

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2007**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Black Gold Regional Division No. 18

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Black Gold Regional Division No. 18
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 budgetary system of 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 the Board 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 have full and free 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 for Alberta school jurisdictions.

BOARD CHAIRMAN

Barb Martinson

Name

"ORIGINAL SIGNED"

Signature

SUPERINTENDENT

Dr. Norman Yanitski

Name

"ORIGINAL SIGNED"

Signature

SECRETARY TREASURER OR TREASURER

Orville Borys

Name

"ORIGINAL SIGNED"

Signature

28-Nov-07

Board-approved Release Date

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STATEMENT OF FINANCIAL POSITION
as at August 31, 2007

(in dollars)

	2007	2006 (Note)
ASSETS		
Current assets		
Cash and temporary investments	\$12,478,741	\$9,428,878
Accounts receivable (net after allowances)	\$1,175,770	\$2,056,421
Prepaid expenses	\$97,166	\$42,196
Other current assets	\$966,742	\$226,773
Total current assets	\$14,718,419	\$11,754,268
School generated assets	\$827,149	\$671,268
Trust assets	\$312,049	\$285,875
Long term accounts receivable	\$110,400	\$147,200
Long term investments	\$0	\$0
Capital assets		
Land	\$2,394,945	\$2,394,945
Buildings	\$98,963,342	
Less: accumulated amortization	(\$41,271,052)	\$57,945,438
Equipment	\$6,715,242	
Less: accumulated amortization	(\$4,187,011)	\$2,608,236
Vehicles	\$929,578	
Less: accumulated amortization	(\$476,841)	\$452,737
Total capital assets	\$63,068,203	\$63,491,862
TOTAL ASSETS	\$79,036,220	\$76,350,473
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$3,796,679	\$3,610,354
Deferred revenue	\$1,698,190	\$211,160
Deferred capital allocations	\$1,804,089	\$1,805,535
Current portion of all long term debt	\$1,538,067	\$1,631,932
Total current liabilities	\$8,837,025	\$7,258,981
School generated liabilities	\$827,149	\$671,268
Trust liabilities	\$312,049	\$285,875
Employee future benefits liability	\$59,400	\$60,300
Long term payables and accrued liabilities	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$5,532,802	\$7,164,734
Less: Current portion of supported debt	(\$1,538,067)	(\$1,631,932)
Unsupported: Debentures and Capital Loans	\$0	\$0
Capital Leases	\$0	\$0
Mortgages	\$0	\$0
Less: Current portion of unsupported debt	\$0	\$0
Other long term liabilities	\$0	\$0
Unamortized capital allocations	\$51,066,004	\$50,428,152
Total long term liabilities	\$56,259,337	\$56,978,397
TOTAL LIABILITIES	\$65,096,362	\$64,237,378
NET ASSETS		
Unrestricted net assets	\$352,011	\$393,739
Operating Reserves	\$4,916,323	\$4,076,125
Accumulated Operating Surplus (Deficit)	\$5,268,334	\$4,469,864
Investment in capital assets	\$6,469,397	\$5,898,976
Capital Reserves	\$2,202,127	\$1,744,255
Total Capital Funds	\$8,671,524	\$7,643,231
Total net assets	\$13,939,858	\$12,113,095
TOTAL LIABILITIES AND NET ASSETS	\$79,036,220	\$76,350,473

Note: Input "(Restated)" in 2006 column heading where comparatives are not taken from the finalized 2005-2006 Audited Financial Statements.

STATEMENT OF REVENUES AND EXPENSES
for the Year Ended August 31, 2007

(in dollars)

	Actual 2007	Budget 2007 (Note)	Actual 2006 (Note)
REVENUES			
Government of Alberta	\$67,687,105	\$68,824,876	\$64,438,716
Federal Government and/or First Nations	\$156,492	\$100,000	\$157,297
Other Alberta school authorities	\$508	\$0	\$2,194
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities (excluding supplementary requisitions)	\$71,807	\$65,020	\$62,028
Instruction resource fees	\$541,366	\$535,557	\$497,974
Transportation fees	\$107,638	\$90,000	\$84,330
Other sales and services	\$418,738	\$171,915	\$576,882
Investment income	\$542,123	\$254,900	\$323,946
Gifts and donations	\$13,982	\$0	\$14,418
Rentals of facilities	\$142,103	\$134,364	\$131,542
Net school generated funds	\$140,533	\$275,000	\$268,850
Gains on disposal of capital assets	\$0	\$0	\$18,780
Amortization of capital allocations	\$2,700,885	\$2,963,318	\$2,510,462
Total Revenues	\$72,523,280	\$73,414,950	\$69,087,419
EXPENSES			
Certificated salaries	\$37,512,796	\$37,822,996	\$36,041,692
Certificated benefits	\$4,232,731	\$4,357,998	\$3,884,911
Non-certificated salaries and wages	\$10,344,162	\$10,463,451	\$9,572,235
Non-certificated benefits	\$2,363,965	\$2,441,705	\$2,234,085
Services, contracts and supplies	\$12,231,612	\$13,884,989	\$11,632,791
Net school generated funds	\$140,533	\$275,000	\$268,850
Capital and debt services			
Amortization of capital assets			
Supported	\$2,700,885	\$2,963,318	\$2,510,462
Unsupported	\$543,446	\$556,254	\$486,238
Total Amortization of capital assets	\$3,244,331	\$3,519,572	\$2,996,700
Interest on capital debt			
Supported	\$626,387	\$626,387	\$810,003
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$626,387	\$626,387	\$810,003
Other interest charges	\$0	\$3,000	\$0
Losses on disposal of capital assets	\$0	\$0	\$0
Total Expenses	\$70,696,517	\$73,395,098	\$67,441,267
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM	\$1,826,763	\$19,852	\$1,646,152
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$1,826,763	\$19,852	\$1,646,152

Note: Input "(Restated)" in Budget 2007 and/or Actuals 2006 column headings where comparatives are not taken from the respective finalized 2006-2007 Budget Report and/or finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CASH FLOWS
for the Year Ended August 31, 2007

(in dollars)

	2007	2006 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	\$1,826,763	\$1,646,152
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$2,700,885)	(\$2,510,462)
Total amortization expense	\$3,244,331	\$2,996,700
Gains on disposal of capital assets	\$0	(\$18,780)
Losses on disposal of capital assets	\$0	\$0
Changes in accrued accounts:		
Accounts receivable	\$880,651	\$1,524,501
Prepays and other current assets	(\$794,939)	\$435,612
Long term accounts receivable	\$36,800	\$36,800
Long term investments	\$0	\$0
Payables and accrued liabilities	\$186,325	(\$1,399,354)
Deferred revenue	\$1,487,030	(\$918,589)
Employee future benefit expense (recovery)	(\$900)	(\$2,700)
Other (describe) Net capital alloc/holdback non-cash transactions	(\$370,559)	\$671,237
Total sources (uses) of cash from Operations	\$3,794,617	\$2,461,117
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$2,319,095)	(\$2,135,738)
Equipment	(\$479,493)	(\$592,605)
Vehicles	(\$22,084)	(\$111,736)
Net proceeds from disposal of capital assets	\$0	\$50,000
Other (describe) Net holdback non-cash transactions	(\$121,085)	(\$553,418)
Total sources (uses) of cash from Investing activities	(\$2,941,757)	(\$3,343,497)
C. FINANCING ACTIVITIES		
Capital allocations	\$1,705,359	\$1,210,583
Issue of long term debt	\$0	\$0
Repayment of long term debt	(\$1,631,932)	(\$1,939,276)
Add back: supported portion	\$1,631,932	\$1,939,276
Other (describe) Net capital allocations non-cash transactions	\$491,644	(\$117,819)
Total sources (uses) of cash from Financing activities	\$2,197,003	\$1,092,764
Net sources (uses) of cash during year	\$3,049,863	\$210,384
Cash and temporary investments, net of bank indebtedness, at Aug. 31/06	\$9,428,878	\$9,218,494
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	\$12,478,741	\$9,428,878

Note: Input "(Restated)" in 2006 column heading where not taken from the finalized 2005-2006 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2007
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2006	\$12,113,095	\$5,898,976	\$393,739	\$4,076,125	\$1,744,255
<u>Prior period adjustments (describe)</u>					
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
Adjusted Balance, Aug. 31, 2006	\$12,113,095	\$5,898,976	\$393,739	\$4,076,125	\$1,744,255
Excess(def) of revenue over expenses	\$1,826,763		\$1,826,763		
Board funded capital transactions		\$1,113,867	(\$426,662)	(\$373,006)	(\$314,199)
Direct credits to net assets	\$0	\$0			
Amortization of capital assets		(\$3,244,331)	\$3,244,331		
Amortization of capital allocations		\$2,700,885	(\$2,700,885)		
Disposal of unsupported capital assets	\$0	\$0	\$0		\$0
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0		\$0
Debt principal payments (unsupported)		\$0	\$0		
Net transfers to operating reserves			(\$1,233,819)	\$1,233,819	
Net transfers from operating reserves			\$20,615	(\$20,615)	
Net transfers to capital reserves			(\$772,071)		\$772,071
Net transfers from capital reserves			\$0		\$0
Assumption/transfer of other operations's net assets	\$0	\$0	\$0	\$0	\$0
Balance at August 31, 2007	\$13,939,858	\$6,469,397	\$352,011	\$4,916,323	\$2,202,127

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2007
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2006	\$1,805,535	\$50,428,152
Prior period adjustment	\$0	\$0
Adjusted balance, August 31, 2006	\$1,805,535	\$50,428,152
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	\$1,557,849	
Infrastructure & Transportation-School/Modular Project Capital *	\$11,848	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$77,665	
Interest earned on provincial government capital allocations	\$57,997	
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
Transferred in capital assets (amortizable, @ net book value)		\$0
Current Year Debenture Principal Repayment		\$1,631,932
Expended capital allocations - current year	(\$1,706,805)	\$1,706,805
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$2,700,885
Balance at August 31, 2007	\$1,804,089	\$51,066,004

* Exclude Infrastructure Maintenance Renewal/Infrastructure Maintenance Program allocations from this Statement, since those contributions are not externally restricted to capital.