School Jurisdiction Code: **1070**

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

1070 The Peace River School Division

Legal Name of School Jurisdiction

10018 101 Street Peace River AB T8S 2A5

Mailing Address

780-624-3601 Freemanrh@prsd.ab.ca

Contact Numbers and Email Address

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of 1070 The Peace River 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

Lacey Buchinski	
Name	Signature

SUPERINTENDENT

Dr. Jeff Thompson	
Name	Signature

SECRETARY-TREASURER OR TREASURER

Rhonda Freeman	
Name	Signature

November 27, 2025
Board-approved Release Date

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

School Jurisdiction Code: **1070**

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Independent Auditor's Report

MNP

To the Board of Trustees of Peace River School Division:

Opinion

We have audited the financial statements of Peace River School Division (the "School Division"), which comprise the statement of financial position as at August 31, 2025, and the statements of operations, changes in net financial assets, remeasurement gains and losses and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School Division as at August 31, 2025, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the School Division in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The supplementary unaudited schedules of fees and system administration are unaudited.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the School Division's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the School Division or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School Division's financial reporting process.

MNP LLP
9913 98 Avenue, Peace River AB, T8S 1J5 T: 780.624.3252 F: 780.624.8758

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School Division's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Peace River, Alberta

November 27, 2025

MNP LLP

Chartered Professional Accountants

MNP

School Jurisdiction Code: 1070

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

		2025	2024 Restated (Note 20)
FINANCIAL ASSETS			
Cash and cash equivalents	(Schedule 5; Note 4)	$ 7,350,113	$ 9,268,044
Accounts receivable (net after allowances)	(Note 5)	$ 1,238,060	$ 874,206
Portfolio investments			
Operating		$ -	$ -
Endowments		$ -	$ -
Inventories for resale		$ -	$ -
Other financial assets	(Note 7) ARMIC	$ 789,438	$ 465,171
Total financial assets		$ 9,377,611	$ 10,607,421
LIABILITIES			
Bank indebtedness		$ -	$ -
Accounts payable and accrued liabilities	(Note 8)	$ 2,560,934	$ 3,414,844
Unspent deferred contributions	(Schedule 2)	$ 2,907,066	$ 3,167,835
Employee future benefits liabilities		$ 2,278	$ 3,400
Asset retirement obligations and environmental liabilities	(Note 12)	$ 4,246,754	$ 4,504,704
Other liabilities		$ -	$ -
Debt			
Unsupported: Debentures	(Note 16)	$ 750,000	$ -
Mortgages and capital loans		$ -	$ -
Capital leases		$ -	$ -
Total liabilities		$ 10,467,032	$ 11,090,783
Net financial assets		$ (1,089,421)	$ (483,362)
NON-FINANCIAL ASSETS			
Tangible capital assets	(Schedule 6)	$ 82,726,364	$ 74,600,134
Inventory of supplies	(Note 6)	$ 500,240	$ 428,036
Prepaid expenses	(Note 10)	$ 631,050	$ 460,052
Purchased Intangibles and Other		$ -	$ -
Total non-financial assets		$ 83,857,654	$ 75,488,222
Net assets (Net liabilities) before spent deferred capital contributions		$ 82,768,233	$ 75,004,860
Spent deferred capital contributions	(Schedule 2)	$ 68,023,253	$ 59,686,458
Net assets (Net liabilities)		$ 14,744,980	$ 15,318,402
Net assets (Net liabilities)	(Note 14)		
Accumulated surplus (deficit)	(Schedule 1)	$ 14,530,879	$ 15,240,277
Accumulated remeasurement gains (losses)		$ 214,101	$ 78,125
		$ 14,744,980	$ 15,318,402

Contractual rights

Contingent assets

Contractual obligations

Contingent liabilities

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

School Jurisdiction Code: 1070

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

	Budget 2025	Actual 2025	Actual 2024
REVENUES			
Government of Alberta	$ 55,147,538	$ 54,546,537	$ 53,953,703
Federal Government and other government grants	$ 178,515	$ 412,850	$ 431,917
Property taxes	$ -	$ -	$ -
Fees	$ 181,500	$ 244,968	$ 125,277
Sales of services and products	$ 509,437	$ 626,219	$ 667,080
Investment income	$ 165,000	$ 486,988	$ 239,306
Donations and other contributions	$ 473,500	$ 861,243	$ 1,127,450
Other revenue	$ 549,372	$ 1,512,136	$ 569,465
Total revenues	$ 57,204,862	$ 58,690,941	$ 57,114,198
EXPENSES			
Instruction - ECS	$ 1,052,775	$ 1,048,892	$ 783,120
Instruction - Grades 1 to 12	$ 38,342,846	$ 40,641,331	$ 38,778,908
Operations and maintenance (Schedule 4)	$ 8,273,346	$ 7,476,596	$ 7,752,269
Transportation	$ 6,486,450	$ 6,851,098	$ 6,381,508
System administration	$ 2,503,033	$ 2,505,311	$ 2,481,933
External services	$ 1,098,364	$ 877,111	$ 1,071,641
Total expenses	$ 57,756,814	$ 59,400,339	$ 57,249,379
Annual operating surplus (deficit)	$ (551,952)	$ (709,398)	$ (135,181)
Endowment contributions and reinvested income	$ -	$ -	$ -
Annual surplus (deficit)	$ (551,952)	$ (709,398)	$ (135,181)
Accumulated surplus (deficit) at beginning of year	$ 15,240,277	$ 15,240,277	$ 15,375,458
Accumulated surplus (deficit) at end of year	$ 14,688,325	$ 14,530,879	$ 15,240,277

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

School Jurisdiction Code: 1070

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

	2025	2024
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Annual surplus (deficit)	$ (709,398)	$ (135,181)
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	$ 4,247,627	$ 4,245,356
Net (gain)/loss on disposal of tangible capital assets	$ (78,671)	$ (4,000)
Transfer of tangible capital assets (from)/to other entities	$ -	$ -
(Gain)/Loss on sale of portfolio investments	$ -	$ -
Spent deferred capital recognized as revenue	$ (2,751,764)	$ (2,896,749)
Deferred capital revenue write-down / adjustment	$ 284,890	$ -
Increase/(Decrease) in employee future benefit liabilities	$ (1,122)	$ 1,938
Donations in kind	$ -	$ -
Unreallized gain from fixed income account	$ 135,976	$ 243,863
	$ 1,127,538	$ 1,455,227
(Increase)/Decrease in accounts receivable	$ (363,854)	$ (510,276)
(Increase)/Decrease in inventories for resale	$ -	$ -
(Increase)/Decrease in other financial assets	$ (324,267)	$ (80,693)
(Increase)/Decrease in inventory of supplies	$ (72,204)	$ (28,855)
(Increase)/Decrease in prepaid expenses	$ (170,998)	$ 94,368
(Increase)/Decrease in other non-financial assets	$ -	$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	$ (853,910)	$ 954,756
Increase/(Decrease) in unspent deferred contributions	$ (260,769)	$ 830,247
Increase/(Decrease) in asset retirement obligations and environmental liabilities	$ (257,950)	$ -
Asset retirement obligation provision	$ -	$ -
Other (describe)	$ -	$ -
Total cash flows from operating transactions	$ (1,176,414)	$ 2,714,774
B. CAPITAL TRANSACTIONS		
Acqusition of tangible capital assets	$ (1,196,937)	$ (2,804,599)
Net proceeds from disposal of unsupported capital assets	$ 87,319	$ 4,000
Construction in Progress	$ (2,230,304)	$ (1,209,498)
Total cash flows from capital transactions	$ (3,339,922)	$ (4,010,097)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	$ -	$ -
Proceeds on sale of portfolio investments	$ -	$ -
Other (describe)	$ -	$ -
Other (describe)	$ -	$ -
Total cash flows from investing transactions	$ -	$ -
D. FINANCING TRANSACTIONS		
Debt issuances		$ -
Debt repayments	$ 750,000	$ -
Increase (decrease) in spent deferred capital contributions	$ 1,848,405	$ 1,332,666
Capital lease issuances	$ -	$ -
Capital lease payments	$ -	$ -
Other (describe)	$ -	$ -
Other (describe)	$ -	$ -
Total cash flows from financing transactions	$ 2,598,405	$ 1,332,666
Increase (decrease) in cash and cash equivalents	$ (1,917,931)	$ 37,343
Cash and cash equivalents, at beginning of year	$ 9,268,044	$ 9,230,701
Cash and cash equivalents, at end of year	$ 7,350,113	$ 9,268,044

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

School Jurisdiction Code: 1070

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

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

	2025	2024
Annual surplus (deficit)	$ (709,398)	$ (135,181)
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	$ (1,196,937)	$ (2,804,599)
Amortization of tangible capital assets	$ 4,247,627	$ 4,245,356
Net (gain)/loss on disposal of tangible capital assets	$ (78,671)	$ (4,000)
Net proceeds from disposal of unsupported capital assets	$ 372,209	$ 4,000
Write-down carrying value of tangible capital assets	$ -	$ -
Transfer of tangible capital assets (from)/to other entities	$ (9,240,154)	$ (6,072,167)
Other changes Construction in progress	$ (2,230,304)	$ (1,209,498)
Total effect of changes in tangible capital assets	$ (8,126,230)	$ (5,840,908)
Acquisition of inventory of supplies	$ (72,204)	$ (28,855)
Consumption of inventory of supplies	$ -	$ -
(Increase)/Decrease in prepaid expenses	$ (170,998)	$ 94,368
(Increase)/Decrease in other non-financial assets	$ -	$ -
Net remeasurement gains and (losses)	$ 135,976	$ 243,863
Change in spent deferred capital contributions (Schedule 2)	$ 8,336,795	$ 4,508,084
Other changes	$ -	$ -
Increase (decrease) in net financial assets	$ (606,059)	$ (1,158,629)
Net financial assets at beginning of year	$ (483,362)	$ 675,267
Net financial assets at end of year	$ (1,089,421)	$ (483,362)

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

School Jurisdiction Code: 1070

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

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

	2025	2024
Unrealized gains (losses) attributable to:		
Portfolio investments	$ -	$ -
Fixed income	$ 135,976	$ 243,863
Other	$ -	$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	$ -	$ -
0	$ -	$ -
Other	$ -	$ -
Other Adjustment (Describe)	$ -	$ -
Net remeasurement gains (losses) for the year	$ 135,976	$ 243,863
Accumulated remeasurement gains (losses) at beginning of year	$ 78,125	$ (165,738)
Accumulated remeasurement gains (losses) at end of year	$ 214,101	$ 78,125

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

School Jurisdiction Code: 1070

SCHEDULE 1

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

	NET ASSETS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED TOTAL OPERATING RESERVES	INTERNALLY RESTRICTED TOTAL CAPITAL RESERVES
Balance at August 31, 2024	$ 15,318,402	$ 78,125	$ 15,240,277	$ 10,408,955	$ (0)	$ (3,153,207)	$ 5,071,581	$ 2,912,948
Prior period adjustments:								
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Adjusted Balance, August 31, 2024	$ 15,318,402	$ 78,125	$ 15,240,277	$ 10,408,955	$ (0)	$ (3,153,207)	$ 5,071,581	$ 2,912,948
Operating surplus (deficit)	$ (709,398)		$ (709,398)			$ (709,398)		
Board funded tangible capital asset additions				$ 1,293,799		$ (423,206)	$ -	$ (870,593)
Board funded ARO tangible capital asset additions				$ -		$ -	$ -	$ -
Disposal of unsupported or board funded portion of supported tangible capital assets	$ -		$ -	$ (8,649)		$ 8,649		$ -
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	$ 135,976	$ 135,976						
Endowment expenses & disbursements	$ -		$ -		$ -	$ -		
Endowment contributions	$ -		$ -		$ -	$ -		
Reinvested endowment income	$ -		$ -		$ -	$ -		
Direct credits to accumulated surplus (Describe)	$ -		$ -	$ -	$ -	$ -	$ -	$ -
Amortization of tangible capital assets	$ -			$ (4,150,871)		$ 4,150,871		
Amortization of ARO tangible capital assets	$ -			$ (96,756)		$ 96,756		
Board funded ARO liabilities - recognition	$ -			$ -		$ -		
Board funded ARO liabilities - remediation	$ -			$ 257,950		$ (257,950)		
Capital revenue recognized	$ -			$ 2,751,764		$ (2,751,764)		
Debt principal repayments (unsupported)	$ -			$ -		$ -		
Additional capital debt or capital leases	$ -			$ (750,000)		$ 750,000		
Net transfers to operating reserves	$ -					$ -	$ -	
Net transfers from operating reserves	$ -					$ 2,289,249	$ (2,289,249)	
Net transfers to capital reserves	$ -					$ -		$ -
Net transfers from capital reserves	$ -					$ -		$ -
Other Changes	$ -		$ -	$ -	$ -	$ -	$ -	$ -
Other Changes	$ -		$ -	$ -	$ -	$ -	$ -	$ -
Balance at August 31, 2025	$ 14,744,980	$ 214,101	$ 14,530,879	$ 9,706,192	$ (0)	$ (0)	$ 2,782,332	$ 2,042,355

Classification: Protected A

SCHEDULE 1

School Jurisdiction Code: 1070

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

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2024	$ 3,667,438	$ 0	$ 0	$ 697,219	$ 4,987	$ 281,181	$ 1,399,156	$ 1,934,548	$ -	$ -
Prior period adjustments:										
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Adjusted Balance, August 31, 2024	$ 3,667,438	$ 0	$ 0	$ 697,219	$ 4,987	$ 281,181	$ 1,399,156	$ 1,934,548	$ -	$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	$ -	$ -	$ -	$ (197,511)	$ -	$ (158,933)	$ -	$ (514,149)	$ -	$ -
Board funded ARO tangible capital asset additions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Disposal of unsupported or board funded portion of supported tangible capital assets		$ -		$ -		$ -		$ -		$ -
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	$ -		$ -		$ -				$ -	
Net transfers from operating reserves	$ (1,836,995)		$ -		$ (4,987)		$ (447,267)		$ -	
Net transfers to capital reserves		$ -		$ -		$ -		$ -		$ -
Net transfers from capital reserves		$ -		$ -		$ -		$ -		$ -
Other Changes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Other Changes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Balance at August 31, 2025	$ 1,830,443	$ 0	$ 0	$ 499,708	$ 0	$ 122,248	$ 951,889	$ 1,420,399	$ -	$ -

School Jurisdiction Code: 1070

SCHEDULE 2

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

	Alberta Education and Childcare					
	IMR	CMR	Safe Return to Class/Safe Indoor Air	Transportation	Others	Total Education
Deferred Operating Contributions (DOC)						
Balance at August 31, 2024	$ -	$ -	$ -	$ -	$ 510,050	**$ 510,050**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
Adjusted ending balance August 31, 2024	**$ -**	**$ -**	**$ -**	**$ -**	**$ 510,050**	**$ 510,050**
Received during the year (excluding investment income)	$ -	$ -	$ -	$ 6,013,745	$ 1,153,185	**$ 7,166,930**
Transfer (to) grant/donation revenue (excluding investment income)	$ -	$ -	$ -	$ (6,013,745)	$ (1,455,654)	**$ (7,469,399)**
Investment earnings - Received during the year	$ -	$ -	$ -	$ -	$ -	**$ -**
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred (to) from UDCC	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred directly (to) SDCC	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
DOC closing balance at August 31, 2025	**$ -**	**$ -**	**$ -**	**$ -**	**$ 207,581**	**$ 207,581**
Unspent Deferred Capital Contributions (UDCC)						
Balance at August 31, 2024	$ 1,564,244	$ 202,856	$ -	$ -	$ 890,685	**$ 2,657,785**
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	$ (890,685)	**$ (890,685)**
Adjusted ending balance August 31, 2024	**$ 1,564,244**	**$ 202,856**	**$ -**	**$ -**	**$ -**	**$ 1,767,100**
Received during the year (excluding investment income)	$ 453,800	$ 572,804	$ -		$ 150,000	**$ 1,176,604**
UDCC Receivable	$ -	$ -	$ -	$ -	$ -	**$ -**
Transfer (to) grant/donation revenue (excluding investment income)	$ (130,719)	$ -	$ -	$ -		**$ (130,719)**
Investment earnings - Received during the year	$ -	$ -	$ -	$ -	$ -	**$ -**
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	$ -	**$ -**
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	$ -	$ -	$ -	$ -	$ 12	**$ 12**
Transferred from (to) DOC	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred from (to) SDCC	$ (41,243)	$ (381,040)	$ -	$ -	$ (99,281)	**$ (521,564)**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
UDCC closing balance at August 31, 2025	**$ 1,846,082**	**$ 394,620**	**$ -**	**$ -**	**$ 50,731**	**$ 2,291,433**
Total Unspent Deferred Contributions at August 31, 2025	**$ 1,846,082**	**$ 394,620**	**$ -**	**$ -**	**$ 258,312**	**$ 2,499,014**
Spent Deferred Capital Contributions (SDCC)						
Balance at August 31, 2024	$ 1,104,319	$ 2,923,157	$ -	$ -	$ 894,147	**$ 4,921,623**
Prior period adjustments - please explain: Updated August 2024 year end Manr	$ -	$ -			$ -	**$ -**
Adjusted ending balance August 31, 2024	**$ 1,104,319**	**$ 2,923,157**	**$ -**	**$ -**	**$ 894,147**	**$ 4,921,623**
Donated tangible capital assets					$ -	**$ -**
Alberta Infrastructure managed projects						**$ -**
Transferred from DOC	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred from UDCC	$ 41,243	$ 381,040	$ -	$ -	$ 99,281	**$ 521,564**
Amounts recognized as revenue (Amortization of SDCC)	$ (41,243)	$ (381,040)	$ -	$ -	$ 163,521	**$ (258,762)**
Disposal of supported capital assets	$ -	$ -	$ -	$ -	$ -	**$ -**
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	**$ -**
SDCC closing balance at August 31, 2025	**$ 1,104,319**	**$ 2,923,157**	**$ -**	**$ -**	**$ 1,156,949**	**$ 5,184,425**

SCHEDULE 2

School Jurisdiction Code: 1070

SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2025 (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, 2024	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 510,050
Prior period adjustments - please explain:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Adjusted ending balance August 31, 2024	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 510,050
Received during the year (excluding investment income)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,166,930
Transfer (to) grant/donation revenue (excluding investment income)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (7,469,399)
Investment earnings - Received during the year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Transferred (to) from UDCC	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Transferred directly (to) SDCC	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
DOC closing balance at August 31, 2025	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 207,581
Unspent Deferred Capital Contributions (UDCC)										
Balance at August 31, 2024	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,657,785
Prior period adjustments - please explain:	$ 890,685	$ -	$ -	$ -	$ 890,685	$ -	$ -	$ -	$ -	$ -
Adjusted ending balance August 31, 2024	$ 890,685	$ -	$ -	$ -	$ 890,685	$ -	$ -	$ -	$ -	$ 2,657,785
Received during the year (excluding investment income)	$ 661,822	$ -	$ -	$ -	$ 661,822	$ -	$ -	$ -	$ -	$ 1,838,426
UDCC Receivable	$ 467,276	$ -	$ -	$ -	$ 467,276	$ -	$ -	$ -	$ -	$ 467,276
Transfer (to) grant/donation revenue (excluding investment income)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (130,719)
Investment earnings - Received during the year	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Investment earnings - Transferred to investment income	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 12
Transferred from (to) DOC	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Transferred from (to) SDCC	$ (1,611,731)	$ -	$ -	$ -	$ (1,611,731)	$ -	$ -	$ -	$ -	$ (2,133,295)
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
UDCC closing balance at August 31, 2025	$ 408,052	$ -	$ -	$ -	$ 408,052	$ -	$ -	$ -	$ -	$ 2,699,485
Total Unspent Deferred Contributions at August 3	$ 408,052	$ -	$ -	$ -	$ 408,052	$ -	$ -	$ -	$ -	$ 2,907,066
Spent Deferred Capital Contributions (SDCC)										
Balance at August 31, 2024	$ 42,006,092	$ -	$ -	$ 15,525	$ 42,021,617	$ -	$ 2,435,924	$ 122,788	$ 2,558,712	$ 49,501,952
Prior period adjustments - please explain:	$ 10,184,506	$ -	$ -	$ -	$ 10,184,506	$ -	$ -	$ -	$ -	$ 10,184,506
Adjusted ending balance August 31, 2024	$ 52,190,598	$ -	$ -	$ 15,525	$ 52,206,123	$ -	$ 2,435,924	$ 122,788	$ 2,558,712	$ 59,686,458
Donated tangible capital assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Alberta Infrastructure managed projects	$ 9,240,154				$ 9,240,154				$ -	$ 9,240,154
Transferred from DOC	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Transferred from UDCC	$ 1,611,731	$ -	$ -	$ -	$ 1,611,731	$ -	$ -	$ -	$ -	$ 2,133,295
Amounts recognized as revenue (Amortization of SDCC)	$ (2,493,002)	$ -	$ -	$ -	$ (2,493,002)	$ -	$ -	$ -	$ -	$ (2,751,764)
Disposal of supported capital assets	$ (284,890)	$ -	$ -	$ -	$ (284,890)	$ -	$ -	$ -	$ -	$ (284,890)
Transferred (to) from others - please explain:	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
SDCC closing balance at August 31, 2025	$ 60,264,591	$ -	$ -	$ 15,525	$ 60,280,116	$ -	$ 2,435,924	$ 122,788	$ 2,558,712	$ 68,023,253

SCHEDULE 3

School Jurisdiction Code: 1070

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

		2025							2024
	REVENUES	**Instruction**		**Operations and**		**System**	**External**		
		ECS	**Grades 1 - 12**	**Maintenance**	**Transportation**	**Administration**	**Services**	**TOTAL**	**TOTAL**
(1)	Alberta Education and Childcare	$ 503,197	$ 37,924,535	$ 3,901,013	$ 6,013,745	$ 2,504,247	$ -	$ 50,846,737	$ 50,143,882
(2)	Alberta Infrastructure	$ -	$ -	$ 2,751,764	$ -	$ -	$ -	$ 2,751,764	$ 2,896,749
(3)	Other - Government of Alberta	$ -	$ -	$ 70,925	$ -	$ -	$ 877,111	$ 948,036	$ 913,072
(4)	Federal Government and First Nations	$ -	$ 412,850	$ -	$ -	$ -	$ -	$ 412,850	$ 431,917
(5)	Other Alberta school authorities	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(6)	Out of province authorities	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(7)	Alberta municipalities-special tax levies	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(8)	Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(9)	Fees	$ -	$ 221,316		$ 23,652		$ -	$ 244,968	$ 125,277
(10)	Sales of services and products	$ -	$ 626,219	$ -	$ -	$ -	$ -	$ 626,219	$ 667,080
(11)	Investment income	$ -	$ 486,988	$ -	$ -	$ -	$ -	$ 486,988	$ 239,306
(12)	Gifts and donations	$ -	$ 114,693	$ -	$ -	$ -	$ -	$ 114,693	$ 47,355
(13)	Rental of facilities	$ -	$ -	$ 237,644	$ -	$ -	$ -	$ 237,644	$ 171,594
(14)	Fundraising	$ -	$ 746,550	$ -	$ -	$ -	$ -	$ 746,550	$ 1,080,095
(15)	Gains on disposal of tangible capital assets	$ -	$ -	$ 17,893	$ 60,778	$ -	$ -	$ 78,671	$ 4,000
(16)	Other	$ -	$ 883,373	$ 6,792	$ 305,656	$ -	$ -	$ 1,195,821	$ 393,871
(17)	**TOTAL REVENUES**	$ 503,197	$ 41,416,524	$ 6,986,031	$ 6,403,831	$ 2,504,247	$ 877,111	$ 58,690,941	$ 57,114,198
	EXPENSES								
(18)	Certificated salaries	$ 776,842	$ 19,392,652			$ 448,014	$ 19,027	$ 20,636,535	$ 20,288,069
(19)	Certificated benefits	$ 96,763	$ 4,440,273			$ 68,983	$ 686	$ 4,606,705	$ 4,676,049
(20)	Non-certificated salaries and wages	$ 118,365	$ 8,043,512	$ 691,951	$ 2,978,987	$ 965,950	$ 596,311	$ 13,395,076	$ 12,696,977
(21)	Non-certificated benefits	$ 40,035	$ 2,320,723	$ 174,826	$ 638,043	$ 241,303	$ 176,549	$ 3,591,479	$ 3,192,590
(22)	SUB - TOTAL	$ 1,032,005	$ 34,197,160	$ 866,777	$ 3,617,030	$ 1,724,250	$ 792,573	$ 42,229,795	$ 40,853,685
(23)	Services, contracts and supplies	$ 16,887	$ 6,250,104	$ 3,647,082	$ 2,269,920	$ 648,356	$ 84,538	$ 12,916,887	$ 12,149,310
(24)	Amortization of supported tangible capital assets	$ -	$ -	$ 2,751,764	$ -	$ -	$ -	$ 2,751,764	$ 2,896,749
(25)	Amortization of unsupported tangible capital assets	$ -	$ 194,043	$ 145,534	$ 939,348	$ 120,182	$ -	$ 1,399,107	$ 1,247,398
(26)	Amortization of supported ARO tangible capital assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(27)	Amortization of unsupported ARO tangible capital assets	$ -	$ -	$ 63,859	$ 23,221	$ 9,676	$ -	$ 96,756	$ 101,209
(28)	Amortization of purchased intangibles	$ -	$ -	$ -	$ -	$ -	$ -	$ -	
(29)	Accretion expenses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(30)	Unsupported interest on capital debt	$ -	$ -	$ 1,580	$ 1,579	$ 1,580	$ -	$ 4,739	$ -
(31)	Other interest and finance charges	$ -	$ 24	$ -	$ -	$ 1,267	$ -	$ 1,291	$ 1,028
(32)	Losses on disposal of tangible capital assets	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(33)	Other expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
(34)	**TOTAL EXPENSES**	$ 1,048,892	$ 40,641,331	$ 7,476,596	$ 6,851,098	$ 2,505,311	$ 877,111	$ 59,400,339	$ 57,249,379
(35)	**OPERATING SURPLUS (DEFICIT)**	$ (545,695)	$ 775,193	$ (490,565)	$ (447,267)	$ (1,064)	$ -	$ (709,398)	$ (135,181)

SCHEDULE 4

School Jurisdiction Code: 1070

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

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR/CMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2025 TOTAL Operations and Maintenance	2024 TOTAL Operations and Maintenance
Non-certificated salaries and wages	$ -	$ 463,491	$ -	$ -	$ 228,460			$ 691,951	$ 991,525
Non-certificated benefits	$ -	$ 99,277	$ -	$ -	$ 75,549			$ 174,826	$ 214,359
SUB-TOTAL REMUNERATION	$ -	$ 562,768	$ -	$ -	$ 304,009			$ 866,777	$ 1,205,884
Supplies and services	$ 1,313,159	$ -	$ -	$ 130,719	$ 484,791			$ 1,928,669	$ 1,742,982
Electricity			$ 665,541					$ 665,541	$ 621,823
Natural gas/heating fuel			$ 449,708					$ 449,708	$ 381,419
Sewer and water			$ 145,485					$ 145,485	$ 115,593
Telecommunications			$ 214,725					$ 214,725	$ 197,466
Insurance					$ 33,879			$ 33,879	$ 329,280
ASAP maintenance & renewal payments							$ -	$ -	$ -
Amortization of tangible capital assets									
Supported							$ 2,896,749	$ 2,896,749	$ 2,896,749
Unsupported						$ 196,501		$ 196,501	$ 182,397
TOTAL AMORTIZATION						$ 196,501	$ 2,896,749	$ 3,093,250	$ 3,079,146
Accretion expense						$ -	$ -	$ -	$ -
Interest on capital debt - Unsupported						$ 1,579		$ 1,579	$ -
Lease payments for facilities				$ 76,983				$ 76,983	$ 78,676
Other expense	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Losses on disposal of capital assets								$ -	$ -
TOTAL EXPENSES	$ 1,313,159	$ 562,768	$ 1,475,459	$ 207,702	$ 822,679	$ 198,080	$ 2,896,749	$ 7,476,596	$ 7,752,269

SQUARE METRES	2025	2024
School buildings	54,170.0	54,170.0
Non school buildings	7,180.0	7,180.0

Notes:

Custodial: All expenses related to activities undertaken to keep the school environment and maintenance shops clean and safe.

Maintenance: All expenses associated with the repair, replacement, enhancement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components. Maintenance expenses exclude operational costs related to expensed Infrastructure Maintenance Renewal (IMR), CMR & Modular Unit relocations, as they are reported on separately.

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed IMR, CMR & Modular Unit Relocation & Lease Payments: All operational expenses associated with non-capitalized IMR and CMR projects, modular unit (portable) relocation, and payments on leased facilities.

Facility Planning & Operations Administration: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees & contractors, school facility planning & project 'administration', administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.

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

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

SCHEDULE 5 School Jurisdiction Code: 1070

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

Cash & Cash Equivalents

	2025			2024
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash	0.00%	$ 4,334,342	$ 4,334,342	$ 5,477,409
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%			-
Provincial, direct and guaranteed	3.93%	995,357	1,014,072	990,414
Corporate	3.36%	1,323,233	1,338,935	1,567,100
Other, including GIC's	4.40%	625,000	662,764	1,233,121
Total cash and cash equivalents	1.55%	$ 7,277,932	$ 7,350,113	$ 9,268,044

See Note xxx for additional detail.

Portfolio Investments

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

See Note xxx for additional detail.

Portfolio Investments

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

Portfolio Investments Measured at Fair Value	2025				2024
	Level 1	Level 2	Level 3	Total	Total
Portfolio investments in equity instruments that are quoted in an active market.	$ -	$ -	$ -	$ -	$ -
Porfolio investments designated to their fair value category.	-	-	-	-	-
	$ -	$ -	$ -	$ -	$ -

Marketable Securities

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

XXXX	-	-	-	-
	$ -	$ -	$ -	$ -

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

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

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

	2025	2024
Under 1 year	0.0%	0.0%
1 to 5 years	100.0%	100.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

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

Transfers between Level 1 and Level 2

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

SCHEDULE 6 School Jurisdiction Code: 1070

SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2025 (in dollars)

Tangible Capital Assets

	2025							2024
	Land	Work In Progress*	Buildings**	Equipment	Vehicles	Computer Hardware & Software	Total	Total Restated (Note 20)
Estimated useful life			10-40 years	5 years	7-12 years	3-5 Years		
Historical cost								
Beginning of year	$ 1,855,229	$ 9,309,736	$ 117,643,955	$ 3,390,017	$ 13,700,491	$ -	$ 145,899,428	135,931,246
Prior period adjustments - updated August 2024 year end Manning and Red Earth Schools Alberta Infrastructure costs	-	10,184,506	-	-	-	-	10,184,506	10,184,506
Additions	-	11,470,458	421,563	415,158	360,216	-	12,667,395	10,086,264
Transfers in (out)	-	(1,076,866)	1,076,866	-	-	-	-	-
Less disposals including write-offs	-	-	(2,958,568)	(182,284)	(853,491)	-	(3,994,343)	(118,082)
Historical cost, August 31, 2025	$ 1,855,229	$ 29,887,834	$ 116,183,816	$ 3,622,891	$ 13,207,216	$ -	$ 164,756,986	$ 156,083,934
Accumulated amortization								
Beginning of year	$ -	$ -	$ 70,863,333	$ 3,047,769	$ 7,572,698	$ -	$ 81,483,800	77,356,526
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	3,145,509	96,843	1,005,275	-	4,247,627	4,245,356
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(2,673,678)	(182,284)	(844,843)	-	(3,700,805)	(118,082)
Accumulated amortization, August 31, 2025	$ -	$ -	$ 71,335,164	$ 2,962,328	$ 7,733,130	$ -	$ 82,030,622	$ 81,483,800
Net Book Value at August 31, 2025	$ 1,855,229	$ 29,887,834	$ 44,848,652	$ 660,563	$ 5,474,086	$ -	$ 82,726,364	
Net Book Value at August 31, 2024	$ 1,855,229	$ 19,494,242	$ 46,780,622	$ 342,248	$ 6,127,793	$ -		$ 74,600,134

	2025	2024
Total cost of assets under capital lease	$ -	$ -
Total amortization of assets under capital lease	$ -	$ -

SCHEDULE 7

School Jurisdiction Code: **1070**

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

Board Members:		FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits	Expenses
Chair Crystal Owens, Ward 2		1.00	$30,777	$7,936	$0			$0	$15,687
Other members		-	$0	$0	$0			$0	$0
Marie Dyck, Ward 1		1.00	$26,872	$6,218	$0			$0	$15,248
Lacey Buchinski, Ward 3		1.00	$20,018	$7,566	$0			$0	$9,532
Moise Dion, Ward 4		1.00	$15,191	$1,884	$0			$0	$7,528
Lori Leitch, Ward 5		1.00	$16,088	$7,241	$0			$0	$4,999
David Rushton, Ward 6		1.00	$21,690	$6,794	$0			$0	$11,168
Edith Giesbrecht, Ward 7		1.00	$15,014	$6,995	$0			$0	$8,012
		-	$0	$0	$0			$0	$0
		-	$0	$0	$0			$0	$0
		-	$0	$0	$0			$0	$0
		-	$0	$0	$0			$0	$0
		-	$0	$0	$0			$0	$0
Subtotal		7.00	$145,650	$44,634	$0			$0	$72,174
Name, Superintendent 1	Jeff Thompson	0.79	$178,956	$27,736	$0	$0	$0	$0	$16,682
Name, Superintendent 2	Adam Murray	0.21	$59,033	$5,631	$0	$0	$0	$0	$1,942
Name, Superintendent 3	Input Superintendent 3 name here	-	$0	$0	$0	$0	$0	$0	$0
Name, Treasurer 1	Rhonda Freeman	1.00	$193,622	$46,736	$0	$0	$0	$0	$14,388
Name, Treasurer 2	Input Treasurer 2 name here	-	$0	$0	$0	$0	$0	$0	$0
Name, Treasurer 3	Input Treasurer 3 name here	-	$0	$0	$0	$0	$0	$0	$0
Name, Other	Input Other name and title here	-	$0	$0	$0	$0	$0	$0	$0
Certificated			$20,398,546	$4,573,338	$0	$0	$0	$0	
School based		194.00							
Non-School based		12.00							
Non-certificated			$13,134,942	$3,420,971	$0	$0	$0	$0	
Instructional		168.00							
Operations & Maintenance		9.00							
Transportation		82.00							
Other		41.00							
TOTALS		**515.00**	**$34,110,749**	**$8,119,046**	**$0**	**$0**	**$0**	**$0**	**$105,186**

SCHEDULE 8

School Jurisdiction Code: 1070

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

Continuity of ARO (Liability) Balance

2025

(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2024	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704
Liability incurred from Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2024 to Aug. 31, 2025 - Alberta Infrastructure	-	(257,950)	-	-	-	(257,950)
Liability settled/extinguished from Sept 1., 2024 to Aug. 31, 2025 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-
Reduction of liability resulting from disposals of assets Sept. 1, 2024 to Aug. 31, 2025	-	-	-	-	-	-
Balance, Aug. 31, 2025	$ -	$ 4,246,754	$ -	$ -	$ -	$ 4,246,754

2024

(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Opening Balance, Aug 31, 2023	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704
Liability incurred from Sept. 1, 2023 to Aug. 31, 2024	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2023 to Aug. 31, 2024 - Alberta Infrastructure	-	-	-	-	-	-
Liability settled/extinguished from Sept. 1, 2023 to Aug. 31, 2024 - Other	-	-	-	-	-	-
Accretion expense (only if Present Value technique is used)	-	-	-	-	-	-
Add/(Less): Revision in estimate Sept. 1, 2023 to Aug. 31, 2024	-	-	-	-	-	-
Reduction of liability resulting from disposals of assets Sept. 1, 2023 to Aug. 31, 2024	-	-	-	-	-	-
Balance, Aug. 31, 2024	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704

Continuity of TCA (Capitalized ARO) Balance

2025

(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
ARO Tangible Capital Assets - Cost						
Opening balance, August 31, 2024	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704
Additions resulting from liability incurred	-	-	-	-	-	-
Revision in estimate	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2025	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704
ARO TCA - Accumulated Amortization						
Opening balance, August 31, 2024	$ -	$ 3,441,120	$ -	$ -	$ -	$ 3,441,120
Amortization expense	-	96,756	-	-	-	96,756
Revision in estimate	-	-	-	-	-	-
Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2025	$ -	$ 3,537,876	$ -	$ -	$ -	$ 3,537,876
Net Book Value at August 31, 2025	$ -	$ 966,828	$ -	$ -	$ -	$ 966,828

2024

(in dollars)	Land	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
ARO Tangible Capital Assets - Cost						
Opening balance, August 31, 2023	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704
Additions resulting from liability incurred	-	-	-	-	-	-
Revision in estimate	-	-	-	-	-	-
Reduction resulting from disposal of assets	-	-	-	-	-	-
Cost, August 31, 2024	$ -	$ 4,504,704	$ -	$ -	$ -	$ 4,504,704
ARO TCA - Accumulated Amortization						
Opening balance, August 31, 2023	$ -	$ 3,339,911	$ -	$ -	$ -	$ 3,339,911
Amortization expense	-	101,209	-	-	-	101,209
Revision in estimate	-	-	-	-	-	-
Less: disposals	-	-	-	-	-	-
Accumulated amortization, August 31, 2024	$ -	$ 3,441,120	$ -	$ -	$ -	$ 3,441,120
Net Book Value at August 31, 2024	$ -	$ 1,063,584	$ -	$ -	$ -	$ 1,063,584

School Jurisdiction Code: 1070

SCHEDULE 9

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

	Please provide a description, if needed.	Actual Fees Collected 2023/2024	Budgeted Fee Revenue 2024/2025	(A) Actual Fees Collected 2024/2025	(B) Unspent September 1, 2024*	(C) Funds Raised to Defray Fees 2024/2025	(D) Expenditures 2024/2025	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2025*
Transportation Fees		$31,464	$25,000	$23,651	$176,450	$0	$0	**$200,101**
Basic Instruction Fees								
Basic instruction supplies		$0	$0	$0	$10	$0	$10	**$0**
Fees to Enhance Basic Instruction								
Technology user fees		$0	$0	$0	$0	$0	$0	**$0**
Alternative program fees		$10,750	$5,000	$10,250	$22,231	$0	$9,881	**$22,600**
Fees for optional courses		$0	$0	$525	$980	$0	$0	**$1,505**
Activity fees		$45,617	$20,000	$26,529	$84,094	$8,641	$32,704	**$86,560**
Early childhood services		$0	$0	$0	$0	$0	$0	**$0**
Other fees to enhance education		$0	$0	$570	$800	$0	$570	**$800**
Non-Curricular fees								
Extracurricular fees		$128,789	$110,000	$144,594	$725,205	$333,103	$494,528	**$708,374**
Non-curricular travel		$17,250	$4,500	$19,375	$142,743	$65,337	$74,393	**$153,062**
Lunch supervision and noon hour activity fees		$0	$0	$30,838	$36,749	$0	$0	**$67,587**
Non-curricular goods and services		$37,915	$17,000	$0	$212,092	$96,509	$134,452	**$174,149**
Other fees		$0	$0	$0	$0	$0	$0	**$0**
TOTAL FEES		**$271,785**	**$181,500**	**$256,332**	**$1,401,354**	**$503,590**	**$746,538**	**$1,414,738**

***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 2025	Actual 2024
Cafeteria sales, hot lunch, milk programs		$152,775	$215,327
Special events, graduation, tickets		$0	$0
International and out of province student revenue		$0	$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)		$0	$0
Adult education revenue		$0	$0
Preschool		$0	$0
Child care & before and after school care		$0	$0
Lost item replacement fee		$0	$0
Extracurricular		$0	$0
Additional course fees/supplies/class trips		$0	$0
Other (Describe)		$0	$0
TOTAL		$152,775	$215,327

School Jurisdiction Code: 1070

SCHEDULE 10

UNAUDITED SCHEDULE OF SYSTEM ADMINISTRATION
For the Year Ended August 31, 2025 (in dollars)

	Allocated to System Administration 2025			
EXPENSES	**Salaries & Benefits**	**Supplies & Services**	**Other**	**TOTAL**
Office of the superintendent	$ 271,356	$ 18,624	$ -	$ 289,980
Educational administration (excluding superintendent)	245,642	22,047	-	267,689
Business administration	485,582	451,994	-	937,576
Board governance (Board of Trustees)	190,284	222,909	-	413,193
Information technology	-	-	-	-
Human resources	169,165	-	-	169,165
Central purchasing, communications, marketing	-	-	-	-
Payroll	165,553	-	-	165,553
Administration - insurance			11,502	11,502
Administration - amortization			129,858	129,858
Administration - other (admin building, interest)			120,795	120,795
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
Other (describe)	-	-	-	-
TOTAL EXPENSES	$ 1,527,582	$ 715,574	$ 262,155	$ 2,505,311
Less: Amortization of unsupported tangible capital assets				($129,858)
TOTAL FUNDED SYSTEM ADMINISTRATION EXPENSES				2,375,453

REVENUES	**2025**
System Administration grant from Alberta Education and Childcare	2,504,247
System Administration other funding/revenue from Alberta Education and Childcare (ATRF, secondment revenue,	-
System Administration funding from others	-
TOTAL SYSTEM ADMINISTRATION REVENUES	2,504,247
Transfers (to)/from System Administration reserves	-
Transfers (to) other programs	(128,794)
SUBTOTAL	2,375,453
System Administration expense (over) under spent	$0

PEACE RIVER SCHOOL DIVISION
NOTES TO THE FINANCIAL STATEMENTS

1. AUTHORITY AND PURPOSE

PS 1000, PS 1100

The School Division delivers education programs under the authority of the *Education Act*, 2012, Chapter E-0.3.

The school division receives funding for instruction and support under the Ministerial Grants Regulation (AR 215/2022). The regulation allows for the setting of conditions and use of grant monies. The School Division is limited on certain funding allocations and administration expenses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with the Canadian Public Sector Accounting Standards (PSAS). The 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) **Basis of Financial Reporting**

Valuation of Financial Assets and Liabilities

The organization'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
Inventories for resale	Lower of cost or net realizable value
Portfolio investments	Fair value and amortized cost
Accounts payable and 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 division's financial claims on external organizations and individuals, as well as cash and inventories for resale at the year end.

Cash and Cash Equivalents
PS 1201.104-.105

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term, highly liquid, investments that are readily convertible to known amounts of cash and that 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.

Summary of Significant Accounting Policies (continued)

Accounts Receivable

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

Portfolio investments
PS 3041, PS 3450

The School District has investments in GIC's, term deposits, bonds, equity instruments and mutual funds that have no maturity dates or a maturity of greater than three months. GIC's, term deposits and investments not quoted in an active market are reported at cost or amortized cost. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value. Discounts and premiums arising on the purchase of fixed income securities are amortized over the term of the investments.

Scholarship Endowment Funds
HB 4410.29, .49

Scholarship Endowment Funds are included in the notes to Financial Statements only. Contributions and income pertaining to scholarship endowment funds are recognized on the Statement of Operations and must be held in perpetuity in accordance with the agreement with the donor. The residual may be disbursed for the purposes of the scholarship. Undisbursed funds earned on endowment principal are recognized as deferred revenue or as revenue in the year to the extent that stipulations have been met. Donors have placed restrictions on their contributions to endowments, for example, capital preservation. The principal restriction is that the original contribution should be maintained intact in perpetuity. Other restrictions may include spending investment income earned by endowments for specific operational or capital purposes or capitalizing a certain amount of investment income to maintain and grow the real value of endowments.

Liabilities

Liabilities are present obligations of the school division 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 benefits. They are recognized when there is an appropriate basis of measurement and management can reasonably estimate the amounts.

Accounts payable and 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.

Summary of Significant Accounting Policies (continued)

Deferred Contributions
PS 3100, 3410.16, .17, .19, .25

Deferred contributions include contributions received for operations, which have stipulations that meet the definition of a liability per Public Sector Accounting Standard (PSAS) PS 3200. These contributions are recognized by the School District once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred contributions is 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 revenue also includes contributions for capital expenditures, unspent and spent. Unspent Deferred Capital Contributions (UDCC) represent externally restricted supported capital *Summary of Significant Accounting Policies (continued)* 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 school division to use the asset in a prescribed manner over the life of the associated asset.

Employee Future Benefits
PS 3250.84, .100-.104, PS 3255.35-.36

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

The School Division accrues its obligations and related costs, including both vested and non-vested benefits under employee future benefit plans. Benefits include defined-benefit retirement plans, vested or accumulating sick leave, early retirement, retirement/severance, job training and counseling, post-employment benefit continuation, vacation, overtime, death benefits, and various qualifying compensated absences, early retirement, retirement/severance, vacation, overtime, death benefit and non-vested sick leave. The future benefits cost is actuarially determined using the projected unit credit method pro-rata 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 cost of borrowing.

Asset Retirement Obligations
HB 3110.21, PS 3280

Asset retirement obligations are legal obligations associated with the retirement of tangible capital assets (TCA). 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.

Summary of Significant Accounting Policies (continued)

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

- there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- the past transaction or event giving rise to the liability has occurred;
- it is expected that future economic benefits will be given up; and
- 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.

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.

<u>Tangible capital assets</u>
PS 3150

The following criteria applies:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are 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.
- Construction-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the School 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 Expended Deferred Capital Revenue (EDCR).
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of $5,000 are capitalized.

Summary of Significant Accounting Policies (continued)

- 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 Board are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School Division's rate for incremental borrowing or the interest rate implicit in the lease.
- Tangible capital assets are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	10 to 40 years
Vehicles & Buses	7 to 12 years
Other Equipment & Furnishings	5 years
Land Improvements	12.5 years

Inventories of supplies

Inventories of supplies are valued at the lower of cost and replacement cost. Cost is determined on a first-in, first-out basis.

Prepaid expenses

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

Operating and Capital Reserves
PSG-4

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 Net Assets.

Revenue Recognition
PS 3410.08, .16, .17, .19, 3510

Revenues are recorded on an accrual basis. Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Contributed services are not recognized in the financial statements.

Eligibility criteria are criteria that the School Division has to meet in order to receive certain contributions. *Stipulations* describe what the School Division must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *Section PS 3200.* Such liabilities are recorded as deferred revenue.

Expenses
PS 1201.85 - .88

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

Allocation of Costs

- Actual salaries of personnel assigned to two or more programs are allocated based on the time spent in each program.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

Program Reporting
PS 2700.07, .26

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

The allocation of revenues and expenses are 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
PS 1300.40, .46

The School 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. Trust balances can be found in Note 12.

Financial Instruments
PS 3450

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

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank indebtedness, accounts payable and accrued liabilities, debt and other liabilities. Unless otherwise noted, it is management's opinion that the School Division is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

Portfolio investments in equity instruments quoted in an active market and derivatives are recorded at fair value. All other financial assets and liabilities are recorded at cost or amortized cost and 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 Statement of Operations. Impairment losses such as write-downs or write-offs are reported in the Statement of Operations.

Measurement Uncertainty
PS 2130

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. The preparation of 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. Significant areas requiring the use of management estimates relate to the potential impairment of assets, asset retirement obligations, rates for amortization and estimated employee future benefits.

3. FUTURE CHANGES IN ACCOUNTING STANDARDS

On September 1, 2026, School 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 $7,350,113

5. ACCOUNTS RECEIVABLE

	2025			2024
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	$2,034	$0	$2,034	$8,288
Alberta Education - Capital	732,496	-	732,496	240,000
Federal government	114,566	-	114,566	141,087
Other	388,964	-	388,964	484,831
Total	$1,238,060	$0	$1,238,060	$874,206

6. INVENTORY

	2025	2024
Inventory - Supplies	$500,240	$428,036
Total	$500,240	$428,036

7. Equity in the Alberta Risk Management Insurance Consortium (ARMIC)

ARMIC is an insurance reciprocal including thirty-seven (37) rural school boards across Alberta. The Peace River School Division's equity balance as of August 31, 2025, is the balance paid into the reciprocal as of the financial statement date.

	2025	2024
Equity in the Alberta Risk Management Insurance Consortium	$789,438	$465,171
Total	$789,438	$465,171

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2025	2024
Other salaries & benefit costs	$744,944	$692,596
Other trade payables and accrued liabilities	1,815,990	2,722,248
Total	$2,560,934	$3,414,844

9. BENEFIT PLANS

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

Current and past service costs of the Alberta Teachers Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers' Pension Plan Act, the School Division does not make pension contributions for certificated staff.
The Government portion of the current service contribution to the Alberta Teachers Retirement Fund on behalf of the school division is included in both revenues and expenses. For the school year ended August 31, 2025, the amount contributed by the Government was $1,799,025 (2024- $1,919,887).

The school board participates in a multi-employer pension plan, the Local Authorities Pension Plan. The school division is not responsible for future funding of the plan deficit other than through contribution increases. The expense for this pension plan is equivalent to the annual contributions of $764,784 for the year ended August 31, 2025 (2024 $656,147). At December 31, 2024, the Local Authorities Pension Plan reported a surplus of $19,557b (2023, a surplus of $15,057b).

The school division provides non-contributory defined benefit supplementary retirement benefits to its executives.

The school division participates in the multi-employer supplementary integrated pension plan (SiPP) for members of senior administration. The plan provides a supplement to the LAPP or ATRF pension to a full 100% of pensionable service. The annual expenditure for this pension plan is equivalent to the annual contributions of $20,182 for the year ended August 31, 2025 (2024 - $25,406)
The school division does not have sufficient plan information on the LAPP/ 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/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.

10. PREPAID EXPENSES:

	2025	2024
Prepaid insurance	$79,628	$79,037
Other	551,422	381,015
Total	$631,050	$460,052

11. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the school division. They are not recorded on the statements of the Division.

	2025	2024
Scholarship trusts	$297,530	$291,786
Total	$297,530	$291,786

12. ASSET RETIREMENT OBLIGATIONS AND ENVIRONMENTAL LIABILITIES

	2025	2024
Asset Retirement Obligations (i)	$4,246,754	$4,504,704
Environmental Liabilities		
Contaminated site liabilities (ii)	-	-
Other environmental liabilities (iii)	-	-
	$0	$0
	$4,246,754	$4,504,704

(i) Asset Retirement Obligations

	2025	2024
Asset Retirement Obligations, beginning of year	$4,504,704	$4,504,704
Liability incurred	-	-
Liability settled	(257,950)	-
Accretion expense	-	-
Revision in estimates	-	-
Asset Retirement Obligations, end of year	$4,246,754	$4,504,704

Tangible capital assets with associated retirement obligations include buildings. The school division has asset retirement obligations to remove hazardous materials and 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 subsequently remeasured taking into account any new information and the appropriateness of assumptions used. The estimate of the liability is based on an estimated assessment report performed and provided by Pinchin Ltd.

The extent of the liability is limited to costs directly attributable to the removal of hazardous materials and asbestos fibre containing materials from various buildings under school division's control in accordance with the legally enforceable obligation establishing the liability.

13. SCHOOL GENERATED FUNDS

	2025	2024
School Generated Funds, Beginning of Year	$625,499	$641,346
Gross Receipts:		
Fees	221,316	229,506
Fundraising	746,550	698,020
Gifts and donations	77,961	145,126
Grants to schools	-	-
Other sales and services	45,076	27,854
Total gross receipts	$1,090,903	$1,100,506
Total Related Expenses and Uses of Funds	987,184	804,154
Total Direct Costs Including Cost of Goods Sold to Raise Funds	24,829	312,199
School Generated Funds, End of Year	$704,389	$625,499
Balance included in Accumulated Surplus (Operating Reserves)	$704,389	$625,499

14. NET ASSETS:

The school division's accumulated surplus is summarized as follows:

	2025	2024
Unrestricted surplus (deficit)	$ -	($3,153,207)
Operating reserves	2,782,332	5,071,581
Accumulated surplus (deficit) from operations	$2,782,332	$1,918,374
Investment in tangible capital assets	9,706,192	10,408,955
Capital reserves	2,042,355	2,912,948
Accumulated remeasurement gains (losses)	214,101	78,125
Accumulated surplus (deficit)	$14,744,980	$15,318,402

Included in Accumulated surplus from operations are school generated funds to which the Division has no claim. Adjusted accumulated surplus represents funds owned by Peace River School Division.

	2025	2024
Accumulated surplus (deficit) from operations	$2,782,332	$1,918,374
Deduct: School generated funds included in accumulated surplus (Note 13)	704,389	625,499
Adjusted accumulated surplus (deficit) from operations(1)	$2,077,943	$1,292,875

(1) Accumulated surplus represents funding available for use by the school division after deducting funds committed for use by the schools.

15. RELATED PARTY TRANSACTIONS

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

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	**Liabilities (at amortized cost)**	**Revenues**	**Expenses**
Government of Alberta (GOA):				
Alberta Education				
Accounts receivable / Accounts payable	$734,530	$0	[redacted]	[redacted]
Grant revenue & expenses	[redacted]	[redacted]	49,129,286	[redacted]
ATRF payments made on behalf of district	[redacted]	[redacted]	1,717,451	[redacted]
Unexpended deferred capital contributions		2,291,433		
Spent deferred capital contributions		7,758,662	258,762	-
Alberta Health Services	-	-	597,891	597,891
Alberta Infrastructure	-	-	-	-
Unexpended deferred capital contributions	[redacted]	408,052	[redacted]	[redacted]
Spent deferred capital contributions	[redacted]	60,264,591	2,493,002	[redacted]
TOTAL 2024/2025	$734,530	$70,722,738	$54,196,392	$597,891
TOTAL 2023/2024	$315,003	$52,159,737	$54,084,168	$611,621

16. DEBT

	2025	2024
Unsupported debenture outstanding at August 31, 2025 has An interest rate of 3.72%. The term of the debenture is 10 years, payments made semi-annually by the school division	$ 750,000	$ -
Total	$ 750,000	$ -

	Principal	Interest	Total
2025-2026	$ 63,182	$ 27,318	$ 90,500
2026-2027	65,554	24,946	90,500
2027-2028	68,015	22,484	90,499
2028-2029	70,570	19,930	90,500
2029-2030	73,219	17,281	90,500
2030 to maturity	409,460	43,045	452,505
Total	$ 750,000	$ 155,004	$ 905,004

17. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

18. BUDGET AMOUNTS

The budget was prepared by the school division and approved by the Board of Trustees on May 16, 2024.

19. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2024/2025 presentation.

20. PRIOR PERIOD ADJUSTMENTS

The spent deferred capital contributions and tangible capital assets have been restated to reflect the updated amounts for the August 31, 2024 year end for the Manning and Red Earth Schools Alberta Infrastructure costs.

	Originally Reported	Adjustment	Restated
Spent deferred capital contributions	($ 49,501,952)	($ 10,184,506)	($ 59,686,458)
Tangible capital assets	$ 64,415,628	10,184,506	74,600,134