

**AUDITED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2011**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

The Board of Trustees of the Red Deer Public School District No. 104

Legal Name of School Jurisdiction

4747 53rd Street, Red Deer, Alberta, T4N 2E6

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of **The Board of Trustees of the Red Deer Public School District No. 104** 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 generally accepted accounting principles 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 Chairman

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and follow the financial reporting requirements prescribed by Alberta Education.

BOARD CHAIR

Mr. L. Lee

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

Mr. P Langstraat

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

M. C. McClintock

Name

"ORIGINAL SIGNED"

Signature

23-Nov-11

Board-approved Release Date

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at August 31, 2011

(in dollars)

	2011	2010 Restated
ASSETS		
Current assets		
Cash and temporary investments (Note x)	\$5,835,146	\$13,049,182
Accounts receivable (net after allowances) (Note x)	\$1,479,512	\$2,219,733
Prepaid expenses (Note x)	\$471,029	\$203,917
Other current assets (Note x)	\$5,525,533	\$429,790
Total current assets	\$13,311,220	\$15,902,622
School generated assets	\$1,153,320	\$1,425,293
Trust assets (Note x)	\$335,514	\$319,959
Long term accounts receivable (Note x)	\$0	\$0
Long term investments (Note x)	\$108,169	\$87,201
Capital assets (Note x)		
Land	\$1,416,015	\$1,416,015
Construction in progress	\$0	\$0
Buildings	\$123,713,189	
Less: accumulated amortization	(\$57,609,381)	\$68,528,925
Equipment	\$16,100,785	
Less: accumulated amortization	(\$12,905,608)	\$3,748,090
Vehicles	\$1,753,331	
Less: accumulated amortization	(\$830,557)	\$857,062
Total capital assets	\$71,637,774	\$74,550,092
TOTAL ASSETS	\$86,545,997	\$92,285,167
LIABILITIES		
Current liabilities		
Bank indebtedness (Note x)	\$0	\$0
Accounts payable and accrued liabilities (Note x)	\$2,092,669	\$3,182,213
Deferred revenue (Note x)	\$2,241,323	\$2,787,681
Deferred capital allocations (Note x)	\$36,952	\$662,102
Current portion of long term debt	\$1,326,717	\$14,267,333
Total current liabilities	\$5,697,661	\$20,899,329
School generated liabilities	\$1,153,320	\$1,425,293
Trust liabilities (Note x)	\$335,514	\$319,959
Employee future benefit liabilities (Note x)	\$53,300	\$0
Long term debt (Note x)		
Supported: Debentures and other supported debt	\$3,594,956	\$5,021,689
Less: Current portion	(\$1,326,717)	(\$14,267,333)
Unsupported: Debentures and capital loans	\$0	\$0
Capital leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion	\$0	\$0
Other long term liabilities (Note x)	\$229,684	\$228,684
Unamortized capital allocations (Note x)	\$59,715,068	\$60,761,523
Total long term liabilities	\$63,755,125	\$53,489,815
TOTAL LIABILITIES	\$69,452,785	\$74,389,144
NET ASSETS		
Unrestricted net assets	\$2,275,950	\$1,850,112
Operating reserves	\$6,119,123	\$6,930,416
Accumulated operating surplus (deficit)	\$8,395,072	\$8,780,528
Investment in capital assets	\$8,327,750	\$8,766,880
Capital reserves	\$370,390	\$348,615
Total capital funds	\$8,698,140	\$9,115,495
Total net assets	\$17,093,212	\$17,896,023
TOTAL LIABILITIES AND NET ASSETS	\$86,545,997	\$92,285,167

Note: Please input "(Restated)" in 2010 column heading where comparatives are not taken from the finalized 2009/2010 Audited Financial Statements filed with Alberta Education.

CONSOLIDATED STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2011

(in dollars)

	Actual 2011	Budget 2011	Actual 2010
REVENUES			
Government of Alberta	\$91,376,230	\$91,756,604	\$88,069,411
Federal Government and First Nations	\$247,703	\$106,730	\$122,197
Other Alberta school authorities	\$379,300	\$352,806	\$182,370
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$0
Instruction resource fees	\$1,458,254	\$1,287,055	\$1,484,582
Transportation fees	\$226,933	\$186,560	\$231,415
Other sales and services	\$2,714,419	\$1,301,852	\$2,637,920
Investment income	\$212,802	\$80,000	\$101,041
Gifts and donations	\$54,737	\$0	\$40,833
Rental of facilities	\$112,800	\$44,350	\$111,039
Gross school generated funds	\$2,879,346	\$1,746,309	\$2,757,966
Gains on disposal of capital assets	\$4,965	\$0	\$5,819
Amortization of capital allocations	\$3,734,483	\$3,707,185	\$3,549,075
Other revenue	\$85,948	\$0	\$82,324
Total Revenues	\$103,487,920	\$100,569,451	\$99,375,992
EXPENSES			
Certificated salaries (Note x)	\$50,073,086	\$50,594,931	\$47,821,008
Certificated benefits (Note x)	\$6,239,395	\$6,486,270	\$7,083,765
Non-certificated salaries and wages (Note x)	\$15,078,404	\$14,929,115	\$14,545,271
Non-certificated benefits (Note x)	\$4,286,672	\$3,732,279	\$2,488,455
Services, contracts and supplies	\$20,137,470	\$16,911,546	\$17,614,562
Gross school generated funds	\$2,879,346	\$1,746,309	\$2,757,966
Capital and debt services			
Amortization of capital assets			
Supported	\$3,734,483	\$3,707,185	\$3,549,075
Unsupported	\$1,463,848	\$1,502,999	\$1,274,169
Total Amortization of capital assets	\$5,198,331	\$5,210,184	\$4,823,244
Interest on capital debt			
Supported	\$384,604	\$1,426,733	\$524,949
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$384,604	\$1,426,733	\$524,949
Other interest and charges	\$13,423	\$15,623	\$22,653
Losses on disposal of capital assets	\$0	\$0	\$77,627
Other expense	\$0	\$0	\$0
Total Expenses	\$104,290,731	\$101,052,990	\$97,759,500
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	(\$802,811)	(\$483,539)	\$1,616,492
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	(\$802,811)	(\$483,539)	\$1,616,492

Note: Please input "(Restated)" where Actual 2010 comparatives are not as presented in the finalized 2009/2010 Audited Financial Statements filed with Alberta Education. Budget 2011 comparatives presented are final budget amounts formally approved by the Board.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the Year Ended August 31, 2011

(in dollars)

	2011	2010 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses	(\$802,811)	\$1,616,492
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$3,734,483)	(\$3,549,075)
Total amortization expense	\$5,198,331	\$4,823,244
Gains on disposal of capital assets	(\$4,965)	(\$5,819)
Losses on disposal of capital assets	\$0	\$77,627
Changes in:		
Accounts receivable	\$740,221	\$1,669,777
Prepays and other current assets	(\$5,362,855)	\$25,057
Long term accounts receivable	\$0	\$0
Long term investments	(\$20,968)	(\$37,974)
Accounts payable and accrued liabilities	(\$1,088,544)	(\$1,516,567)
Deferred revenue	(\$546,358)	(\$1,152,483)
Employee future benefit liabilities	\$53,300	(\$87,000)
Other (describe) Purchase of other current assets	\$5,000,000	\$0
Total cash flows from Operations	(\$569,132)	\$1,863,279
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$1,474,488)	(\$6,553,491)
Equipment	(\$624,950)	(\$1,294,651)
Vehicles	(\$262,493)	(\$401,740)
Net proceeds from disposal of capital assets	\$80,883	\$81,001
Other (describe)	(\$5,000,000)	\$0
Total cash flows from Investing activities	(\$7,281,048)	(\$8,168,881)
C. FINANCING ACTIVITIES		
Capital allocations	\$636,144	\$4,468,063
Issue of long term debt		\$0
Repayment of long term debt	(\$1,426,733)	(\$1,576,963)
Add back: supported portion	\$1,426,733	\$1,576,963
Other (describe)	\$0	\$0
Total cash flows from financing activities	\$636,144	\$4,468,063
Net cash flows from during the year	(\$7,214,036)	(\$1,837,539)
Cash and temporary investments, net of bank indebtedness, at Aug. 31/10	\$13,049,182	\$14,886,721
Cash and temporary investments, net of bank indebtedness, at Aug. 31/11	\$5,835,146	\$13,049,182

Note: Please input "(Restated)" where Actual 2010 comparatives are not as presented in the finalized 2009/2010 Audited Financial Statements filed with Alberta Education.

**CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2011**

School Jurisdiction Code: 3070

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS Cols. 2+3+4+5	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	INTERNALLY RESTRICTED NET ASSETS											
				TOTAL OPERATING RESERVES Cols. 6+8+10+12+14	TOTAL CAPITAL RESERVES Cols. 7+9+11+13+15	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, 2010	\$17,896,023	\$9,422,038	\$1,850,112	\$6,275,258	\$348,615	\$2,155,368	\$0	\$2,281,056	\$142,640	\$1,538,835	\$53,975	\$300,000	\$152,000	\$0	\$0
Prior period adjustments (describe)															
Board funded capital additions (Note 3)	\$0	(\$655,158)	\$0	\$655,158	\$0	\$0	\$0	\$0	\$0	\$655,158	\$0	\$0	\$0	\$0	\$0
	\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Adjusted Balance, Aug. 31, 2010	\$17,896,023	\$8,766,880	\$1,850,112	\$6,930,416	\$348,615	\$2,155,368	\$0	\$2,281,056	\$142,640	\$2,193,993	\$53,975	\$300,000	\$152,000	\$0	\$0
Excess (deficiency) of revenues over expenses	(\$802,811)		(\$802,811)												
Board funded capital additions		\$1,100,636	(\$887,443)	(\$213,193)	\$0	\$0	\$0	\$0	\$0	(\$213,193)	\$0	\$0	\$0	\$0	\$0
Disposal of unsupported capital assets	\$0	(\$75,918)	(\$4,965)		\$80,883		\$0		\$80,883		\$0		\$0		\$0
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0		\$0		\$0		\$0		\$0		\$0		\$0
Direct credits to net assets	\$0	\$0	\$0												
Amortization of capital assets		(\$5,198,331)	\$5,198,331												
Amortization of capital allocations		\$3,734,483	(\$3,734,483)												
Debt principal repayments (unsupported)		\$0	\$0												
Net transfers to operating reserves			(\$2,350,264)	\$2,350,264		\$2,350,264		\$0		\$0		\$0		\$0	
Net transfers from operating reserves			\$2,948,364	(\$2,948,364)		(\$2,155,368)		(\$633,180)		\$0		(\$159,816)		\$0	
Net transfers to capital reserves			(\$19,225)		\$19,225		\$0		\$12,250		\$6,975		\$0		\$0
Net transfers from capital reserves			\$78,333		(\$78,333)		\$0		(\$78,333)		\$0		\$0		\$0
Assumption/transfer of other operations' net assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Balance at August 31, 2011	\$17,093,212	\$8,327,750	\$2,275,950	\$6,119,123	\$370,390	\$2,350,263	\$0	\$1,647,876	\$157,440	\$1,980,800	\$60,950	\$140,184	\$152,000	\$0	\$0

**CONSOLIDATED STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)**

for the Year Ended August 31, 2011

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2010	\$662,102	\$60,106,365
Prior period adjustments	\$0	\$655,158
Adjusted balance, August 31, 2010	\$662,102	\$60,761,523
Add:		
Restricted capital allocations from:		
Alberta Education school building and modular projects	\$636,144	
Other Government of Alberta	\$0	
Federal Government and First Nations	\$0	
Other sources	\$0	
Interest earned on provincial government capital allocations	\$0	
Other capital grants and donations	\$0	
Net proceeds on disposal of supported capital assets	\$0	
Insurance proceeds (and related interest)	\$0	
Donated capital assets (amortizable, @ fair market value)		\$0
P3, other ASAP and Alberta Infrastructure managed projects		\$0
Transferred in capital assets (amortizable, @ net book value)		\$0
Current year supported debenture principal repayment		\$1,426,733
Expended capital allocations - current year	(\$1,261,295)	\$1,261,295
Deduct:		
Net book value of supported capital assets dispositions, write-offs, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$3,734,483
Balance at August 31, 2011	\$36,952	\$59,715,068

* Infrastructure Maintenance Renewal (IMR) Program allocations are excluded from this Statement, since those allocations are not externally restricted to capital.