\$ 1,472,321	
(24) Amortization of unsupported tangible capital assets	\$ 7,500	\$ 67,501	\$ 33,890	\$ 45,779	\$ 41,142	\$ -	\$ 195,812	
(25) Supported interest on capital debt	\$ -	\$ -	\$ 8,274	\$ -	\$ -	\$ -	\$ 8,274	
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ 11,142	\$ -	\$ -	\$ 11,142	
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(30) TOTAL EXPENSES	\$ 9,711,481	\$ 38,237,713	\$ 7,001,379	\$ 5,401,920	\$ 2,195,664	\$ 70,998	\$ 62,619,155	
(31) OPERATING SURPLUS (DEFICIT)	\$ 350,052	\$ 1,820,686	\$ (360,528)	\$ (134,446)	\$ 159,001	\$ -	\$ 1,834,765	

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unamortized Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 1,305,537	\$ 350,980	\$ -	\$ -	\$ 161,461		\$ 1,817,988		\$ 1,817,988
Uncertificated benefits	\$ 372,178	\$ 84,530	\$ -	\$ -	\$ 37,629		\$ 494,337		\$ 494,337
Sub-total Remuneration	\$ 1,677,715	\$ 435,520	\$ -	\$ -	\$ 199,090		\$ 2,312,325		\$ 2,312,325
Supplies and services	\$ 147,825	\$ 221,037	\$ 52,878	\$ 1,350,711	\$ 212,581		\$ 1,985,032		\$ 1,985,032
Electricity			\$ 513,198				\$ 513,198		\$ 513,198
Natural gas/heating fuel			\$ 301,909				\$ 301,909		\$ 301,909
Sewer and water			\$ 70,079				\$ 70,079		\$ 70,079
Telecommunications			\$ 6,369				\$ 6,369		\$ 6,369
Insurance					\$ 299,331		\$ 299,331		\$ 299,331
ASAP maintenance & renewal payments									
Amortization of tangible capital assets									
Supported									
Unamortized							\$ 33,890	\$ 1,470,971	\$ 1,470,971
Total Amortization							\$ 33,890	\$ 33,890	\$ 33,890
Interest on capital debt							\$ 33,890	\$ 1,470,971	\$ 1,504,861
Supported									
Unamortized								\$ 8,275	\$ 8,275
Lease payments for facilities									
Other interest charges									
Losses on disposal of capital assets									
TOTAL EXPENSES	\$ 1,825,540	\$ 656,557	\$ 944,433	\$ 1,350,711	\$ 711,002		\$ 5,522,133	\$ 1,479,246	\$ 7,001,379
SQUARE METRES									
School buildings									59,958.0
Non school buildings									1,481.0

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.

1. AUTHORITY AND PURPOSE

Sturgeon School Division No. 24 (the "Division") delivers education programs under the authority of the *School Act*, Revised Statutes of Alberta 2000, Chapter S-3.

The School Division receives instruction and support allocations under Education Grants Regulation 120/2008. The regulation allows for the setting of conditions and use of grant monies. The School Division 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) without not-for-profit provisions. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Cash and Cash Equivalents

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

b) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) Portfolio Investments

The Division has investments in GIC's that have a maturity of greater than 3 months. GIC's not quoted in an active market are reported at cost or amortized 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 apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.

- Buildings include land, site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School Division to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Unamortized Deferred Capital Contributions.
- 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 School Division are considered capital leases.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:
 - Buildings 2.5% to 4%
 - Vehicles & Buses 10% to 20%
 - Computer Hardware & Software 20% to 33.3%
 - Other Equipment & Furnishings 10% to 20%

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 PS 3200*. These contributions are recognized by the School Division once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability.

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

- 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 School Division, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per *PS 3200* when expended.

- 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 tangible capital asset. Amortization over the useful life of the related tangible capital asset is due to certain stipulations related to the contributions that require that the School Division to use the asset in a prescribed manner over the life of the associated asset.

f) Employee Future Benefits

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

The School Division accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include early retirement and retirement/severance.

Vacation pay is accrued in the period in which the employee earns the benefit.

g) Liability for Contaminated Sites

In June 2010, the Public Sector Accounting Board issued this accounting standard effective for fiscal years starting on or after April 1, 2014. Contaminated sites are a result of contamination being introduced into the air, soil, water or sediment of a chemical, organic, or radioactive material, or live organism that exceeds an environmental standard. The School Division adopted this accounting standard retroactively as of April 1, 2014. There was no impact to the Division's financial statements.

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 Change 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 and the raising of school generated funds. Contributed services are not recognized in the financial statements.

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

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

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 contributions for current service of employees during the year.

The current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teachers' Pension Plan Act*, the School Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the School Division is included in both revenues and expenses. For the school year ended August 31, 2015, the amount contributed by the Government of Alberta was \$3,166,573 (2014 - \$3,162,738).

The School Division participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$1,218,597 for the year ended August 31, 2015 (2014 - \$1,207,832). At December 31, 2014, the Local Authorities Pension Plan reported a deficiency of \$2.455 billion (2013 - a deficiency of \$4.862 billion).

l) Program Reporting

The School Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 12 Instruction:** The provision of instructional services for grades 1 – 12 that fall under the basic public education mandate.
- **Plant Operations and Maintenance:** The operation and maintenance of all school buildings and maintenance shop facilities.
- **Transportation:** The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation 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 and services, school administration and instruction support, and System Instructional Support.

m) 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 17.

n) Financial Instruments

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

Financial instruments consist of cash, accounts receivable, portfolio investments, accounts payable and accrued liabilities, debt and other liabilities. It is management's opinion that the School Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

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.

o) Measurement Uncertainty

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

3. **CASH AND CASH EQUIVALENTS**

	2015			2014
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	-	\$ -	\$ 6,004,221	\$ 3,866,826
Total cash and cash equivalents		\$ -	\$ 6,004,221	\$ 3,866,826

4. ACCOUNTS RECEIVABLE

	2015			2014
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ -	\$ -	\$ -	\$ 38,872
Alberta Education - Capital	493,805	-	493,805	\$ 134,404
Alberta Education - IMR	-	-	-	-
Alberta Education - Other	815	-	815	-
Other Alberta school jurisdictions	-	-	-	-
Treasury Board and Finance - Supported debenture principal	42,858	-	42,858	146,418
Treasury Board and Finance - Accrued interest on supported debentures	3,186	-	3,186	10,652
Alberta Health & Wellness	-	-	-	-
Alberta Health Services	-	-	-	-
Government of Alberta Ministry	-	-	-	-
Federal government	84,676	-	84,676	136,552
First Nations	94,034	-	94,034	125,000
Other	196,930	-	196,930	165,974
Total	\$ 916,304	\$ -	\$ 916,304	\$ 757,872

5. PORTFOLIO INVESTMENTS

	2015				2014 Balance
	Average Effective (Market) Yield	Cost	Fair Value	Balance	
Guaranteed interest certificates	1.60%	22,770	22,770	22,770	22,912
Total portfolio investments	1.60%	\$ 22,770	\$ 22,770	\$ 22,770	\$ 22,912

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

6. OTHER FINANCIAL ASSETS

Other Financial assets consist of the following:

	2015	2014
Inventory*	\$ 36,138	\$ 27,823
Total	\$ 36,138	\$ 27,823

Inventory is measured at the lower of cost and net realizable value.

7. BANK INDEBTEDNESS

The School Division has negotiated an operating loan in the amount of \$3,000,000 that bears interest at prime less 0.5%. This loan is secured by a security agreement. There was zero balance at August 31, 2015.

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015	2014
Alberta Education	\$ 617,519	\$ 592,906
Other Alberta school jurisdictions	-	-
Alberta Capital Finance Authority (Interest on long-term debt - Supported)	3,186	10,652
Alberta Health & Wellness	-	-
Alberta Health Services	-	-
Federal government	6,146	5,681
First Nations	-	-
Other interest on long-term debt	-	-
Accrued vacation pay liability	132,076	123,025
Other salaries & benefit costs	27,314	16,768
Other trade payables and accrued liabilities	687,968	666,693
Total	\$ 1,474,209	\$ 1,415,725

9. DEFERRED REVENUE

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2014	ADD: 2014/2015 Restricted Funds Received/ Receivable	DEDUCT: 2014/2015 Restricted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2014/2015 Adjustments for Returned Funds	DEFERRED REVENUE as at Aug. 31, 2015
Unexpended deferred operating revenue					
Alberta Education:					
Regional Collaborative Service Delivery	\$ -	\$ -	\$ -	\$ -	\$ -
Children and Youth with Complex Needs	-	-	-	-	-
Student Health Initiative (School Authorities)	-	-	-	-	-
Infrastructure Maintenance Renewal	42,351	1,722,706	(1,435,671)	-	329,386
Institutional Education Programs	-	-	-	-	-
Regional Educational Consulting Services	-	-	-	-	-
SuperNet Service	-	-	-	-	-
Other Alberta Education def'd revenue	35,045	2,184	(35,045)	-	2,184
Other Government of Alberta:					
Alberta Health	-	42,223	(39,048)	-	3,175
Other Deferred Revenue:					
School Generated Funds	28,997	1,205,254	(1,166,569)	-	67,682
Fees	15,972	5,727	(15,972)	-	5,727
Donations	-	4,630	-	-	4,630
Transportation fees	297,092	399,983	(297,092)	-	399,983
Other	27,581	1,182	(27,581)	-	1,182
Total unexpended deferred operating revenue	\$ 447,038	\$ 3,383,889	\$ (3,016,978)	\$ -	\$ 813,949
Unexpended deferred capital revenue	42,374	585,343	(596,525)	-	31,192
Expended deferred capital revenue	18,954,759	4,213,170	(1,475,021)	-	21,692,908
Total	\$ 19,444,172	\$ 8,182,402	\$ (5,088,524)	\$ -	\$ 22,538,050

10. EMPLOYEE FUTURE BENEFIT LIABILITIES

Employee future benefit liabilities consist of the following:

	2015	2014
Retirement allowances	74,693	49,914
Total	\$ 74,693	\$ 49,914

11. DEBT

The debentures are held with Alberta Capital Finance Authority, bear interest at rates varying between 9.875% and 12.0%, and are fully supported by Alberta Finance. Debenture payments due over the next five years and beyond are:

	Principal	Interest	Total
2015-2016	34,920	4,752	39,672
2016-2017	7,938	784	8,722
2017 to maturity	-	-	-
Total	\$ 42,858	\$ 5,535	\$ 48,394

12. TANGIBLE CAPITAL ASSETS

	2015						2014
	Land	Construction In Progress - Buildings	Buildings 25-40 Years	Equipment 5-10 Years	Vehicles 5-10 Years	Computer Hardware & Software 3-5 Years	Total
Estimated useful life							
Historical cost							
Beginning of year	\$ 1,414,541	\$ 548,418	\$ 57,011,612	\$ 2,134,955	\$ 903,484	\$ 164,926	\$ 63,241,614
Prior period adjustments	-	-	-	-	-	-	-
Additions	-	3,809,207	420,190	24,202	-	-	4,253,599
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-	-	-	-	(1,091,551)	(241,526)	-	(2,018,395)
	\$ 1,414,541	\$ 4,357,625	\$ 57,431,802	\$ 1,067,606	\$ 661,958	\$ 164,926	\$ 62,177,936
Accumulated amortization							
Beginning of year	\$ -	\$ -	\$ 37,998,597	\$ 1,903,477	\$ 679,044	\$ 21,853	\$ 40,602,971
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	1,509,044	78,277	47,825	32,985	1,668,131
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-	-	-	-	(1,091,550)	(223,207)	-	(1,314,757)
	\$ -	\$ -	\$ 39,507,641	\$ 890,204	\$ 503,662	\$ 54,838	\$ 40,956,345
Net Book Value at End of Year	\$ 1,414,541	\$ 4,357,625	\$ 17,924,161	\$ 177,402	\$ 158,296	\$ 110,088	\$ 21,574,965

13. ACCUMULATED SURPLUS:

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

	2015	2014
Unrestricted surplus	\$ 605,618	\$ 835,992
Operating reserves	1,435,968	1,206,197
Accumulated surplus (deficit) from operations	2,041,586	2,042,189
Investment in tangible capital assets	2,449,191	2,620,191
Capital reserves	2,710,454	704,086
Endowments ⁽¹⁾	-	-
Accumulated rereasurement gains (losses)	-	-
Accumulated surplus (deficit)	\$ 7,201,231	\$ 5,366,466

Included in Accumulated surplus from operations are school generated funds to which the Division has no claim. Adjusted accumulated surplus represents funds owned by the Division.

	2015	2014
Accumulated surplus (deficit) from operations	\$ 2,041,586	\$ 2,042,189
Deduct: School generated funds included in accumulated surplus (Note 20)	424,025	381,070
Adjusted accumulated surplus (deficit) from operations ⁽²⁾	\$ 1,617,561	\$ 1,661,119

14. CONTRACTUAL OBLIGATIONS

	Building Leases	Equipment and Vehicle Leases
2015-2016	\$ 83,399	\$ 368,225
2016-2017	32,951	60,987
2017-2018	33,944	53,514
2018-2019	34,957	15,251
2019-2020	36,006	-
Thereafter	155,155	-
	\$ 376,412	\$ 497,977

⁽¹⁾Building Leases: The Division is committed to two leases to operate its Learning Centers in the amount of \$81,599.

⁽²⁾ Equipment and Vehicle Leases: As at August 31, 2014, the Division has \$909,203 (2013 - \$1,002,232) in commitments relating to equipment and vehicle leases.

⁽³⁾ The Division has entered into an agreement with Enmax Energy for the provision of electricity services. The agreement is in effect from January 1, 2014 to December 31, 2018. Under the terms of the agreement, the Division pays energy charges at a fixed rate for the contracted consumption amounts. The energy charges for any quantity of electricity either in excess or less than the contracted consumptions amounts are subject to variable charges and credits.

15. CONTINGENT LIABILITIES

a) Contingent Liabilities

On December 15, 2000, the School Division entered into an agreement with the Minister of National Defense. Under the terms of the agreement, the School Division leases land, on which the new Guthrie School is located, from the Minister in the amount of \$1.00 per annum for a period of twenty-five years commencing on September 1, 2000 and continuing until August 31, 2025. The School Division has the option to renew the lease for a further twenty-

five year term under the same terms and conditions provided the School Division notifies the Minister at least twelve months prior to the expiry of the present lease term of its intention to exercise this option.

The School Division has two sites, the sewage lift station at Camilla School in Riviere Que Barre and the Lagoon at Namao School, which may require future remediation. Unless such remediation or upgrades occur, there would be no related provision recognized in the financial statements as there is currently no obligation to remediate these sites. The costs of future remediation or upgrades are unknown at this time.

b) Contingent Asset

The School Division is a member of a reciprocal insurance exchange called ASBIE. 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.

16. TRUSTS UNDER ADMINISTRATION

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

	2015	2014
Deferred salary leave plan	\$ 55,695	\$ 37,116
Scholarship trusts	62,998	59,207
Total	<u>\$ 118,693</u>	<u>\$ 96,323</u>

17. SCHOOL GENERATED FUNDS

	2015	2014
School Generated Funds, Beginning of Year	\$ 410,066	\$ 366,419
Gross Receipts:		
Fees	794,544	593,016
Fundraising	196,771	312,460
Gifts and donations	72,323	120,734
Grants to schools	-	
Other sales and services	184,569	150,884
Total gross receipts	1,248,207	1,177,094
Total Related Expenses and Uses of Funds	169,115	316,744
Total Direct Costs Including Cost of Goods Sold to Raise Funds	997,451	816,702
School Generated Funds, End of Year	<u>\$ 491,707</u>	<u>\$ 410,066</u>
Balance included in Deferred Revenue*	\$ 67,682	\$ 28,997
Balance included in Accumulated Surplus (Operating Reserves)**	\$ 424,025	\$ 381,070

18. RELATED PARTY TRANSACTIONS

All entities that are consolidated in the accounts of the Government of Alberta are related parties of school jurisdictions. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

Sturgeon School Division No. 24
Notes to Financial Statements
August 31, 2015

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Education				
Accounts receivable / Accounts payable	\$ 494,620	\$ 617,519	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	329,386	-	-
Unexpended deferred capital revenue	-	31,193	-	-
Expended deferred capital revenue	-	21,748,156	1,472,321	-
Other assets & liabilities	-	-	-	-
Grant revenue & expenses	-	-	56,363,132	-
ATRF payments made on behalf of district	-	-	3,166,573	-
Other revenues & expenses	-	-	-	-
Other Alberta school jurisdictions	-	-	20,522	-
Alberta Treasury Board and Finance (Principal)	42,858	-	103,560	-
Alberta Treasury Board and Finance (Accrued)	3,186	-	18,926	-
Alberta Health	-	-	50,000	-
Alberta Health Services	-	-	39,048	-
Human Services	-	-	-	-
Edmonton and Area Child and Family Services	-	-	456,034	-
Other:				
Alberta Capital Financing Authority	-	46,044	8,274	8,274
TOTAL 2014/2015	\$ 540,664	\$ 22,772,298	\$61,698,390	\$ 8,274
TOTAL 2013/2014	\$ 330,343	\$ 19,824,505	\$59,916,601	\$ 58,293

19. REMUNERATION AND MONETARY INCENTIVES

The School Division had paid or accrued expenses for the year ended August 31, 2015 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other	Expenses
Terry Jewell (Chair)	1.0	\$20,327	\$155	\$0			\$8,688
Tracy Nowak	1.0	\$19,386	\$614	\$0			\$5,640
Misty Featherley	1.0	\$18,884	\$600	\$0			\$4,645
Elizabeth Kohle	1.0	\$19,984	\$639	\$0			\$11,161
Shelley Porter	1.0	\$18,884	\$594	\$0			\$5,846
Wendy Miller	1.0	\$20,134	\$656	\$0			\$6,881
Michelle Mykasiw	1.0	\$18,334	\$572	\$0			\$4,912
Subtotal	7.0	\$135,931	\$3,830	\$0			\$47,772
Michele Dick	1.0	\$189,306	\$33,586	\$0	\$0	\$0	\$8,028
Iva Paulik	1.0	\$157,231	\$42,194	\$0	\$0	\$0	\$3,175
Certificated teachers	278.0	\$26,299,627	\$6,007,233	\$0	\$0	\$0	
Non-certificated - other	250.0	\$11,261,963	\$2,938,067	\$0	\$0	\$0	
TOTALS		\$38,044,058	\$9,024,910	\$0	\$0	\$0	

Remuneration of Superintendent and Secretary Treasurer includes changes in vacation accrual.
Benefits of Superintendent include Alberta Education contributions to the Teachers Retirement Fund pension plan.
Benefits for the Secretary Treasurer include the employer share of Local Authority Pension Plan and Supplementary Income Pension Plan.

20. BUDGET AMOUNTS

The budget was prepared by the School Division and approved by the Board of Trustees on May 28, 2014. It is presented for information purposes only and has not been audited.

21. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2014/2015 presentation.

UNAUDITED SCHEDULE OF FEE REVENUE
for the Year Ending August 31, 2015 (in dollars)

	Actual 2014/2015	Actual 2013/2014
FEES		
Transportation fees	\$401,306	\$0
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$261,026	\$255,516
Technology user fees	\$0	\$0
Alternative program fees	\$0	\$0
Fees for optional courses (band, art, etc.)	\$389,619	\$396,074
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$0	\$0
Kindergarten & preschool	\$45,702	\$38,413
Extracurricular fees (sports teams and clubs)	\$321,143	\$159,174
Field trips (related to curriculum)	\$124,643	\$120,062
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$154,759	\$176,346
Other (describe)* Swimming	\$13,913	\$14,580
Other (describe)* Ski trips	\$86,893	\$87,010
Other (describe)* Graduation	\$44,608	\$38,213
TOTAL FEES	\$1,843,612	\$1,285,388

**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 2014/2015	Actual 2013/2014
Cafeteria sales, hot lunch, milk programs	\$34,116	\$35,300
Special events, graduation, tickets	\$0	\$0
Student travel (international, recognition trips, non-curricular)	\$0	\$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$14,633	\$0
Adult education revenue	\$30,040	\$28,195
Child care & before and after school care	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$78,789	\$63,495

**UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING
for the Year Ended August 31, 2015 (in dollars)**

	PROGRAM AREA						Small Schools by Necessity (Revenue only)
	First Nations, Metis & Inuit (FNMI)	ECS Program Unit Funding (PUF)	English as a Second Language (ESL)	Inclusive Education			
Funded Students in Program REVENUES							
Alberta Education allocated funding	\$ 448	\$ 310	\$ 48				
Other funding allocated by the board to the program	\$ 527,789	\$ 6,175,436	\$ 43,590	\$ 5,352,480	\$ 175,707		
TOTAL REVENUES	\$ 527,789	\$ 6,175,436	\$ 43,590	\$ 5,352,480	\$ 175,707		
EXPENSES (Not allocated from BASE, Transportation, or other funding)							
Instructional certificated salaries & benefits	\$ 197,400	\$ 1,436,425	\$ 55,196	\$ 2,212,910			
Instructional non-certificated salaries & benefits	\$ 261,000	\$ 3,760,486	\$ -	\$ 2,905,165			
SUB TOTAL	\$ 458,400	\$ 5,196,911	\$ 55,196	\$ 5,118,075			
Supplies, contracts and services	\$ 18,600	\$ 978,525	\$ -	\$ 63,411			
Program planning, monitoring & evaluation	\$ 88,704	\$ -	\$ -	\$ 18,525			
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -			
Administration (administrative salaries & services)	\$ -	\$ -	\$ -	\$ 67,166			
Other (please describe)	\$ -	\$ -	\$ -	\$ 105,894			
Other (please describe)	\$ -	\$ -	\$ -	\$ -			
TOTAL EXPENSES	\$ 565,704	\$ 6,175,436	\$ 55,196	\$ 5,373,071			
NET FUNDING SURPLUS (SHORTFALL)	\$ (37,915)	\$ -	\$ (11,606)	\$ (20,591)			

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs				TOTAL
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	TOTAL	
1 Office of the superintendent	\$ 326,548	\$ 17,475	\$ -	\$ 344,023	\$ -	\$ -	\$ -	\$ 344,023	
2 Educational administration (excluding superintendent)	\$ 163,351	\$ 12,433	\$ -	\$ 175,784	\$ 179,944	\$ 7,559	\$ -	\$ 363,287	
3 Business administration	\$ 708,154	\$ 346,463	\$ -	\$ 1,054,617	\$ -	\$ -	\$ -	\$ 1,054,617	
4 Board governance (Board of Trustees)	\$ 139,761	\$ 129,059	\$ -	\$ 268,820	\$ -	\$ -	\$ -	\$ 268,820	
5 Information technology	\$ -	\$ -	\$ -	\$ -	\$ 116,726	\$ 25,531	\$ -	\$ 142,257	
6 Human resources	\$ 180,288	\$ 8,470	\$ -	\$ 188,758	\$ 109,489	\$ 13,825	\$ -	\$ 312,072	
7 Central purchasing, communications, marketing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
8 Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
9 Administration - insurance	\$ -	\$ -	\$ 87,790	\$ 87,790	\$ -	\$ -	\$ 12,861	\$ 100,651	
10 Administration - amortization	\$ -	\$ -	\$ 41,142	\$ 41,142	\$ -	\$ -	\$ -	\$ 41,142	
11 Administration - other (admin building, interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
12 Other (describe)	\$ 111	\$ 34,619	\$ -	\$ 34,730	\$ -	\$ -	\$ -	\$ 34,730	
13 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 86,757	\$ -	\$ 86,757	
14 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 1,518,213	\$ 548,519	\$ 128,932	\$ 2,195,664	\$ 406,159	\$ 133,672	\$ 12,861	\$ 2,748,356	