Date	November 24, 2026
To	Board of Trustees
From	Ron Thompson, Superintendent of Schools
Subject	2025-2026 Audited Financial Statements
Originator	Todd Burnstad, Chief Financial Officer
Resource Staff	Amanda Wong
Reference	*Education Act*

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 2025-2026 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 2025-2026 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 20, 2026, 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, 2026, to be brought forward to the Board of Trustees for approval.

NEXT STEPS

Once approved, the 2025-2026 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, 2026
ATTACHMENT II	User-Friendly Guide to Understanding the Division's Financial Information for the 2025-2026 School Year

TB: ja

School Jurisdiction Code: 3020

AUDITED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2026

[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

HOLLY NICHOL
Name

Signature

SUPERINTENDENT

RON THOMPSON
Name

Signature

SECRETARY-TREASURER OR TREASURER

TODD BURNSTAD
Name

Signature

November 24, 2026
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: ECC.FRA@gov.ab.ca
PHONE: Kevin Luu: (780) 422-0314; Jing Li: (780) 644-4929

School Jurisdiction Code: **3020**

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Independent Auditors report given as a separate report to Audit Committee. It will be inserted here for reporting to Alberta Education.

School Jurisdiction Code: 3020

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at August 31, 2026 (in dollars)

		2026	2025
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5; Note 4)	$ 268,887,658	$ 205,450,197
Accounts receivable (net after allowances)	(Note 5)	$ 21,210,641	$ 39,471,538
Portfolio investments			
Operating		$ -	$ -
Endowments		$ -	$ -
Inventories for resale		$ -	$ -
Other financial assets		$ -	$ -
Total financial assets		$ 290,098,299	$ 244,921,735
LIABILITIES			
Bank indebtedness	(Note 8)	$ -	$ -
Accounts payable and accrued liabilities	(Note 9)	$ 92,633,886	$ 78,068,029
Unspent deferred contributions	(Schedule 2)	$ 92,055,073	$ 49,517,192
Employee future benefits liabilities	(Note 10)	$ 9,667,700	$ 9,227,000
Asset retirement obligations and environmental liabilities	(Schedule 8; Note 11)	$ 95,727,123	$ 88,475,484
Other liabilities		$ -	$ -
Debt			
Unsupported: Debentures	(Note 12)	$ 6,710,681	$ 7,495,533
Mortgages and capital loans		$ -	$ -
Capital leases	(Note 13)	$ 10,535,920	$ 11,775,440
Total liabilities		$ 307,330,383	$ 244,558,678
Net financial assets (debt)		$ (17,232,084)	$ 363,057
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	$ 1,511,880,006	$ 1,410,252,486
Inventory of supplies		$ 5,050,154	$ 5,157,433
Prepaid expenses	(Note 14)	$ 11,377,940	$ 11,078,158
Purchased Intangibles and Other		$ -	$ -
Total non-financial assets		$ 1,528,308,100	$ 1,426,488,077
Net assets (Net liabilities) before spent deferred capital contributions		$ 1,511,076,016	$ 1,426,851,134
Spent deferred capital contributions	(Schedule 2)	$ 1,264,844,012	$ 1,183,246,702
Net assets		$ 246,232,004	$ 243,604,432
Net assets (Net liabilities)	(Note 15)		
Accumulated surplus (deficit)	(Schedule 1)	$ 246,232,004	$ 243,604,432
Accumulated remeasurement gains (losses)		$ -	$ -
		$ 246,232,004	$ 243,604,432
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.

School Jurisdiction Code: 3020

CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended August 31, 2026 (in dollars)

		Budget 2026	Actual 2026	Actual 2025
REVENUES				
Government of Alberta		$ 1,353,130,400	$ 1,352,325,648	$ 1,319,948,852
Federal Government and other government grants		$ 1,837,200	$ 1,565,546	$ 3,197,688
Property taxes		$ -	$ -	$ -
Fees	(Schedule 9)	$ 34,275,700	$ 34,791,521	$ 33,523,787
Sales of services and products		$ 13,757,300	$ 16,996,829	$ 16,018,168
Investment income		$ 4,000,000	$ 6,624,684	$ 6,093,548
Donations and other contributions		$ 8,825,700	$ 11,319,459	$ 10,605,373
Other revenue	(Note 18)	$ 4,608,900	$ 7,688,769	$ 6,940,213
Total revenues		$ 1,420,435,200	$ 1,431,312,456	$ 1,396,327,629
EXPENSES				
Instruction - ECS		$ 55,066,900	$ 56,457,722	$ 55,345,724
Instruction - Grades 1 to 12		$ 1,076,375,100	$ 1,057,888,448	$ 993,835,768
Operations and maintenance	(Schedule 4)	$ 203,459,200	$ 201,957,581	$ 188,035,692
Transportation		$ 56,285,500	$ 59,993,010	$ 56,385,151
System administration		$ 41,349,300	$ 35,548,475	$ 39,721,278
External services		$ 14,937,700	$ 16,839,648	$ 16,807,097
Total expenses		$ 1,447,473,700	$ 1,428,684,884	$ 1,350,130,710
Annual operating surplus (deficit)		$ (27,038,500)	$ 2,627,572	$ 46,196,919
Endowment contributions and reinvested income		$ -	$ -	$ -
Annual surplus (deficit)		$ (27,038,500)	$ 2,627,572	$ 46,196,919
Accumulated surplus (deficit) at beginning of year		$ 243,604,432	$ 243,604,432	$ 197,407,513
Accumulated surplus (deficit) at end of year		$ 216,565,932	$ 246,232,004	$ 243,604,432

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

School Jurisdiction Code: 3020

CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2026 (in dollars)

	2026	2025
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Annual surplus (deficit)	$ 2,627,572	$ 46,196,919
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	$ 64,583,227	$ 64,278,167
Net (gain)/loss on disposal of tangible capital assets	$ (1,862,764)	$ (1,617,484)
Transfer of tangible capital assets (from)/to other entities	$ -	$ -
(Gain)/Loss on sale of portfolio investments	$ -	$ -
Spent deferred capital recognized as revenue	$ (47,018,188)	$ (48,669,994)
Deferred capital revenue write-down / adjustment	$ 181,945	$ -
Increase/(Decrease) in employee future benefit liabilities	$ 440,700	$ (66,900)
Donations in kind	$ -	$ -
Other (Describe)	$ -	$ -
	$ 18,952,492	$ 60,120,708
(Increase)/Decrease in accounts receivable	$ 18,260,897	$ (15,104,892)
(Increase)/Decrease in inventories for resale	$ -	$ -
(Increase)/Decrease in other financial assets	$ -	$ -
(Increase)/Decrease in inventory of supplies	$ 107,279	$ 77,602
(Increase)/Decrease in prepaid expenses	$ (299,782)	$ (384,072)
(Increase)/Decrease in other non-financial assets	$ -	$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	$ 14,565,857	$ 20,333,520
Increase/(Decrease) in unspent deferred contributions	$ 42,537,881	$ 12,272,895
Increase/(Decrease) in asset retirement obligations and environmental liabilities	$ 7,251,639	$ 1,415,000
Asset retirement obligation provision	$ -	$ -
Increase/(Decrease) in tangible capital asset accruals	$ 13,516,511	$ (6,052,718)
Total cash flows from operating transactions	$ 114,892,774	$ 72,678,043
B. CAPITAL TRANSACTIONS		
Acqusition of tangible capital assets	$ (80,757,106)	$ (50,268,120)
Net proceeds from disposal of unsupported capital assets	$ 2,740,438	$ 1,617,484
	$ -	$ -
Total cash flows from capital transactions	$ (78,016,668)	$ (48,650,636)
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	$ (784,852)	$ (761,398)
Increase (decrease) in spent deferred capital contributions	$ 28,585,727	$ 25,162,960
Capital lease issuances	$ -	$ 12,395,200
Capital lease payments	$ (1,239,520)	$ (619,760)
Other (describe)	$ -	$ -
Other (describe)	$ -	$ -
Total cash flows from financing transactions	$ 26,561,355	$ 36,177,002
Increase (decrease) in cash and cash equivalents	$ 63,437,461	$ 60,204,409
Cash and cash equivalents, at beginning of year	$ 205,450,197	$ 145,245,788
Cash and cash equivalents, at end of year	$ 268,887,658	$ 205,450,197

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

School Jurisdiction Code: 3020

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

For the Year Ended August 31, 2026 (in dollars)

	Budget 2026	2026	2025
Annual surplus (deficit)	$ (27,038,500)	$ 2,627,572	$ 46,196,919
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	$ (22,492,948)	$ (80,757,106)	$ (50,268,120)
Amortization of tangible capital assets	$ 62,643,600	$ 64,583,227	$ 64,278,167
Net (gain)/loss on disposal of tangible capital assets	$ -	$ (1,862,764)	$ (1,617,484)
Net proceeds from disposal of tangible capital assets	$ -	$ 2,922,384	$ 1,617,484
Write-down carrying value of tangible capital assets	$ -	$ -	$ -
Transfer of tangible capital assets (from)/to other entities	$ -	$ (100,029,771)	$ (12,776,142)
Other changes Tangible capital asset accruals	$ -	$ 13,516,511	$ (6,052,718)
Total effect of changes in tangible capital assets	$ 40,150,652	$ (101,627,519)	$ (4,818,813)
Acquisition of inventory of supplies	$ -	$ (11,586,357)	$ (11,110,489)
Consumption of inventory of supplies	$ -	$ 11,693,636	$ 11,188,091
(Increase)/Decrease in prepaid expenses	$ -	$ (299,782)	$ (384,072)
(Increase)/Decrease in other non-financial assets	$ -	$ -	$ -
Net remeasurement gains and (losses)	$ -	$ -	$ -
Change in spent deferred capital contributions (Schedule 2)		$ 81,597,310	$ (10,730,892)
Other changes	$ -	$ -	$ -
Increase (decrease) in net financial assets (net debt)	$ 13,112,152	$ (17,595,140)	$ 30,340,744
Net financial assets (net debt) at beginning of year	$ 363,057	$ 363,057	$ (29,977,687)
Net financial assets (net debt) at end of year	$ 13,475,209	$ (17,232,084)	$ 363,057

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

School Jurisdiction Code: 3020

CONSOLIDATED STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2026 (in dollars)

	2026	2025
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.

School Jurisdiction Code: 3020

SCHEDULE 1

CONSOLIDATED SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2026 (in dollars)

	NET ASSETS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED TOTAL OPERATING RESERVES	INTERNALLY RESTRICTED TOTAL CAPITAL RESERVES
Balance at August 31, 2025	$ 243,604,432	$ -	$ 243,604,432	$ 119,289,975	$ -	$ -	$ 74,467,182	$ 49,847,275
Prior period adjustments:								
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Adjusted Balance, August 31, 2025	$ 243,604,432	$ -	$ 243,604,432	$ 119,289,975	$ -	$ -	$ 74,467,182	$ 49,847,275
Operating surplus (deficit)	$ 2,627,572		$ 2,627,572			$ 2,627,572		
Board funded tangible capital asset additions				$ 29,091,161		$ (22,672,112)	$ -	$ (6,419,049)
Board funded ARO tangible capital asset additions				$ 9,381,763		$ (9,381,763)	$ -	$ -
Disposal of unsupported or board funded portion of supported tangible capital assets	$ -		$ -	$ (73,630)		$ (516,587)		$ 590,217
Disposal of unsupported ARO tangible capital assets	$ -		$ -	$ (804,045)		$ 804,045		$ -
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	$ -			$ (62,104,435)		$ 62,104,435		
Amortization of ARO tangible capital assets	$ -			$ (2,478,792)		$ 2,478,792		
Board funded ARO liabilities - recognition	$ -			$ (9,432,532)		$ 9,432,532		
Board funded ARO liabilities - remediation	$ -			$ 2,150,221		$ (2,150,221)		
Capital revenue recognized	$ -			$ 47,018,188		$ (47,018,188)		
Debt principal repayments (unsupported)	$ -			$ 2,024,372		$ (2,024,372)		
Additional capital debt or capital leases	$ -			$ -		$ -		
Net transfers to operating reserves	$ -					$ 6,385,395	$ (6,385,395)	
Net transfers from operating reserves	$ -					$ -	$ -	
Net transfers to capital reserves	$ -					$ (69,528)		$ 69,528
Net transfers from capital reserves	$ -					$ -		$ -
	$ -		$ -	$ -	$ -	$ -	$ -	$ -
	$ -		$ -	$ -	$ -	$ -	$ -	$ -
Balance at August 31, 2026	$ 246,232,004	$ -	$ 246,232,004	$ 134,062,246	$ -	$ -	$ 68,081,787	$ 44,087,971

School Jurisdiction Code: 3020

SCHEDULE 1

CONSOLIDATED SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2026 (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, 2025	$ 65,591,917	$ 49,847,275	$ -	$ -	$ 8,875,265	$ -	$ -	$ -	$ -	$ -
Prior period adjustments:										
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Adjusted Balance, August 31, 2025	$ 65,591,917	$ 49,847,275	$ -	$ -	$ 8,875,265	$ -	$ -	$ -	$ -	$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	$ -	$ (6,419,049)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Board funded ARO tangible capital asset additions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Disposal of unsupported or board funded portion of supported tangible capital assets		$ 590,217		$ -		$ -		$ -		$ -
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	$ (6,385,395)		$ -				$ -		$ -	
Net transfers from operating reserves	$ -		$ -		$ -		$ -		$ -	
Net transfers to capital reserves		$ 69,528		$ -		$ -		$ -		$ -
Net transfers from capital reserves		$ -		$ -		$ -		$ -		$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Balance at August 31, 2026	$ 59,206,522	$ 44,087,971	$ -	$ -	$ 8,875,265	$ -	$ -	$ -	$ -	$ -

School Jurisdiction Code: 3020

SCHEDULE 2

CONSOLIDATED SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2026 (in dollars)

	Alberta Education and Childcare					
	IMR	CMR	Class Size and Complexity	Transportation	Others	Total Education and Childcare
Deferred Operating Contributions (DOC)						
Balance at August 31, 2025	$ 8,228,920	$ -	$ -	$ -	$ 8,085,602	**$ 16,314,522**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
Adjusted ending balance August 31, 2025	**$ 8,228,920**	**$ -**	**$ -**	**$ -**	**$ 8,085,602**	**$ 16,314,522**
Received during the year (excluding investment income)	$ 14,207,014	$ -	$ 30,300,000	$ 43,043,867	$ 23,030,581	**$ 110,581,462**
Transfer (to) grant/donation revenue (excluding investment income)	$ (5,710,707)	$ -	$ (4,963,796)	$ (42,987,867)	$ (17,136,350)	**$ (70,798,720)**
Investment earnings - Received during the year	$ 207,701	$ -	$ -	$ -	$ -	**$ 207,701**
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred (to) from UDCC	$ (9,955,865)	$ -	$ -	$ -	$ -	**$ (9,955,865)**
Transferred directly (to) SDCC	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
DOC closing balance at August 31, 2026	**$ 6,977,063**	**$ -**	**$ 25,336,204**	**$ 56,000**	**$ 13,979,833**	**$ 46,349,100**
Unspent Deferred Capital Contributions (UDCC)						
Balance at August 31, 2025	$ -	$ 19,655,495	$ -	$ -	$ 1,228,500	**$ 20,883,995**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
Adjusted ending balance August 31, 2025	**$ -**	**$ 19,655,495**	**$ -**	**$ -**	**$ 1,228,500**	**$ 20,883,995**
Received during the year (excluding investment income)	$ -	$ 18,619,433	$ -	$ -	$ 225,000	**$ 18,844,433**
UDCC Receivable	$ -	$ -	$ -	$ -	$ 427,332	**$ 427,332**
Transfer (to) grant/donation revenue (excluding investment income)	$ -	$ -	$ -	$ -	$ -	**$ -**
Investment earnings - Received during the year	$ -	$ 783,669	$ -	$ -	$ -	**$ 783,669**
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	$ -	**$ -**
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred from (to) DOC	$ 9,955,865	$ -	$ -	$ -	$ -	**$ 9,955,865**
Transferred from (to) SDCC	$ (9,955,865)	$ (10,169,007)	$ -	$ -	$ (1,655,832)	**$ (21,780,704)**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
UDCC closing balance at August 31, 2026	**$ -**	**$ 28,889,590**	**$ -**	**$ -**	**$ 225,000**	**$ 29,114,590**
Total Unspent Deferred Contributions at August 31, 2026	**$ 6,977,063**	**$ 28,889,590**	**$ 25,336,204**	**$ 56,000**	**$ 14,204,833**	**$ 75,463,690**
Spent Deferred Capital Contributions (SDCC)						
Balance at August 31, 2025	$ 90,171,649	$ 81,306,166	$ -	$ -	$ 815,497	**$ 172,293,312**
Prior period adjustments - please explain:	$ -	$ -			$ -	**$ -**
Adjusted ending balance August 31, 2025	**$ 90,171,649**	**$ 81,306,166**	**$ -**	**$ -**	**$ 815,497**	**$ 172,293,312**
Donated tangible capital assets					$ -	**$ -**
Alberta Infrastructure managed projects						**$ -**
Transferred from DOC	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred from UDCC	$ 9,955,865	$ 10,169,007	$ -	$ -	$ 1,655,832	**$ 21,780,704**
Amounts recognized as revenue (Amortization of SDCC)	$ (5,213,393)	$ (3,112,448)	$ -	$ -	$ (98,415)	**$ (8,424,256)**
Disposal of supported capital assets	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
SDCC closing balance at August 31, 2026	**$ 94,914,121**	**$ 88,362,725**	**$ -**	**$ -**	**$ 2,372,914**	**$ 185,649,760**

School Jurisdiction Code: 3020

SCHEDULE 2

CONSOLIDATED SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2026 (in dollars)

	Other GoA Ministries					Other Sources				
	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, 2025	$ -	$ -	$ -	$ 529,709	**$ 529,709**	$ -	$ 6,544,296	$ -	**$ 6,544,296**	**$ 23,388,527**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Adjusted ending balance August 31, 2025	**$ -**	**$ -**	**$ -**	**$ 529,709**	**$ 529,709**	**$ -**	**$ 6,544,296**	**$ -**	**$ 6,544,296**	**$ 23,388,527**
Received during the year (excluding investment income)	$ -	$ -	$ -	$ 193,831	**$ 193,831**	$ -	$ 9,231,039	$ -	**$ 9,231,039**	**$ 120,006,332**
Transfer (to) grant/donation revenue (excluding investment income)	$ -	$ -	$ -	$ (412,637)	**$ (412,637)**	$ -	$ (9,273,462)	$ -	**$ (9,273,462)**	**$ (80,484,819)**
Investment earnings - Received during the year	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ 207,701**
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Transferred (to) from UDCC	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ (9,955,865)**
Transferred directly (to) SDCC	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
DOC closing balance at August 31, 2026	**$ -**	**$ -**	**$ -**	**$ 310,903**	**$ 310,903**	**$ -**	**$ 6,501,873**	**$ -**	**$ 6,501,873**	**$ 53,161,876**
Unspent Deferred Capital Contributions (UDCC)										
Balance at August 31, 2025	$ 5,244,670	$ -	$ -	$ -	**$ 5,244,670**	$ -	$ -	$ -	**$ -**	**$ 26,128,665**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Adjusted ending balance August 31, 2025	**$ 5,244,670**	**$ -**	**$ -**	**$ -**	**$ 5,244,670**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 26,128,665**
Received during the year (excluding investment income)	$ (2,450,549)	$ -	$ -	$ -	**$ (2,450,549)**	$ -	$ -	$ -	**$ -**	**$ 16,393,884**
UDCC Receivable	$ 13,757,589	$ -	$ -	$ -	**$ 13,757,589**	$ -	$ -	$ -	**$ -**	**$ 14,184,921**
Transfer (to) grant/donation revenue (excluding investment income)	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Investment earnings - Received during the year	$ 213,865	$ -	$ -	$ -	**$ 213,865**	$ -	$ -	$ -	**$ -**	**$ 997,534**
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Transferred from (to) DOC	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	**$ -**	**$ 9,955,865**
Transferred from (to) SDCC	$ (6,986,968)	$ -	$ -	$ -	**$ (6,986,968)**	$ -	$ -	$ -	**$ -**	**$ (28,767,672)**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
UDCC closing balance at August 31, 2026	**$ 9,778,607**	**$ -**	**$ -**	**$ -**	**$ 9,778,607**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 38,893,197**
Total Unspent Deferred Contributions at August 3	**$ 9,778,607**	**$ -**	**$ -**	**$ 310,903**	**$ 10,089,510**	**$ -**	**$ 6,501,873**	**$ -**	**$ 6,501,873**	**$ 92,055,073**
Spent Deferred Capital Contributions (SDCC)										
Balance at August 31, 2025	$ 1,009,809,385	$ -	$ -	$ -	**$ 1,009,809,385**	$ -	$ 1,144,005	$ -	**$ 1,144,005**	**$ 1,183,246,702**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Adjusted ending balance August 31, 2025	**$ 1,009,809,385**	**$ -**	**$ -**	**$ -**	**$ 1,009,809,385**	**$ -**	**$ 1,144,005**	**$ -**	**$ 1,144,005**	**$ 1,183,246,702**
Donated tangible capital assets	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
Alberta Infrastructure managed projects	$ 100,029,771				**$ 100,029,771**				**$ -**	**$ 100,029,771**
Transferred from DOC	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	**$ -**	**$ -**
Transferred from UDCC	$ 6,986,968	$ -	$ -	$ -	$ 6,986,968	$ -	$ -	$ -	**$ -**	**$ 28,767,672**
Amounts recognized as revenue (Amortization of SDCC)	$ (38,569,095)	$ -	$ -	$ -	**$ (38,569,095)**	$ -	$ (24,837)	$ -	**$ (24,837)**	**$ (47,018,188)**
Disposal of supported capital assets	$ (181,945)	$ -	$ -	$ -	**$ (181,945)**	$ -	$ -	$ -	**$ -**	**$ (181,945)**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	**$ -**	$ -	$ -	$ -	**$ -**	**$ -**
SDCC closing balance at August 31, 2026	**$ 1,078,075,084**	**$ -**	**$ -**	**$ -**	**$ 1,078,075,084**	**$ -**	**$ 1,119,168**	**$ -**	**$ 1,119,168**	**$ 1,264,844,012**

SCHEDULE 3

School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF PROGRAM OPERATIONS
For the Year Ended August 31, 2026 (in dollars)

		2026							2025
	REVENUES	**Instruction ECS**	**Instruction Grades 1 - 12**	**Operations and Maintenance**	**Transportation**	**System Administration**	**External Services**	**TOTAL**	**TOTAL**
(1)	Alberta Education and Childcare	$ 47,459,714	$ 1,043,710,441	$ 125,952,378	$ 42,987,867	$ 42,685,720	$ 2,133,242	$ 1,304,929,362	$ 1,271,661,099
(2)	Alberta Infrastructure	$ -	$ -	$ 44,164,323	$ -	$ -	$ -	$ 44,164,323	$ 43,942,338
(3)	Other - Government of Alberta	$ 298,310	$ 1,356,659	$ 6,784	$ -	$ -	$ 265,745	$ 1,927,498	$ 2,264,995
(4)	Federal Government and First Nations	$ -	$ 225,879	$ -	$ -	$ -	$ 1,339,667	$ 1,565,546	$ 3,197,688
(5)	Other Alberta school authorities	$ -	$ 468,776	$ 430,308	$ -	$ 87,343	$ 318,039	$ 1,304,466	$ 2,080,420
(6)	Out of province authorities	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(7)	Alberta municipalities-special tax levies	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(8)	Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(9)	Fees	$ 344,795	$ 23,387,937		$ 10,944,955		$ 113,833	$ 34,791,520	$ 33,523,787
(10)	Sales of services and products	$ 4,287	$ 6,558,802	$ 1,621,374	$ -	$ 234,084	$ 8,578,282	$ 16,996,829	$ 16,018,168
(11)	Investment income	$ -	$ 3,970	$ 6,620,714	$ -	$ -	$ -	$ 6,624,684	$ 6,093,548
(12)	Gifts and donations	$ -	$ 9,904,573	$ 509	$ -	$ 51,249	$ -	$ 9,956,331	$ 9,227,096
(13)	Rental of facilities	$ -	$ 79,164	$ 2,074,861	$ -	$ 20,527	$ 2,773,778	$ 4,948,330	$ 5,322,729
(14)	Fundraising	$ -	$ 1,363,129	$ -	$ -	$ -	$ -	$ 1,363,129	$ 1,378,277
(15)	Gains on disposal of tangible capital assets	$ -	$ -	$ 590,217	$ -	$ -	$ 2,150,221	$ 2,740,438	$ 1,617,484
(16)	Other	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(17)	**TOTAL REVENUES**	$ 48,107,106	$ 1,087,059,330	$ 181,461,468	$ 53,932,822	$ 43,078,923	$ 17,672,807	$ 1,431,312,456	$ 1,396,327,629
	EXPENSES								
(18)	Certificated salaries	$ 25,441,751	$ 583,873,180			$ 4,802,421	$ 2,651,753	$ 616,769,105	$ 623,688,284
(19)	Certificated benefits	$ 6,902,848	$ 143,433,009			$ 1,153,864	$ 603,594	$ 152,093,315	$ 145,384,135
(20)	Non-certificated salaries and wages	$ 16,631,763	$ 158,437,628	$ 73,847,154	$ 1,279,044	$ 16,909,698	$ 2,722,821	$ 269,828,108	$ 224,374,924
(21)	Non-certificated benefits	$ 5,351,016	$ 48,267,471	$ 25,285,563	$ 349,081	$ 4,611,398	$ 653,524	$ 84,518,053	$ 71,933,673
(22)	SUB - TOTAL	$ 54,327,378	$ 934,011,288	$ 99,132,717	$ 1,628,125	$ 27,477,381	$ 6,631,692	$ 1,123,208,581	$ 1,065,381,016
(23)	Services, contracts and supplies	$ 2,110,510	$ 110,086,155	$ 52,503,897	$ 58,364,738	$ 7,380,558	$ 9,012,040	$ 239,457,898	$ 220,123,484
(24)	Amortization of supported tangible capital assets	$ -	$ -	$ 47,018,188	$ -	$ -	$ -	$ 47,018,188	$ 48,669,994
(25)	Amortization of unsupported tangible capital assets	$ 19,834	$ 13,480,406	$ 604,147	$ 147	$ 689,471	$ 292,242	$ 15,086,247	$ 13,898,387
(26)	Amortization of supported ARO tangible capital assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(27)	Amortization of unsupported ARO tangible capital assets	$ -	$ -	$ 2,478,792	$ -	$ -	$ -	$ 2,478,792	$ 1,709,786
(28)	Amortization of purchased intangibles	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(29)	Accretion expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(30)	Unsupported interest on capital debt	$ -	$ -	$ 212,298	$ -	$ -	$ -	$ 212,298	$ 236,077
(31)	Other interest and finance charges	$ -	$ 295,054	$ 7,542	$ -	$ 1,065	$ 41,545	$ 345,206	$ 111,966
(32)	Losses on disposal of tangible capital assets	$ -	$ 15,545	$ -	$ -	$ -	$ 862,129	$ 877,674	$ -
(33)	Other expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(34)	**TOTAL EXPENSES**	$ 56,457,722	$ 1,057,888,448	$ 201,957,581	$ 59,993,010	$ 35,548,475	$ 16,839,648	$ 1,428,684,884	$ 1,350,130,710
(35)	**OPERATING SURPLUS (DEFICIT)**	$ (8,350,616)	$ 29,170,882	$ (20,496,113)	$ (6,060,188)	$ 7,530,448	$ 833,159	$ 2,627,572	$ 46,196,919

SCHEDULE 4

School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF OPERATIONS AND MAINTENANCE EXPENSES
For the Year Ended August 31, 2026 (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	2026 TOTAL Operations and Maintenance	2025 TOTAL Operations and Maintenance
Non-certificated salaries and wages	$ 47,384,721	$ 17,140,870	$ -	$ -	$ 9,321,563			$ 73,847,154	$ 66,002,582
Non-certificated benefits	$ 13,804,739	$ 8,229,152	$ -	$ -	$ 3,251,672			$ 25,285,563	$ 22,281,120
SUB-TOTAL REMUNERATION	$ 61,189,460	$ 25,370,022	$ -	$ -	$ 12,573,235			$ 99,132,717	$ 88,283,702
Supplies and services	$ 3,398,750	$ 7,818,883	$ 668,894	$ 5,710,707	$ 596,507			$ 18,193,741	$ 12,292,066
Electricity			$ 11,370,948					$ 11,370,948	$ 10,418,874
Natural gas/heating fuel			$ 6,137,511					$ 6,137,511	$ 8,912,192
Sewer and water			$ 3,782,307					$ 3,782,307	$ 4,036,559
Telecommunications			$ 377,739					$ 377,739	$ 349,189
Insurance					$ 6,011,559			$ 6,011,559	$ 5,454,233
ASAP maintenance & renewal payments							$ 4,740,383	$ 4,740,383	$ 4,626,841
Amortization of tangible capital assets									
Supported							$ 47,018,188	$ 47,018,188	$ 48,669,994
Unsupported						$ 3,082,939		$ 3,082,939	$ 2,313,793
TOTAL AMORTIZATION						$ 3,082,939	$ 47,018,188	$ 50,101,127	$ 50,983,787
Accretion expense						$ -	$ -	$ -	$ -
Interest on capital debt - Unsupported						$ 212,298		$ 212,298	$ 236,077
Lease payments for facilities				$ 1,889,709				$ 1,889,709	$ 2,493,665
Other expense Interest and finance charges	$ -	$ -	$ -	$ -	$ -	$ 7,542	$ -	$ 7,542	$ (51,493)
Losses on disposal of capital assets						$ -		$ -	$ -
TOTAL EXPENSES	$ 64,588,210	$ 33,188,905	$ 22,337,399	$ 7,600,416	$ 19,181,301	$ 3,302,779	$ 51,758,571	$ 201,957,581	$ 188,035,692

SQUARE METRES		
School buildings	1,289,299.4	1,284,692.1
Non school buildings	100,343.6	118,692.2

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.

SCHEDULE 5 School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
For the Year Ended August 31, 2026 (in dollars)

Cash & Cash Equivalents

	Average Effective (Market) Yield	2026 Cost	2026 Amortized Cost	2025 Amortized Cost
Cash	2.86%	$ 226,107,075	$ 226,107,075	$ 164,025,051
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Other, including GIC's	3.42%	42,700,932	42,700,932	41,425,146
Total cash and cash equivalents	2.95%	$ 268,808,007	$ 268,808,007	$ 205,450,197

See Note 4 for additional detail.

Portfolio Investments

	Average Effective (Market) Yield	2026 Investments Measured at Cost/Amortized Cost	2026 Investments Measured at Fair Value: Cost	Fair Value (Level 1)	Fair Value (Level 2)	Fair Value (Level 3)	Subtotal of Fair Value	2026 Total	2025 Investments Measured at Cost/Amortized Cost	2025 Fair Value	2025 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

	2026 Level 1	2026 Level 2	2026 Level 3	2026 Total
Pooled investment funds	$ -	$ -	$ -	$ -

Portfolio Investments Measured at Fair Value

	2026 Level 1	2026 Level 2	2026 Level 3	2026 Total	2025 Total
Portfolio investments in equity instruments that are quoted in an active market.	$ -	$ -	$ -	$ -	$ -
Porfolio investments designated to their fair value category.	-	-	-	-	-
	$ -	$ -	$ -	$ -	$ -

Marketable Securities

	2026 Carrying Value	2026 Quoted Market Value	2025 Carrying Value	2025 Quoted Market Value
XXXX	$ -	$ -	$ -	$ -
XXXX	-	-	-	-
	$ -	$ -	$ -	$ -

Reconciliation of Portfolio Investments Classified as Level 3

	2026	2025
Opening balance	$ -	$ -
Purchases	-	-
Sales (excluding realized gains/losses)	-	-
Realized Gains (Losses)	-	-
Unrealized Gains/(Losses)	-	-
Transfer-in - please explain:	-	-
Transfer-out - please explain:	-	-
Ending balance	$ -	$ -

	2026	2025
Operating		
Cost	$ -	$ -
Unrealized gains and losses	-	-
	-	-
Endowments		
Balance at beginning of year	$ -	$ -
Endowment contributions	-	-
Reinvested income	-	-
Transfers to endowment funds[a]	-	-
Unrealized gains or losses[b]	-	-
Balance at end of year	$ -	$ -
Total portfolio investments	$ -	$ -

NOTES

(a) Transfers (from) endowment funds

Transfers from endowment funds are expected to be rare, as endowment principal is generally required to be maintained.

Where a transfer from endowment funds has occurred, school jurisdictions must specify the authority that permitted the transfer in the box provided.

(b) Unrealized gains or losses

1. Provide breakdown of unrealized gains or losses - recognized in the Statement of Remeasurement Gains and Losses vs deferred contributions.

2. Provide support and rationale in the box below for unrealized gains or losses being externally restricted and reported as deferred contributions in row 91.

Unrealized Gains or Losses	2026	2025
Recognized in the Statement of Remeasurement Gains and Losses	$ -	$ -
Recognized as deferred contributions	-	-

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

	2026	2025
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

	2026 Fair Value (Level 1)	2026 Fair Value (Level 2)	Reason for transfers
			Level 1:
Transfer in	$ -	$ -	Level 2:
			Level 1:
Transfer (out)	$ -	$ -	Level 2:

SCHEDULE 6

School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2026 (in dollars)

Tangible Capital Assets

	2026							2025
	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	$ 39,770,691	$ 2,372,566,769	$ 192,367,146	$ 3,909,987	$ 68,460,640	$ 2,680,932,993	2,611,932,095
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	146,427,690	12,745,333	2,584,381	394,258	5,118,705	167,270,367	69,096,979
Transfers in (out)	-	(41,546,625)	38,579,645	552,964	-	2,414,016	-	-
Less disposals including write-offs	-	-	(11,243,263)	(9,801,613)	-	(12,564,210)	(33,609,086)	(96,081)
Historical cost, August 31, 2026	$ 3,857,760	$ 144,651,756	$ 2,412,648,484	$ 185,702,878	$ 4,304,245	$ 63,429,151	$ 2,814,594,274	$ 2,680,932,993
Accumulated amortization								
Beginning of year	$ -	$ -	$ 1,052,099,294	$ 156,461,227	$ 3,395,947	$ 58,724,039	$ 1,270,680,507	1,206,498,422
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	51,837,802	7,949,242	117,398	4,678,785	64,583,227	64,278,166
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(10,199,188)	(9,791,351)	-	(12,558,927)	(32,549,466)	(96,081)
Accumulated amortization, August 31, 2026	$ -	$ -	$ 1,093,737,908	$ 154,619,118	$ 3,513,345	$ 50,843,897	$ 1,302,714,268	$ 1,270,680,507
Net Book Value at August 31, 2026	$ 3,857,760	$ 144,651,756	$ 1,318,910,576	$ 31,083,760	$ 790,900	$ 12,585,254	$ 1,511,880,006	
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

	2026	2025
Total cost of assets under capital lease	$ 12,395,200	$ 12,395,200
Total amortization of assets under capital lease	$ 743,712	$ 289,221

Assets under capital lease includes buildings with a total cost of $12,395,200 (2025 - $12,395,200) and accumulated amortization of $743,712 (2025 - $289,221).

* Work in Progress (WIP) consists of five new school projects and two replacement school projects currently managed by Alberta Infrastructure, having received approval prior to the 2024-2025 Budget. This balance also includes new modular and furniture and equipment projects, anticipated to be substantially complete in the 2026-2027 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, 2026.

The Education Amendment Act, 2025 (formerly Bill 51) enables Alberta Infrastructure to own new and replacement schools and lease them to school jurisdictions rather than transferring WIP assets during construction. Going forward, school projects approved under the 2024-2025 Budget and onwards will no longer be transferred into the Division's capital asset balance.

SCHEDULE 7

School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2026 (in dollars)

Board Members:		FTE	Remuneration (1)	Benefits (2)	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits (3)	Expenses
Chair: SUMAR, SAADIQ		1.00	$50,869	$11,598	$3,377			$3,832	$3,195
ANDERSON, NICKELA *		0.84	$32,975	$9,112	$2,808			$1,514	$5,220
DOLL, SARAH *		0.84	$33,310	$9,132	$2,808			$1,536	$7,133
HANCOCK, DAWN **		0.16	$15,897	$2,241	$582			$0	$35
HOFFMAN, MELANIE *		0.84	$33,812	$9,162	$2,808			$1,556	$4,500
KUSIEK, JULIE		1.00	$43,783	$11,177	$3,377			-$2,278	$5,255
LINDSAY, LINDA *		0.84	$36,023	$9,294	$2,819			$1,514	$5,302
NELSON, MARSHA **		0.16	$14,581	$1,184	$582			$0	$227
NICHOL, HOLLY *		0.84	$34,528	$9,204	$2,808			$1,540	$4,756
O'KEEFE, SHERRI		1.00	$46,156	$6,686	$3,377			$749	$6,273
SAWYER, JAN		1.00	$43,165	$6,508	$3,377			-$1,285	$3,765
Subtotal		8.52	$385,099	$85,298	$28,723			$8,678	$45,661
Name, Superintendent 1	THOMPSON, RON	1.00	$264,714	$49,708	$6,023	$0	$0	$22,503	$9,132
Name, Treasurer 1	BURNSTAD, TODD	1.00	$239,291	$66,858	$3,377	$0	$0	$55,946	$2,968
Name, Other	DUEBEL, KELSEY	1.00	$145,163	$31,227	$0	$0	$0	$10,611	$1,350
Certificated			$616,504,391	$150,286,707	$856,340	$0	$8,896	$863,138	
School based		5,834.00							
Non-School based		220.00							
Non-certificated			$269,058,555	$69,466,562	$4,216,027	$0	$1,464,135	$9,080,611	
Instructional		2,051.00							
Operations & Maintenance		1,047.00							
Transportation		13.00							
Other		459.00							
TOTALS		**9,635.52**	**$886,597,213**	**$219,986,360**	**$5,110,490**	**$0**	**$1,473,031**	**$10,041,487**	**$59,111**

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

(2) Benefits include: regulatory payments (CPP & EI), pension contributions, group health coverage, vacation paid in lieu, and life and accidental insurance.

(3) Other accrued unpaid benefits include: accrued untaken vacation leave, Trustees' severance, and Superintendent's SERP benefits.

* Newly elected Trustees: Effective October 31, 2025.

** Non-returning Trustees: Effective October 31, 2025.

SCHEDULE 8

School Jurisdiction Code: 3020

CONSOLIDATED SCHEDULE OF ASSET RETIREMENT OBLIGATIONS
For the Year Ended August 31, 2026 (in dollars)

Continuity of ARO (Liability) Balance

	2026						2025					
(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total	*(in dollars)*	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2025	$ -	$ 88,475,484	$ -	$ -	$ -	$ 88,475,484	Opening Balance, Aug 31, 2024	$ -	$ 87,060,484	$ -	$ -	$ -	$ 87,060,484
Liability incurred from Sept. 1, 2025 to Aug. 31, 2026	-	-	-	-	-	-	Liability incurred from Sept. 1, 2024 to Aug. 31, 2025	-	1,415,000	-	-	-	1,415,000
Liability settled/extinguished from Sept. 1, 2025 to Aug. 31, 2026 - Alberta Infrastructure	-	-	-	-	-	-	Liability settled/extinguished from Sept. 1, 2024 to Aug. 31, 2025 - Alberta Infrastructure	-	-	-	-	-	-
Liability settled/extinguished from Sept 1., 2025 to Aug. 31, 2026 - Other	-	-	-	-	-	-	Liability settled/extinguished from Sept. 1, 2024 to Aug. 31, 2025 - 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, 2025 to Aug. 31, 2026	-	9,401,859	-	-	-	9,401,859	Add/(Less): Revision in estimate Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-
Reduction of liability resulting from disposals of assets Sept. 1, 2025 to Aug. 31, 2026	-	(2,150,221)	-	-	-	(2,150,221)	Reduction of liability resulting from disposals of assets Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-
Balance, Aug. 31, 2026	$ -	$ 95,727,122	$ -	$ -	$ -	$ 95,727,122	**Balance, Aug. 31, 2025**	$ -	$ 88,475,484	$ -	$ -	$ -	$ 88,475,484

Continuity of TCA (Capitalized ARO) Balance

	2026						2025					
(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, 2025	$ -	$ 88,286,156	$ -	$ -	$ -	$ 88,286,156	Opening balance, August 31, 2024	$ -	$ 86,871,156	$ -	$ -	$ -	$ 86,871,156
Additions resulting from liability incurred	-	-	-	-	-	-	Additions resulting from liability incurred	-	1,415,000	-	-	-	1,415,000
Revision in estimate	-	9,381,763	-	-	-	9,381,763	Revision in estimate	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	(2,150,221)	-	-	-	(2,150,221)	Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2026	$ -	$ 95,517,698	$ -	$ -	$ -	$ 95,517,698	Cost, August 31, 2025	$ -	$ 88,286,156	$ -	$ -	$ -	$ 88,286,156
ARO TCA - Accumulated Amortization							**ARO TCA - Accumulated Amortization**						
Opening balance, August 31, 2025	$ -	$ 58,771,775	$ -	$ -	$ -	$ 58,771,775	Opening balance, August 31, 2024	$ -	$ 57,061,989	$ -	$ -	$ -	$ 57,061,989
Amortization expense	-	1,733,736	-	-	-	1,733,736	Amortization expense	-	1,709,786	-	-	-	1,709,786
Revision in estimate	-	745,056	-	-	-	745,056	Revision in estimate	-	-	-	-	-	-
Less: disposals	-	(1,346,176)	-	-	-	(1,346,176)	Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2026	$ -	$ 59,904,391	$ -	$ -	$ -	$ 59,904,391	Accumulated amortization, August 31, 2025	$ -	$ 58,771,775	$ -	$ -	$ -	$ 58,771,775
Net Book Value at August 31, 2026	$ -	$ 35,613,307	$ -	$ -	$ -	$ 35,613,307	**Net Book Value at August 31, 2025**	$ -	$ 29,514,381	$ -	$ -	$ -	$ 29,514,381

The Board of Trustees of Edmonton School Division

Notes to the Consolidated
Financial Statements
August 31, 2026

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:

Financial Statement Component	Measurement
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, 2026.

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 $9,667,700 (2025 - $9,227,000) 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 $95,727,123 (2025 - $88,475,484) 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 $663,234 (2025 - $856,604) for the Foundation.

The cash equivalents balance is made up of two separate Notice Plans, both with a floating interest rate. The average rate for the year was 3.35% and 3.48%, respectively. Interest is paid and compounded monthly.

Interest earned on the Notice Plans totaled $1,275,786 (2025 - $1,425,146) and is included in investment income.

5. ACCOUNTS RECEIVABLE

	2026			2025
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education and Childcare - Grants	$ 999,546	$ -	$ 999,546	$ 18,397,099
Alberta Education and Childcare - other	484,593	-	484,593	511,043
Other Alberta school jurisdictions	38,685	-	38,685	54,429
Alberta Health Services	97,613	-	97,613	40,746
Post-secondary institutions	1,332	-	1,332	616
Alberta Assisted Living & Social Services	15,913	-	15,913	15,023
Alberta Infrastructure	14,007,360	-	14,007,360	12,206,094
Government of Alberta Ministries	-	-	-	24
Federal government	1,714,883	-	1,714,883	1,814,346
Municipalities	340,166	-	340,166	527,732
First Nations	12,190	-	12,190	3,872
Other	5,375,309	(1,876,949)	3,498,360	5,900,514
Total	**$ 23,087,590**	**$ (1,876,949)**	**$ 21,210,641**	**$ 39,471,538**

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.

	2026	2025
Operating leases	$ 3,073,756	$ 4,307,776
Service agreements	2,440,958	4,903,635
Grant agreements	6,476,251	11,098,920
Capital grant agreements	18,740,887	15,966,924
Other agreements *	1,350,000	2,700,000
Total	**$ 32,081,852**	**$ 38,977,255**

* 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
2026-2027	$ 3,073,756	$ 1,856,368	$ 4,809,115	$ 16,911,887	$ 900,000
2027-2028	-	584,590	1,074,753	1,829,000	-
2028-2029	-	-	592,383	-	-
2029-2030	-	-	-	-	450,000
2020-2031	-	-	-	-	-
Total	**$ 3,073,756**	**$ 2,440,958**	**$ 6,476,251**	**$ 18,740,887**	**$ 1,350,000**

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, 2026 or August 31, 2025.

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2026	2025
Alberta Education and Childcare - AEM	$ 17,869,959	$ 583,722
Alberta Education and Childcare - other	1,400,859	1,428,239
Other Alberta school jurisdictions	-	21,695
Alberta Health Services	350	-
Post-secondary institutions	2,037	17,249
Alberta Infrastructure	57,890	-
Alberta Foundation for the Arts	6,300	6,300
Alberta Jobs, Economy & Trade	-	19,641
Alberta Assisted Living & Social Services	-	978
Other Government of Alberta ministries	2,038	560
Federal government	1,787,072	1,827,758
Accrued vacation pay liability	10,041,487	9,460,686
Other salaries & benefit costs	13,626,086	27,744,199
Other trade payables and accrued liabilities	42,045,090	31,425,003
Unearned Revenue:		
School Generated Funds, Other	1,471,262	1,278,802
School Generated Funds, Advanced Fees	1,005,606	832,757
Other unearned revenue over $5,000 *	3,317,850	3,420,440
Total	**$ 92,633,886**	**$ 78,068,029**

* Unearned Revenue over $5,000 for 2025-26 can be broken down as follows:

1. $2,853,689 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. $372,752 in tuition amounts paid by students at Metro Continuing Education for classes that start at a later date.
3. $15,909 in unused gift cards issued by Metro Continuing Education ($14,639) & Café 1881 ($1,270).
4. $12,500 in funds received from the City of Edmonton for use of the sign at Dr. Anne Anderson High School.
5. $63,000 in Alternative Programming revenue received at Millwoods Christian School in advance of the 2026-27 year from the Millwoods Christian Society.

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, 2026, the amount contributed by the Government was $51,267,720 (2025 - $50,553,178).

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 $18,196,208 for the year ended August 31, 2026 (2025 - $16,644,136). At December 31, 2025, the LAPP reported a surplus of $22,561,000,000 (2024 - surplus of $19,557,000,000).

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 $9,684 for the year ended August 31, 2026 (2025 - $9,266).

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:

	2026	2025
Accumulating sick pay liability (vested)	$ 2,407,200	$ 2,354,300
Retirement allowances	7,260,500	6,872,700
Total	**$ 9,667,700**	**$ 9,227,000**

11. ASSET RETIREMENT OBLIGATIONS

	2026	2025
Asset retirement obligations, beginning of year	$ 88,475,484	$ 87,060,484
Liability incurred	-	1,415,000
Liability settled	(2,150,221)	-
Accretion expense	-	-
Revision in estimates	9,401,860	-
Asset retirement obligations, end of year	**$ 95,727,123**	**$ 88,475,484**

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 $95,727,123 for the year ended August 31, 2026 (2025 - $88,475,484) 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.

12. DEBENTURE

	2026	2025
Unsupported debenture outstanding at August 31, 2026 with an interest rate of 3.06%, repayable in semi-annual instalments, maturing in September 2033.	$ 6,710,681	$ 7,495,533
Total	**$ 6,710,681**	**$ 7,495,533**

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
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
2030-2031	913,414	94,624	1,008,038
2031 to maturity	2,408,534	111,560	2,520,094
Total	**$ 6,710,681**	**$ 849,601**	**$ 7,560,282**

13. CAPITAL LEASE

Capital leases are approved by the Alberta Minister of Education for internally financed projects. The Division has one finance contract with a ten-year term, entered into in the 2024-2025 year. 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. No new finance contracts were entered into during the year.

As of August 31, 2026, the details are as follows:

	2026	2025
Obligation under capital lease, secured by a building with a net book value of $11,651,488, repayable in monthly instalments, maturing in August 2035.	$ 10,535,920	$ 11,775,440
Total	**$ 10,535,920**	**$ 11,775,440**

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

	Principal	Interest	Total
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
2030-2031	1,239,520	-	1,239,520
2031 to maturity	4,338,320	-	4,338,320
Total	**$ 10,535,920**	**$ -**	**$ 10,535,920**

14. PREPAID EXPENSES

Prepaid expenses consist of the following:

	2026	2025
Prepaid insurance	$ 4,865,000	$ 5,058,365
International baccalaureate fees	181,918	158,715
Building lease payments	271,572	257,482
Enterprise systems and software	5,972,381	5,573,737
Professional development, programs and fees	41,335	26,372
Other	45,734	3,487
Total	**$ 11,377,940**	**$ 11,078,158**

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:

	2026	2025
Unrestricted surplus	$ -	$ -
Operating reserves	68,081,787	74,467,182
Accumulated surplus from operations	68,081,787	74,467,182
Investment in tangible capital assets	134,062,246	119,289,975
Capital reserves	44,087,971	49,847,275
Accumulated surplus	**$ 246,232,004**	**$ 243,604,432**

Accumulated surplus from operations (ASO) includes funds of $2,896,586 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	$ 68,081,787	$ 74,467,182
Deduct: School generated funds included in accumulated surplus (Note 20)	2,896,586	2,632,921
Adjusted accumulated surplus from operations [(1)]	**$ 65,185,201**	**$ 71,834,261**

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

16. CONTRACTUAL OBLIGATIONS

	2026	2025
Building projects [1]	$ 17,623,913	$ 19,570,606
Building leases [2]	3,399,906	3,364,333
Service providers [3]	14,650,824	12,269,309
Total	**$ 35,674,643**	**$ 35,204,248**

[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, 2026 the Division has $14,650,824 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
2026-2027	$ 17,623,913	$ 1,916,043	$ 12,398,726
2027-2028	-	338,313	619,679
2028-2029	-	330,452	634,673
2029-2030	-	158,811	514,665
2030-2031	-	108,757	309,392
Thereafter	-	547,530	173,689
Total	**$ 17,623,913**	**$ 3,399,906**	**$ 14,650,824**

17. CONTINGENT LIABILITIES

a) The Division is involved in legal matters where damages are being sought. As at August 31, 2026, the Division has been named in 68 claims (2025 - 35). Management believes that the ultimate resolution of the claims outstanding are not significant to the overall financial position. As at the reporting date, no material settlements have been reached and accordingly, no amounts have been accrued in the year.

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, 2026 was $5,817,846 (2025 - $4,756,847). This amount has not been recognized in the Division's consolidated financial statements.

18. OTHER REVENUE

Other revenue consists of the following:

	2026	2025
Rental of facilities	$ 4,948,331	$ 5,322,729
Gains on disposal of capital assets	2,740,438	1,617,484
Total	**$ 7,688,769**	**$ 6,940,213**

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.

	2026	2025
Deferred salary leave plan	$ 1,387,561	$ 1,413,513
Scholarship trusts	1,183,141	1,055,803
International Student Health Insurance	5,575	4,387
Total	**$ 2,576,277**	**$ 2,473,703**

20. SCHOOL GENERATED FUNDS

	2026	2025
School Generated Funds, Beginning of Year	$ 5,290,092	$ 4,927,905
Gross Receipts:		
Fees	15,801,612	16,169,858
Fundraising	1,420,691	1,432,076
Gifts and donations	6,502,025	5,711,564
Grants to schools	252,226	273,469
Other sales and services	5,945,460	5,983,134
Total gross receipts	$ 29,922,014	$ 29,570,101
Total Related Expenses and Uses of Funds	22,571,212	22,847,945
Total Direct Costs Including Cost of Goods Sold to Raise Funds	6,566,266	6,359,969
School Generated Funds, End of Year	**$ 6,074,628**	**$ 5,290,092**
Balance included in Deferred Contributions	$ 1,706,779	$ 1,378,367
Balance included in Accounts Payable	1,471,262	1,278,802
Balance included in Accumulated Surplus (Operating Reserves)	2,896,586	2,632,921

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	$ 1,484,139	$ 19,270,818	$ -	$ -
Prepaid expenses / Deferred operating revenue	-	46,349,100	-	-
Unspent deferred capital contributions	-	29,114,590	-	-
Spent deferred capital contributions	-	185,649,760	8,424,256	-
Grant revenue & expenses	-	-	1,245,182,037	-
ATRF payments made on behalf of Division	-	-	51,267,720	-
Other revenues & expenses	-	-	55,347	244,265
Other Alberta school jurisdictions	38,685	-	1,227,870	39,592
Alberta Health Services	97,613	350	1,037,553	531,868
Post-secondary institutions	1,332	2,037	76,597	257,753
Alberta Infrastructure				
Alberta Infrastructure	14,007,360	57,890	44,164,323	87,449
Unspent deferred capital contributions	-	9,778,607	-	-
Spent deferred capital contributions	-	1,078,075,084	-	-
Alberta Assisted Living & Social Services	15,913	-	600,516	-
Alberta Arts, Culture & Status for Women	-	3,300	-	10,263
Alberta Foundation for the Arts	-	54,645	-	-
Alberta Innovates Corporation	-	-	-	-
Alberta Children & Family Services	-	-	62,234	-
Alberta Jobs, Economy, Trade & Immigration	-	-	-	-
Alberta Public Safety & Emergency Services	-	259,558	-	-
Other GOA ministries	-	760	227,195	900
Other:				
Alberta Capital Financing Authority	-	6,710,681	-	236,077
TOTAL 2025/2026	**$ 15,645,042**	**$ 1,375,327,180**	**$ 1,352,325,648**	**$ 1,408,167**
TOTAL 2024/2025	$ 31,225,074	$ 1,252,671,958	$ 1,319,948,852	$ 1,718,429

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 23, 2025.

The Board of Trustees of Edmonton School Division

Unaudited Schedules
August 31, 2026

School Jurisdiction Code: 3020

SCHEDULE 9

UNAUDITED CONSOLIDATED SCHEDULE OF FEES
For the Year Ended August 31, 2026 (in dollars)

	Please provide a description, if needed.	Actual Fees Collected 2024/2025	Budgeted Fee Revenue 2025/2026	(A) Actual Fees Collected 2025/2026	(B) Unspent September 1, 2025*	(C) Funds Raised to Defray Fees 2025/2026	(D) Expenditures 2025/2026	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2026*
Transportation Fees		$9,135,886	$11,860,200	10,944,955	$0	$0	$59,993,010	**$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		$1,613,581	$1,327,400	1,743,589	$7,608	$0	$1,716,895	**$34,302**
Fees for optional courses		$3,670,637	$3,530,600	$3,894,976	$457,601	$0	$3,830,707	**$521,870**
Activity fees		$8,233,531	$7,654,000	$7,880,964	$79,454	$0	$7,849,936	**$110,482**
Early childhood services		$0	$0	$0	$0	$0	$0	**$0**
Other fees to enhance education		$1,035,778	$812,800	$1,177,220	$0	$0	$1,177,220	**$0**
Non-Curricular fees								
Extracurricular fees		$3,416,006	$3,078,900	$3,005,593	$405,311	$0	$3,007,510	**$403,394**
Non-curricular travel		$0	$0	$0	$0	$0	$0	**$0**
Lunch supervision and noon hour activity fees		$5,110,421	$5,285,000	$4,848,696	$0	$0	$5,970,000	**$0**
Non-curricular goods and services		$765,656	$726,800	$718,987	$132,277	$0	$680,693	**$170,571**
Other fees		$2,863	$0	$6,550	$0	$0	$6,550	**$0**
TOTAL FEES		**$32,984,359**	**$34,275,700**	**$34,221,530**	**$1,082,251**	**$0**	**$84,232,521**	**$1,240,619**

***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):	Please provide a description, if needed.	**Actual 2026**	**Actual 2025**
Cafeteria sales, hot lunch, milk programs		$1,361,344	$1,073,608
Special events, graduation, tickets		$1,995,616	$2,105,799
International and out of province student revenue		$3,414,417	$3,756,821
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)		$1,310,643	$1,335,591
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		$135,109	$132,632
		$0	$0
		$0	$0
TOTAL		$8,217,129	$8,404,451

School Jurisdiction Code: 3020

SCHEDULE 10

UNAUDITED CONSOLIDATED SCHEDULE OF SYSTEM ADMINISTRATION
For the Year Ended August 31, 2026 (in dollars)

	Allocated to System Administration 2026			
EXPENSES	**Salaries & Benefits**	**Supplies & Services**	**Other**	**TOTAL**
Office of the superintendent	$ 469,199	$ 39,249	$ -	$ 508,448
Educational administration (excluding superintendent)	3,364,654	1,013,296	-	4,377,950
Business administration	5,066,024	2,130,423	-	7,196,447
Board governance (Board of Trustees)	1,001,529	1,502,451	-	2,503,980
Information technology	2,997,906	97,670	-	3,095,576
Human resources	10,813,286	568,528	-	11,381,814
Central purchasing, communications, marketing	2,745,322	520,362	-	3,265,684
Payroll	-	-	-	-
Administration - insurance			350,060	350,060
Administration - amortization			689,471	689,471
Administration - other (admin building, interest)			927,261	927,261
Building operations/closed school management	592,860	221,123	-	813,983
Student information	169,978	8,232	-	178,210
Archives and museum	256,622	2,969	-	259,591
TOTAL EXPENSES	$ 27,477,380	$ 6,104,303	$ 1,966,792	$ 35,548,475
Less: Amortization of unsupported tangible capital assets				($689,471)
TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES				34,859,004

REVENUES	**2026**
System Administration grant from Alberta Education and Childcare	41,849,205
System Administration other funding/revenue from Alberta Education and Childcare (ATRF, secondment revenue,	836,515
System Administration funding from others	393,203
TOTAL SYSTEM ADMINISTRATION REVENUES	43,078,923
Transfers (to)/from System Administration reserves	-
Transfers (to) other programs	(8,219,919)
SUBTOTAL	34,859,004
System Administration expense (over) under spent	$0

EDMONTON PUBLIC SCHOOLS

A USER-FRIENDLY *guide* TO:

Understanding the Division's Financial Information for the 2025-2026 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, 2026, and the transactions that occurred during the 2025-2026 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

Todd Burnstad
Chief Financial Officer
Please use this document as a supplement to our Division's financial information

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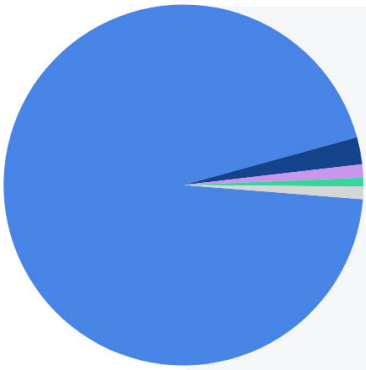


Financial Highlights for the Year Ended August 31, 2026

Operating Revenue

The Division's total revenue for 2025-2026 was $1,431.3 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. This includes the new Class Size and Complexity Grant announced in early 2026, where a portion of its funding is included in GOA revenue, along with the Teacher Salary Settlement Grant.

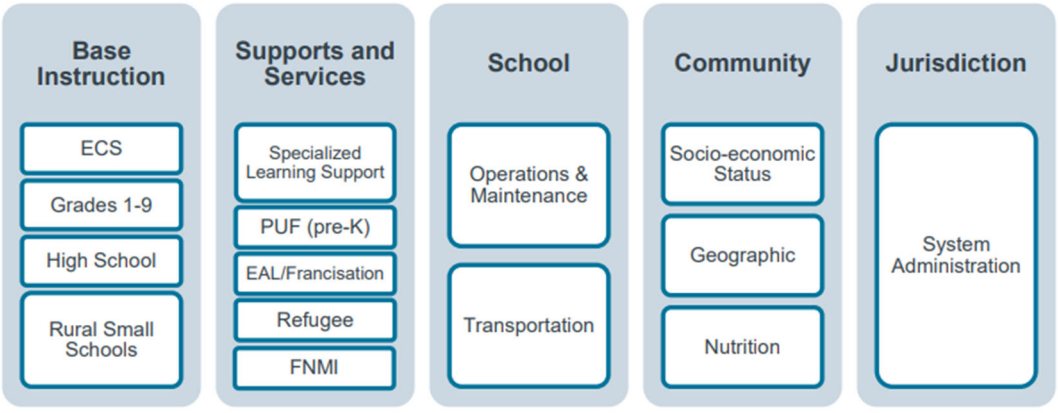


2025-2026 REVENUE (IN $ MILLIONS)

	$	%
GOA	1,352.3	94.5
Fees	34.8	2.4
Sales of Services and Products	17.0	1.2
Donations and Other Contributions	11.3	0.8
Other (rental, investment, and other government income	15.9	1.1
	1,431.3	**100.0**

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 2025-26 School Year, page 21.
Note: The Division does not receive the Rural Small Schools Grant under the Base Instruction category.

Financial Highlights for the Year Ended August 31, 2026

Operational funding from the GOA expanded through a base instruction grant rate increase of 2.32%, alongside an additional 5% total grant increase for specific program supports and services. Additionally, the new Adjusted Enrolment Method (see page 12 for more details) enables school divisions to capture operational revenues that more directly reflect actual, real-time enrolment growth.

Excluded from total revenue is $42.7 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 2025-26 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.

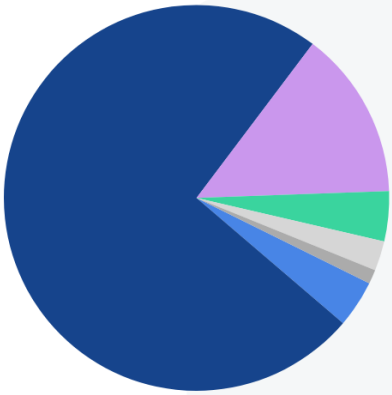
Note that a portion of the IMR grant is allocated to operational spending for non-capital projects based on the Division's needs. After the 2025-2026 school year, the IMR grant was discontinued and funds were reallocated toward classroom support and into the Operations and Maintenance grant.

Operating Expenses

Total operating expenses were $1,428.7 million, compared to the spring budget total of $1,447.5 million. This $18.8 million variance (1.3%) is mostly attributed to staffing where operational spending was less than anticipated as a result of the teacher labour action (see page 13 for more details).

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

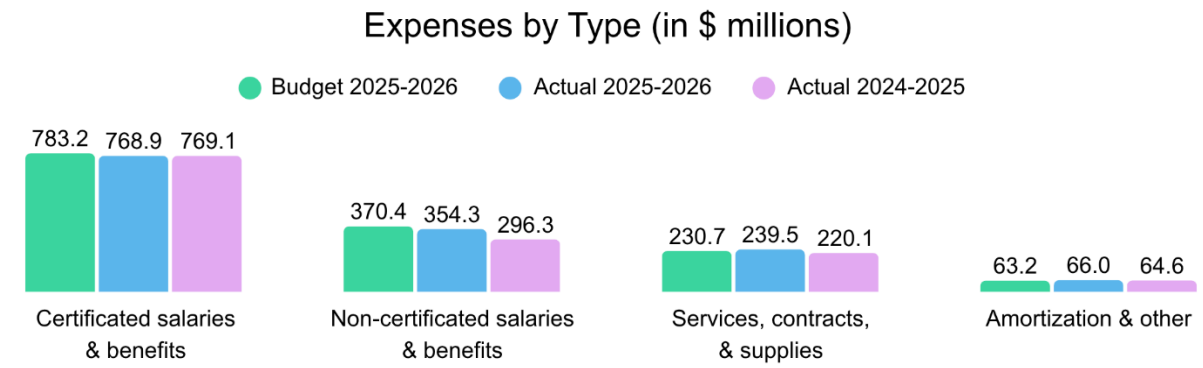
2025-2026 EXPENSES BY PROGRAM (IN $ MILLIONS)

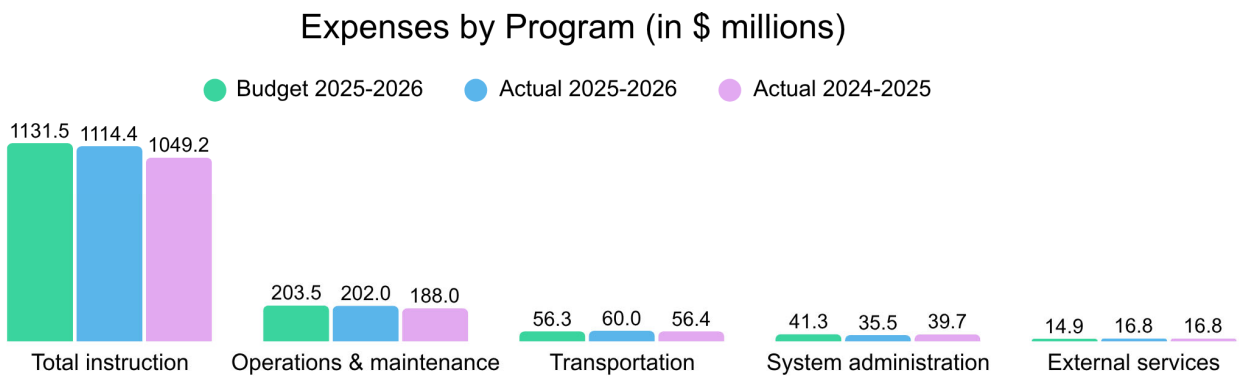


	$	%
Instruction - ECS	56.5	4.0
Instruction - Grade 1 to Grade 12	1,057.9	74.0
Operations and Maintenance	202.0	14.1
Transportation	60.0	4.2
System Administration	35.5	2.5
External Services	16.8	1.2
	1,428.7	**100.0**

Financial Highlights for the Year Ended August 31, 2026

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





Total expenses are comprised of 75.5% staffing and 15.5% 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
2023-2024	110,044	$11,510
2024-2025	115,025	$11,368
2025-2026	117,288	$11,837

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

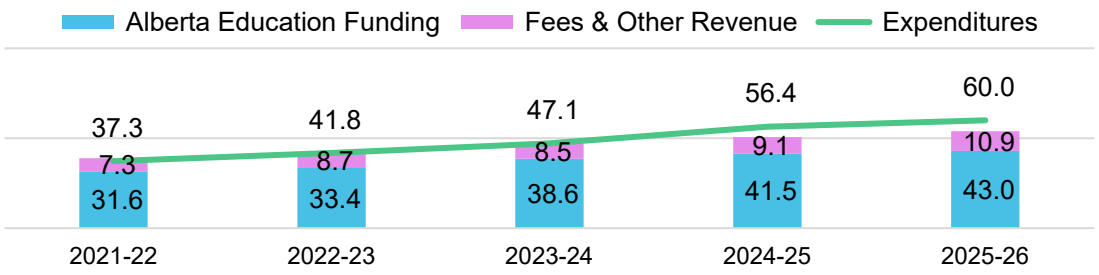
Financial Highlights for the Year Ended August 31, 2026

Transportation

Student Transportation is funded by targeted provincial transportation grants and student transportation fees. Since 2020, ridership has continued to outpace overall Division enrolment growth. Daily transportation service is provided to nearly 18,000 students on yellow buses, consisting of around 850 yellow bus routes. Driver shortages began to resolve in the 2024-2025 school year, and routes were fully staffed, accommodating for new work and added routes (64 new routes since September 2024) to address longer ride times, resulting in fewer delays for families.

For the 2025-2026 school year, costs to operate transportation services exceeded GOA funding and fees charged by $6.1 million (2024-2025 - $5.7 million). This deficit was covered by accessing the Division's accumulated operating surplus from prior years. Transportation reserves accumulated prior to 2024-2025 were fully depleted in the previous year.

Transportation Revenues & Expenses (in $ millions)



School Generated Funds

The 2025-2026 gross receipts in School Generated Funds (SGF) were $29.9 million, compared to $29.5 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.

SGF expenses for the year totaled $29.1 million, consisting of:

- $22.6 million related primarily to extra-curricular activities and School Council funded activities and initiatives
- $6.5 million related to direct costs of other sales and services and fundraising

Gross receipts in SGF is comprised of:

Type	Budget ($ millions)	Actual ($ millions)
Fees	16.1	15.8
Fundraising	2.2	1.4
Gifts and Donations	6.2	6.5
Other sales and services	5.0	6.2
Total	29.5	29.9

Unexpended SGF on August 31, 2026 was $6.1 million, higher than the amount at the beginning of the school year of $5.3 million. This balance consists of:

- Deferred revenue: $1.7 million
- Unearned revenue: $1.5 million
- Accumulated surplus: $2.9 million

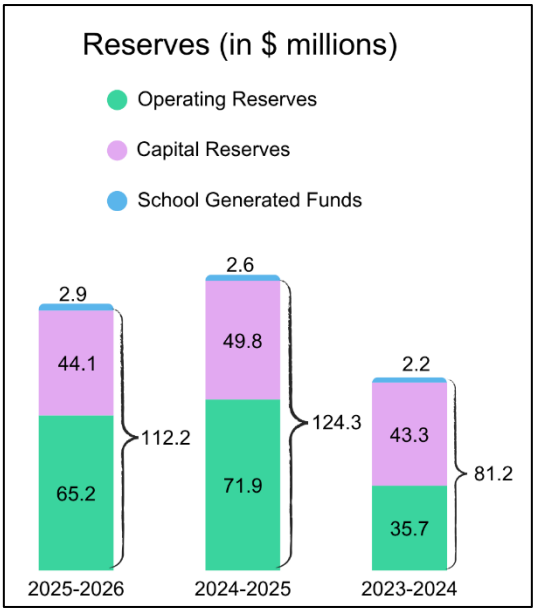
Financial Highlights for the Year Ended August 31, 2026

Current Year Operating Surplus

For the 2025-2026 year, the Division's total revenues exceeded expenses by $2.6 million, resulting in an operating surplus for the year. This surplus represents 0.2% 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.



Changes in accumulated surplus from the prior year include:

- Increase in SGF operating reserves of $0.3 million
- Decrease in operating reserves of $6.4 million
- Decrease in capital reserves of $5.7 million

The decrease in capital reserves of $5.7 million is attributed to:

- $0.6 million received for the sale of six non-operational surplus school sites: Mount Royal, Montrose, Rundle, Lawton, R. J. Scott, and Queen Mary Park. Under the Real Property Governance Act, these sites were transferred to the province at net book value.

Less:

- $6.3 million used to fund previous board approved capital projects, including:
  - Growth and Student Accommodation Programs
  - The Division's Energy and Environmental Strategy
  - Continued construction of the Centre for Education

The Funding Manual for School Authorities identifies a maximum limit of 6.0% on operating reserves as a percentage of total expenses from the previous school year. As of August 31, 2026, operating reserves represent 4.8% of total operating expenses reported in the August 31, 2025 Consolidated Financial Statements, calculated as:

$$\frac{\textbf{65.2 million}}{\textbf{1,350.0 million}} = \textbf{4.8\%}$$

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 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 it may use for future operations.

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

Balance Sheet as at August 31, 2026 (In $ millions)	2026	2025	Increase (Decrease)
Assets:			
Cash and Cash Equivalents	268.8	205.4	63.4
Accounts Receivable	21.2	39.5	(18.3)
Capital Assets	1,511.9	1,410.3	101.6
Prepaid Expenses	11.4	11.1	0.3
Inventory of Supplies	5.0	5.2	(0.2)
Total Assets	**1,818.3**	1,671.5	146.8
Liabilities:			
Accounts Payable & Accrued Liabilities	92.6	78.1	14.5
Deferred Contributions	1,356.9	1,232.8	124.1
Employee Future Benefits	9.7	9.2	0.5
Asset Retirement Obligations	95.7	88.5	7.2
Debt: Debenture	6.7	7.5	(0.8)
Debt: Capital lease	10.5	11.8	(1.3)
	1,572.1	1,427.9	144.2
Accumulated Surplus:			
Opening Accumulated Surplus	243.6	197.4	46.2
Current Year's (Deficit) Surplus	2.6	46.2	(43.6)
Ending Accumulated Surplus	246.2	243.6	2.6
Total Liabilities and Accumulated Surplus	**1,818.3**	1,671.5	146.8
Accumulated Surplus Includes:			
School Generated Funds Reserves	2.9	2.6	0.3
Operating Reserves	65.2	71.9	(6.7)
Capital Reserves	44.1	49.8	(5.7)
Investment in our Board Assets	134.0	119.3	14.7
Total Accumulated Surplus	246.2	243.6	2.6

Consolidated Statement of Financial Position – Analysis

NOTE: *Detailed definitions for each asset and liability category are found in Appendix I: Definitions (page 17).*

As reflected in the Consolidated Statement of Financial Position, the Division's **Net Financial Debt** position is $17.2 million. Included in this balance is an **asset retirement obligation** (ARO) liability of $95.7 million (2024-2025 - $88.5 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.

in $ millions	2026	2025
Net Financial Assets (Debt) - Unadjusted	(17.2)	0.4
Remove: ARO Liability	95.7	88.5
Net Financial Asset - Adjusted	78.5	88.9

By removing the ARO liability, we arrive at a net financial asset position of $78.5 million, indicating financial health. As of August 31, 2026, 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.

The ARO liability is reviewed annually and adjusted when estimates change. During the 2025-2026 fiscal year, the Division reviewed its ARO liability and increased the rate used to estimate the remediation cost for each school site. The updated rate is in line with Alberta Infrastructure and considers inflationary estimates.

In addition, six non-operational surplus school sites were transferred to the province during the year. The ARO liability related to these sites was removed from the Division's Consolidated Financial Statements on transfer, since the Division no longer holds the obligation. The related asset costs and accumulated amortization were also removed.

As a result of these two items, the total ARO liability at August 31, 2026 is $95.7 million, compared to $88.5 million at August 31, 2025. Further detail is provided in Note 11 of the Consolidated Financial Statements.

The Division's **cash and cash equivalents** balance is $268.9 million, compared to $205.5 million in the prior year. This higher balance is attributed to an increase in grants from Alberta Education and Childcare announced after the spring budget, including $25 million for the Class Size and Complexity Grant. Additionally, a higher unspent CMR balance 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.

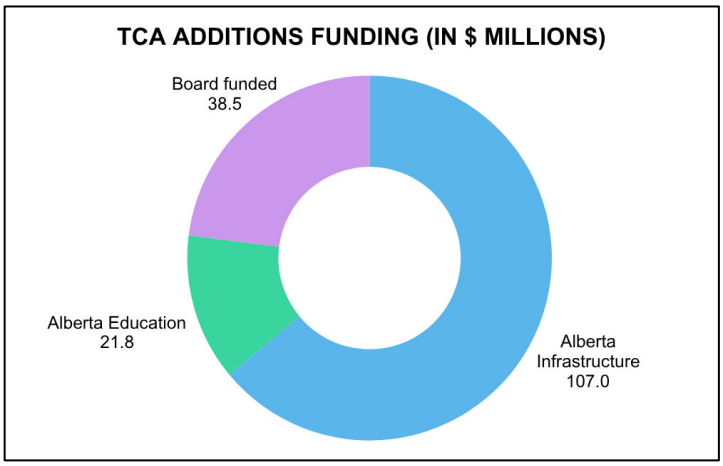
Consolidated Statement of Financial Position – Analysis

Unspent Funds (in $ millions)	CMR	IMR	Other
Opening balance	19.6	8.2	21.6
Received/receivable	19.4	14.4	118.0
Spent	(10.2)	(15.7)	(83.4)
Closing balance	**28.8**	**6.9**	**56.2**

Unspent deferred contributions include funds received under the CMR and IMR initiatives that have yet to be spent.

Included in "Other" is operational funding received from the province for Classroom Size Complexity, Transportation, and other GOA and non-GOA grants.

Total **tangible capital assets** (TCA) of $1,511.9 million increased by $101.6 million. This change consists of net additions of $133.7 million ($167.3 million in current year additions less $33.5 million in disposals) offset by accumulated amortization (net of disposals) of $32 million. Additions to TCA consist of:



$128.8 million in fully supported construction in progress and building costs funded by Alberta Infrastructure and Alberta Education, net of $8.7 million in disposals. This includes:

- Design and construction of five new schools and two replacement schools, all funded through the GOA's Schools Now Program:

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

These schools were approved prior to the 2024-2025 Budget. Any school projects approved thereafter will no longer be transferred into the Division's capital asset balance, as per *the Education Amendment Act, 2025* (formerly *Bill 51*).

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

Consolidated Statement of Financial Position – Analysis

$38.5 million in Board-funded capital purchases (including the use of the Division's capital reserves), net of $24.9 million in disposals. This includes:

- $7.8 million in capital projects and purchases using school budgets (includes Chromebooks and carts, various equipment, minor renovations, etc.)
- $21.3 million for various capital projects (including $8.5 million of Growth Accommodation funded by the operating reserve)
- $9.4 million in ARO asset additions due to the increased rate as previously noticed.

The Division's **spent deferred capital contributions** (SDCC) balance of $1,264.8 million consists of capital funds spent. This balance increased from the previous year by $128.8 million of supported capital TCA, as mentioned above. This is offset by $47.0 million in revenue recognized as amortization of the associated capital.

As at August 31, 2026, the Division has a total **accumulated surplus** of $246.2 million (2025 - $243.6 million). This is comprised of:

- $68.1 million in Operating Reserves (includes $2.8 million restricted for SGF). The current year operating surplus of $2.6 million and the net effect of capital-related items of $9.0 million resulted in a $6.4 million decrease to the operating reserves balance, compared to the prior year.

- $44.1 million in Capital Reserves (see Financial Highlights, page 6 for details).

- $134.1 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 full-time equivalent (FTE) enrolment.

In 2025-2026, the three-year Weighted Moving Average (WMA) was replaced with the Adjusted Enrolment Method (AEM) to calculate the Division's funded FTE enrolment.

Budgeted AEM FTE enrolment was 118,059, 1.3% higher than actual.

Year	Weighted Factor	FTE (Budget)	FTE (Actual)
2024-2025	30%	115,025	114,963
2025-2026	70%	119,359	117,288
AEM FTE Enrolment	**100%**	**118,059**	**116,590**

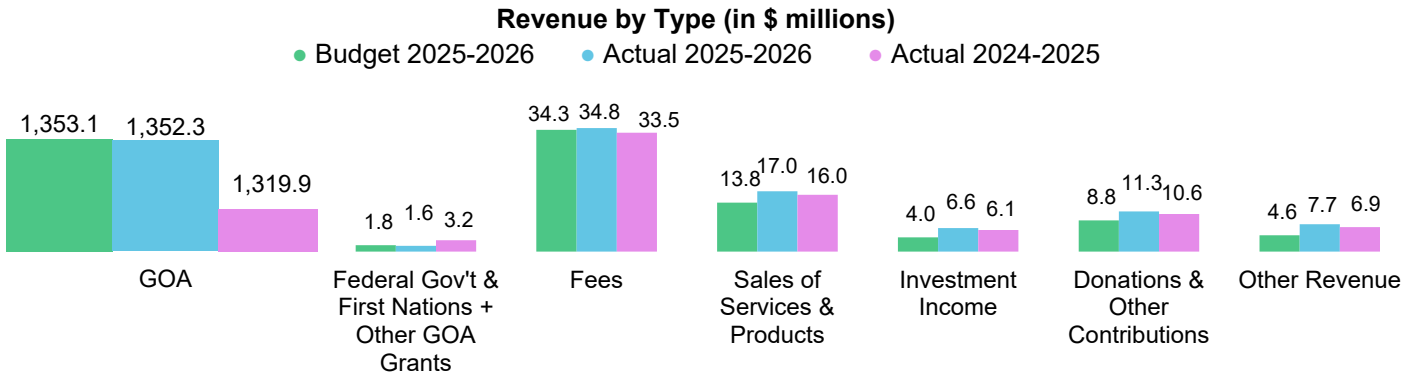
Consolidated Statement of Operations – updated to show variances

(in $ millions)	Actual 2026	Budget (Spring) 2025-26	Actual 2025	Actual 2026 vs Spring Budget	%	Actual 2026 vs Actual 2025	%
Revenues	A	B	C	D = A - B	E = D/B	F = A - C	G = F/C
Government of Alberta	1,352.3	1,353.1	1,319.9	(0.8)	-0.1%	32.4	2.5%
Other Government Grants	1.6	1.8	3.2	(0.2)	-11.1%	(1.6)	-50.0%
Fees	34.8	34.3	33.5	0.5	1.5%	1.3	3.9%
Sales of Services and Products	17.0	13.8	16.0	3.2	23.2%	1.0	6.3%
Investment Income	6.6	4.0	6.1	2.6	65.0%	0.5	8.2%
Donations and Other Contributions	11.3	8.8	10.6	2.5	28.4%	0.7	6.6%
Rental of facilities	5.0	4.6	5.3	0.4	8.7%	(0.3)	-5.7%
Gains on disposal of TCA	2.7	-	1.6	2.7	100.0%	1.1	68.8%
Total Revenue	**1,431.3**	**1,420.4**	**1,396.2**	**10.9**	**0.8%**	**35.1**	**2.5%**
Expenses							
Instruction - ECS	56.5	55.1	55.3	1.4	2.5%	1.2	2.2%
Instruction - Grade 1 to Grade 12	1,057.9	1,076.4	993.8	(18.5)	-1.7%	64.1	6.4%
Operations and Maintenance	202.0	203.5	188.0	(1.5)	-0.7%	14.0	7.4%
Transportation	60.0	56.3	56.4	3.7	6.6%	3.6	6.4%
System Administration	35.5	41.3	39.7	(5.8)	-14.0%	(4.2)	-10.6%
External Services	16.8	14.9	16.8	1.9	12.8%	-	0.0%
Total Expenses	**1,428.7**	**1,447.5**	**1,350.0**	**(18.8)**	**-1.3%**	**78.7**	**5.8%**
Operating (Deficit) Surplus	**2.6**	**(27.1)**	**46.2**				

Consolidated Statement of Operations – Revenue Variances

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

Total revenue was $10.9 million (0.8%) higher than budget and $35.0 million (2.5%) higher than the prior year.



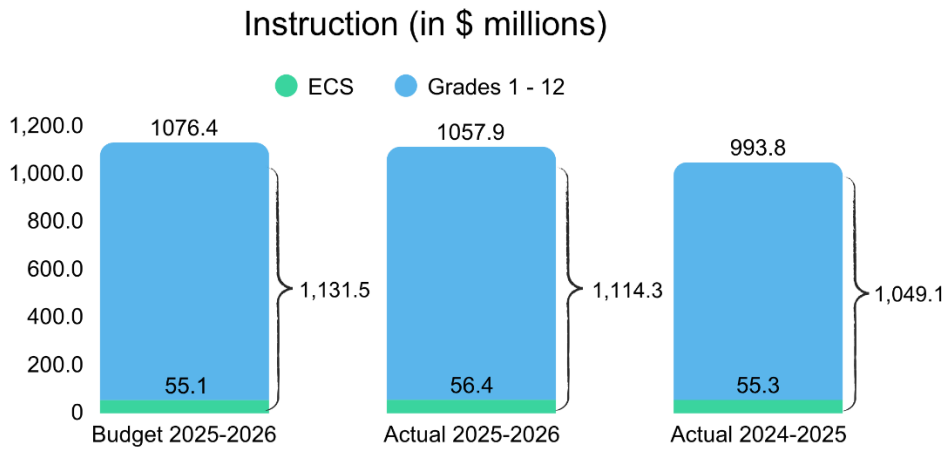
For 2025-2026, variances between budgeted and actual revenue include the following:

- GOA revenue was $0.8 million (0.1%) lower than budget and $32.4 million (2.5%) higher than the prior year. Details are noted under Financial Highlights, page 3.
- Federal Government and First Nations and Other Government Grants was $0.2 million (11.1%) lower than budget and $1.6 million (50.0%) lower than the prior year.
- Fees were $0.5 million (1.5%) higher than budget and $1.3 million (3.9%) 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 $3.2 million (23.2%) higher than budget due to more international students and associated revenue than anticipated, and $1.0 million (6.3%) higher than the prior year. 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 $2.6 million (65.0%) higher than budget since the budget considered a lower bank balance and conservative interest rates, while remaining consistent with the prior year at $0.5 million (8.2%) higher.
- Donations and Other Contributions were $2.5 million (28.4%) higher than budget since Parent Advisory Committees (PAC) donations exceeded a conservative budget, and remaining consistent with the prior year at $0.7 million (6.6%) higher.
- Rental of facilities remained consistent at $0.4 million (8.7%) higher than budget and $0.3 million (5.7%) lower than the prior year.
- Gains on disposal of TCA were $2.7 million (100%) higher than budget and $1.1 million (68.8%) higher than the prior year. This includes the unbudgeted sale proceeds from the six non-operational surplus school sites. Proceeds can vary each year based on the sale of surplus land, which must have ministerial approval.

Consolidated Statement of Operations – Expense Variances

The Division's 2025-2026 total expenses were $18.8 million (1.3%) lower than budget and $78.72 million (5.8%) 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, 2026, as well as the Funding Manual for School Authorities 2025/26 School Year.



Instruction

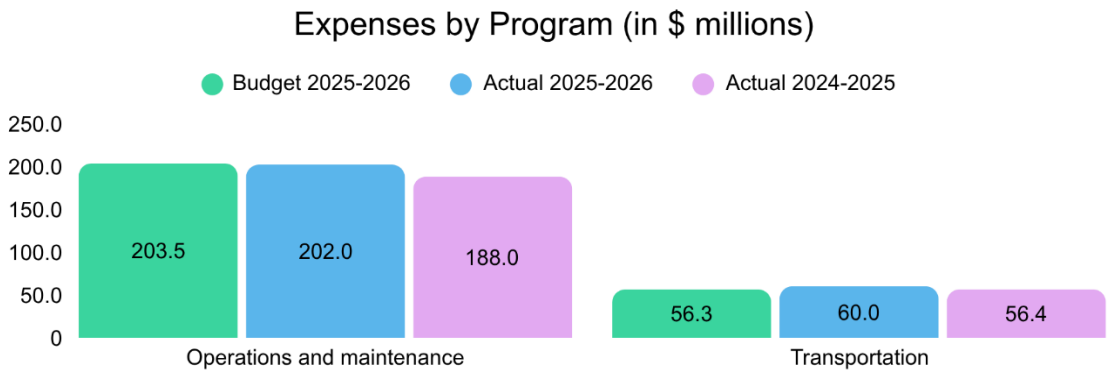
The Instruction Program includes all costs related to classroom and online learning including but not limited to teaching staff, support staff in classrooms or school administration, services, supplies, and furnishings and equipment. All academic, vocational and technical courses, along with organized 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 $1.4 million (2.5%) higher than budget and $1.2 million (2.2%) 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 $18.5 million (1.7%) lower than budget and $64.1 million (6.4%) higher than the prior year.

From October 6 to October 29, 2025, approximately 51,000 Alberta teachers were involved in labour action. The 23-day labour dispute resulted in 16 missed instructional school days (excluding weekends and the Thanksgiving holiday) before the provincial government passed Bill 2 (*Back to School Act*) to legislate teachers back to work. The return-to-work settlement included retroactive salary payments, which were accounted for as an accrual in the Division's 2024-2025 Consolidated Financial Statements.

The variance in Instruction, as a whole (including SGF), was $17.1 million (1.5%) lower than budget and $65.3 million (6.2%) higher than the prior 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.

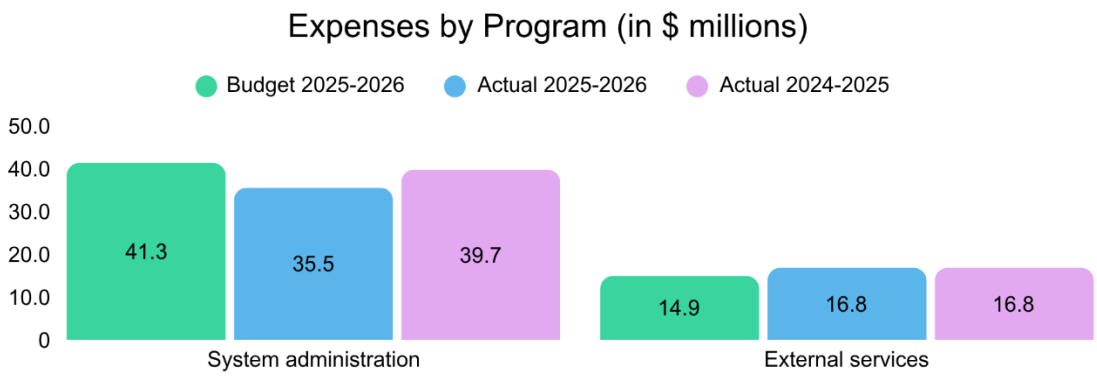
- This program was $1.5 million (0.7%) lower than budget and $14.0 million (7.4%) higher than the prior year.
- Utilities were lower than anticipated due to new contracts offering lower rates as well as milder winter temperatures.
- As detailed in Schedule 3 of the Consolidated Financial Statements, total expenses for O&M exceeded the targeted grant revenue, creating a program operating deficit of $20.5 million (2024-2025 - $12.6 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. The Division continues to utilize available operational surpluses to protect physical infrastructure while preserving core instructional priorities in classrooms.

Transportation

Transportation consists of activities related to the transportation of students to, from, and between schools.

- This program was $3.7 million (6.6%) higher than budget and $3.6 million (6.4%) higher than the prior year.
- See Financial Highlights (page 5) for additional details.

Consolidated Statement of Operations – Expense Variances



System Administration

To increase transparency and consistency across jurisdictions, System Administration expense definitions use a principle-based, pro rata model that accurately reflects the interconnected operations of school divisions while prioritizing resources for student learning. This Alberta Education and Childcare defined framework establishes clear reporting guidelines for trustee governance and requires central office and shared facility costs to be allocated consistently based on operational use.

- As per the Funding Manual for School Authorities, this grant is a targeted and dedicated allocation based on 3.2% of prior year expenditures.
- This program was $5.8 million (14.0%) lower than budget and $4.2 million (10.6%) lower than the prior year.
- Cost allocations are reviewed annually to ensure grant funding is optimized to directly support student learning.
- Expenses in this program cannot exceed grant funding; however, surpluses can be carried forward or transferred to other programs.

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 $1.9 million (12.8%) higher than budget, with no variance compared to 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: 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.