

Date	November 25, 2025
To	Board of Trustees
From	Ron Thompson, Superintendent of Schools
Subject	2024-2025 Audited Financial Statements
Originator	Todd Burnstad, Chief Financial Officer
Resource Staff	Amanda Wong
Reference	<i>Education Act</i>

ISSUE

On an annual basis, Alberta Education requires the Division to complete and submit audited financial statements on an August 31 fiscal year end by November 30.

RECOMMENDATION

That the 2024-2025 audited financial statements, notes to the financial statements and unaudited schedules be approved.

BACKGROUND

This report includes the audited financial statements, notes to the financial statements and unaudited schedules.

RELATED FACTS

Under Section 138 of the *Education Act*, the Board of Trustees must appoint an auditor. PricewaterhouseCoopers (PwC) was appointed by the Board of Trustees and completed their examination of the 2024-2025 Financial Statements.

Pursuant to Section 139(2)(b) of the *Education Act*, the auditor must send to the Minister, on or before November 30 in each year, copies of:

- (i) the Board's financial statements,
- (ii) the auditor's report on the Board's financial statements, and
- (iii) any written communications between the auditor and the Board respecting the systems of internal control and accounting procedures of the Board.

Pursuant to Section 142 of the *Education Act*, the Board of Trustees established an Audit Committee who are responsible for the review of the Division's audited financial statements. On November 21, 2025, the Audit Committee had an opportunity to review and discuss the audited financial statements

and auditor's letter regarding the opinion.

The Audit Committee approved the audited financial statements for the year ended August 31, 2025, to be brought forward to the Board of Trustees for approval.

NEXT STEPS

Once approved, the 2024-2025 audited financial statements will be posted on the Division website and also forwarded to the Minister of Education.

ATTACHMENTS and APPENDICES

- | | |
|---------------|---|
| ATTACHMENT I | Audited Financial Statements For The Year Ended August 31, 2025 |
| ATTACHMENT II | User-Friendly Guide to Understanding the Division's Financial Information for the 2024-2025 School Year |

TB: ja

School Jurisdiction Code: 3020

**AUDITED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2025**
[Education Act, Sections 139, 140, 244]

The Board of Trustees of Edmonton School Division

Legal Name of School Jurisdiction

One Kingsway NW Edmonton AB T5H 4G9

Mailing Address

(780-429-8116) amanda.wong@epsb.ca

Contact Numbers and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of The Board of Trustees of Edmonton School Division presented to Alberta Education and Childcare 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 and Childcare.

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, remeasurement gains and losses, changes in net financial assets (debt), and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

SAADIQ SUMAR

Name

Signature

SUPERINTENDENT

RON THOMPSON

Name

Signature

SECRETARY-TREASURER OR TREASURER

TODD BURNSTAD

Name

Signature

November 25, 2025

Board-approved Release Date

c.c. **Alberta Education and Childcare, Financial Reporting & Accountability Branch**
10th Floor, 44 Capital Boulevard, 10044 108th Street NW, Edmonton AB T5J 5E6
EMAIL: EDC.FRA@gov.ab.ca
PHONE: Kevin Luu: (780) 422-0314; Jing Li: (780) 644-4929

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Independant Auditors report to be given as a separate report to Audit Committee.

It will be inserted here for reporting to Alberta Education

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at August 31, 2025 (in dollars)

2025**2024****FINANCIAL ASSETS**

Cash and cash equivalents	(Schedule 5; Note 4)	\$ 205,450,197	\$ 145,245,788
Accounts receivable (net after allowances)	(Note 5)	\$ 39,471,538	\$ 24,366,646
Portfolio investments			
Operating		\$ -	\$ -
Endowments		\$ -	\$ -
Inventories for resale		\$ -	\$ -
Other financial assets		\$ -	\$ -
Total financial assets		\$ 244,921,735	\$ 169,612,434

LIABILITIES

Bank indebtedness	(Note 8)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 9)	\$ 78,068,029	\$ 57,734,509
Unspent deferred contributions	(Schedule 2)	\$ 49,517,192	\$ 37,244,297
Employee future benefits liabilities	(Note 10)	\$ 9,227,000	\$ 9,293,900
Asset retirement obligations and environmental liabilities	(Schedule 8; Note 11)	\$ 88,475,484	\$ 87,060,484
Other liabilities		\$ -	\$ -

Debt

Unsupported: Debentures	(Note 12)	\$ 7,495,533	\$ 8,256,931
Mortgages and capital loans		\$ -	\$ -
Capital leases	(Note 13)	\$ 11,775,440	\$ -
Total liabilities		\$ 244,558,678	\$ 199,590,121

Net financial assets (debt)

\$ 363,057	\$ (29,977,687)
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NON-FINANCIAL ASSETS

Tangible capital assets	(Schedule 6)	\$ 1,410,252,486	\$ 1,405,433,673
Inventory of supplies		\$ 5,157,433	\$ 5,235,035
Prepaid expenses	(Note 14)	\$ 11,078,158	\$ 10,694,086
Purchased Intangibles and Other		\$ -	\$ -
Total non-financial assets		\$ 1,426,488,077	\$ 1,421,362,794

Net assets (Net liabilities) before spent deferred capital contributions

\$ 1,426,851,134	\$ 1,391,385,107
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Spent deferred capital contributions	(Schedule 2)	\$ 1,183,246,702	\$ 1,193,977,594
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Net assets		\$ 243,604,432	\$ 197,407,513
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Net assets

(Note 15)

Accumulated surplus (deficit)	(Schedule 1)	\$ 243,604,432	\$ 197,407,513
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 243,604,432	\$ 197,407,513

Contractual rights

(Note 6)

Contingent assets

(Note 7)

Contractual obligations

(Note 16)

Contingent liabilities

(Note 17)

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

CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended August 31, 2025 (in dollars)

	Budget 2025	Actual 2025	Actual 2024
REVENUES			
Government of Alberta	\$ 1,285,853,801	\$ 1,319,948,852	\$ 1,232,584,246
Federal Government and other government grants	\$ 3,115,294	\$ 3,197,688	\$ 3,358,160
Property taxes	\$ -	\$ -	\$ -
Fees (Schedule 9)	\$ 31,072,986	\$ 33,523,787	\$ 30,529,094
Sales of services and products	\$ 14,017,453	\$ 16,018,168	\$ 17,733,875
Investment income	\$ 3,000,000	\$ 6,093,548	\$ 7,037,088
Donations and other contributions	\$ 9,023,551	\$ 10,605,373	\$ 11,558,109
Other revenue (Note 18)	\$ 2,694,115	\$ 6,940,213	\$ 9,880,769
Total revenues	\$ 1,348,777,200	\$ 1,396,327,629	\$ 1,312,681,341
EXPENSES			
Instruction - ECS	\$ 52,450,288	\$ 55,345,724	\$ 55,352,159
Instruction - Grades 1 to 12	\$ 1,000,274,533	\$ 993,835,768	\$ 958,020,971
Operations and maintenance (Schedule 4)	\$ 201,313,564	\$ 188,035,692	\$ 189,530,009
Transportation	\$ 57,619,173	\$ 56,385,151	\$ 47,075,286
System administration	\$ 38,486,400	\$ 39,721,278	\$ 39,009,545
External services	\$ 15,029,478	\$ 16,807,097	\$ 18,799,697
Total expenses	\$ 1,365,173,436	\$ 1,350,130,710	\$ 1,307,787,667
Annual operating surplus (deficit)	\$ (16,396,236)	\$ 46,196,919	\$ 4,893,674
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (16,396,236)	\$ 46,196,919	\$ 4,893,674
Accumulated surplus (deficit) at beginning of year	\$ 197,407,513	\$ 197,407,513	\$ 192,513,839
Accumulated surplus (deficit) at end of year	\$ 181,011,277	\$ 243,604,432	\$ 197,407,513

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

CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2025 (in dollars)

2025

2024

CASH FLOWS FROM:**A. OPERATING TRANSACTIONS**

Annual surplus (deficit)	\$ 46,196,919	\$ 4,893,674
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 64,278,167	\$ 71,708,746
Net (gain)/loss on disposal of tangible capital assets	\$ (1,617,484)	\$ (4,565,422)
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (48,669,994)	\$ (46,981,296)
Deferred capital revenue write-down / adjustment	\$ -	\$ 32,507
Increase/(Decrease) in employee future benefit liabilities	\$ (66,900)	\$ (281,500)
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ 60,120,708	\$ 24,806,709
(Increase)/Decrease in accounts receivable	\$ (15,104,892)	\$ 3,693,247
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ 77,602	\$ (415,322)
(Increase)/Decrease in prepaid expenses	\$ (384,072)	\$ (3,673,341)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ 20,333,520	\$ 6,781,178
Increase/(Decrease) in unspent deferred contributions	\$ 12,272,895	\$ 12,039,275
Increase/(Decrease) in asset retirement obligations and environmental liabilities	\$ 1,415,000	\$ 13,786,576
Asset retirement obligation provision	\$ -	\$ -
Increase/(Decrease) in tangible capital asset accruals	\$ (6,052,718)	\$ 5,985,689
Total cash flows from operating transactions	\$ 72,678,043	\$ 63,004,011

B. CAPITAL TRANSACTIONS

Acquisition of tangible capital assets	\$ (50,268,120)	\$ (50,064,942)
Net proceeds from disposal of unsupported capital assets	\$ 1,617,484	\$ 4,719,157
	\$ -	\$ -
Total cash flows from capital transactions	\$ (48,650,636)	\$ (45,345,785)

C. INVESTING TRANSACTIONS

Purchases of portfolio investments	\$ -	\$ -
Proceeds on sale of portfolio investments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from investing transactions	\$ -	\$ -

D. FINANCING TRANSACTIONS

Debt issuances	\$ -	\$ -
Debt repayments	\$ (761,398)	\$ (738,646)
Increase (decrease) in spent deferred capital contributions	\$ 25,162,960	\$ 14,775,181
Capital lease issuances	\$ 12,395,200	\$ -
Capital lease payments	\$ (619,760)	\$ -
	\$ -	\$ -
	\$ -	\$ -
Total cash flows from financing transactions	\$ 36,177,002	\$ 14,036,535

Increase (decrease) in cash and cash equivalents	\$ 60,204,409	\$ 31,694,761
Cash and cash equivalents, at beginning of year	\$ 145,245,788	\$ 113,551,027
Cash and cash equivalents, at end of year	\$ 205,450,197	\$ 145,245,788

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

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)

For the Year Ended August 31, 2025 (in dollars)

	Budget 2025	2025	2024
Annual surplus (deficit)	\$ (16,396,236)	\$ 46,196,919	\$ 4,893,674
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (16,615,602)	\$ (50,268,120)	\$ (20,479,370)
Amortization of tangible capital assets	\$ 64,758,800	\$ 64,278,167	\$ 71,708,746
Net (gain)/loss on disposal of tangible capital assets	\$ -	\$ (1,617,484)	\$ (4,565,422)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 1,617,484	\$ 4,751,664
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ (12,776,142)	\$ (22,575,305)
Other changes Tangible capital asset accruals	\$ -	\$ (6,052,718)	\$ 5,985,689
Total effect of changes in tangible capital assets	\$ 48,143,198	\$ (4,818,813)	\$ 34,826,002
Acquisition of inventory of supplies	\$ -	\$ (11,110,489)	\$ (11,486,924)
Consumption of inventory of supplies	\$ -	\$ 11,188,091	\$ 11,071,602
(Increase)/Decrease in prepaid expenses	\$ -	\$ (384,072)	\$ (3,673,341)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Change in spent deferred capital contributions (Schedule 2)		\$ (10,730,892)	\$ (39,216,382)
Other changes	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ 31,746,962	\$ 30,340,744	\$ (3,585,369)
Net financial assets (net debt) at beginning of year	\$ (29,977,687)	\$ (29,977,687)	\$ (26,392,318)
Net financial assets (net debt) at end of year	\$ 1,769,275	\$ 363,057	\$ (29,977,687)

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

CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS AND LOSSES
For the Year Ended August 31, 2025 (in dollars)

	2025	2024
<hr/>		
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
 Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
 Accumulated remeasurement gains (losses) at beginning of year	 \$ -	 \$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

SCHEDULE 1

CONSOLIDATED SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2025 (in dollars)

	NET ASSETS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2024	\$ 197,407,513	\$ -	\$ 197,407,513	\$ 116,169,313	\$ -	\$ -	\$ 37,980,415	\$ 43,257,785
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2024	\$ 197,407,513	\$ -	\$ 197,407,513	\$ 116,169,313	\$ -	\$ -	\$ 37,980,415	\$ 43,257,785
Operating surplus (deficit)	\$ 46,196,919		\$ 46,196,919			\$ 46,196,919		
Board funded tangible capital asset additions				\$ 29,742,877		\$ (29,136,471)	\$ -	\$ (606,406)
Board funded ARO tangible capital asset additions				\$ 1,415,000		\$ (1,415,000)	\$ -	\$ -
Disposal of unsupported or board funded portion of supported tangible capital assets	\$ -		\$ -	\$ -		\$ (1,617,484)		\$ 1,617,484
Disposal of unsupported ARO tangible capital assets	\$ -		\$ -	\$ -		\$ -		\$ -
Write-down of unsupported or board funded portion of supported tangible capital assets	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (62,568,381)		\$ 62,568,381		
Amortization of ARO tangible capital assets	\$ -			\$ (1,709,786)		\$ 1,709,786		
Board funded ARO liabilities - recognition	\$ -			\$ (1,415,000)		\$ 1,415,000		
Board funded ARO liabilities - remediation	\$ -			\$ -		\$ -		
Capital revenue recognized	\$ -			\$ 48,669,994		\$ (48,669,994)		
Debt principal repayments (unsupported)	\$ -			\$ 1,381,158		\$ (1,381,158)		
Additional capital debt or capital leases	\$ -			\$ (12,395,200)		\$ 12,395,200		
Net transfers to operating reserves	\$ -					\$ (41,486,767)	\$ 41,486,767	
Net transfers from operating reserves	\$ -					\$ 5,000,000	\$ (5,000,000)	
Net transfers to capital reserves	\$ -					\$ (5,578,412)		\$ 5,578,412
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2025	\$ 243,604,432	\$ -	\$ 243,604,432	\$ 119,289,975	\$ -	\$ -	\$ 74,467,182	\$ 49,847,275

SCHEDULE 1

CONSOLIDATED SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2025 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		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, 2024	\$ 26,933,498	\$ 43,257,785	\$ -	\$ -	\$ 7,641,192	\$ -	\$ 3,405,725	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2024	\$ 26,933,498	\$ 43,257,785	\$ -	\$ -	\$ 7,641,192	\$ -	\$ 3,405,725	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (606,406)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Board funded ARO tangible capital asset additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported or board funded portion of supported tangible capital assets		\$ 1,617,484		\$ -		\$ -		\$ -		\$ -
Disposal of unsupported ARO tangible capital assets		\$ -		\$ -		\$ -		\$ -		\$ -
Write-down of unsupported or board funded portion of supported tangible capital assets		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Reinvested endowment income										
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Amortization of ARO tangible capital assets										
Board funded ARO liabilities - recognition										
Board funded ARO liabilities - remediation										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 43,658,419		\$ -		\$ 1,234,073		\$ (3,405,725)		\$ -	
Net transfers from operating reserves	\$ (5,000,000)		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ 5,578,412		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2025	\$ 65,591,917	\$ 49,847,275	\$ -	\$ -	\$ 8,875,265	\$ -	\$ -	\$ -	\$ -	\$ -

SCHEDULE 2

CONSOLIDATED SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2025 (in dollars)

	Alberta Education and Childcare					
	Safe Return to Class/Safe Indoor Air					
	IMR	CMR		Transportation	Others	Total Education
Deferred Operating Contributions (DOC)						
Balance at August 31, 2024	\$ 7,064,472	\$ (56,430)	\$ -	\$ 848,115	\$ 6,137,487	\$ 13,993,644
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2024	\$ 7,064,472	\$ (56,430)	\$ -	\$ 848,115	\$ 6,137,487	\$ 13,993,644
Received during the year (excluding investment income)	\$ 13,896,442	\$ -	\$ -	\$ 40,217,535	\$ 54,759,678	\$ 108,873,655
Transfer (to) grant/donation revenue (excluding investment income)	\$ (5,826,818)	\$ -	\$ -	\$ (41,065,650)	\$ (52,811,563)	\$ (99,704,031)
Investment earnings - Received during the year	\$ 252,780	\$ -	\$ -	\$ -	\$ -	\$ 252,780
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (7,157,956)	\$ 56,430	\$ -	\$ -	\$ -	\$ (7,101,526)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2025	\$ 8,228,920	\$ -	\$ -	\$ -	\$ 8,085,602	\$ 16,314,522
Unspent Deferred Capital Contributions (UDCC)						
Balance at August 31, 2024	\$ -	\$ 10,794,082	\$ -	\$ -	\$ -	\$ 10,794,082
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2024	\$ -	\$ 10,794,082	\$ -	\$ -	\$ -	\$ 10,794,082
Received during the year (excluding investment income)	\$ -	\$ 17,976,764	\$ -	\$ -	\$ 1,228,500	\$ 19,205,264
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ -	\$ 670,618	\$ -	\$ -	\$ -	\$ 670,618
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 7,157,956	\$ (56,430)	\$ -	\$ -	\$ -	\$ 7,101,526
Transferred from (to) SDCC	\$ (7,157,956)	\$ (9,729,539)	\$ -	\$ -	\$ -	\$ (16,887,495)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2025	\$ -	\$ 19,655,495	\$ -	\$ -	\$ 1,228,500	\$ 20,883,995
Total Unspent Deferred Contributions at August 31, 2025	\$ 8,228,920	\$ 19,655,495	\$ -	\$ -	\$ 9,314,102	\$ 37,198,517
Spent Deferred Capital Contributions (SDCC)						
Balance at August 31, 2024	\$ 89,536,443	\$ 74,320,077	\$ -	\$ -	\$ 138,912	\$ 163,995,432
Prior period adjustments - please explain: Playground funds from AB Ed	\$ -	\$ -	\$ -	\$ -	\$ 750,000	\$ 750,000
Adjusted ending balance August 31, 2024	\$ 89,536,443	\$ 74,320,077	\$ -	\$ -	\$ 888,912	\$ 164,745,432
Donated tangible capital assets					\$ -	\$ -
Alberta Infrastructure managed projects						\$ -
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 7,157,956	\$ 9,729,539	\$ -	\$ -	\$ -	\$ 16,887,495
Amounts recognized as revenue (Amortization of SDCC)	\$ (6,522,750)	\$ (2,743,450)	\$ -	\$ -	\$ (73,415)	\$ (9,339,615)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2025	\$ 90,171,649	\$ 81,306,166	\$ -	\$ -	\$ 815,497	\$ 172,293,312

SCHEDULE 2

**CONSOLIDATED SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2025 (in dollars)**

	<u>Other GoA Ministries</u>				<u>Other Sources</u>					
	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries	Gov't of Canada	Donations and grants from others	Other	Total other sources	Total
Deferred Operating Contributions (DOC)										
Balance at August 31, 2024	\$ -	\$ -	\$ -	\$ 26,221	\$ 26,221	\$ -	\$ 7,968,788	\$ -	\$ 7,968,788	\$ 21,988,653
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2024	\$ -	\$ -	\$ -	\$ 26,221	\$ 26,221	\$ -	\$ 7,968,788	\$ -	\$ 7,968,788	\$ 21,988,653
Received during the year (excluding investment income)	\$ -	\$ -	\$ -	\$ 727,296	\$ 727,296	\$ -	\$ 9,078,512	\$ -	\$ 9,078,512	\$ 118,679,463
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ (223,808)	\$ (223,808)	\$ -	\$ (10,503,004)	\$ -	\$ (10,503,004)	\$ (110,430,843)
Investment earnings - Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 252,780
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (7,101,526)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DOC closing balance at August 31, 2025	\$ -	\$ -	\$ -	\$ 529,709	\$ 529,709	\$ -	\$ 6,544,296	\$ -	\$ 6,544,296	\$ 23,388,527
Unspent Deferred Capital Contributions (UDCC)										
Balance at August 31, 2024	\$ 4,461,562	\$ -	\$ -	\$ -	\$ 4,461,562	\$ -	\$ -	\$ -	\$ -	\$ 15,255,644
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2024	\$ 4,461,562	\$ -	\$ -	\$ -	\$ 4,461,562	\$ -	\$ -	\$ -	\$ -	\$ 15,255,644
Received during the year (excluding investment income)	\$ (3,173,566)	\$ -	\$ -	\$ -	\$ (3,173,566)	\$ -	\$ -	\$ -	\$ -	\$ 16,031,698
UDCC Receivable	\$ 12,127,261	\$ -	\$ -	\$ -	\$ 12,127,261	\$ -	\$ -	\$ -	\$ -	\$ 12,127,261
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings - Received during the year	\$ 104,878	\$ -	\$ -	\$ -	\$ 104,878	\$ -	\$ -	\$ -	\$ -	\$ 775,496
Investment earnings - Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,101,526
Transferred from (to) SDCC	\$ (8,275,465)	\$ -	\$ -	\$ -	\$ (8,275,465)	\$ -	\$ -	\$ -	\$ -	\$ (25,162,960)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at August 31, 2025	\$ 5,244,670	\$ -	\$ -	\$ -	\$ 5,244,670	\$ -	\$ -	\$ -	\$ -	\$ 26,128,665
Total Unspent Deferred Contributions at August 31, 2025	\$ 5,244,670	\$ -	\$ -	\$ 529,709	\$ 5,774,379	\$ -	\$ 6,544,296	\$ -	\$ 6,544,296	\$ 49,517,192
Spent Deferred Capital Contributions (SDCC)										
Balance at August 31, 2024	\$ 1,028,813,320	\$ -	\$ -	\$ -	\$ 1,028,813,320	\$ -	\$ 1,168,842	\$ -	\$ 1,168,842	\$ 1,193,977,594
Prior period adjustments - please explain:	\$ (750,000)	\$ -	\$ -	\$ -	\$ (750,000)	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance August 31, 2024	\$ 1,028,063,320	\$ -	\$ -	\$ -	\$ 1,028,063,320	\$ -	\$ 1,168,842	\$ -	\$ 1,168,842	\$ 1,193,977,594
Donated tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects	\$ 12,776,142	\$ -	\$ -	\$ -	\$ 12,776,142	\$ -	\$ -	\$ -	\$ -	\$ 12,776,142
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 8,275,465	\$ -	\$ -	\$ -	\$ 8,275,465	\$ -	\$ -	\$ -	\$ -	\$ 25,162,960
Amounts recognized as revenue (Amortization of SDCC)	\$ (39,305,542)	\$ -	\$ -	\$ -	\$ (39,305,542)	\$ -	\$ (24,837)	\$ -	\$ (24,837)	\$ (48,669,994)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at August 31, 2025	\$ 1,009,809,385	\$ -	\$ -	\$ -	\$ 1,009,809,385	\$ -	\$ 1,144,005	\$ -	\$ 1,144,005	\$ 1,183,246,702

SCHEDULE 3

School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF PROGRAM OPERATIONS
For the Year Ended August 31, 2025 (in dollars)

2025

2024

REVENUES		Instruction		Operations and	Transportation	System Administration	External Services	TOTAL	TOTAL
		ECS	Grades 1 - 12	Maintenance					
(1)	Alberta Education and Childcare	\$ 49,164,582	\$ 1,019,405,719	\$ 119,834,362	\$ 41,506,650	\$ 39,496,272	\$ 2,253,514	\$ 1,271,661,099	\$ 1,185,802,786
(2)	Alberta Infrastructure	\$ -	\$ -	\$ 43,942,338	\$ -	\$ -	\$ -	\$ 43,942,338	\$ 42,243,454
(3)	Other - Government of Alberta	\$ 322,113	\$ 1,221,021	\$ 12,599	\$ -	\$ 482,536	\$ 226,726	\$ 2,264,995	\$ 2,620,989
(4)	Federal Government and First Nations	\$ -	\$ 1,682,156	\$ -	\$ -	\$ -	\$ 1,515,532	\$ 3,197,688	\$ 3,358,160
(5)	Other Alberta school authorities	\$ 8,041	\$ 1,259,122	\$ 277,825	\$ -	\$ 160,699	\$ 374,733	\$ 2,080,420	\$ 1,917,017
(6)	Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7)	Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8)	Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9)	Fees	\$ -	\$ 24,308,952	\$ -	\$ 9,135,886	\$ -	\$ 78,949	\$ 33,523,787	\$ 30,529,094
(10)	Sales of services and products	\$ 11,863	\$ 2,782,918	\$ 1,475,486	\$ -	\$ 103,221	\$ 11,644,680	\$ 16,018,168	\$ 17,733,875
(11)	Investment income	\$ -	\$ 30,564	\$ 6,062,630	\$ -	\$ -	\$ 354	\$ 6,093,548	\$ 7,037,088
(12)	Gifts and donations	\$ -	\$ 9,223,345	\$ -	\$ -	\$ 3,751	\$ -	\$ 9,227,096	\$ 9,948,033
(13)	Rental of facilities	\$ -	\$ 1,199,811	\$ 2,185,573	\$ -	\$ 6,552	\$ 1,930,793	\$ 5,322,729	\$ 5,161,612
(14)	Fundraising	\$ -	\$ 1,378,277	\$ -	\$ -	\$ -	\$ -	\$ 1,378,277	\$ 1,610,076
(15)	Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 1,617,484	\$ -	\$ -	\$ -	\$ 1,617,484	\$ 4,719,157
(16)	Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(17)	TOTAL REVENUES	\$ 49,506,599	\$ 1,062,491,885	\$ 175,408,297	\$ 50,642,536	\$ 40,253,031	\$ 18,025,281	\$ 1,396,327,629	\$ 1,312,681,341
EXPENSES									
(18)	Certificated salaries	\$ 27,343,557	\$ 588,302,642	\$ -	\$ -	\$ 5,039,519	\$ 3,002,566	\$ 623,688,284	\$ 581,268,158
(19)	Certificated benefits	\$ 6,703,432	\$ 136,967,825	\$ -	\$ -	\$ 1,025,332	\$ 687,546	\$ 145,384,135	\$ 140,642,005
(20)	Non-certificated salaries and wages	\$ 14,493,798	\$ 120,921,842	\$ 66,002,581	\$ 1,185,040	\$ 18,941,512	\$ 2,830,151	\$ 224,374,924	\$ 233,707,827
(21)	Non-certificated benefits	\$ 4,763,086	\$ 39,046,898	\$ 22,281,119	\$ 334,239	\$ 4,842,166	\$ 666,165	\$ 71,933,673	\$ 70,250,748
(22)	SUB - TOTAL	\$ 53,303,873	\$ 885,239,207	\$ 88,283,700	\$ 1,519,279	\$ 29,848,529	\$ 7,186,428	\$ 1,065,381,016	\$ 1,025,868,738
(23)	Services, contracts and supplies	\$ 2,016,747	\$ 96,255,933	\$ 48,583,620	\$ 54,865,271	\$ 9,175,697	\$ 9,226,216	\$ 220,123,484	\$ 209,083,828
(24)	Amortization of supported tangible capital assets	\$ -	\$ -	\$ 48,669,994	\$ -	\$ -	\$ -	\$ 48,669,994	\$ 46,981,296
(25)	Amortization of unsupported tangible capital assets	\$ 25,104	\$ 12,208,299	\$ 604,008	\$ 601	\$ 702,320	\$ 358,055	\$ 13,898,387	\$ 14,097,673
(26)	Amortization of supported ARO tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27)	Amortization of unsupported ARO tangible capital assets	\$ -	\$ -	\$ 1,709,786	\$ -	\$ -	\$ -	\$ 1,709,786	\$ 10,629,777
(28)	Amortization of purchased intangibles	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29)	Accretion expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30)	Unsupported interest on capital debt	\$ -	\$ -	\$ 236,077	\$ -	\$ -	\$ -	\$ 236,077	\$ 259,145
(31)	Other interest and finance charges	\$ -	\$ 132,329	\$ (51,493)	\$ -	\$ (5,268)	\$ 36,398	\$ 111,966	\$ 713,475
(32)	Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 153,735
(33)	Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(34)	TOTAL EXPENSES	\$ 55,345,724	\$ 993,835,768	\$ 188,035,692	\$ 56,385,151	\$ 39,721,278	\$ 16,807,097	\$ 1,350,130,710	\$ 1,307,787,667
(35)	OPERATING SURPLUS (DEFICIT)	\$ (5,839,125)	\$ 68,656,117	\$ (12,627,395)	\$ (5,742,615)	\$ 531,753	\$ 1,218,184	\$ 46,196,919	\$ 4,893,674

CONSOLIDATED SCHEDULE OF OPERATIONS AND MAINTENANCE EXPENSES
For the Year Ended August 31, 2025 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR/CMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2025 TOTAL Operations and Maintenance	2024 TOTAL Operations and Maintenance
Non-certificated salaries and wages	\$ 43,383,923	\$ 15,445,033	\$ -	\$ -	\$ 7,173,626			\$ 66,002,582	\$ 67,629,950
Non-certificated benefits	\$ 12,775,241	\$ 7,573,414	\$ -	\$ -	\$ 1,932,465			\$ 22,281,120	\$ 18,152,397
SUB-TOTAL REMUNERATION	\$ 56,159,164	\$ 23,018,447	\$ -	\$ -	\$ 9,106,091			\$ 88,283,702	\$ 85,782,347
Supplies and services	\$ 3,282,318	\$ 2,077,783	\$ 625,028	\$ 5,826,818	\$ 480,119			\$ 12,292,066	\$ 16,107,546
Electricity			\$ 10,418,874					\$ 10,418,874	\$ 13,766,189
Natural gas/heating fuel			\$ 8,912,192					\$ 8,912,192	\$ 8,325,497
Sewer and water			\$ 4,036,559					\$ 4,036,559	\$ 3,462,120
Telecommunications			\$ 349,189					\$ 349,189	\$ 343,090
Insurance					\$ 5,454,233			\$ 5,454,233	\$ 5,863,642
ASAP maintenance & renewal payments							\$ 4,626,841	\$ 4,626,841	\$ 4,370,929
Amortization of tangible capital assets									
Supported							\$ 48,669,994	\$ 48,669,994	\$ 46,981,296
Unsupported						\$ 2,313,793		\$ 2,313,793	\$ 958,320
TOTAL AMORTIZATION						\$ 2,313,793	\$ 48,669,994	\$ 50,983,787	\$ 47,939,616
Accretion expense						\$ -	\$ -	\$ -	\$ -
Interest on capital debt - Unsupported						\$ 236,077		\$ 236,077	\$ 259,145
Lease payments for facilities				\$ 2,493,665				\$ 2,493,665	\$ 2,957,278
Other expense Interest charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (51,493)	\$ -	\$ (51,493)	\$ 198,875
Losses on disposal of capital assets						\$ -		\$ -	\$ 153,735
TOTAL EXPENSES	\$ 59,441,482	\$ 25,096,230	\$ 24,341,842	\$ 8,320,483	\$ 15,040,443	\$ 2,498,377	\$ 53,296,835	\$ 188,035,692	\$ 189,530,009

SQUARE METRES

School buildings	1,284,692.1	1,261,248.0
Non school buildings	118,692.2	118,692.0

Notes:

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 Infrastructure Maintenance Renewal (IMR), CMR & 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, CMR & Modular Unit Relocation & Lease Payments: All operational expenses associated with non-capitalized IMR and CMR 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.

Unsupported Amortization & Other Expenses: All expenses related to unsupported capital assets amortization and interest on unsupported capital debt.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

CONSOLIDATED SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
For the Year Ended August 31, 2025 (in dollars)

Cash & Cash Equivalents

		2025		2024	
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost	
Cash	3.77%	\$ 164,025,051	\$ 164,025,051	\$ 145,245,788	
Cash equivalents					
Government of Canada, direct and guaranteed	0.00%	-	-	-	
Provincial, direct and guaranteed	0.00%	-	-	-	
Corporate	0.00%	-	-	-	
Other, including GIC's	3.86%	41,425,146	41,425,146	-	
Total cash and cash equivalents	3.79%	\$ 205,450,197	\$ 205,450,197	\$ 145,245,788	

See Note 4 for additional detail.

Portfolio Investments

		2025							2024				
		Investments Measured at Fair Value											
	Average Effective (Market) Yield	Investments Measured at Cost/Amortized Cost	Cost	Fair Value (Level 1)	Fair Value (Level 2)	Fair Value (Level 3)	Subtotal of Fair Value	Total	Investments Measured at Cost/Amortized Cost	Fair Value	Total	Explain the reason for difference if PY Actuals are different from prior year submitted numbers	
Interest-bearing securities													
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		-
Bonds and mortgages	0.00%	-	-	-	-	-	-	-	-	-	-		-
	0.00%	-	-	-	-	-	-	-	-	-	-		-
Equities													
Canadian equities	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		-
Global developed equities	0.00%	-	-	-	-	-	-	-	-	-	-		-
Emerging markets equities	0.00%	-	-	-	-	-	-	-	-	-	-		-
Private equities	0.00%	-	-	-	-	-	-	-	-	-	-		-
Hedge funds	0.00%	-	-	-	-	-	-	-	-	-	-		-
	0.00%	-	-	-	-	-	-	-	-	-	-		-
Inflation sensitive													
Real estate	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		-
Infrastructure	0.00%	-	-	-	-	-	-	-	-	-	-		-
Renewable resources	0.00%	-	-	-	-	-	-	-	-	-	-		-
Other investments	0.00%	-	-	-	-	-	-	-	-	-	-		-
	0.00%	-	-	-	-	-	-	-	-	-	-		-
Strategic, tactical, and currency investments	0.00%	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		-
Total portfolio investments	0.00%	-	-	-	-	-	-	-	-	-	-		-

See Note xxx for additional detail.

Portfolio investments

	Level 1	2025 Level 2	Level 3	Total
Pooled investment funds	\$ -	\$ -	\$ -	\$ -

Portfolio Investments Measured at Fair Value

	Level 1	2025 Level 2	Level 3	Total	2024 Total
Portfolio investments in equity instruments that are quoted in an active market.	\$ -	\$ -	\$ -	\$ -	\$ -
Portfolio investments designated to their fair value category.	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -

Marketable Securities

	2025		2024	
	Carrying Value	Quoted Market Value	Carrying Value	Quoted Market Value
XXXX	\$ -	\$ -	\$ -	\$ -
XXXX	-	-	-	-
	\$ -	\$ -	\$ -	\$ -

Reconciliation of Portfolio Investments

Classified as Level 3		2025	2024
Opening balance		\$ -	\$ -
Purchases		-	-
Sales (excluding realized gains/losses)		-	-
Realized Gains (Losses)		-	-
Unrealized Gains/(Losses)		-	-
Transfer-in - please explain:		-	-
Transfer-out - please explain:		-	-
Ending balance		\$ -	\$ -

	2025	2024
Operating		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
	\$ -	\$ -
Endowments		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Deferred revenue	-	-
	\$ -	\$ -
Total portfolio investments	\$ -	\$ -

The following represents the maturity structure for portfolio investments based on principal amount:

	2025	2024
Under 1 year	0.0%	0.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	0.0%	0.0%

*Indicate proportion of investment holdings according to maturity - Total must equal 100%
- If no explicit maturity date, please indicate expected or estimated divestment date.

Transfers between Level 1 and Level 2

	2025		
	Fair Value (Level 1)	Fair Value (Level 2)	Reason for transfers
			Level 1:
Transfer in	\$ -	\$ -	Level 2:
			Level 1:
Transfer out	\$ -	\$ -	Level 2:

SCHEDULE 6School Jurisdiction Code: **3020****CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS**
For the Year Ended August 31, 2025 (in dollars)**Tangible Capital Assets**

	2025							2024
	Land	Work In Progress*	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	Total
Estimated useful life			10-50 Years	10 Years	10 Years	5 Years		
Historical cost								
Beginning of year	\$ 3,857,760	\$ 106,965,652	\$ 2,250,311,829	\$ 182,805,859	\$ 3,783,328	\$ 64,207,667	\$ 2,611,932,095	2,590,242,392
Prior period adjustments**	-	-	-	-	-	-	-	(43,175,081)
Additions	-	44,813,563	17,331,564	4,066,886	222,740	2,662,226	69,096,979	66,654,559
Transfers in (out)	-	(112,008,524)	104,923,376	5,494,401	-	1,590,747	-	-
Less disposals including write-offs	-	-	-	-	(96,081)	-	(96,081)	(1,789,775)
Historical cost, August 31, 2025	\$ 3,857,760	\$ 39,770,691	\$ 2,372,566,769	\$ 192,367,146	\$ 3,909,987	\$ 68,460,640	\$ 2,680,932,993	\$ 2,611,932,095
Accumulated amortization								
Beginning of year	\$ -	\$ -	\$ 999,891,387	\$ 149,104,217	\$ 3,386,733	\$ 54,116,085	\$ 1,206,498,422	1,149,982,717
Prior period adjustments**	-	-	-	-	-	-	-	(13,589,509)
Amortization	-	-	52,207,907	7,357,010	105,295	4,607,954	64,278,166	71,708,746
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	(96,081)	-	(96,081)	(1,603,532)
Accumulated amortization, August 31, 2025	\$ -	\$ -	\$ 1,052,099,294	\$ 156,461,227	\$ 3,395,947	\$ 58,724,039	\$ 1,270,680,507	\$ 1,206,498,422
Net Book Value at August 31, 2025	\$ 3,857,760	\$ 39,770,691	\$ 1,320,467,475	\$ 35,905,919	\$ 514,040	\$ 9,736,601	\$ 1,410,252,486	
Net Book Value at August 31, 2024	\$ 3,857,760	\$ 106,965,652	\$ 1,250,420,442	\$ 33,701,642	\$ 396,595	\$ 10,091,582		\$ 1,405,433,673

	2025	2024
Total cost of assets under capital lease	\$ 12,395,200	\$ -
Total amortization of assets under capital lease	\$ 289,221	\$ -

Assets under capital lease includes buildings with a total cost of \$12,395,200 (2024 - \$0) and accumulated amortization of \$289,221 (2024 - \$0).

* Work in Progress consists of new modular and furniture and equipment projects, anticipated to be substantially complete in the 2025-2026 school year, Infrastructure Maintenance Renewal and Capital Maintenance Renewal Capital Projects, as well as other Board Funded Capital Projects not substantially complete by August 31, 2025. Additionally, five new school projects and two replacement school projects in progress managed by Alberta Infrastructure are also part of this balance.

** Prior year opening balance adjustment was due to the Government of Alberta's adoption of PS 3160 – Public Private Partnerships (P3). As a result, adjustments to reduce the carrying value of tangible capital assets in the net amount of \$29,585,572 were recognized.

SCHEDULE 7School Jurisdiction Code: **3020**

CONSOLIDATED SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2025 (in dollars)

Board Members:		FTE	Remuneration (1)	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits (2)	Expenses
Chair: KUSIEK, JULIE (3)		1.00	\$59,010	\$11,791	\$3,364			\$3,992	\$9,133
ESTABROOKS, TRISHA (4)		0.42	\$27,928	\$4,474	\$1,333			\$0	\$1,770
HANCOCK, DAWN (3)		1.00	\$46,255	\$11,032	\$3,364			\$2,642	\$5,329
HOLE, MARCIA (4)		0.50	\$16,588	\$4,494	\$1,423			-\$15	\$1,883
NELSON, MARSHA		1.00	\$40,674	\$6,272	\$3,364			\$1,569	\$968
O'KEEFE, SHERRI (3)		1.00	\$49,268	\$6,783	\$3,364			\$2,755	\$7,596
SAWYER, JAN (5)		1.00	\$63,606	\$7,576	\$3,364			\$2,449	\$6,502
SUMAR, SAADIQ		1.00	\$39,283	\$10,617	\$3,364			\$1,608	\$1,945
Subtotal		6.92	\$342,612	\$63,039	\$22,940			\$15,000	\$35,126
Superintendent	ROBERTSON, DARREL	1.00	\$332,378	\$47,375	\$6,000	\$0	\$0	\$55,340	\$5,818
Treasurer	BURNSTAD, TODD	1.00	\$251,799	\$40,427	\$3,364	\$0	\$0	\$53,871	\$1,471
Secretary 1	MILLS, KAREN (6)	0.83	\$166,417	\$24,000	\$0	\$0	\$0	\$0	\$3,002
Secretary 2	DUEBEL, KELSEY (6)	0.17	\$26,320	\$5,300	\$0	\$0	\$0	\$11,444	\$62
Certificated			\$623,355,906	\$143,580,345	\$874,883	\$0	\$84,008	\$736,184	
School based		5,608.00							
Non-School based		219.00							
Non-certificated			\$223,587,776	\$57,511,197	\$3,925,577	\$0	\$1,614,584	\$8,642,930	
Instructional		2,104.00							
Operations & Maintenance		941.00							
Transportation		14.00							
Other		448.00							
TOTALS		9,343.92	\$848,063,208	\$201,271,683	\$4,832,764	\$0	\$1,698,592	\$9,514,769	\$45,479

(1) Remuneration includes: per annum honorarium and per diem honorarium for additional activities over and above Trustees' general duties.

(2) Other Accrued Unpaid Benefits include: accrued untaken vacation leave, Transition Allowance, and Superintendent's SERP benefits.

(3) On March 4, 2025 the Board assigned Ward C to Trustees Hancock and O'Keefe, and Ward D to Trustee Kusiek for the remainder of this term. Additional remuneration in the amount of one-third the regular Trustee remuneration was approved (split between the Trustees covering Ward C)."

(4) Non-Returning Trustees: Trisha Estabrooks (resigned January 23, 2025); Marcia Hole (resigned February 28, 2025).

(5) On June 20, 2023 the Board elected one trustee to represent Ward H in addition to their current ward until the next municipal election. Additional remuneration in the amount of one-third the regular Trustee remuneration was approved.

(6) Board Secretary: Karen Mills's last day was June 26, 2025; Kelsey Duebel assumed the role on June 23, 2025.

SCHEDULE 8

CONSOLIDATED SCHEDULE OF ASSET RETIREMENT OBLIGATIONS
For the Year Ended August 31, 2025 (in dollars)

School Jurisdiction Code: 3020

Continuity of ARO (Liability) Balance

2025							2024						
(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2024	\$ -	\$ 87,060,484	\$ -	\$ -	\$ -	\$ 87,060,484	Opening Balance, Aug 31, 2023	\$ -	\$ 73,273,908	\$ -	\$ -	\$ -	\$ 73,273,908
Liability incurred from Sept. 1, 2024 to Aug. 31, 2025	-	1,415,000	-	-	-	1,415,000	Liability incurred from Sept. 1, 2023 to Aug. 31, 2024	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2024 to Aug. 31, 2025 - Alberta Infrastructure	-	-	-	-	-	-	Liability settled/extinguished from Sept. 1, 2023 to Aug. 31, 2024 - Alberta Infrastructure	-	(453,233)	-	-	-	(453,233)
Liability settled/extinguished from Sept 1., 2024 to Aug. 31, 2025 - Other	-	-	-	-	-	-	Liability settled/extinguished from Sept. 1, 2023 to Aug. 31, 2024 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-	Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-	Add/(Less): Revision in estimate Sept. 1, 2023 to Aug. 31, 2024	-	14,459,174	-	-	-	14,459,174
Reduction of liability resulting from disposals of assets Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-	Reduction of liability resulting from disposals of assets Sept. 1, 2023 to Aug. 31, 2024	-	(219,365)	-	-	-	(219,365)
Balance, Aug. 31, 2025	\$ -	\$ 88,475,484	\$ -	\$ -	\$ -	\$ 88,475,484	Balance, Aug. 31, 2024	\$ -	\$ 87,060,484	\$ -	\$ -	\$ -	\$ 87,060,484

Continuity of TCA (Capitalized ARO) Balance

2025							2024						
(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
ARO Tangible Capital Assets - Cost							ARO Tangible Capital Assets - Cost						
Opening balance, August 31, 2024	\$ -	\$ 86,871,156	\$ -	\$ -	\$ -	\$ 86,871,156	Opening balance, August 31, 2023	\$ -	\$ 73,115,253	\$ -	\$ -	\$ -	\$ 73,115,253
Additions resulting from liability incurred	-	1,415,000	-	-	-	1,415,000	Additions resulting from liability incurred	-	-	-	-	-	-
Revision in estimate	-	-	-	-	-	-	Revision in estimate	-	13,975,268	-	-	-	13,975,268
Reduction resulting from disposal of assets	-	-	-	-	-	-	Reduction resulting from disposal of assets	-	(219,365)	-	-	-	(219,365)
Cost, August 31, 2025	\$ -	\$ 88,286,156	\$ -	\$ -	\$ -	\$ 88,286,156	Cost, August 31, 2024	\$ -	\$ 86,871,156	\$ -	\$ -	\$ -	\$ 86,871,156
ARO TCA - Accumulated Amortization							ARO TCA - Accumulated Amortization						
Opening balance, August 31, 2024	\$ -	\$ 57,061,989	\$ -	\$ -	\$ -	\$ 57,061,989	Opening balance, August 31, 2023	\$ -	\$ 46,574,153	\$ -	\$ -	\$ -	\$ 46,574,153
Amortization expense	-	1,709,786	-	-	-	1,709,786	Amortization expense	-	1,449,042	-	-	-	1,449,042
Revision in estimate	-	-	-	-	-	-	Revision in estimate	-	9,180,736	-	-	-	9,180,736
Less: disposals	-	-	-	-	-	-	Less: disposals	-	(141,942)	-	-	-	(141,942)
Accumulated amortization, August 31, 2025	\$ -	\$ 58,771,775	\$ -	\$ -	\$ -	\$ 58,771,775	Accumulated amortization, August 31, 2024	\$ -	\$ 57,061,989	\$ -	\$ -	\$ -	\$ 57,061,989
Net Book Value at August 31, 2025	\$ -	\$ 29,514,381	\$ -	\$ -	\$ -	\$ 29,514,381	Net Book Value at August 31, 2024	\$ -	\$ 29,809,167	\$ -	\$ -	\$ -	\$ 29,809,167

The Board of Trustees of Edmonton School Division

Notes to the Consolidated
Financial Statements
August 31, 2025



1. AUTHORITY AND PURPOSE

The Board of Trustees of Edmonton School Division (the Division) is empowered to provide public education through bylaws approved by its Board of Trustees and under the authority of the *Education Act*, 2012, Chapter E-0.3.

The Division receives funding for instruction and support under the *Ministerial Grants Regulation* (AR215/2022). The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with the *CPA Canada Public Sector Accounting Standards (PSAS)*. The consolidated 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) Reporting Entity and Method of Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity, which is composed of all organizations, which are controlled by the school jurisdiction. These organizations include the Edmonton Public Schools Foundation (the Foundation), a foundation established in 2009 by the Division for the purposes of fundraising. The Foundation was incorporated under the Societies Act of the Province of Alberta.

The accounts of government sector entities, except those designated as government business enterprises, are consolidated using the line-by-line method. Under this method, accounting policies of the consolidated entities are adjusted to conform to the school jurisdiction's accounting policies and the results of each line item in their financial statements (revenue, expense, assets, and liabilities) are included in the school jurisdiction's results. Revenue and expense, capital, investing and financing transactions and related asset and liability balances between the Division and the Foundation have been eliminated.

(b) Basis of Financial Reporting

Valuation of Financial Assets and Liabilities

The Division's financial assets and liabilities are generally measured as follows:

<u>Financial Statement Component</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Accounts receivable	Lower of cost or net recoverable value
Accounts payable and other accrued liabilities	Cost
Debt	Amortized cost
Asset retirement obligations	Cost

Financial Assets

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations.

Financial assets are the school jurisdiction's financial claims on external organizations and individuals, as well as cash.



(b) Basis of Financial Reporting (cont'd)

Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible into known amounts of cash and are subject to an insignificant risk of change in value. Cash equivalents have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term commitments rather than for investment purposes.

Accounts Receivable

Accounts receivable are recognized at the lower of cost or net recoverable value. A valuation allowance is recognized when recovery is uncertain.

Liabilities

Liabilities are present obligations of the school jurisdiction to external organizations and individuals arising from past transactions or events occurring before the year-end, the settlement of which is expected to result in the future sacrifice of economic benefit.

They are recognized when there is an appropriate basis of measurement and management can reasonably estimate the amounts.

Accounts Payable and Other Accrued Liabilities

Accounts payable and accrued liabilities include unearned revenue collected from external organizations and individuals for which goods and services have yet to be provided.

Deferred Contributions

Deferred contributions include contributions received for operations which have stipulations that meet the definition of a liability per *Public Sector Accounting Standards (PSAS)* PS 3200. These contributions are recognized by the Division once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred contributions are 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 contributions also include contributions for capital expenditures, unspent and spent:

- Unspent Deferred Capital Contributions (UDCC) represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the Division, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per PS 3200 when spent.
- Spent Deferred Capital Contributions (SDCC) represent externally restricted supported capital funds that have been spent 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 Division to use the asset in a prescribed manner over the life of the associated asset.



(b) Basis of Financial Reporting (cont'd)

Employee Future Benefits

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

The Division accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include the non-registered Supplemental Executive Retirement Program (SERP), retirement allowances and non-vested accumulating sick leave. The future benefits cost is actuarially determined using the projected benefit actuarial cost method pro-rated on service and using management's best estimate of expected salary escalation, benefit usage, termination and retirement rates and mortality. The discount rate used to measure obligations is based on the combined expected future cash flows of each benefit and the rates provided by the Alberta Loans to Local Authorities Office as of August 31, 2025.

Asset Retirement Obligations

Asset retirement obligations are legal obligations associated with the retirement of a tangible capital assets. Asset retirement activities include all activities relating to an asset retirement obligation. These may include, but are not limited to;

- decommissioning or dismantling a tangible capital asset that was acquired, constructed or developed;
- remediation of contamination of a tangible capital asset created by its normal use;
- post-retirement activities such as monitoring; and
- constructing other tangible capital assets to perform post-retirement activities.

A liability for an asset retirement obligation is recognized when, as at the financial reporting date:

- a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- b) the past transaction or event giving rise to the liability has occurred;
- c) it is expected that future economic benefits will be given up; and
- d) a reasonable estimate of the amount can be made.

When a liability for asset retirement obligation is recognized, asset retirement costs related to recognized tangible capital assets in productive use are capitalized by increasing the carrying amount of the related asset and are amortized over the estimated useful life of the underlying tangible capital asset. Asset retirement costs related to unrecognized tangible capital assets and those not in productive use are expensed.

As the future retirement date is unknown, the asset retirement obligation is measured at the current estimated cost to settle or otherwise extinguish the liability. When the future retirement date is known, a present value technique will be used to measure the liability.

Debt

Debentures are recognized at their face amount less unamortized discount, which includes issue expenses.

Non-Financial Assets

Non-financial assets are acquired, constructed, or developed assets that do not normally provide resources to discharge existing liabilities, but instead:

- (a) are normally employed to deliver government services;
- (b) may be consumed in the normal course of operations; and
- (c) are not for sale in the normal course of operations.

Non-financial assets include tangible capital assets, inventories of supplies and prepaid expenses.



(b) Basis of Financial Reporting (cont'd)

Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts 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 and asset retirement cost.
- 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.
- Supported tangible capital assets are capital assets purchased using restricted grants/donations, or received with specific usage. Unsupported tangible capital assets are funded by the Division's own source funds.
- Work-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements as well as assets under capital lease.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the Division to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Spent Deferred Capital Contributions (SDCC).
- Buildings that are demolished or destroyed are written off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Division are considered capital leases. These are accounted for as an asset and an obligation. A schedule of repayments on the lease is provided in Note 13.
- Tangible capital assets are amortized over their estimated useful lives, commencing the following year of acquisition, on a straight-line basis, as follows:

Buildings	10 - 50 years
Vehicles	10 years
Computer Hardware & Software	5 years
Other Equipment & Furnishings	10 years

Inventory of Supplies

Inventory of supplies is valued at the lower of cost and replacement cost. Cost is determined on an average costing basis.

Prepaid Expenses

Prepaid expenses are recognized at cost and amortized based on the terms of the agreement or using a methodology that reflects use of the resource.

Other Assets

Under the Edmonton Joint Use Agreement: Land, school lands are acquired by the City of Edmonton through reserve dedication. Land interest is transferred to the Division for a nominal cost when a school is built. This land is not recognized in the Division's consolidated financial statements, as the land reverts to the City of Edmonton or another school jurisdiction at nominal cost upon disposition. The Division typically has control over school site land or the proceeds gained on its disposal on sites that were acquired prior to the adoption of provincial planning legislation requiring land dedication or when a portion of land is identified as surplus.



(b) Basis of Financial Reporting (cont'd)

Operating and Capital Reserves

Certain amounts, as approved by the Board of Trustees, are internally or externally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Board of Trustees. Capital reserves are restricted to capital purposes and may only be used for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Changes in Net Assets.

Revenue Recognition

All revenues are reported on the accrual basis of accounting. Cash received for which goods or services have not been provided by year end is recognized as unearned revenue and recorded in accounts payable and other accrued liabilities.

Government transfers

Transfers from all governments are referred to as government transfers.

Government transfers and associated externally restricted investment income are recognized as deferred contributions if the eligibility criteria for use of the transfer, or the stipulations together with school jurisdiction's actions and communications as to the use of the transfer, create a liability. These transfers are recognized as revenue as the stipulations are met and, when applicable, school jurisdiction complies with its communicated use of these transfers.

All other government transfers, without stipulations for the use of the transfer, are recognized as revenue when the transfer is authorized and the school jurisdiction meets the eligibility criteria (if any).

Donations and non-Government contributions

Donations and non-government contributions are received from individuals, corporations, and private sector not-for-profit organizations. Donations and non-government contributions may be unrestricted or externally restricted for operating or capital purposes.

Unrestricted donations and non-government contributions are recognized as revenue in the year received or in the year the funds are committed to the Division if the amount can be reasonably estimated and collection is reasonably assured.

Externally restricted donations, non-government contributions and realized and unrealized gains and losses for the associated externally restricted investment income are recognized as deferred contributions if the terms for their use, or the terms along with the Division's actions and communications as to the use, create a liability. These resources are recognized as revenue as the terms are met and, when applicable, the Division complies with its communicated use.

In-kind donations of services and materials are recognized at fair value when such value can reasonably be determined. While volunteers contribute a significant amount of time each year to assist the Division, the value of their services are not recognized as revenue and expenses in the consolidated financial statements because fair value cannot be reasonably determined.

Investment income

Investment income includes interest income earned on the Division's general bank account and Notice Plans (Note 4).

Expenses

Expenses are reported on an accrual basis. The cost of goods consumed, and services received during the year is expensed.



(b) Basis of Financial Reporting (cont'd)

Program Reporting

The Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of ECS education instructional services that fall under the basic public education mandate.
- **Grade 1 - 12 Instruction:** The provision of instructional services for Grade 1 - 12 that fall under the basic public education mandate.
- **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 facility expenses.
- **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 Pre-Kindergarten children and students in Kindergarten to Grade 12. Services offered beyond the mandate for public education must be self-supporting, and Alberta Education and Childcare funding may not be utilized to support these programs.

The allocation of revenues and expenses is reported by program, source, and object on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as a proportionate share of supplies & services, school administration & instruction support, and system instructional support.

Trusts Under Administration

The Division has property that has been transferred or assigned to it to be administered or directed by a trust agreement or statute. The Division holds title to the property for the benefit of the beneficiary.

Trusts under administration have been excluded from the financial reporting of the Division. A summary of Trust balances is listed in Note 19.

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 consolidated financial statements. The Division recognizes a financial instrument when it becomes a party to a financial instrument contract.

Unless otherwise noted, it is management's opinion that the Division is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

The associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from de-recognition of a financial instrument is recognized in the Consolidated Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Consolidated Statement of Operations.



(b) Basis of Financial Reporting (cont'd)

Measurement Uncertainty

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. The preparation of consolidated 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.

The estimated employee future benefits liability of \$9,227,000 (2024 - \$9,293,900) recognized and disclosed in the consolidated financial statements is subject to measurement uncertainty. Actual experience may vary from the assumptions used in the calculations.

There is also measurement uncertainty related to the estimated asset retirement obligation of \$88,475,484 (2024 - \$87,060,484) as it involves estimates in determining settlement amount and timing of settlement. Changes in any of these estimates and assumptions may result in a change to the obligation.

3. FUTURE CHANGES IN ACCOUNTING STANDARDS

On September 1, 2026, the Division will adopt the following new conceptual framework and accounting standard approved by the Public Sector Accounting Board:

- **The Conceptual Framework of Financial Reporting in the Public Sector**

The Conceptual Framework is the foundation for public sector financial reporting standard setting. It replaces the conceptual aspects of Section PS 1000 Financial Statement Concepts and Section PS 1100 Financial Statement Objectives. The conceptual framework highlights considerations fundamental for the consistent application of accounting issues in the absence of specific standards.

- **PS 1202 Financial Statement Presentation**

Section PS 1202 sets out general and specific requirements for the presentation of information in general purpose financial statements. The financial statement presentation principles are based on the concepts within the Conceptual Framework.

Management is currently assessing the impact of the conceptual framework and the standard on the consolidated financial statements.

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include \$856,604 (2024 - \$1,224,341) for the Foundation.

On October 2, 2024, the Division transferred \$20,000,000 each into a 31 Day and 95 Day Notice Plan, both with a floating interest rate. The average rate for the year was 3.77% and 3.94%, respectively. Interest is paid and compounded monthly.

Interest earned on the Notice Plans totaled \$1,425,146 (2024 - \$0) and is included in investment income.



5. ACCOUNTS RECEIVABLE

	2025			2024
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education and Childcare - Grants	\$ 18,397,099	\$ -	\$ 18,397,099	\$ 3,087,440
Alberta Education and Childcare - other	511,043	-	511,043	297,169
Other Alberta school jurisdictions	54,429	-	54,429	107,454
Alberta Health Services	40,746	-	40,746	108,992
Post-secondary institutions	616	-	616	82,284
Alberta Assisted Living & Social Services	15,023	-	15,023	68,949
Alberta Infrastructure	12,206,094	-	12,206,094	16,549,552
Government of Alberta Ministries	24	-	24	226
Federal government	1,814,346	-	1,814,346	1,736,109
Municipalities	527,732	-	527,732	855,431
First Nations	3,872	-	3,872	14,802
Other	7,953,409	(2,052,895)	5,900,514	1,458,238
Total	\$ 41,524,433	\$ (2,052,895)	\$ 39,471,538	\$ 24,366,646

6. CONTRACTUAL RIGHTS

Contractual rights are rights of the Division to economic resources arising from contracts or agreements that will result in both assets and revenues in the future when the terms of those contracts or agreements are met.

	2025	2024
Operating leases	\$ 4,307,776	\$ 3,770,720
Service agreements	4,903,635	5,343,043
Grant agreements	11,098,920	5,673,714
Capital grant agreements	15,966,924	14,102,325
Other agreements *	2,700,000	1,348,563
Total	\$ 38,977,255	\$ 30,238,365

* Other agreements consist of a revenue sharing agreement with the City of Edmonton for the sale of surplus sites.

Estimated amounts that will be received or receivable for each of the next five years are as follows:

	Operating Leases	Service Agreements	Grant Agreements	Capital Grant Agreements	Other
2025-2026	\$ 4,307,776	\$ 3,565,693	\$ 9,098,974	\$ 11,069,109	\$ 1,800,000
2026-2027	-	1,219,549	1,395,268	2,450,716	-
2027-2028	-	118,393	604,678	2,447,099	-
2028-2029	-	-	-	-	-
2029-2030	-	-	-	-	900,000
Total	\$ 4,307,776	\$ 4,903,635	\$ 11,098,920	\$ 15,966,924	\$ 2,700,000



7. CONTINGENT ASSETS

In the current year, the Division has not initiated legal matters where possible assets are being sought.

8. BANK INDEBTEDNESS

The Division has negotiated a line of credit in the amount of \$10,000,000 Canadian dollars that bears interest at prime less 0.50%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the Division. There was no balance outstanding at August 31, 2025 or August 31, 2024.

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2025	2024
Alberta Education and Childcare - WMA	\$ 583,722	\$ -
Alberta Education and Childcare - other	1,428,239	-
Other Alberta school jurisdictions	21,695	89,113
Alberta Health Services	-	28,471
Post-secondary institutions	17,249	15,842
Alberta Infrastructure	-	156,297
Alberta Foundation for the Arts	6,300	6,300
Alberta Arts, Culture & Status of Women	-	8,556
Alberta Jobs, Economy & Trade	19,641	-
Alberta Assisted Living & Social Services	978	-
Other Government of Alberta ministries	560	1,538
Federal government	1,827,758	1,857,474
Accrued vacation pay liability	9,460,686	8,713,045
Other salaries & benefit costs	27,744,199	13,933,636
Other trade payables and accrued liabilities	31,425,003	26,091,336
Unearned Revenue:		
School Generated Funds, Other	1,278,802	1,276,411
School Generated Funds, Advanced Fees	832,757	1,415,005
Other unearned revenue over \$5,000 *	3,420,440	4,141,485
Total	\$ 78,068,029	\$ 57,734,509

* Unearned Revenue over \$5,000 for 2024-25 can be broken down as follows:

1. \$2,989,076 in funds received from students enrolled in the International Students Program. Funds are held in Unearned Revenue and are recognized at the start of the applicable school semester.
2. \$400,565 in tuition amounts paid by students at Metro Continuing Education for classes that start at a later date.
3. \$15,799 in unused gift certificates issued by Metro Continuing Education (\$14,639) & Café 1881 (\$1,160).
4. \$15,000 in funds received from the City of Edmonton for use of the sign at Dr. Anne Anderson High School.



10. BENEFIT PLANS

Pension costs included in these consolidated financial statements are comprised of the cost of employer contributions for current service of employees during the year.

Current and past service costs of the Alberta Teachers Retirement Fund (ATRF) are met by contributions by active members and the Government of Alberta. Under the terms of the *Teacher's Pension Plan Act*, the Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the ATRF on behalf of the Division is included in both revenues and expenses. For the school year ended August 31, 2025, the amount contributed by the Government was \$50,553,178 (2024 - \$54,280,127).

The Division participates in a multi-employer pension plan, the Local Authorities Pension Plan (LAPP), and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$16,644,136 for the year ended August 31, 2025 (2024 - \$17,367,894). At December 31, 2024, the LAPP reported a surplus of \$19,557,000,000 (2023 - surplus of \$15,057,000,000).

The Division and the Superintendent participate in a multi-employer registered Supplemental Integrated Pension Plan (SIPP). The plan provides a supplement to the ATRF pension to a full 2% of pensionable earnings multiplied by pensionable service, limited by the *Income Tax Act*. The annual expenditure for this pension plan is equivalent to the annual contributions of \$9,266 for the year ended August 31, 2025 (2024 - \$8,939).

The Division does not have sufficient plan information on the LAPP and SIPP to follow the standards for defined benefit accounting, and therefore, follows the standards for defined contribution accounting. Accordingly, pension expense recognized for the LAPP and SIPP is comprised of employer contributions to the plan that are required for its employees during the year, which are calculated based on actuarially pre-determined amounts that are expected to provide the plan's future benefits.

Employee future benefit liabilities consist of the following:

	2025	2024
Accumulating sick pay liability (vested)	2,354,300	2,371,100
Retirement allowances	6,872,700	6,500,300
Other employee future benefits	-	422,500
Total	\$ 9,227,000	\$ 9,293,900

11. ASSET RETIREMENT OBLIGATIONS

	2025	2024
Asset retirement obligations, beginning of year	\$ 87,060,484	\$ 73,273,908
Liability incurred	1,415,000	-
Liability settled	-	(672,598)
Accretion expense	-	-
Revision in estimates	-	14,459,174
Asset retirement obligations, end of year	\$ 88,475,484	\$ 87,060,484



11. ASSET RETIREMENT OBLIGATIONS (CON'T)

Tangible capital assets with associated retirement obligations include the Division's buildings. The Division has asset retirement obligations to remove hazardous asbestos fibre containing materials from various buildings under its control. Regulations require the school division to handle and dispose of the asbestos in a prescribed manner when it is disturbed, such as when the building undergoes renovations or is demolished. Although timing of the asbestos removal is conditional on the building undergoing renovations or being demolished, regulations create an existing obligation for the school division to remove the asbestos when asset retirement activities occur.

Asset retirement obligations are initially measured as of the date the legal obligation was incurred, based on management's best estimate of the amount required to retire tangible capital assets and may be subsequently remeasured at each financial reporting date taking into account any new information and the appropriateness of assumptions used. The estimate of the liability is based on third-party quotes and professional judgment to validate the amounts.

The extent of the liability is limited to costs directly attributable to the removal of hazardous asbestos fibre containing materials from various buildings under the Division's control in accordance with legislation establishing the liability. The entity estimated the nature and extent of hazardous materials in its buildings based on the potential square meters affected and the average costs per square meter to remove and dispose of the hazardous materials.

Included in the asset retirement obligations estimate is \$88,475,484 for the year ended August 31, 2025 (2024 - \$87,060,484) measured at its current estimated cost to settle or otherwise extinguish the liability. The Division has measured its asset retirement obligations related to hazardous asbestos fibre containing materials at its current value due to the uncertainty about when the hazardous materials would be removed.

For the year ended August 31, 2025, an additional liability was incurred, related to the acquisition of a building under capital lease.

12. DEBENTURE

	2025	2024
Unsupported debenture outstanding at August 31, 2025, with an interest rate of 3.06%, repayable in semi-annual instalments, maturing in September 2033.	\$ 7,495,533	\$ 8,256,931
Total	\$ 7,495,533	\$ 8,256,931

Unsupported Debenture – Alberta Capital Finance Authority

Payments on the unsupported debenture due over the next five years and beyond are as follows:

	Principal	Interest	Total
2025-2026	\$ 784,852	\$ 223,186	\$ 1,008,038
2026-2027	809,028	199,009	1,008,037
2027-2028	833,949	174,088	1,008,037
2028-2029	859,638	148,400	1,008,038
2029-2030	886,118	121,920	1,008,038
2030 to maturity	3,321,948	206,185	3,528,133
Total	\$ 7,495,533	\$ 1,072,788	\$ 8,568,321



13. CAPITAL LEASE

Capital leases are approved by the Alberta Minister of Education for internally financed projects. The Division entered into one finance contract during the year with a ten year term. At no additional cost, this contract will automatically renew in ten year increments with the same terms and conditions so long as the Division continues to operate the building as a school. As of August 31, 2025, the details are as follows:

	<u>2025</u>	<u>2024</u>
Obligation under capital lease, secured by a building with a net book value of \$12,147,296, repayable in monthly instalments, maturing in August 2035.	\$ 11,775,440	\$ -
Total	<u>\$ 11,775,440</u>	<u>\$ -</u>

Payments on the capital lease due over the next five years and beyond are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025-2026	\$ 1,239,520	\$ -	\$ 1,239,520
2026-2027	1,239,520	-	1,239,520
2027-2028	1,239,520	-	1,239,520
2028-2029	1,239,520	-	1,239,520
2029-2030	1,239,520	-	1,239,520
2030 to maturity	5,577,840	-	5,577,840
Total	<u>\$ 11,775,440</u>	<u>\$ -</u>	<u>\$ 11,775,440</u>

14. PREPAID EXPENSES

Prepaid expenses consist of the following:

	<u>2025</u>	<u>2024</u>
Prepaid insurance	\$ 5,058,365	\$ 4,738,275
International baccalaureate fees	158,715	156,525
Building lease payments	257,482	265,892
Enterprise systems and software	5,573,737	5,426,199
Professional development, programs and fees	26,372	97,554
Other	3,487	9,641
Total	<u>\$ 11,078,158</u>	<u>\$ 10,694,086</u>



15. NET ASSETS

Detailed information related to accumulated surplus is available on the Schedule of Changes in Net Assets. The Division's accumulated surplus is summarized as follows:

	2025	2024
Unrestricted surplus	\$ -	\$ -
Operating reserves	74,467,182	37,980,415
Accumulated surplus from operations	74,467,182	37,980,415
Investment in tangible capital assets	119,289,975	116,169,313
Capital reserves	49,847,275	43,257,785
Accumulated surplus	\$ 243,604,432	\$ 197,407,513

Accumulated surplus from operations (ASO) includes funds of \$2,632,921 that are raised at the school level and are not available to spend at the board level. The Division's adjusted surplus from operations is calculated as follows:

Accumulated surplus from operations	\$ 74,467,182	\$ 37,980,415
Deduct: School generated funds included in accumulated surplus (Note 20)	2,632,921	2,239,698
Adjusted accumulated surplus from operations ⁽¹⁾	\$ 71,834,261	\$ 35,740,717

⁽¹⁾ Adjusted ASO represents funds available for use by the Division after deducting funds raised at the school level.



16. CONTRACTUAL OBLIGATIONS

	2025	2024
Building projects ⁽¹⁾	\$ 19,570,606	\$ 7,033,889
Building leases ⁽²⁾	3,364,333	5,885,933
Service providers ⁽³⁾	12,269,309	12,185,662
Total	\$ 35,204,248	\$ 25,105,484

- (1) Building projects: the Division is committed to capital and maintenance projects related to school and administrative buildings. The full amount is to be funded by capital contributions from Alberta Education and Childcare, Alberta Infrastructure, and the Division's capital reserve.
- (2) Building leases: the Division is committed to leases to provide additional learning spaces for various outreach and alternative academic programs.
- (3) Service providers: as of August 31, 2025 the Division has \$12,269,309 in commitments relating to service contracts, none of which are paid to other school jurisdictions.

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

	Building Projects	Building Leases	Service Providers
2025-2026	\$ 19,570,606	\$ 1,764,147	\$ 11,051,023
2026-2027	-	249,171	251,299
2027-2028	-	250,395	261,106
2028-2029	-	252,604	270,746
2029-2030	-	191,730	236,145
Thereafter	-	656,286	198,990
Total	\$ 19,570,606	\$ 3,364,333	\$ 12,269,309

17. CONTINGENT LIABILITIES

- a) The Division is involved in legal matters where damages are being sought. The Division has been named in 35 (2024 - 31) claims of which the outcome is not determinable. The resolution of indeterminable claims may result in a liability, if any, that may be significantly lower than the claimed amount. Accruals have been made in specific instances where it is likely that losses will be incurred based on a reasonable estimate. None of these contingent liabilities involve related parties.
- b) The Division is a member of Urban Schools Insurance Consortium (USIC). Under the terms of its membership, the Division could become liable for its proportionate share of any claim losses in excess of the funds held by USIC. The Division's share of the pool as at August 31, 2025 was \$4,756,847 (2024 - \$4,908,847). This amount has not been recognized in the Division's consolidated financial statements.

18. OTHER REVENUE

Other revenue consists of the following:

	2025	2024
Rental of facilities	\$ 5,322,729	\$ 5,161,612
Gains on disposal of capital assets	1,617,484	4,719,157
Total	\$ 6,940,213	\$ 9,880,769



19. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the Division. They are not recorded in the consolidated financial statements of the Division.

	2025	2024
Deferred salary leave plan	\$ 1,413,513	\$ 1,483,560
Scholarship trusts	1,055,803	919,446
International Student Health Insurance	4,387	141,782
Total	\$ 2,473,703	\$ 2,544,788

20. SCHOOL GENERATED FUNDS

	2025	2024
School Generated Funds, Beginning of Year	\$ 4,927,905	\$ 3,869,255
Gross Receipts:		
Fees	16,169,858	14,693,907
Fundraising	1,432,076	1,621,705
Gifts and donations	5,711,564	6,403,476
Grants to schools	273,469	272,074
Other sales and services	5,983,134	6,129,980
Total gross receipts	\$ 29,570,101	\$ 29,121,142
Total Related Expenses and Uses of Funds	22,847,945	21,491,748
Total Direct Costs Including Cost of Goods Sold to Raise Funds	6,359,969	6,570,744
School Generated Funds, End of Year	\$ 5,290,092	\$ 4,927,905
Balance included in Deferred Contributions	1,378,367	\$ 1,411,796
Balance included in Accounts Payable	1,278,802	\$ 1,276,411
Balance included in Accumulated Surplus (Operating Reserves)	2,632,921	\$ 2,239,698



21. RELATED PARTY TRANSACTIONS

Related parties are those entities consolidated or accounted for on the modified equity basis in the Government of Alberta consolidated financial statements. Related parties also include key management personnel in the Division and their close family members.

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

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
Government of Alberta (GOA):				
Alberta Education and Childcare				
Accounts receivable / Accounts payable	\$ 18,908,142	\$ 20,033,759	\$ -	\$ -
Prepaid expenses / Deferred operating revenue	-	16,314,522	-	-
Unspent deferred capital contributions	-	20,883,995	-	-
Spent deferred capital contributions	-	172,293,312	9,339,615	-
Grant revenue & expenses	-	-	1,211,634,685	-
ATRF payments made on behalf of Division	-	-	50,553,178	-
Other revenues & expenses	-	-	133,621	238,033
Other Alberta school jurisdictions	54,429	21,695	1,228,956	453,921
Alberta Health Services	40,746	350	1,015,889	438,543
Post-secondary institutions	616	17,249	851,464	269,360
Alberta Infrastructure				
Alberta Infrastructure	12,206,094	-	43,942,338	70,842
Unspent deferred capital contributions	-	5,244,670	-	-
Spent deferred capital contributions	-	1,009,809,385	-	-
Alberta Assisted Living & Social Services	15,023	39,945	881,216	-
Alberta Arts, Culture & Status for Women	-	3,300	-	10,995
Alberta Foundation for the Arts	-	22,575	6,090	-
Alberta Innovates Corporation	-	-	20,000	-
Alberta Children & Family Services	-	-	29,417	-
Alberta Jobs, Economy, Trade & Immigration	-	19,641	-	-
Alberta Public Safety & Emergency Services	-	471,467	-	-
Other GOA ministries	24	560	312,383	658
Other:				
Alberta Capital Financing Authority	-	7,495,533	-	236,077
TOTAL 2024/2025	\$ 31,225,074	\$1,252,671,958	\$1,319,948,852	\$ 1,718,429
TOTAL 2023/2024	\$ 20,302,066	\$1,230,647,308	\$1,232,584,246	\$ 1,650,542

The Division and its employees paid or collected certain amounts set by regulation or local policy. These amounts were incurred in the normal course of business, reflect charges applicable to all users and have been excluded from this schedule.

The Division occupies space provided by related parties in exchange for a nominal sum. The Division also leases space to related parties for a nominal sum.



22. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

23. BUDGET AMOUNTS

The budget was prepared by the Division and approved by the Board of Trustees on May 24, 2024.

24. SUBSEQUENT EVENT

Subsequent to the fiscal year end of August 31, 2025, on October 28, 2025, the Government of Alberta enacted *Bill 2*, which legislated the resolution of the province-wide teachers' strike involving members of the Alberta Teachers' Association (ATA). The strike, which began in October 2025, affected instructional and other educational activities across Alberta school divisions.

Under *Bill 2 Back to School Act*, a new collective agreement was established for ATA members, providing for a 3% salary increase effective September 1, 2024, and additional 3% increases in each of the following three years.

As the terms of the settlement provided information about conditions that existed at August 31, 2025, management has estimated and recorded the financial impact of the retroactive 3% increase in certificated salaries in these consolidated financial statements for the year ended August 31, 2025.

The future financial impact of the additional 3% annual increases will be reflected in subsequent years as they become effective.

The Board of Trustees of Edmonton School Division

Unaudited Schedules
August 31, 2025

SCHEDULE 9

UNAUDITED CONSOLIDATED SCHEDULE OF FEES
For the Year Ended August 31, 2025 (in dollars)

Please provide a description, if needed.	Actual Fees Collected 2023/2024	Budgeted Fee Revenue 2024/2025	(A) Actual Fees Collected 2024/2025	(B) Unspent September 1, 2024*	(C) Funds Raised to Defray Fees 2024/2025	(D) Expenditures 2024/2025	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2025*
Transportation Fees	\$8,472,948	\$10,993,900	9,135,886	\$0	\$0	\$9,135,886	\$0
Basic Instruction Fees							
Basic instruction supplies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$1,277,471	\$1,327,387	\$1,613,581	\$0	\$0	\$1,605,973	\$7,608
Fees for optional courses	\$3,303,530	\$2,985,607	\$3,670,637	\$465,733	\$0	\$3,678,769	\$457,601
Activity fees	\$7,653,992	\$6,442,006	\$8,233,531	\$153,312	\$0	\$8,307,389	\$79,454
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$1,035,278	\$832,660	\$1,035,778	\$0	\$0	\$1,035,778	\$0
Non-Curricular fees							
Extracurricular fees	\$3,078,866	\$2,555,871	\$3,416,006	\$455,353	\$0	\$3,466,048	\$405,311
Non-curricular travel	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Lunch supervision and noon hour activity fees	\$5,055,520	\$5,077,700	\$5,110,421	\$0	\$0	\$6,228,049	\$0
Non-curricular goods and services	\$726,842	\$857,855	\$765,656	\$111,841	\$0	\$745,220	\$132,277
Other fees	\$4,200	\$0	\$2,863	\$0	\$0	\$2,863	\$0
TOTAL FEES	\$30,608,647	\$31,072,986	\$32,984,359	\$1,186,239	\$0	\$34,205,975	\$1,082,251

*Unspent balances cannot be less than \$0

Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue):

	Actual 2025	Actual 2024
Please provide a description, if needed.		
Cafeteria sales, hot lunch, milk programs	\$1,073,608	\$1,112,837
Special events, graduation, tickets	\$2,105,799	\$2,067,138
International and out of province student revenue	\$3,756,821	\$4,234,395
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$1,335,591	\$1,326,236
Adult education revenue	\$0	\$0
Preschool	\$0	\$0
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$0	\$0
Library fines, book donations	\$132,632	\$183,252
TOTAL	\$8,404,451	\$8,923,858

SCHEDULE 10**UNAUDITED CONSOLIDATED SCHEDULE OF SYSTEM ADMINISTRATION****For the Year Ended August 31, 2025 (in dollars)****Allocated to System Administration
2025**

EXPENSES	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 557,080	\$ 26,043	\$ -	\$ 583,123
Educational administration (excluding superintendent)	5,762,618	863,254	-	6,625,872
Business administration	6,564,107	3,510,614	-	10,074,721
Board governance (Board of Trustees)	835,994	2,091,181	-	2,927,175
Information technology	2,110,300	197,292	-	2,307,592
Human resources	9,799,812	390,174	-	10,189,986
Central purchasing, communications, marketing	2,250,342	580,484	-	2,830,826
Payroll	-	-	-	-
Administration - insurance			566,414	566,414
Administration - amortization			702,320	702,320
Administration - other (admin building, interest)			466,177	466,177
Building operations/closed school management	1,083,413	450,690	-	1,534,103
Student information	534,654	24,614	-	559,268
Archives and museum	350,209	3,492	-	353,701
TOTAL EXPENSES	\$ 29,848,529	\$ 8,137,838	\$ 1,734,911	\$ 39,721,278
Less: Amortization of unsupported tangible capital assets				(\$702,320)
TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES				39,018,958

REVENUES	2025
System Administration grant from Alberta Education and Childcare	38,986,375
System Administration other funding/revenue from Alberta Education and Childcare (ATRF, secondment revenue,	509,897
System Administration funding from others	756,759
TOTAL SYSTEM ADMINISTRATION REVENUES	40,253,031
Transfers (to)/from System Administration reserves	(1,234,073)
Transfers (to) other programs	-
SUBTOTAL	39,018,958
System Administration expense (over) under spent	\$0



EDMONTON PUBLIC SCHOOLS

A USER-FRIENDLY *guide* TO:

Understanding the Division's Financial Information

for the 2024-2025 school year



Artwork by student at King Edward School

Message from the Chief Financial Officer

It is with great pleasure that I present this user-friendly guide, crafted to help all members of our community understand the essential information within our annual audited financial statements, regardless of their accounting background.

This guide serves as an informal reference to help our stakeholders better understand the Division's financial position as of August 31, 2025, and the transactions that occurred during the 2024-2025 school year. It is not intended to replace our financial statements.

Understanding financial data is crucial for promoting transparency, accountability, and informed decision-making within our organization. As stewards of public funds, we must ensure that everyone can access clear and concise explanations regarding our financial health and stewardship.

In line with the Auditor General's focus on improving performance reporting in the education sector, this guide will not only explain the financial data but also showcase the impact of our financial decisions on student outcomes. We believe that presenting this information in an accessible format will enhance accountability and demonstrate how resources are being utilized to achieve our educational goals.

This guide aims to clarify complex accounting concepts by providing:

- Easy-to-understand explanations.
- Real-life examples.
- Practical insights.

By empowering you with the knowledge to interpret our financial statements, we aim to strengthen the trust you have placed in us.

Your understanding is key to ensuring the continued success and growth of Edmonton Public School Division. Let's embark on this journey of financial literacy together!

Warm regards,



Todd Burnstad
Chief Financial Officer

Please use this document as a supplement to our Division's financial information

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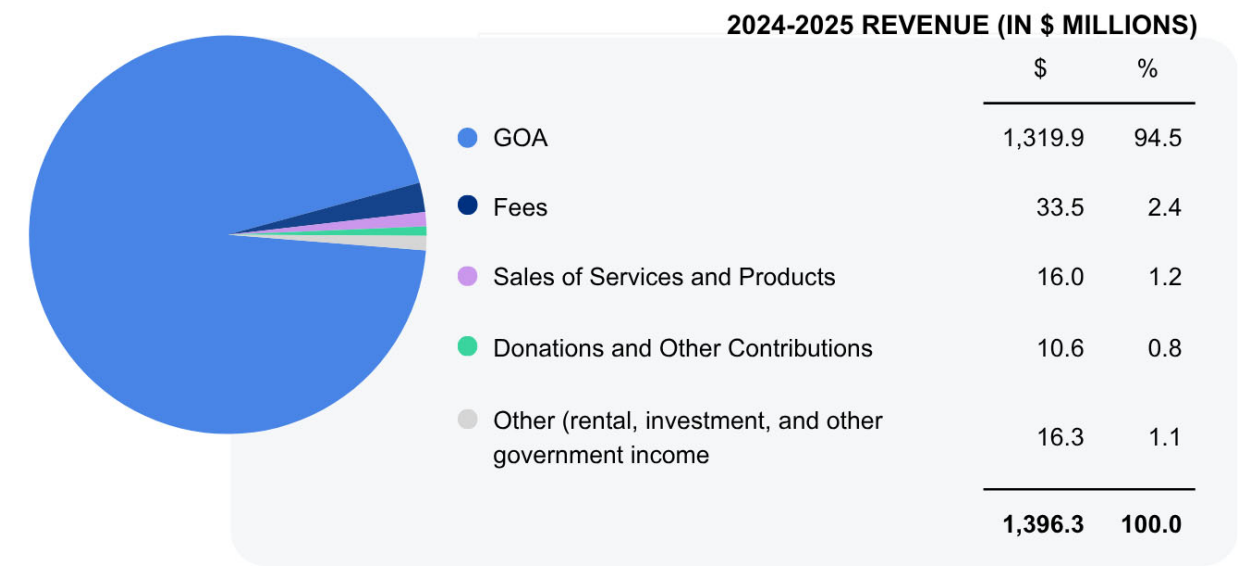


Financial Highlights for the Year Ended August 31, 2025

Operating Revenue

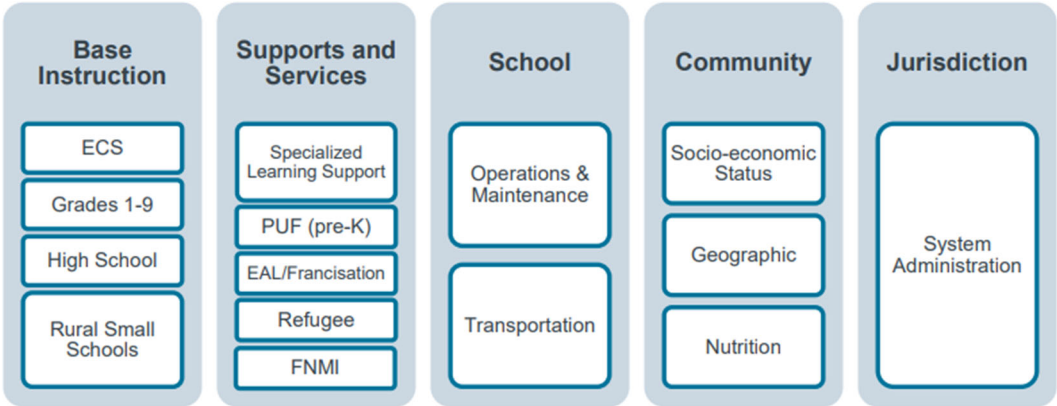
The Division’s total revenue for 2024-2025 was \$1,396.3 million, with the majority received from the Government of Alberta (GOA) as operational funding, outlined in the Funding Manual for School Authorities – a document revised each year to access and understand Alberta Education and Childcare funding.

Changes to the Division's funding profile were announced by the GOA after the spring budget was finalized. These grant adjustments included increases to Base Instruction Funding, Supports and Services grants, and the Supplemental Enrolment Growth grant. These adjustments, as well as the estimated impact from the enactment of Bill 2 *Back to School Act* (Appendix 1), are included in GOA revenue.



Section A – Executive Summary

Alberta’s funding model consists of 15 major grant allocations as outlined in the following diagram. In some instances, sub-grants are contained within the allocations.



Snippet taken from the Funding Manual for School Authorities 2024-25 School Year, page 17.
Note: The Division does not receive the Rural Small Schools Grant under the Base Instruction category.

Financial Highlights for the Year Ended August 31, 2025

Excluded from total revenue is \$46.4 million in capital funding received from the GOA to build and modernize schools. These amounts are deferred until spent and recognized as revenue over the life of the school buildings. The Funding Manual for School Authorities breaks this down into three components:

- Major Capital Projects
- Modular Classroom Program
- Infrastructure Maintenance and Renewal (IMR) and Capital Maintenance and Renewal (CMR)

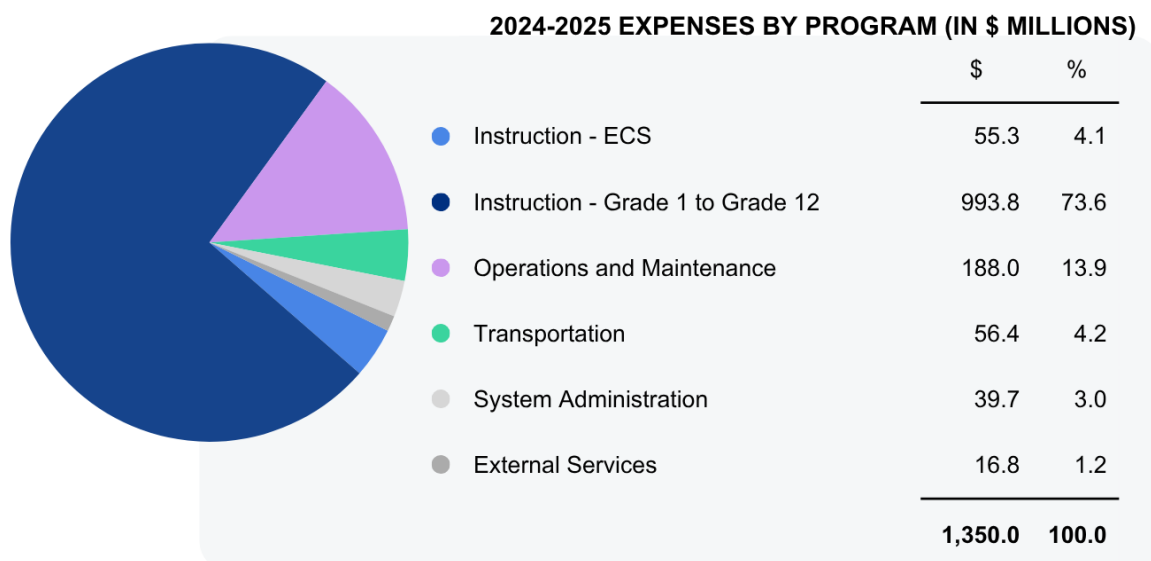
The purpose of IMR and CMR funding is described in the Funding Manual for School Authorities 2024-25 School Year as follows: *A board has the responsibility to manage its facilities to ensure that education is delivered in a safe learning environment.* This includes ensuring school facilities meet all regulatory requirements, particularly as they pertain to providing a safe and healthy learning environment.

Note that a portion of the IMR grant is allocated to operational spending for non-capital projects based on the Division's needs.

Operating Expenses

Total operating expenses were \$1,350.0 million, compared to the spring budget total of \$1,365.2 million. This \$15.2 million variance (1.1%) is mostly attributed to staffing where operational spending was less than anticipated.

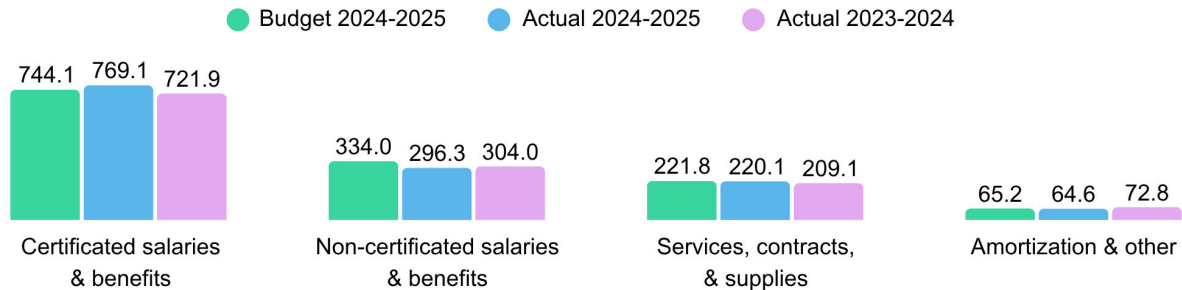
Operational expenses do not include capital expenditures related to the design and construction to build, modernize, or replace schools.



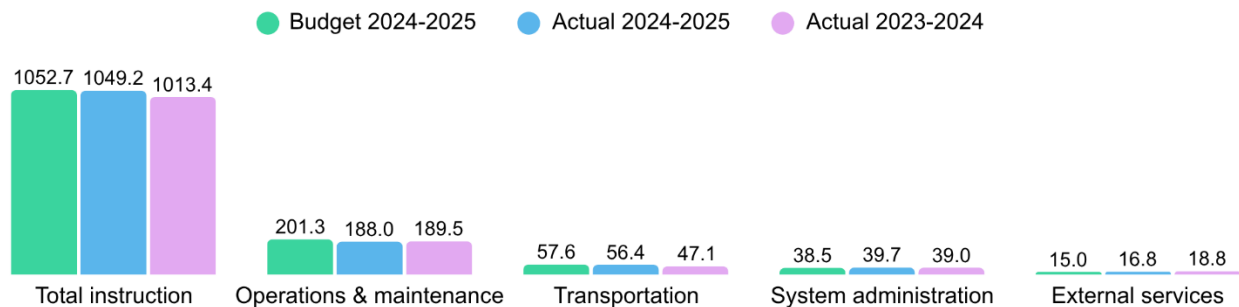
Financial Highlights for the Year Ended August 31, 2025

The Division's Consolidated Financial Statements report expenses by type and program:

Expenses by Type (in \$ millions)



Expenses by Program (in \$ millions)



Total expenses are comprised of 78.9% staffing and 16.3% goods & services, with the remaining balance representing amortization and other.

Average per student spending is detailed below:

Year	Actual FTE Enrolment	Average Per Student Spending
2022-2023	104,522	\$11,304
2023-2024	110,044	\$11,510
2024-2025	115,025	\$11,368

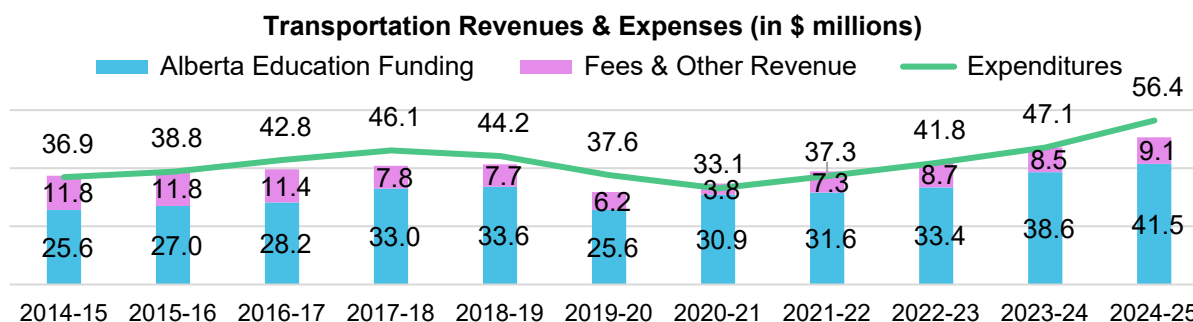
This calculation excludes total spending of School Generated Funds and the cost for External Services.

Financial Highlights for the Year Ended August 31, 2025

Transportation

Student Transportation is funded by targeted provincial transportation grants and student transportation fees. Surpluses previously held in the transportation reserves reflected the net effect of the Division's transportation costs, targeted grants, and fees collected in years prior to 2024-2025. In recent years, a budget surplus was accumulated due to the inability to hire sufficient drivers due to an ongoing shortage.

Student Transportation staff continue to work to find efficiencies within a growing system to minimize costs, while providing reasonable and sustainable transportation services. Grant funding was reduced by approximately \$2.8 million subsequent to the spring budget announcement and the approved use of prior year transportation surpluses was required during the year. The School Bus Driver Grant Program resulted in more available drivers, and therefore additional routes being fulfilled, causing a significant rise in expenditures in 2024-2025.



School Generated Funds

The 2024-2025 gross receipts in School Generated Funds (SGF) were \$29.6 million, compared to \$27.3 million projected in the spring budget. The budget is based on prior year averages, while the current year's increase is attributed to the Division's growth.

Gross receipts in SGF is comprised of:		
Type	Budget (\$ millions)	Actual (\$ millions)
Fees	13.9	16.2
Fundraising	2.2	1.4
Gifts and Donations	6.2	5.7
Other sales and services	5.0	6.3
Total	27.3	29.6

- SGF expenses for the year totaled \$29.2 million, consisting of:
 - \$22.8 million related primarily to extra-curricular activities and School Council funded activities and initiatives
 - \$6.4 million related to direct costs of other sales and services and fundraising
- Unexpended SGF on August 31, 2025 was \$5.3 million, higher than the amount at the beginning of the school year of \$4.9 million. This balance consists of:
 - Deferred revenue - \$1.4 million
 - Unearned revenue - \$1.3 million
 - Accumulated surplus - \$2.6 million

Financial Highlights for the Year Ended August 31, 2025

Current Year Operating Surplus

For 2024-2025, the Division's total revenues exceeded expenses by \$46.2 million, resulting in an operating surplus for the year. This surplus represents 3.5% of total expenses and is added to the Division's accumulated surplus balance.

Accumulated Surplus (Reserves)

The Division's reserves represent the accumulation of surpluses, net of deficits since inception.

2024-2025 changes in accumulated surplus from the prior year include:

- Increase in SGF operating reserves of \$0.4 million
- Increase in operating reserves of \$36.2 million
- Increase in capital reserves of \$6.5 million

The increase in capital reserves of \$6.5 million is attributed to:

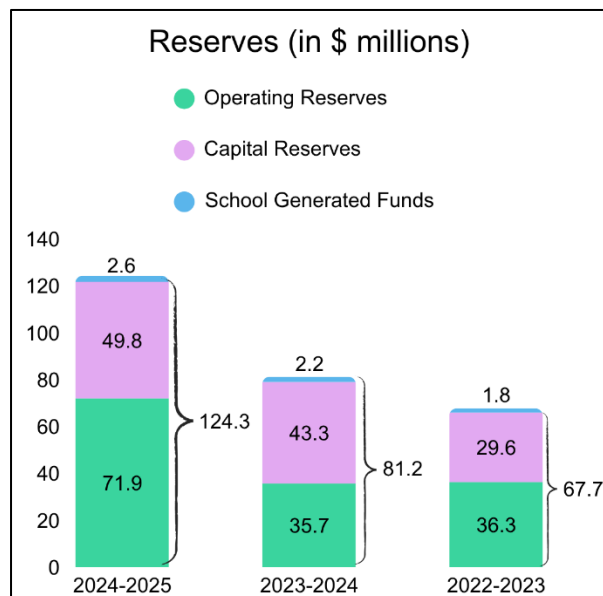
- \$0.9 million received for the sale of Blue Quill East *
- \$0.7 million received for the sale of Parkdale dry pond **
- \$5 million from a targeted transfer from the operating reserves for the Division's identified capital needs

Less:

- \$0.6 million used to fund previous board approved capital projects, including:
 - Growth and Student Accommodation Programs (portable projects)
 - The Division's Energy and Environmental Strategy

The Funding Manual for School Authorities identifies a maximum limit on operating reserves as a percentage of total expenses from the previous school year. In 2024-2025, this percentage was revised from 3.2% to 6.0%. As of August 31, 2025, operating reserves represent 5.5% of total operating expenses reported in the August 31, 2024 Consolidated Financial Statements, calculated as:

$$\frac{71.9 \text{ million}}{1,307.8 \text{ million}} = 5.5\%$$



* Funds from the City of Edmonton through a Surplus School Site revenue sharing agreement signed in 2007. This partnership established under the First Place Program has resulted in 16 surplus school sites being developed into 904 units for first time home buyers across the city. This program is now complete; however, revenue is still expected from two remaining sites – Clareview (Kirkness) and Mill Woods (Michaels Park).

** Funds from the City of Edmonton under the Dry Pond Acquisition Agreement for EPCOR to construct dry ponds on the purchased land. This portion of Parkdale land was declared surplus to the Division's needs and received ministerial approval for sale prior to the enactment of the Real Property Governance Act.

Consolidated Statement of Financial Position

The Division's Consolidated Financial Statements are compiled in accordance with Public Sector Accounting Standards (PSAS) – a set of rules that guide how public sector organizations, including school divisions, record and report their financial information to ensure its reports are accurate, consistent, and transparent.

The Consolidated Statement of Financial Position reports on the assets the Division owns or controls, liabilities that are owed, and the accumulated surplus that we may use for future operations.

Statement of Financial Position restated in a “traditional” balance sheet format:

<i>Balance Sheet as at August 31, 2025 (In \$ millions)</i>	2025	2024	Increase (Decrease)
Assets:			
Cash and Cash Equivalents	205.4	145.2	60.2
Accounts Receivable	39.5	24.4	15.1
Capital Assets	1,410.3	1,405.4	4.9
Prepaid Expenses	11.1	10.7	0.4
Inventory of Supplies	5.2	5.3	(0.1)
Total Assets	1,671.5	1,591.0	80.5
Liabilities:			
Accounts Payable & Accrued Liabilities	78.1	57.7	20.4
Deferred Contributions	1,232.8	1,231.2	1.6
Employee Future Benefits	9.2	9.3	(0.1)
Asset Retirement Obligations	88.5	87.1	1.4
Debt: Debenture	7.5	8.3	(0.8)
Debt: Capital lease	11.8	-	11.8
	1,427.9	1,393.6	34.3
Accumulated Surplus:			
Opening Accumulated Surplus	197.4	171.9	25.5
Current Year's (Deficit) Surplus	46.2	25.5	20.7
Ending Accumulated Surplus	243.6	197.4	46.2
Total Liabilities and Accumulated Surplus	1,671.5	1,591.0	80.5
↓			
Accumulated Surplus Includes:			
School Generated Funds Reserves	2.6	2.2	0.4
Operating Reserves	71.9	35.7	36.2
Capital Reserves	49.8	43.3	6.5
Investment in our Board Assets	119.3	116.2	3.1
Total Accumulated Surplus	243.6	197.4	46.2

Consolidated Statement of Financial Position – Analysis

NOTE: Detailed definitions for each asset and liability category are found in Appendix II: Definitions (page 16).

As reflected in the Consolidated Statement of Financial Position, the Division's **Net Financial Assets** position is \$0.4 million. Included in this balance is an **asset retirement obligation** (ARO) liability of \$88.5 million (2023-2024 - \$87.1 million).

In the absence of an upfront provincial funding commitment, the Division has recorded its ARO as an unsupported tangible capital asset until this funding is committed. Once remediated, the cost will be recorded against the ARO liability, reflecting the liability being settled.

<i>in \$ millions</i>	2025	2024
Net Financial Debt (Unadjusted)	0.4	(30.0)
Remove: ARO Liability	88.5	87.1
Net Financial Asset (Adjusted)	88.9	47.1

By removing the ARO liability, we arrive at a net financial asset position of \$88.9 million, indicating financial health. As of August 31, 2025, all remaining liabilities are covered using either cash or assets that can be quickly converted to cash, with an adequate healthy balance of assets remaining.

In 2024-2025, the calculated ARO liability increased by \$1.4 million due to an additional ARO on the amiskwaciy Academy building, acquired under a capital lease.

The Division's **cash and cash equivalents** balance is \$205.5 million, compared to \$145.2 million in the prior year. This higher balance is attributed to an increase in grants from Alberta Education and Childcare announced subsequent to the spring budget, unexpected cost reductions, along with the timing of payments made at the end of the year, resulting in a higher accounts payable balance (i.e. lower cash outflows). Additionally, higher unspent CMR and IMR balances at the end of the year (i.e. higher cash inflows and lower cash outflows) also contributed to the higher cash balance.

The Division monitors its cash and cash equivalents balance and strategically places funds in short-term investments when appropriate, to take advantage of higher interest rates.

Unspent Funds (in \$ millions)	CMR	IMR	Other
Opening balance	10.7	7.1	19.4
Received/receivable	18.6	14.1	115.1
Spent	(9.7)	(13.0)	(112.9)
Closing balance	19.6	8.2	21.6

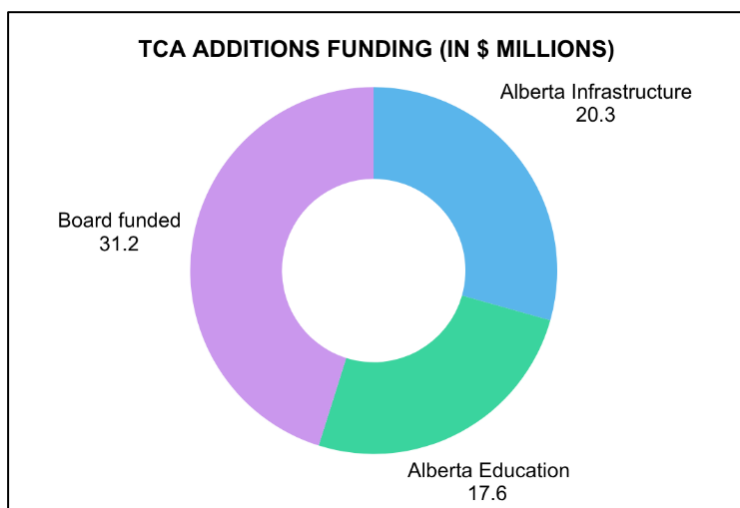
The table above details **unspent funds** at the end of the year, received under the CMR and IMR initiatives. Included in "Other" is operational funding received from the province for curriculum implementation, which must be spent prior to the end of the 2025-2026 school year.

Consolidated Statement of Financial Position – Analysis

Total **tangible capital assets** (TCA) of \$1.4 billion increased by \$4.8 million. This change consists of net additions of \$69.0 million (\$69.1 million in current year additions less \$0.1 million in disposals) offset by accumulated amortization (net of disposals) of \$64.2 million.

Additions to TCA consist of:

\$37.9 million in fully supported construction in progress and building costs funded by Alberta Infrastructure and Alberta Education. This includes:



- Design and construction of five new schools and two replacement schools (all funded through the GOA's School Construction Accelerator Program):

Location	Grade	Type	Phase	Estimated Opening
Edgemont	K-9	New	Construction	TBD
Glenridding Heights	K-6	New	Construction	Fall 2029
Glenridding Heights	7-12	New	Construction	Fall 2028
McConachie	7-9	New	Construction	Fall 2029
Rosenthal	K-6	New	Construction	TBD
Delton	K-6	Replacement	Design	TBD
Spruce Ave	7-9	Replacement	Design	TBD

- Various modular projects
- Various Capital IMR Projects
- Various CMR Projects

\$31.2 million in Board-funded capital purchases (including the use of the Division's capital reserves), net of \$0.1 million in disposals. This includes:

- \$5.4 million in capital projects and purchases using school budgets (includes Chromebooks and carts, various equipment, minor renovations, etc.)
- \$25.8 million for various capital projects (including \$6.6 million of Growth Accommodation funded by the operating reserve)

Consolidated Statement of Financial Position – Analysis

The Division's **spent deferred capital contributions** (SDCC) balance of \$1.2 billion consists of capital funds spent. This balance remains consistent from the previous year and is made up of \$37.9 million spent on supported capital, as noted under TCA above, and transferred to SDCC for various provincially funded capital projects. This is offset by \$48.7 million in revenue recognized as amortization of the associated capital.

Finally, as at August 31, 2025, the Division has a total **accumulated surplus** of \$243.6 million (2024 - \$197.4 million). This is comprised of:

- \$74.5 million in Operating Reserves (includes \$2.6 million restricted for SGF). The current year operating surplus of \$46.2 million and the net effect of capital related items of \$9.7 million resulted in a \$36.5 million increase to the operating reserves balance, compared to the prior year.
- \$49.8 million in Capital Reserves (see Financial Highlights, page 5 for details).
- \$119.3 million in Investment in Tangible Capital Assets which represents the net book value of the accumulated assets purchased by the Division less any unpaid debt used to pay for these assets.

Consolidated Statement of Operations

The Consolidated Statement of Operations reports on revenues, expenses and the financial results of operations for the fiscal year. This statement includes the spring budget figures, as well as current year and prior year results. Revenues and expenses include non-cash items, such as the amortization of SDCC associated with the corresponding amortization of supported TCA.

As a requirement under PSAS, the Consolidated Statement of Operations reflects the Division's original budget submission approved in the spring, which relies on projected FTE enrolment. As detailed in the table, the budget was based on the three-year Weighted Moving Average (WMA) FTE enrolment of 111,820, which was 0.3% higher than actual.

Year	Weighted Factor	FTE (Budget)	FTE (Actual)
2022-2023	20%	104,522	104,522
2023-2024	30%	110,043	110,043
2024-2025	50%	115,805	115,025
WMA FTE Enrolment	100%	111,820	111,430

In the 2025-2026 year, the WMA calculation will be replaced by the Adjusted Enrolment Method.

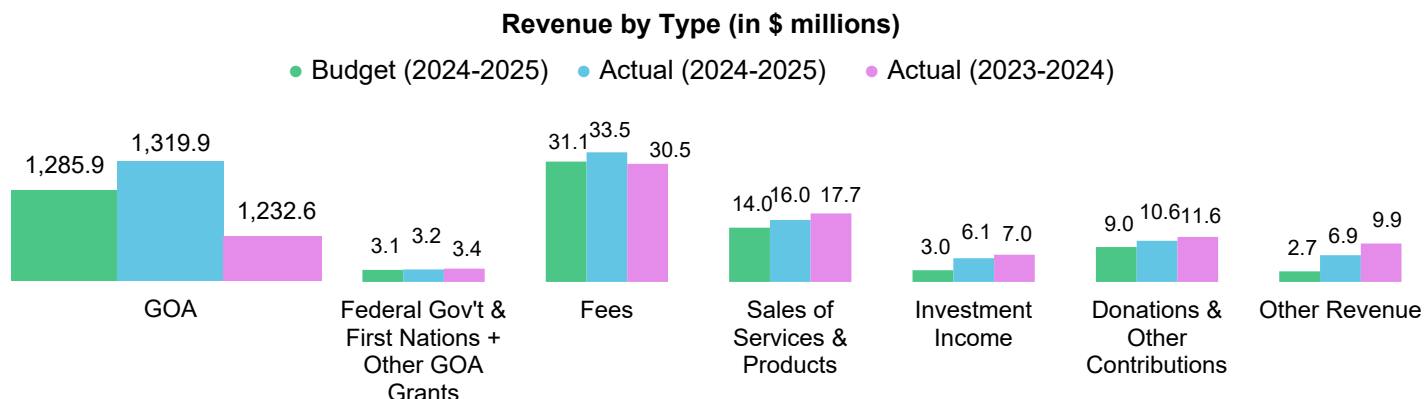
Consolidated Statement of Operations – updated to show variances

(in \$ millions)	Actual 2025	Spring Budget 2024-25	Actual 2024	Actual 2025 vs Spring Budget	%	Actual 2025 vs Actual 2024	%
	A	B	C	D = A - B	E = D/B	F = A - C	G = F/C
Revenues							
Government of Alberta	1,319.9	1,285.9	1,232.6	34.0	2.6%	87.3	7.1%
Federal Government and Other Government Grants	3.2	3.1	3.4	0.1	3.2%	(0.2)	-5.9%
	1,323.1	1,289.0	1,236.0	34.1	2.6%	87.1	7.0%
Fees	33.5	31.1	30.5	2.4	7.7%	3.0	9.8%
Sales of Services and Products	16.0	14.0	17.7	2.0	14.3%	(1.7)	-9.6%
Investment Income	6.1	3.0	7.0	3.1	103.3%	(0.9)	-12.9%
Donations and Other Contributions	10.6	9.0	11.6	1.6	17.8%	(1.0)	-8.6%
Other Revenue	6.9	2.7	9.9	4.2	155.6%	(3.0)	-30.3%
	17.5	11.7	21.5	5.8	49.6%	(4.0)	-18.6%
	73.1	59.8	76.7	13.3	22.2%	(3.6)	-4.7%
Total Revenue	1,396.2	1,348.8	1,312.7	47.4	3.5%	83.5	6.4%
Expenses							
Instruction - ECS	55.3	52.5	55.4	2.8	5.3%	(0.1)	-0.2%
Instruction - Grade 1 to Grade 12	993.8	1,000.3	958.0	(6.5)	-0.6%	35.8	3.7%
Operations and Maintenance	188.0	201.3	189.5	(13.3)	-6.6%	(1.5)	-0.8%
Transportation	56.4	57.6	47.1	(1.2)	-2.1%	9.3	19.7%
System Administration	39.7	38.5	39.0	1.2	3.1%	0.7	1.8%
External Services	16.8	15.0	18.8	1.8	12.0%	(2.0)	-10.6%
Total Expenses	1,350.0	1,365.2	1,307.8	(15.2)	-1.1%	42.2	3.2%
Operating (Deficit) Surplus	46.2	(16.4)	4.9				

Consolidated Statement of Operations – Revenue Variances

While the Division's spring budget was calculated based on projected WMA FTE enrolment, funding received in the year is based on September 30th enrolment numbers and adjusted at year end. Additionally, grant changes and announcements subsequent to the original budget submission date are reflected in actual revenue.

Total revenue was \$47.4 million (3.5%) higher than budget and \$83.5 million (6.4%) higher than the prior year.



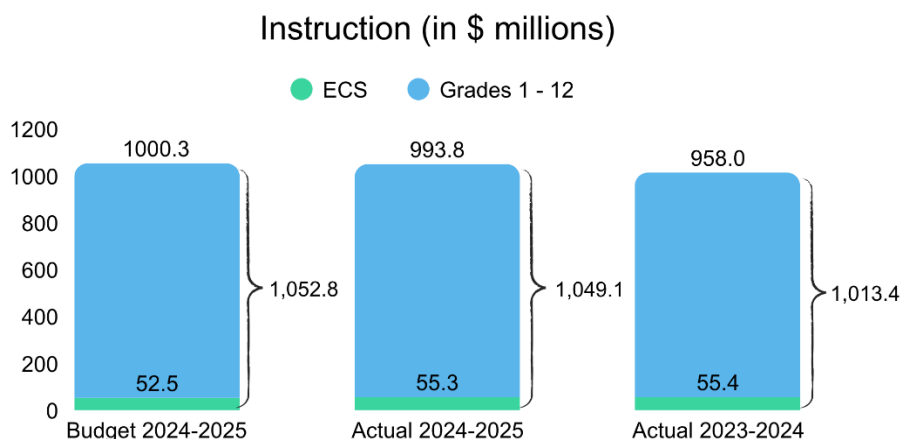
For 2024-2025, variances between budgeted and actual revenue include the following:

- Total revenue from GOA was \$34.0 million (2.6%) higher than budget and \$87.3 million (7.1%) higher than the prior year. Variances from budget are noted under Financial Highlights, page 2.
- Federal Government and First Nations and Other Government Grants was \$0.1 million (3.2%) higher than budget and \$0.2 million (5.9%) lower than the prior year, remaining relatively consistent.
- Fees were \$2.4 million (7.7%) higher than budget since fees are budgeted conservatively year over year, and \$3.0 million (9.8%) higher than the prior year as small fee increases across the board increased fee revenue in the current year.
- Sales of Services and Products was \$2.0 million (14.3%) higher than budget due to more international students and associated revenue than anticipated, and \$1.7 million (9.6%) lower than the prior year based on the elimination of staff parking costs at schools. This category represents optional purchases made in schools, including clothing, food, optional supply purchases, yearbooks, pictures, etc. Sales fluctuate based on demand, preferences, and economic factors.
- Investment Income was \$3.1 million (103.3%) higher than budget since the budget considered a lower bank balance and conservative interest rates. The reduction of average interest rates in 2024-2025 is reflected in a variance of \$0.9 million (12.9%) lower than the prior year.
- Donations and Other Contributions were \$1.6 million (17.8%) higher than budget since Parent Advisory Committees (PAC) donations exceeded a conservative budget, and \$1.0 million (8.6%) lower than the prior year, which is in line with a reduction in EPS Foundation donations.
- Other revenue was \$4.2 million (155.6%) higher than budget and \$3 million (30.3%) lower than the prior year. Other revenue includes leasing revenue, as well as proceeds from the sale of tangible capital assets. The overall increase compared to budget is related to inflation adjustments to leasing rates that occurred during the year, as well as unbudgeted sale proceeds. Proceeds can vary year over year based on the sale of surplus land, which must have ministerial approval.

Consolidated Statement of Operations – Expense Variances

The Division's 2024-2025 total expenses were \$15.2 million (1.1%) lower than budget and \$42.2 million (3.2%) higher than the prior year.

Six programs are identified in the Consolidated Statement of Operations, detailed below. Program definitions are summarized from Alberta Education and Childcare's Guidelines for the Preparation of School Jurisdiction Audited Financial Statements for the Year Ended August 31, 2025.



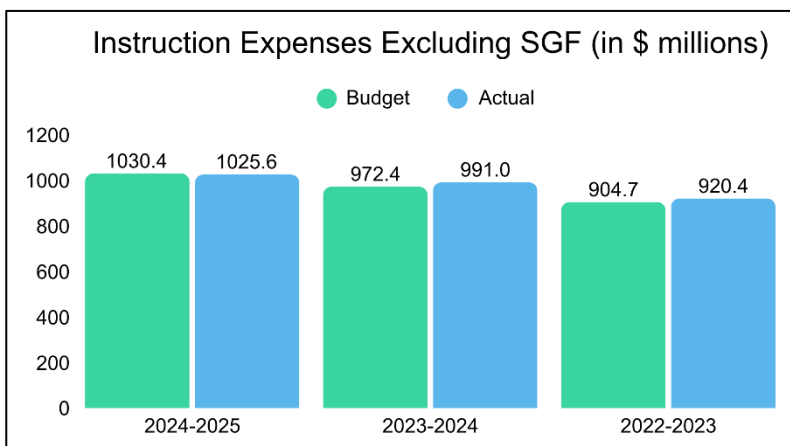
Instruction

The Instruction Program includes all costs related to classroom and online learning including but not limited to teaching staff, support staff in classrooms or school administration, services, supplies, and furnishings and equipment. All academic, vocational and technical courses, along with organized instructional activities are included in this definition. This program consists of two blocks:

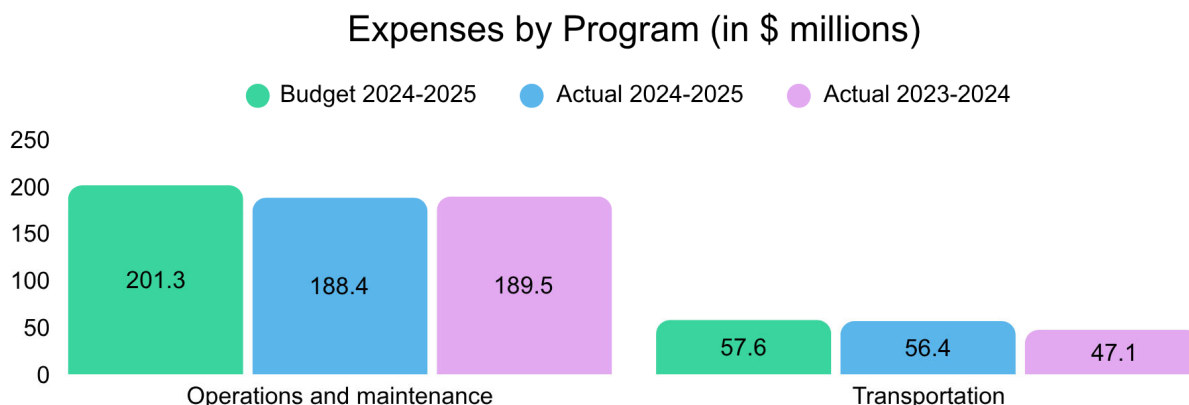
- **Early Childhood Education (ECS)** - Included in these costs are expenses related to full-day Kindergarten. This program was \$2.8 million (5.3%) higher than budget and \$0.1 million (0.2%) lower than the prior year. Variances to budget are due to uncertainties at spring budget on specialized learning supports for kindergarten, which are offset in Grades 1 - 12 budgeted expenses.
- **Grades 1 - 12** - this program was \$6.5 million (0.6%) lower than budget and \$35.8 million (3.7%) higher than the prior year.

The variance in Instruction, as a whole (including SGF), was \$3.7 million (0.4%) lower than budget and \$35.7 million (3.5%) higher than the prior year. Variances from budget are explained under Financial Highlights, page 3.

Once SGF expenses are excluded, the instruction variance for the year is \$4.8 million (0.5%) lower than budget and \$34.6 million (3.5%) higher than the previous year.



Consolidated Statement of Operations – Expense Variances



Operations and Maintenance (O&M)

O&M consists of activities that relate to the Division's responsibility for the construction, operation, maintenance, safety and security of all school buildings, including costs related to the supervision of these activities.

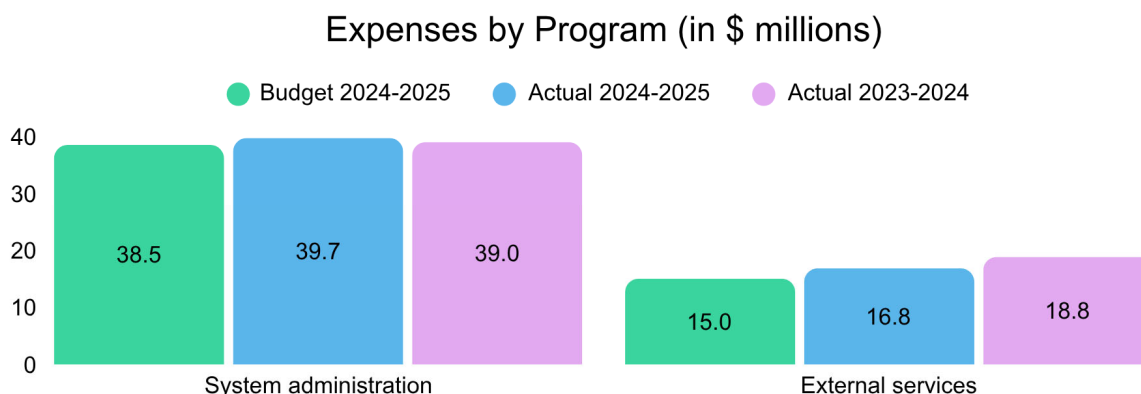
- This program was \$13.3 million (6.6%) lower than budget and \$1.5 million (0.8%) lower than the prior year.
- Utilities were lower than anticipated due to new contracts offering lower rates as well as milder winter temperatures.
- The timing of when IMR projects can be completed, along with the occurrence of project delays, led to lower operational expenses in the program compared to the budget.
- As detailed in Schedule 3 of the Consolidated Financial Statements, total expenses for O&M exceeded the targeted grant revenue, creating a program operating deficit of \$12.6 million (2023-2024 - \$16 million). Historically, O&M grant funds are not adequate to cover related expenses, requiring the Division to use other grant categories to cover the shortfall.

Transportation

Transportation consists of activities related to the transportation of students to, from, and between schools and boarding of eligible students away from home.

- This program was \$1.2 million (2.1%) lower than budget and \$9.3 million (19.7%) higher than the prior year.
- Budgeted costs were based on the grant amount prior to a change to the GOA's funding model and eligibility criteria which reduced transportation funding for the year. As previously mentioned in Financial Highlights (page 5), more routes were fulfilled compared to the prior year, leading to higher spending.

Consolidated Statement of Operations – Expense Variances



System Administration (SA)

SA comprises all administrative costs related to the operations of the Division including the responsibilities of the Boards of Trustees, Superintendent, Corporate Secretary-Treasurers and their respective staffs. Supplies and amortization of administrative equipment and facilities related to these administrative groups are also included in this program.

- As per the funding manual, SA is a targeted and dedicated allocation based on 3.2% of prior year expenditures.
- This program was \$1.2 million (3.1%) higher than budget and \$0.7 million (1.8%) higher than the prior year. Variances related to budget and the prior year include the impact of Bill 20 *Municipal Affairs Statutes Amendment Act* where the Division's portion of Elections costs increased by \$1.3 million.
- Management regularly reviews the allocation of expenditures based on changing roles and responsibilities to ensure an accurate representation of these costs.
- Expenses in this program cannot exceed System Administration funding; however, surpluses can be carried forward. This year's surplus of \$1.2 million (net of amortization expense) will be added to the internally restricted SA reserve.

External Services

External services include services offered outside the Division's regular educational programs for ECS children and students in grades 1 to 12 who are served by the Division. Activities such as adult education, family school liaison programs and those of a cultural and recreational nature are included in this program (e.g. programming offered out of the Bennett Centre).

- This program was \$1.8 million (12.0%) higher than budget and \$2.0 million (10.6%) lower than the prior year. The variance to budget is offset by revenue as programs in external services must be fully self-funded and can vary year over year based on activity.

Other Statements and Schedules Included in the Audited Consolidated Financial Statements

Consolidated Statement of Cash Flows

- Identifies where cash came from and where it was used. It highlights operating, capital, investing and financing transactions that impacted the Division's cash.

Consolidated Statement of Change in Net Financial Assets

- Presents information to understand the changes in financial assets and liabilities. This statement shows the impact on net debt due to operational results via the operating surplus and changes in tangible capital assets, prepaid expenditures, other non-financial assets, endowments and re-measurement gains and losses.

Consolidated Statement of Remeasurement Gains and Losses

- Provides the changes in value of financial assets and liabilities due to the re-measurement of their value to current exchange rates or fair value. This statement may indicate financial risk in an investment. Since the Division does not hold investments with any risk, this statement is not used.

Consolidated Schedule of Changes in Net Assets

- Provides information about the Division's activities that resulted in an increase or decrease in accumulated surplus. It breaks down all the components of the accumulated surplus. This statement, required by Public Sector Accounting Standards, is not particularly user-friendly to the lay person.

Consolidated Schedule of Deferred Contributions

- Provides information on the receipt, transfer, and use of funds for each type of deferred contribution: deferred operating contributions, unspent deferred capital contributions, and spent deferred capital contributions provided to the Division.

Consolidated Schedule of Program Operations

- Provides a summary of revenue allocated to programs by type and expenditures by type for each program area. This information provides supplementary information to the Consolidated Statement of Operations.

The descriptions above were taken or adapted from ASBOA's *Audit and Financial Resources Toolkit* (<https://asboalberta.ca/page/resources>).

Appendix I: Impact of Bill 2 *Back to School Act*

On October 28, 2025, the Government of Alberta enacted Bill 2 *Back to School Act*, which legislated the resolution of the province-wide teachers' strike involving members of the Alberta Teachers' Association (ATA). The strike began near the start of October 2025 and resulted in the suspension of regular instruction across Alberta school divisions for several weeks.

Bill 2 *Back to School Act* established a new collective agreement for ATA members, effective September 1, 2024, that includes the following key financial provisions:

- A 3% salary increase for certificated staff retroactive to September 1, 2024; and
- Additional 3% salary increases in each of the subsequent three school years (2025-2026, 2026-2027, 2027-2028).

Because the terms of the agreement provided additional information about conditions that existed at August 31, 2025, the Division determined that the impact of the initial 3% increase should be reflected in the 2024-2025 Consolidated Financial Statements.

Management has estimated the financial impact of this adjusting subsequent event at approximately 3% of certificated salaries for the 2024-2025 school year. This estimate has been incorporated into the Division's Consolidated Financial Statements as part of certificated salaries and benefits expense (allocated between ECS and Grades 1 - 12) and corresponding accrued liabilities, along with an increase to accrued revenue and accounts receivable, as the Division expects to receive funding from the GOA to offset these additional costs.

<i>in \$ millions</i>	Before adjustment	After adjustment	Change
Accounts receivable (net after allowances)	21.4	39.4	18.0
Accounts payable and accrued liabilities	60.0	78.0	18.0
Revenues - GOA	1,301.9	1,319.9	18.0
Expenses - Instruction - ECS	54.5	55.3	0.8
Expenses - Instruction - Grades 1 - 12	976.6	993.8	17.2

The additional 3% annual increases that take effect in future years are considered non-adjusting subsequent events under PSAS. They will be recognized in the respective fiscal years as the increases become effective.

This settlement provides resolution and cost certainty following the 2025 labour disruption, while also representing a material financial consideration for future budgeting and collective agreement planning.

Appendix II: Definitions

Accounts Payable include amounts for which goods and services were received by the Division but not yet paid.

Accounts Receivable are funds owing to the Division.

Asset Retirement Obligation (ARO) is a legal obligation incurred by the Division to dismantle, decommission, or remove a long-lived asset, such as a school building. This obligation can involve significant costs, including demolition, site restoration, and environmental cleanup.

Debt represents funds borrowed by the Division for capital purposes.

Employee Future Benefit Liabilities represent future financial obligations to employees, such as retirement allowances and sick leave.

Financial assets are comprised of cash or items that will eventually be turned into cash to discharge the Division's liabilities or provide resources for future programs and services.

Liabilities are comprised of amounts owed by the Division.

Net Assets (Accumulated Surplus) represent the financial resources that are available to the Division to provide future services to students.

Net Financial Assets represent the financial resources available to the Division after paying our liabilities.

Non-financial Assets represent assets that are used in the operation of the Division for the provision of services and are not readily converted to cash resources.

Spent Deferred Capital Contributions (SDCC) typically represent school buildings funded by the Province for which the Division has a service obligation to use for educational purposes. SDCC is amortized at the same rate as the related building over the course of the building's economic life. Even though the money has been spent on building the asset, the Government-funded school building must be used for its intended purpose (educating children) over its useful life. Therefore, it should be treated as a liability and recognized as it is depreciated (i.e., as it is used to educate children).

Tangible Capital Assets is the cost of assets less accumulated amortization (depreciation) of assets. This represents the assets' net book value. Tangible capital assets may be supported (funded by the GOA) or unsupported (funded from reserves, targeted donations or unspent general revenues).

Amortization expense shows how much of a tangible capital asset's cost is "used up" each year as the capital asset—like a building, bus, or computer—wears out or provides value over time.

Unspent Deferred Capital Contributions (UDCC) represent funds received for capital purposes which have yet to be expended. Once the funds have been spent, the associated obligation is classified as SDCC.

Unspent Deferred Contributions include grants and donations received for a specific purpose. These represent obligations that the Division has for resources it has been provided. The most common deferred contributions the Division receives is for operational grants and donations. For example, Infrastructure Maintenance and Renewal (IMR) grants must be spent on school maintenance and repair. Unspent deferred contributions may also be capital in nature. Capital expenditures have a service life of multiple years, such as buildings, equipment, and motor vehicles. Externally restricted capital funds are classified as either Unspent Deferred Capital Contributions or Spent Deferred Capital Contributions.