

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

Fort McMurray Public School District No. 2833

Legal Name of School Jurisdiction

231 Hardin Street Fort McMurray AB T9H 2G2

Mailing Address

(780) 799-7900 (780) 743-2655 allan.kallal@fmpsd.ab.ca

Telephone & Fax Numbers, and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Fort McMurray Public School District No. 2833 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.

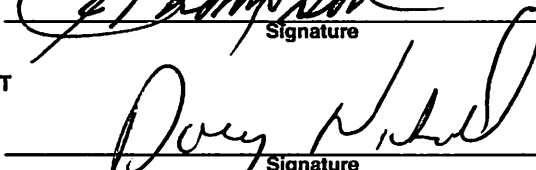
BOARD CHAIR

Jeff Thompson
Name


Signature

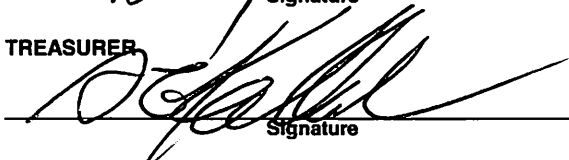
SUPERINTENDENT

Douglas Nicholls
Name


Signature

SECRETARY-TREASURER OR TREASURER

Allan Kallal
Name


Signature

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: sarah.brennan@gov.ab.ca
PHONE: (780) 422-0312 (Toll free 310-0000) FAX: (780) 422-6996

**Fort McMurray Public
School District No. 2833
Financial Statements**
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BOARD CHAIR

Jeff Thompson

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Signature

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Independent Auditors' Report

To the Board of Trustees of the Fort McMurray Public School District No. 2833

We have audited the accompanying financial statements of the Fort McMurray Public School District No. 2833, which comprise the statement of financial position as at August 31, 2015, and the statements of operations, cash flows, change in net debt and remeasurement gains and losses, and schedules of changes in accumulated surplus, capital revenue, program operations and plant operations and maintenance expenses for the year then ended, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fort McMurray Public School District No. 2833 as at August 31, 2015 and the results of its operations, cash flows and changes in net debt for the year then ended in accordance with Canadian public sector accounting standards.

December 16, 2015
Fort McMurray, Alberta

MNP LLP

Chartered Accountants

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

		2015	2014
FINANCIAL ASSETS			
Cash and cash equivalents	(Note 3)	\$ 18,011,659	\$ 9,979,665
Accounts receivable (net after allowances)	(Note 4)	\$ 1,896,080	\$ 1,075,344
Portfolio investments	(Note 5)	\$ 5,000,372	\$ 7,880,998
Other financial assets		\$ -	\$ -
Total financial assets		\$ 24,908,111	\$ 18,936,007
LIABILITIES			
Bank indebtedness	(Note 6)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 7)	\$ 3,709,599	\$ 3,760,676
Deferred revenue	(Note 8)	\$ 108,195,590	\$ 99,369,821
Employee future benefit liabilities		\$ -	\$ -
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ -
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 111,905,189	\$ 103,130,497
Net financial assets (debt)		\$ (86,997,078)	\$ (84,194,490)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Note 9)		
Land		\$ 4,071,454	\$ 4,071,454
Construction in progress		\$ 9,380,234	\$ 23,832,671
Buildings	\$ 149,809,932		
Less: Accumulated amortization	\$ (63,449,839)	\$ 86,360,093	\$ 67,437,637
Equipment	\$ 11,766,182		
Less: Accumulated amortization	\$ (10,020,355)	\$ 1,745,827	\$ 2,216,916
Vehicles	\$ 580,024		
Less: Accumulated amortization	\$ (425,757)	\$ 154,267	\$ 81,395
Computer Equipment	\$ 837,966		
Less: Accumulated amortization	\$ (443,385)	\$ 394,581	\$ 510,187
Total tangible capital assets		\$ 102,106,456	\$ 98,150,260
Prepaid expenses		\$ 506,739	\$ 427,119
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 102,613,195	\$ 98,577,379
Accumulated surplus	(Note 10)	\$ 15,616,117	\$ 14,382,889
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 15,616,117	\$ 14,382,889
Accumulated rereasurement gains (losses)		\$ -	\$ -
		\$ 15,616,117	\$ 14,382,889
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, 2015 (in dollars)

	Budget 2015	Actual 2015	Actual 2014
REVENUES			
Alberta Education	\$ 75,633,099	\$ 75,717,471	\$ 74,134,389
Other - Government of Alberta	\$ 650,972	\$ 758,492	\$ 770,403
Federal Government and First Nations	\$ 31,890	\$ 14,068	\$ 70,592
Other Alberta school authorities	\$ -	\$ 239,791	\$ 1,524
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 1,274,022	\$ 1,625,069	\$ 2,102,467
Other sales and services	\$ 438,577	\$ 1,018,775	\$ 400,513
Investment income	\$ 100,000	\$ 193,076	\$ 174,506
Gifts and donations	\$ 250,000	\$ 453,929	\$ 453,229
Rental of facilities	\$ 1,100,600	\$ 1,096,229	\$ 1,327,670
Fundraising	\$ 1,730,000	\$ -	\$ 1,072,697
Gains on disposal of capital assets	\$ -	\$ 3,800	\$ 950
Other revenue	\$ -	\$ 245,190	\$ 864,371
Total revenues	\$ 81,209,160	\$ 81,365,891	\$ 81,373,311
EXPENSES			
Instruction - ECS	\$ -	\$ 6,619,683	\$ -
Instruction - Grades 1 - 12	\$ 63,291,685	\$ 53,589,103	\$ 63,951,659
Plant operations and maintenance	\$ 13,227,459	\$ 14,789,287	\$ 12,683,528
Transportation	\$ 2,056,700	\$ 2,176,123	\$ 2,168,226
Board & system administration	\$ 3,231,004	\$ 2,958,467	\$ 2,776,774
External services	\$ -	\$ -	\$ 196,146
Total expenses	\$ 81,806,848	\$ 80,132,663	\$ 81,776,333
Operating surplus (deficit)	\$ (597,688)	\$ 1,233,228	\$ (403,022)

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)	\$ 1,233,228	\$ (403,022)
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ 6,160,606	\$ 5,256,890
Gains on disposal of tangible capital assets	\$ (3,800)	\$ (950)
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ (5,857,411)	\$ (4,633,500)
Deferred capital revenue write-off	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (820,736)	\$ 5,611,234
Prepays	\$ (79,620)	\$ 185,089
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ (51,077)	\$ 360,529
Deferred revenue (excluding EDCR)	\$ 8,141,085	\$ 1,675,997
Employee future benefit liabilities	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from operating transactions	\$ 8,722,275	\$ 8,052,267
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ (3,030,870)	\$ (257,861)
Equipment	\$ (451,527)	\$ (518,944)
Vehicles	\$ (92,310)	\$ (18,212)
Computer equipment	\$ -	\$ (466,784)
Net proceeds from disposal of unsupported capital assets	\$ 3,800	\$ 950
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ (3,570,907)	\$ (1,260,851)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ 2,880,626	\$ (5,036,017)
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement gains (losses) reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ 2,880,626	\$ (5,036,017)
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ -	\$ -
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	\$ -	\$ -
Increase (decrease) in cash and cash equivalents	\$ 8,031,994	\$ 1,755,399
Cash and cash equivalents, at beginning of year	\$ 9,979,665	\$ 8,224,266
Cash and cash equivalents, at end of year	\$ 18,011,659	\$ 9,979,665

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)	\$ (597,688)	\$ 1,233,228	\$ (403,022)
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (570,000)	\$ (10,116,802)	\$ (13,571,522)
Amortization of tangible capital assets	\$ 5,310,913	\$ 6,160,606	\$ 5,256,890
Net carrying value of tangible capital assets disposed of	\$ -	\$ -	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 4,740,913	\$ (3,956,196)	\$ (8,314,632)
Changes in:			
Prepaid expenses	\$ -	\$ (79,620)	\$ 185,089
Other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Endowments	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ 4,143,225	\$ (2,802,588)	\$ (8,532,565)
Net financial assets (net debt) at beginning of year	\$ -	\$ (84,194,490)	\$ (75,661,925)
Net financial assets (net debt) at end of year	\$ 4,143,225	\$ (86,997,078)	\$ (84,194,490)

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	\$ 14,382,889	\$ -	\$ 14,382,889	\$ 7,006,254	\$ -	\$ 1,259	\$ 6,433,628	\$ 941,748
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 14,382,889	\$ -	\$ 14,382,889	\$ 7,006,254	\$ -	\$ 1,259	\$ 6,433,628	\$ 941,748
Operating surplus (deficit)	\$ 1,233,228		\$ 1,233,228			\$ 1,233,228		
Board funded tangible capital asset additions				\$ 242,721		\$ -	\$ -	\$ (242,721)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ (3,800)		\$ 3,800
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	\$ -		\$ -		\$ -	\$ -		
Investment income & realized capital gains on endowments	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (6,160,606)		\$ 6,160,606		
Capital revenue recognized	\$ -			\$ 5,857,411		\$ (5,857,411)		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ (1,532,272)	\$ 1,532,272	
Net transfers from operating reserves	\$ -					\$ -	\$ -	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 15,616,117	\$ -	\$ 15,616,117	\$ 6,945,780	\$ -	\$ 1,610	\$ 7,965,900	\$ 702,827

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
Balance at August 31, 2014	\$ 3,159,581	\$ -	\$ -	\$ 495,582	\$ 3,274,047	\$ 446,166	\$ -	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 3,159,581	\$ -	\$ -	\$ 495,582	\$ 3,274,047	\$ 446,166	\$ -	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ (242,721)	\$ -		\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ 3,800		\$ -		\$ -
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										
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	\$ 1,141,308		\$ -		\$ 390,964		\$ -		\$ -	
Net transfers from operating reserves	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 4,300,889	\$ -	\$ -	\$ 252,861	\$ 3,665,011	\$ 449,966	\$ -	\$ -	\$ -	\$ -

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	\$ 765,740	\$ -	\$ -	\$ 4,518,839	\$ 91,144,006
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2014	\$ 765,740	\$ -	\$ -	\$ 4,518,839	\$ 91,144,006
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ 7,040,046				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: (Describe)	\$ -			\$ -	
Other sources (Describe):	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ 1,016,023				
Other sources: (Describe)	\$ -			\$ -	
Other sources: (Describe)	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue: (Describe)				\$ -	
Net proceeds on disposal of supported tangible capital assets			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets (Explain):					\$ -
Alberta Schools Alternative Program (ASAP), Building Alberta School Construction Program (BASCP) and other Alberta Infrastructure managed projects					\$ 6,542,095
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ (3,331,985)	\$ -	\$ -		\$ 3,331,985
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments (Explain): Permission to fund R&M projects	\$ -	\$ (245,190)	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ 5,857,411
Capital revenue recognized - Other Government of Alberta					
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2015	\$ 5,489,824	\$ (245,190)	\$ -	\$ 4,518,839	\$ 95,160,675
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2015 (A) + (B) + (C) + (D)				\$ 9,763,473	

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
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 6,445,776	\$ 53,395,393	\$ 11,591,782	\$ 1,132,330	\$ 3,152,190	\$ -	\$ 75,717,471	\$ 74,134,389
(2) Other - Government of Alberta	\$ 104,689	\$ 653,803	\$ -	\$ -	\$ -	\$ -	\$ 758,492	\$ 770,403
(3) Federal Government and First Nations	\$ -	\$ 13,365	\$ -	\$ -	\$ 703	\$ -	\$ 14,068	\$ 70,592
(4) Other Alberta school authorities	\$ -	\$ 239,791	\$ -	\$ -	\$ -	\$ -	\$ 239,791	\$ 1,524
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 220,425	\$ 942,448	\$ -	\$ 462,196	\$ -	\$ -	\$ 1,625,069	\$ 2,102,467
(9) Other sales and services	\$ -	\$ 1,018,775	\$ -	\$ -	\$ -	\$ -	\$ 1,018,775	\$ 400,513
(10) Investment income	\$ -	\$ -	\$ 96,538	\$ -	\$ 96,538	\$ -	\$ 193,076	\$ 174,506
(11) Gifts and donations	\$ 36,442	\$ 417,487	\$ -	\$ -	\$ -	\$ -	\$ 453,929	\$ 453,229
(12) Rental of facilities	\$ -	\$ -	\$ 996,229	\$ -	\$ 100,000	\$ -	\$ 1,096,229	\$ 1,327,670
(13) Fundraising	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,072,697
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 3,800	\$ -	\$ -	\$ -	\$ 3,800	\$ 950
(15) Other revenue	\$ -	\$ -	\$ 245,190	\$ -	\$ -	\$ -	\$ 245,190	\$ 864,371
(16) TOTAL REVENUES	\$ 6,807,332	\$ 56,681,062	\$ 12,933,539	\$ 1,594,526	\$ 3,349,431	\$ -	\$ 81,365,891	\$ 81,373,311
EXPENSES								
(17) Certificated salaries	\$ 2,351,080	\$ 29,165,441	\$ -	\$ -	\$ 661,989	\$ -	\$ 32,178,510	\$ 32,056,748
(18) Certificated benefits	\$ 475,541	\$ 7,764,333	\$ -	\$ -	\$ 126,736	\$ -	\$ 8,366,610	\$ 8,442,234
(19) Non-certificated salaries and wages	\$ 2,201,122	\$ 9,302,768	\$ 2,861,741	\$ 108,127	\$ 1,239,173	\$ -	\$ 15,712,931	\$ 15,528,098
(20) Non-certificated benefits	\$ 514,486	\$ 2,339,152	\$ 772,324	\$ 18,816	\$ 338,356	\$ -	\$ 3,983,134	\$ 3,677,584
(21) SUB - TOTAL	\$ 5,542,229	\$ 48,571,694	\$ 3,634,065	\$ 126,943	\$ 2,366,254	\$ -	\$ 60,241,185	\$ 59,704,664
(22) Services, contracts and supplies	\$ 1,077,153	\$ 4,901,803	\$ 5,124,593	\$ 2,049,180	\$ 568,834	\$ -	\$ 13,721,563	\$ 16,790,619
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 5,857,411	\$ -	\$ -	\$ -	\$ 5,857,411	\$ 4,633,500
(24) Amortization of unsupported tangible capital assets	\$ 301	\$ 115,606	\$ 173,218	\$ -	\$ 14,070	\$ -	\$ 303,195	\$ 623,390
(25) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ 9,309	\$ -	\$ 9,309	\$ 24,160
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 6,619,683	\$ 53,589,103	\$ 14,789,287	\$ 2,176,123	\$ 2,958,467	\$ -	\$ 80,132,663	\$ 81,776,333
(31) OPERATING SURPLUS (DEFICIT)	\$ 187,649	\$ 3,091,959	\$ (1,855,748)	\$ (581,597)	\$ 390,964	\$ -	\$ 1,233,228	\$ (403,022)

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	Unsupported Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ 1,988,384	\$ 496,769	\$ -	\$ -	\$ 376,588		\$ 2,861,741		\$ 2,861,741
Uncertificated benefits	\$ 572,933	\$ 123,384	\$ -	\$ -	\$ 76,007		\$ 772,324		\$ 772,324
Sub-total Remuneration	\$ 2,561,317	\$ 620,153	\$ -	\$ -	\$ 452,595		\$ 3,634,065		\$ 3,634,065
Supplies and services	\$ 159,140	\$ 2,522,009	\$ -	\$ 796,086	\$ -		\$ 3,477,235		\$ 3,477,235
Electricity			\$ 930,793				\$ 930,793		\$ 930,793
Natural gas/heating fuel			\$ 390,854				\$ 390,854		\$ 390,854
Sewer and water			\$ 110,918				\$ 110,918		\$ 110,918
Telecommunications			\$ 21,218				\$ 21,218		\$ 21,218
Insurance					\$ 193,575		\$ 193,575		\$ 193,575
ASAP maintenance & renewal payments								\$ -	\$ -
Amortization of tangible capital assets									
Supported								\$ 5,857,411	\$ 5,857,411
Unsupported						\$ 173,218	\$ 173,218		\$ 173,218
Total Amortization						\$ 173,218	\$ 173,218	\$ 5,857,411	\$ 6,030,629
Interest on capital debt									
Supported								\$ -	\$ -
Unsupported						\$ -	\$ -		\$ -
Lease payments for facilities				\$ -			\$ -		\$ -
Other interest charges						\$ -	\$ -		\$ -
Losses on disposal of capital assets						\$ -	\$ -		\$ -
TOTAL EXPENSES	\$ 2,720,457	\$ 3,142,162	\$ 1,453,783	\$ 796,086	\$ 646,170	\$ 173,218	\$ 8,931,876	\$ 5,857,411	\$ 14,789,287
SQUARE METRES									
School buildings									71,438.6
Non school buildings									3,713.0

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.

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

	Actual 2014/2015	Actual 2013/2014
FEES		
Transportation fees	\$462,197	\$480,203
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$236,017	\$476,449
Technology user fees	\$0	\$0
Alternative program fees	\$201,878	\$273,973
Fees for optional courses (band, art, etc.)	\$7,549	\$0
Fees for students from other boards	\$239,791	\$142,324
Tuition fees (international & out of province)	\$14,000	\$0
Kindergarten & preschool	\$369,545	\$0
Extracurricular fees (sports teams and clubs)	\$40,078	\$0
Field trips (related to curriculum)	\$12,705	\$0
Lunch supervision fees	\$0	\$0
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$17,391	\$0
Other (describe)*	\$23,918	\$729,518
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
TOTAL FEES	\$1,625,069	\$2,102,467

*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	\$176,194	\$0
Special events, graduation, tickets	\$100,250	\$0
Student travel (international, recognition trips, non-curricular)	\$124,525	\$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$99,002	\$0
Adult education revenue	\$3,000	\$0
Child care & before and after school care	\$0	\$0
Other (describe) Book fairs	\$9,248	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$512,219	\$0

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2015 (in dollars)					
	PROGRAM AREA				
	First Nations, Metis & Inuit (FNM)	ECS Program Unit Funding (PUF)	English as a Second Language (ESL)	Inclusive Education	Small Schools by Necessity (Revenue only)
Funded Students in Program	528	104	1,251		
REVENUES					
Alberta Education allocated funding	\$ 601,419	\$ 2,021,723	\$ 1,102,702	\$ 5,814,935	\$ 286,160
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ -	\$ 61,020
TOTAL REVENUES	\$ 601,419	\$ 2,021,723	\$ 1,102,702	\$ 5,814,935	\$ 347,180
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits	\$ 651,050	\$ 127,894	\$ 1,004,093	\$ 1,525,476	
Instructional non-certificated salaries & benefits	\$ 28,904	\$ 1,285,381	\$ -	\$ 4,180,302	
SUB TOTAL	\$ 679,954	\$ 1,413,075	\$ 1,004,093	\$ 5,705,778	
Supplies, contracts and services	\$ 21,048	\$ 695,446	\$ 143,900	\$ 303,381	
Program planning, monitoring & evaluation	\$ -	\$ -	\$ -	\$ -	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ 701,002	\$ 2,108,521	\$ 1,147,993	\$ 6,009,159	
NET FUNDING SURPLUS (SHORTFALL)	\$ (99,583)	\$ (86,798)	\$ (45,291)	\$ (194,224)	

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	
1 Office of the superintendent	\$ 365,405	\$ 40,122	\$ -	\$ 405,527	\$ 151,935	\$ -	\$ -	\$ 557,462
2 Educational administration (excluding superintendent)	\$ 162,924	\$ 26,383	\$ -	\$ 189,307	\$ 251,538	\$ -	\$ -	\$ 440,845
3 Business administration	\$ 717,168	\$ 299,142	\$ -	\$ 1,016,310	\$ 75,457	\$ -	\$ -	\$ 1,091,767
4 Board governance (Board of Trustees)	\$ 128,215	\$ 136,495	\$ -	\$ 264,710	\$ -	\$ -	\$ -	\$ 264,710
5 Information technology	\$ 31,880	\$ 21,500	\$ -	\$ 53,380	\$ -	\$ -	\$ -	\$ 53,380
6 Human resources	\$ 761,197	\$ 29,978	\$ -	\$ 791,175	\$ -	\$ -	\$ -	\$ 791,175
7 Central purchasing, communications, marketing	\$ 115,250	\$ 13,389	\$ -	\$ 128,639	\$ -	\$ -	\$ -	\$ 128,639
8 Payroll	\$ 84,095	\$ -	\$ -	\$ 84,095	\$ -	\$ -	\$ -	\$ 84,095
9 Administration - insurance			\$ 1,945	\$ 1,945			\$ -	\$ 1,945
10 Administration - amortization			\$ 14,070	\$ 14,070			\$ -	\$ 14,070
11 Administration - other (admin building, interest)			\$ -	\$ -			\$ -	\$ -
12 Other (describe)	\$ -	\$ -	\$ 9,309	\$ 9,309	\$ -	\$ -	\$ -	\$ 9,309
13 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
14 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 2,366,134	\$ 567,009	\$ 25,324	\$ 2,958,467	\$ 478,930	\$ -	\$ -	\$ 3,437,397

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

1. AUTHORITY AND PURPOSE

Fort McMurray Public School District No. 2833 (the "District") delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3. The District is exempt from payment of income taxes under Section 149 of the Income Tax Act.

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

a) Cash and Cash Equivalents

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

b) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) Portfolio Investments

The District has investments in long-term GICs maturing in January 2016. Detailed information regarding portfolio 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 site and leasehold improvements.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to expended deferred capital revenue.
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d) Tangible Capital Assets (continued)

- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates starting the year after acquisition or substantial completion:

Buildings	10 – 40 years
Equipment	5 years
Vehicles	5 years
Computer Hardware & Software	5 years

e) Deferred Revenue

Deferred revenue includes contributions received for operations which have stipulations that meet the definition of a liability per *PS 3200*. These contributions are recognized as deferred revenue 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.

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

- Unexpended Deferred Capital Revenue

Unexpended Deferred Capital Revenue ("UDCR") represents 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

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

f) Operating and Capital Reserves

Certain amounts are internally 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.

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 District adopted this accounting standard retroactively as of April 1, 2014. At August 31, 2015, there is no liability for contaminated sites.

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h) Revenue Recognition

Revenue is recorded on an accrual basis. Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered. Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Contributed services are not recognized in the financial statements.

Eligibility criteria are criteria that the District has to meet in order to receive certain contributions. Stipulations describe what the District must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met. Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *PS 3200*. Such liabilities are recorded as deferred revenue. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year the stipulated related expenses are incurred;
- UDCR; or
- EDCR.

i) 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.

j) 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 District 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 District is included in both revenue and expenses. For the school year ended August 31, 2015, the amount contributed by the Government was \$3,731,222 (2014 - \$3,825,196).

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Pensions (continued)

The District participates in a multi-employer pension plan, the Local Authorities Pension Plan, and does not report on any unfunded liabilities. For the year ended August 31, 2015, the expense for this pension plan is equivalent to the annual contributions of \$1,192,517 for the year ended August 31, 2015 (2014 - \$1,134,579). At December 31, 2014, the Local Authorities Pension Plan reported an actuarial deficiency of \$2,454,636,000 (2013 - deficiency of \$4,861,516,000).

k) Supplementary Integrated Pension Plan

The Alberta School Boards Association ("ASBA") Supplementary Integrated Pension Plan ("SIPP"), a multi-employer registered defined-benefit pension plan sponsored by the ASBA which is subject to the provisions of the Alberta Employment Pension Plans Act, was effective January 1, 2004. It provides supplementary pension benefits to a prescribed class of employees. The plan supplements the LAPP or the ATRF.

The current service contributions in 2015 were \$45,900 (2014 - \$68,800). The accrued benefit liability at August 31, 2015 is \$741,300 (2014 - \$729,200).

l) Non-registered Supplementary Integrated Pension Plan

The non-registered SIPP, a retirement program sponsored by the District, commenced in 2005 and provides supplementary pension benefits to a prescribed class of employees. The non-registered SIPP supplements the LAPP, ATRF, and registered SIPP pension plans.

The cost of the non-registered SIPP post-retirement benefits earned by employees is actuarially determined using the projected-benefit method prorated on service and management's best estimate of salary and benefit escalation and retirement ages of employees.

m) Program Reporting

The District's operations have been segmented into operating segments established to facilitate the achievement of the District's long-term objectives to aid in resource allocation decisions, and to assess operational performance. The segments are differentiated by major activity as follows:

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

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

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n) 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.

o) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The 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 and accounts payable and accrued 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.

Financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items measured at 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. Gains and losses arising from changes in fair value are recognized in the Statement of Remeasurement Gains and Losses. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

p) Measurement Uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the 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	1.20%	\$ 18,011,659	\$ 18,011,659	\$ 9,979,665

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

4. ACCOUNTS RECEIVABLE

	2015			2014
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 49,355	\$ -	\$ 49,355	\$ 188,337
Alberta Education - Capital	1,175,803	-	1,175,803	159,780
Federal government	220,512	-	220,512	183,719
Other	864,197	(413,787)	450,410	543,508
Total	<u>\$ 2,309,867</u>	<u>\$ (413,787)</u>	<u>\$ 1,896,080</u>	<u>\$ 1,075,344</u>

5. PORTFOLIO INVESTMENTS

	2015				2014
	Average Effective (Market) Yield	Cost	Fair Value	Balance	Balance
Guaranteed interest certificates	1.63%	\$ 5,000,000	\$ 5,000,372	\$ 5,000,372	\$ 5,000,417
Fixed income securities					
Pooled investment funds		-	-	-	2,880,581
Total portfolio investments		<u>\$ 5,000,000</u>	<u>\$ 5,000,372</u>	<u>\$ 5,000,372</u>	<u>\$ 7,880,998</u>

6. BANK INDEBTEDNESS

As at August 31, 2015, the District had an approved line of credit totaling \$2,000,000 (2014 - \$2,000,000). Interest is charged at the prime rate of 2.7% (2014 - 3.0%). This line of credit is secured by a yearly borrowing resolution approved by the Board of Trustees. There is no balance outstanding on the line of credit as at August 31, 2015 (2014 - \$nil).

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2015	2014
Alberta Education	\$ 56,776	\$ 83,089
Federal government	475,165	486,706
Salaries & benefit costs	1,165,348	958,662
Other trade payables and accrued liabilities	2,012,310	2,232,219
Total	<u>\$ 3,709,599</u>	<u>\$ 3,760,676</u>

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

8. DEFERRED REVENUE

Deferred revenue consists of revenue that has not yet been allocated to specific activities, revenue that has been allocated to activities to be carried out in future years, and the unexpended portion of revenue on activities in progress at August 31, 2015. The following table represents changes in the deferred revenue balance attributable to each major category of external restrictions:

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:					
Infrastructure Maintenance Renewal	\$ 492,619	\$ 1,669,013	\$ (796,087)	-	\$ 1,365,545
Other Alberta Education def'd revenue COLA)	415,157	6,961,590	(7,134,167)	-	242,580
Other Government of Alberta:					
Alberta Health Services (FNMI MH)	50,000	-	(50,000)	-	-
Funding for teacherages	254,392	-	(14,676)	-	239,716
Other Deferred Revenue:					
School Generated Funds	942,771	1,059,124	(1,045,104)	-	956,791
Fees	453,222	117,610	(114,532)	-	456,300
Other (Edge program)	21,900	9,660	(21,050)	-	10,510
Other (Industry funding)	260,000	-	(260,000)	-	-
Other WRAP	51,175	-	(51,175)	-	-
Total unexpended deferred operating revenue	\$ 2,941,236	\$ 9,816,997	\$ (9,486,791)	\$ -	\$ 3,271,442
Unexpended deferred capital revenue	5,284,579	14,757,945	(10,279,051)	-	9,763,473
Expended deferred capital revenue	91,144,006	9,874,080	(5,857,411)	-	95,160,675
Total	\$99,369,821	\$ 34,449,022	\$ (25,623,253)	-	\$ 108,195,590

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

9. TANGIBLE CAPITAL ASSETS

	August 31, 2015						
	Land	Construction In Progress - Buildings	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Estimated useful life			10-40 Years	5 Years	5 Years	5 Years	
Historical cost							
Beginning of year	\$ 4,071,454	\$ 23,832,671	\$ 125,784,530	\$ 11,314,655	\$ 507,591	\$ 837,966	\$ 166,348,867
Additions	-	9,011,723	561,242	451,527	92,310	-	10,116,802
Transfers in (out)	-	(23,464,160)	23,464,160	-	-	-	-
Less disposals including write-offs	-	-	-	-	(19,877)	-	(19,877)
	\$ 4,071,454	\$ 9,380,234	\$ 149,809,932	\$ 11,766,182	\$ 580,024	\$ 837,966	\$ 176,445,792
Accumulated amortization							
Beginning of year	\$ -	\$ -	\$ 58,346,893	\$ 9,097,739	\$ 426,196	\$ 327,779	\$ 68,198,607
Amortization	-	-	5,102,946	922,616	19,438	115,606	6,160,606
Less disposals including write-offs	-	-	-	-	(19,877)	-	(19,877)
	\$ -	\$ -	\$ 63,449,839	\$ 10,020,355	\$ 425,757	\$ 443,385	\$ 74,339,336
Net Book Value at August 31, 2015	<u>\$ 4,071,454</u>	<u>\$ 9,380,234</u>	<u>\$ 86,360,093</u>	<u>\$ 1,745,827</u>	<u>\$ 154,267</u>	<u>\$ 394,581</u>	<u>\$ 102,106,456</u>
Net Book Value at August 31, 2014	<u>\$ 4,071,454</u>	<u>\$ 23,832,671</u>	<u>\$ 67,437,637</u>	<u>\$ 2,216,916</u>	<u>\$ 81,395</u>	<u>\$ 510,187</u>	<u>\$ 98,150,260</u>

The net book value of construction in progress - buildings includes \$3,518,417 (2014 - \$13,047,121) for the construction of Walter and Gladys Hill Public School, an elementary school in the Eagle Ridge sub-division, \$1,700,713 (2014 - \$10,380,621) for the modernization of Composite High School, a high school in downtown Fort McMurray \$1,849,200 (2014 - \$368,510) for the construction of Christina Gordon Elementary School, an elementary school in the Parsons Creek sub-division, \$1,454,539 (2014 - \$nil) for the construction of Dave McNeilly Public School, an elementary school in the Parsons Creek sub-division, and \$857,365 (2014 - \$36,419) for an addition of modulars at École McTavish Junior High School, a middle school in the Timberlea sub-division. Substantial completion of these projects is expected during the 2016 fiscal year. Equipment includes \$451,527 (2014 - \$518,944) and computer hardware & software includes \$nil (2014 - \$466,784) of assets not being amortized as they are not yet in use.

During the year, construction in progress - buildings additions of \$6,542,095 (2014 - \$12,309,721) and buildings additions of \$nil (2014 - \$nil) were purchased directly by the Government of Alberta and therefore are non-cash and have been excluded from the statement of cash flows.

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

10. ACCUMULATED SURPLUS

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

	2015	2014
Unrestricted surplus	\$ 1,610	\$ 2,209
Operating reserves	7,965,900	6,433,628
Accumulated surplus from operations	7,967,510	6,435,837
Investment in tangible capital assets	6,945,780	7,006,264
Capital reserves	702,827	940,788
Accumulated surplus	\$ 15,616,117	\$ 14,382,889

Accumulated surplus from operations includes school generated funds of \$452,470 (2014 - \$250,606). These funds are raised at school level and are not available to spend at the board level. The District's adjusted surplus from operations is calculated as follows:

	2015	2014
Accumulated surplus from operations	\$ 7,967,510	\$ 6,435,837
Deduct: School generated funds included in accumulated surplus (Note 14)	452,470	250,606
Adjusted accumulated surplus from operations ⁽¹⁾	\$ 7,515,040	\$ 6,185,231

(1) Adjusted accumulated surplus from operations represents funding available for use by the District after deducting funds committed for use by the schools.

11. CONTRACTUAL OBLIGATIONS

	2015	2014
Building projects	\$ 1,500,000	\$ -
Service providers	444,000	-
Infrastructure Maintenance Renewal	1,365,545	391,517
Xerox equipment lease	527,383	667,871
Total	\$ 3,836,928	\$ 1,059,388

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

	Building Projects	Building Leases	Service Providers	Xerox lease	Other
2015-2016	\$ 1,000,000	\$ -	\$ 300,000	\$ 140,488	\$ -
2016-2017	500,000	-	144,000	140,488	-
2017-2018	-	-	-	140,488	-
2018-2019	-	-	-	105,919	-
	\$ 1,500,000	\$ -	\$ 444,000	\$ 527,383	\$ -

12. CONTINGENT LIABILITIES

The District has been named in two claims of which the outcome is not determinable and no amounts have been specified. It is the opinion of management that the resolution of the claims will not have a material effect on the financial position of the District. However, should any loss result from their resolution, such amounts would be expensed as the related amounts become known.

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

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.

	2015	2014
Deferred salary leave plan	\$ -	\$ 9,750
Scholarship trusts	143,584	141,450
Regional Collaborative Service Delivery (Banker board)	197,281	269,002
Total	<u>\$ 340,865</u>	<u>\$ 420,202</u>

14. SCHOOL GENERATED FUNDS

	2015	2014
School Generated Funds, Beginning of Year	\$ 1,193,377	\$ 1,087,702
Gross Receipts:		
Fees	923,040	729,518
Fundraising	169,889	726,453
Gifts and donations	18,420	11,831
Other sales and services	35,363	334,413
Total gross receipts	1,146,712	1,802,215
Total Related Expenses and Uses of Funds	442,228	1,562,280
Total Direct Costs Including Cost of Goods Sold to Raise Funds	488,600	134,260
School Generated Funds, End of Year	<u>\$ 1,409,261</u>	<u>\$ 1,193,377</u>
Balance included in Deferred Revenue	\$ 956,791	\$ 942,771
Balance included in Accumulated Surplus (Operating Reserves)	\$ 452,470	\$ 250,606

15. RELATED PARTY TRANSACTIONS

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

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta:				
Education				
Accounts receivable / Accounts payable	\$ 1,225,158	\$ 56,776	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	1,608,125	-	-
Unexpended deferred capital revenue	-	5,813,997	-	-
Expended deferred capital revenue	-	95,123,019	-	-
Grant revenue & expenses	-	-	71,986,249	-
ATRF payments made on behalf of district	-	-	3,731,222	-
Post-secondary institutions	-	-	321,920	224,762
Other Government of Alberta departments	-	239,716	693,111	-
TOTAL 2014/2015	<u>\$ 1,225,158</u>	<u>\$ 102,841,633</u>	<u>\$ 76,732,502</u>	<u>\$ 224,762</u>
TOTAL 2013/2014	<u>\$ 348,117</u>	<u>\$ 93,154,794</u>	<u>\$ 71,292,088</u>	<u>\$ 248,197</u>

FORT MCMURRAY PUBLIC SCHOOL DISTRICT NO. 2833

Notes to Financial Statements
For the year ended August 31, 2015

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. REMUNERATION AND MONETARY INCENTIVES

The District 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
Jeff Thompson, Chair	1.0	\$15,710	\$604	\$7,601			\$7,221
Linda Mywaart	1.0	\$15,279	\$4,975	\$7,392			\$12,454
Angela Adams	1.0	\$14,847	\$562	\$7,183			\$37
Stephen Drover	1.0	\$14,847	\$5,004	\$7,183			\$2,338
Tim O'Hara	1.0	\$14,847	\$4,995	\$7,183			\$12,227
Subtotal	5.0	\$75,530	\$16,140	\$36,542			\$34,277
Superintendent							
Douglas Nicholls	1.0	\$224,495	\$73,320	\$8,225	\$0	\$0	\$3,311
Secretary Treasurer							
Allan Kallal	1.0	\$201,559	\$55,000	\$6,425	\$0	\$0	\$9,665
Certificated teachers	307.5	\$31,945,790	\$8,293,290	\$0	\$0	\$0	
Non-certificated - other	250.3	\$15,392,875	\$3,911,994	\$0	\$0	\$0	
TOTALS		\$47,840,249	\$12,349,744	\$51,192	\$0	\$0	

18. BUDGET AMOUNTS

The budget was prepared by the District and approved by the Board of Trustees on June 16, 2014.

19. COMPARATIVE FIGURES

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