

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2008**
[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 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 CHAIRMAN

Barb Martinson

Name

"ORIGINAL SIGNED BY"

Signature

SUPERINTENDENT

Dr. Norman Yanitski

Name

"ORIGINAL SIGNED BY"

Signature

SECRETARY TREASURER OR TREASURER

M. Ruth Andres

Name

"ORIGINAL SIGNED BY"

Signature

26-Nov-08

Board-approved Release Date

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STATEMENT OF FINANCIAL POSITION
as at August 31, 2008

(in dollars)

	2008	2007 (Note)
ASSETS		
Current assets		
Cash and temporary investments	\$12,911,695	\$12,478,741
Accounts receivable (net after allowances)	\$1,775,911	\$1,175,770
Prepaid expenses	\$65,641	\$97,166
Other current assets	\$357,811	\$966,742
Total current assets	\$15,111,058	\$14,718,419
School generated assets	\$913,916	\$827,149
Trust assets	\$223,224	\$312,049
Long term accounts receivable	\$73,600	\$110,400
Long term investments	\$0	\$0
Capital assets		
Land	\$2,394,945	\$2,394,945
Buildings	\$99,938,932	
Less: accumulated amortization	(\$43,802,671)	\$56,136,261
Equipment	\$6,129,846	
Less: accumulated amortization	(\$3,293,478)	\$2,836,368
Vehicles	\$1,125,412	
Less: accumulated amortization	(\$580,914)	\$544,498
Total capital assets	\$61,912,072	\$63,068,203
TOTAL ASSETS	\$78,233,870	\$79,036,220
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities	\$4,437,232	\$3,796,679
Deferred revenue	\$1,062,104	\$1,698,190
Deferred capital allocations	\$1,868,075	\$1,804,089
Current portion of all long term debt	\$1,073,016	\$1,538,067
Total current liabilities	\$8,440,427	\$8,837,025
School generated liabilities	\$913,916	\$827,149
Trust liabilities	\$223,224	\$312,049
Employee future benefits liability	\$68,000	\$59,400
Long term payables and accrued liabilities	\$0	\$0
Long term debt		
Supported: Debentures and other supported debt	\$3,994,736	\$5,532,802
Less: Current portion of supported debt	(\$1,073,016)	(\$1,538,067)
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	\$50,535,747	\$51,066,004
Total long term liabilities	\$54,662,607	\$56,259,337
TOTAL LIABILITIES	\$63,103,034	\$65,096,362
NET ASSETS		
Unrestricted net assets	\$396,382	\$352,011
Operating Reserves	\$5,230,979	\$4,916,323
Accumulated Operating Surplus (Deficit)	\$5,627,361	\$5,268,334
Investment in capital assets	\$7,381,589	\$6,469,397
Capital Reserves	\$2,121,886	\$2,202,127
Total Capital Funds	\$9,503,475	\$8,671,524
Total net assets	\$15,130,836	\$13,939,858
TOTAL LIABILITIES AND NET ASSETS	\$78,233,870	\$79,036,220

Note: Input "(Restated)" in 2007 column heading where comparatives are not taken from the finalized 2006-2007 Audited Financial Statements filed with Alberta Education.

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31, 2008

(in dollars)

	Actual 2008	Budget 2008 (Note)	Actual 2007 (Note)
REVENUES			
Government of Alberta	\$73,330,522	\$70,791,793	\$67,687,105
Federal Government and/or First Nations	\$157,571	\$116,000	\$156,492
Other Alberta school authorities	\$1,330	\$0	\$508
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities-special tax levies	\$0	\$0	\$71,807
Instruction resource fees	\$539,590	\$538,486	\$541,366
Transportation fees	\$119,102	\$105,000	\$107,638
Other sales and services	\$559,890	\$128,576	\$418,738
Investment income	\$464,100	\$374,000	\$542,123
Gifts and donations	\$12,133	\$0	\$13,982
Rentals of facilities	\$168,881	\$107,036	\$142,103
Net school generated funds	\$1,157,596	\$275,000	\$140,533
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$2,841,530	\$2,964,740	\$2,700,885
Total Revenues	\$79,352,245	\$75,400,631	\$72,523,280
EXPENSES			
Certificated salaries	\$40,188,518	\$40,070,122	\$37,512,796
Certificated benefits	\$4,372,351	\$4,532,731	\$4,232,731
Non-certificated salaries and wages	\$11,270,222	\$11,723,977	\$10,344,162
Non-certificated benefits	\$2,589,141	\$2,835,609	\$2,363,965
Services, contracts and supplies	\$14,734,073	\$12,937,309	\$12,231,612
Net school generated funds	\$1,157,596	\$275,000	\$140,533
Capital and debt services			
Amortization of capital assets			
Supported	\$2,841,530	\$2,964,740	\$2,700,885
Unsupported	\$532,151	\$556,141	\$543,446
Total Amortization of capital assets	\$3,373,681	\$3,520,881	\$3,244,331
Interest on capital debt			
Supported	\$466,229	\$465,679	\$626,387
Unsupported	\$0	\$0	\$0
Total Interest on capital debt	\$466,229	\$465,679	\$626,387
Other interest charges	\$0	\$3,000	\$0
Losses on disposal of capital assets	\$9,456	\$0	\$0
Total Expenses	\$78,161,267	\$76,364,308	\$70,696,517
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES BEFORE EXTRAORDINARY ITEM			
	\$1,190,978	(\$963,677)	\$1,826,763
Extraordinary Item	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	\$1,190,978	(\$963,677)	\$1,826,763

Note: Input "(Restated)" where Actual 2007 comparatives are not as presented in the finalized 2006-2007 Audited Financial Statements filed with Alberta Education. Budget 2008 comparatives presented are "FINAL APPROVED" budget amounts formally adopted by the Board.

STATEMENT OF CASH FLOWS
for the Year Ended August 31, 2008

(in dollars)

	2008	2007 (Note)
CASH FLOWS FROM:		
A. OPERATIONS		
Excess (deficiency) of revenues over expenses for the year	\$1,190,978	\$1,826,763
Add (Deduct) items not affecting cash:		
Amortization of capital allocations revenue	(\$2,841,530)	(\$2,700,885)
Total amortization expense	\$3,373,681	\$3,244,331
Gains on disposal of capital assets	\$0	\$0
Losses on disposal of capital assets	\$9,456	\$0
Changes in accrued accounts:		
Accounts receivable	(\$600,141)	\$880,651
Prepays and other current assets	\$640,456	(\$794,939)
Long term accounts receivable	\$36,800	\$36,800
Long term investments	\$0	\$0
Payables and accrued liabilities	\$640,553	\$186,325
Deferred revenue	(\$636,086)	\$1,487,030
Employee future benefit expense (recovery)	\$8,600	(\$900)
Other (describe) Net capital allocations/holdback non-cash transactions	\$433,679	(\$370,559)
Total sources (uses) of cash from Operations	\$2,256,446	\$3,794,617
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	\$0	\$0
Buildings	(\$1,172,105)	(\$2,319,095)
Equipment	(\$626,794)	(\$479,493)
Vehicles	(\$175,834)	(\$22,084)
Net proceeds from disposal of capital assets	\$100	\$0
Other (describe) Net holdback non-cash transactions	(\$35,356)	(\$121,085)
Total sources (uses) of cash from Investing activities	(\$2,009,989)	(\$2,941,757)
C. FINANCING ACTIVITIES		
Capital allocations	\$584,820	\$1,705,359
Issue of long term debt	\$0	\$0
Repayment of long term debt	(\$1,538,066)	(\$1,631,932)
Add back: supported portion	\$1,538,066	\$1,631,932
Other (describe) Net capital allocations non-cash transactions	(\$398,323)	\$491,644
Total sources (uses) of cash from Financing activities	\$186,497	\$2,197,003
Net sources (uses) of cash during year	\$432,954	\$3,049,863
Cash and temporary investments, net of bank indebtedness, at Aug. 31/07	\$12,478,741	\$9,428,878
Cash and temporary investments, net of bank indebtedness, at Aug. 31/08	\$12,911,695	\$12,478,741

Note: Input "(Restated)" where Actual 2007 comparatives are not as presented in the finalized 2006-2007 Audited Financial Statements filed with Alberta Education.

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2008
(in dollars)

	TOTAL NET ASSETS	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	RESTRICTED NET ASSETS	
				OPERATING RESERVES	CAPITAL RESERVES
Balance at August 31, 2007	\$13,939,858	\$6,469,397	\$352,011	\$4,916,323	\$2,202,127
Retrospective Restatements (describe)					
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
	\$0	\$0	\$0	\$0	\$0
Adjusted Balance, Aug. 31, 2007	\$13,939,858	\$6,469,397	\$352,011	\$4,916,323	\$2,202,127
Excess(def) of revenue over expenses	\$1,190,978		\$1,190,978		
Board funded capital transactions		\$1,453,899	(\$716,222)	(\$216,669)	(\$521,008)
Direct credits to net assets	\$0	\$0			
Amortization of capital assets		(\$3,373,681)	\$3,373,681		
Amortization of capital allocations		\$2,841,530	(\$2,841,530)		
Disposal of unsupported capital assets	\$0	(\$9,556)	\$9,456		\$100
Disposal of supported capital assets (board funded portion)	\$0	\$0	\$0		\$0
Debt principal payments (unsupported)		\$0			
Net transfers to operating reserves			(\$1,390,067)	\$1,390,067	
Net transfers from operating reserves			\$858,742	(\$858,742)	
Net transfers to capital reserves			(\$440,667)		\$440,667
Net transfers from capital reserves			\$0		\$0
Assumption/transfer of other operations's net assets	\$0	\$0	\$0	\$0	\$0
Balance at August 31, 2008	\$15,130,836	\$7,381,589	\$396,382	\$5,230,979	\$2,121,886

STATEMENT OF CAPITAL ALLOCATIONS
(EXTERNALLY RESTRICTED CAPITAL CONTRIBUTIONS ONLY)
for the Year Ended August 31, 2008
(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2007	\$1,804,089	\$51,066,004
Prior period adjustment	\$0	\$0
Adjusted balance, August 31, 2007	\$1,804,089	\$51,066,004
Add:		
Restricted capital allocations from: Alberta Education-School/Modular Project Capital *	\$400,695	
Infrastructure & Transportation-School/Modular Project Capital *	\$0	
Other Government of Alberta	\$0	
Federal Government and/or First Nations	\$0	
Other sources	\$115,252	
Interest earned on provincial government capital allocations	\$68,873	
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)		\$252,373
Transferred in capital assets (amortizable, @ net book value)		\$0
Current Year Debenture Principal Repayment		\$1,538,066
Expended capital allocations - current year	(\$520,834)	\$520,834
Less:		
Net book value of supported capital assets disposition, write-off, or transfer; Other	\$0	\$0
Capital allocations amortized to revenue		\$2,841,530
Balance at August 31, 2008	\$1,868,075	\$50,535,747

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