

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2015**
[School Act, Sections 147(2)(a), 148, 151(1) and 276]

Westmount Charter School Society

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of Westmount Charter School Society presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong system of budgetary control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors were given full access to school jurisdiction records.

Declaration of Management and Board Chair

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Graeme Finlay

Name

"original signed"

Signature

SUPERINTENDENT

Joe Frank

Name

"original signed"

Signature

SECRETARY-TREASURER OR TREASURER

Johnathan Liu

Name

"original signed"

Signature

November 18, 2015

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch
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LAWRENCE A. LIM
Chartered Accountant

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INDEPENDENT AUDITOR'S REPORT

To the Members of the Board

Westmount Charter School Society

I have audited the accompanying financial statement of the Westmount Charter School Society, which comprise the statement of financial position as at August 31, 2015 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year ended August 31, 2015, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian Public Sector Accounting Standards without not-for-profit provisions 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall financial statement presentation.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2015 and the results of its operations, changes in cash flows, net assets and capital allocations for the year ended August 31, 2015 in accordance with Canadian Public Sector Accounting Standards without not-for-profit provisions.

Calgary, Alberta

November 18, 2015



Chartered Accountant

STATEMENT OF FINANCIAL POSITION
As at August 31, 2015 (in dollars)

		2015	2014
FINANCIAL ASSETS			
Cash and cash equivalents	(Note 3)	\$ 1,993,614	\$ 2,312,521
Accounts receivable (net after allowances)	(Note 4)	\$ 840,389	\$ 112,575
Portfolio investments	(Note 5)	\$ -	\$ 45,000
Other financial assets		\$ -	\$ -
Total financial assets		\$ 2,834,003	\$ 2,470,096
LIABILITIES			
Bank indebtedness		\$ -	\$ -
Accounts payable and accrued liabilities	(Note 6)	\$ 1,630,297	\$ 791,269
Deferred revenue	(Note 7)	\$ 320,583	\$ 369,498
Employee future benefit liabilities		\$ -	\$ -
Liability for contaminated sites		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures and other supported debt		\$ -	\$ -
Unsupported: Debentures and capital loans		\$ -	\$ -
Mortgages		\$ -	\$ -
Capital leases		\$ -	\$ -
Total liabilities		\$ 1,950,880	\$ 1,160,767
Net financial assets (debt)		\$ 883,123	\$ 1,309,329
NON-FINANCIAL ASSETS			
Tangible capital assets			
Land		\$ -	\$ -
Construction in progress		\$ -	\$ -
Buildings		\$ -	
Less: Accumulated amortization		\$ -	\$ -
Equipment		\$ -	
Less: Accumulated amortization		\$ -	\$ -
Vehicles		\$ -	
Less: Accumulated amortization		\$ -	\$ -
Computer Equipment		\$ -	
Less: Accumulated amortization		\$ -	\$ -
Total tangible capital assets		\$ -	\$ -
Prepaid expenses		\$ 120,362	\$ 109,811
Other non-financial assets		\$ -	\$ -
Total non-financial assets		\$ 120,362	\$ 109,811
Accumulated surplus	(Note 8)	\$ 1,003,485	\$ 1,419,140
Accumulating surplus / (deficit) is comprised of:			
Accumulated operating surplus (deficit)		\$ 1,003,485	\$ 1,419,140
Accumulated remeasurement gains (losses)		\$ -	\$ -
		\$ 1,003,485	\$ 1,419,140
Contractual obligations	(Note 9)		
Contingent liabilities	(Note 10)		

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

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2015 (in dollars)

	Budget 2015	Actual 2015	Actual 2014
REVENUES			
Alberta Education	\$ 16,174,133	\$ 14,943,451	\$ 13,242,007
Other - Government of Alberta	\$ -	\$ -	\$ -
Federal Government and First Nations	\$ -	\$ -	\$ -
Other Alberta school authorities	\$ 51,000	\$ 49,969	\$ 58,049
Out of province authorities	\$ -	\$ -	\$ -
Alberta municipalities-special tax levies	\$ -	\$ -	\$ -
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 1,219,920	\$ 1,188,439	\$ 1,204,929
Other sales and services	\$ -	\$ 105,985	\$ -
Investment income	\$ 13,893	\$ 22,197	\$ 23,582
Gifts and donations	\$ 50,000	\$ 145,990	\$ 154,190
Rental of facilities	\$ 15,300	\$ 15,300	\$ 15,300
Fundraising	\$ 60,000	\$ 78,534	\$ 33,338
Gains on disposal of capital assets	\$ -	\$ -	\$ -
Other revenue	\$ -	\$ -	\$ -
Total revenues	\$ 17,584,246	\$ 16,549,865	\$ 14,731,395
EXPENSES			
Instruction - ECS	\$ -	\$ 284,451	\$ 216,650
Instruction - Grades 1 - 12	\$ 11,644,073	\$ 11,693,010	\$ 10,769,596
Plant operations and maintenance	\$ 4,276,962	\$ 3,176,412	\$ 1,949,725
Transportation	\$ 961,484	\$ 951,933	\$ 956,310
Board & system administration	\$ 808,969	\$ 824,321	\$ 780,928
External services	\$ 37,166	\$ 35,393	\$ 28,313
Total expenses	\$ 17,728,654	\$ 16,965,520	\$ 14,701,522
Operating surplus (deficit)	\$ (144,408)	\$ (415,655)	\$ 29,873

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

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2015 (in dollars)

	2015	2014
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Operating surplus (deficit)	\$ (415,655)	\$ 29,873
Add (Deduct) items not affecting cash:		
Total amortization expense	\$ -	\$ -
Gains on disposal of tangible capital assets	\$ -	\$ -
Losses on disposal of tangible capital assets	\$ -	\$ -
Expended deferred capital revenue recognition	\$ -	\$ -
Deferred capital revenue write-off	\$ -	\$ -
Donations in kind	\$ -	\$ -
Changes in:		
Accounts receivable	\$ (727,814)	\$ (23,837)
Prepays	\$ (10,551)	\$ 12,846
Other financial assets	\$ -	\$ -
Non-financial assets	\$ -	\$ -
Accounts payable, accrued and other liabilities	\$ 839,028	\$ 219,297
Deferred revenue (excluding EDCR)	\$ (48,915)	\$ 96,730
Employee future benefit liabilities	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from operating transactions	\$ (363,907)	\$ 334,909
B. CAPITAL TRANSACTIONS		
Purchases of tangible capital assets		
Land	\$ -	\$ -
Buildings	\$ -	\$ -
Equipment	\$ -	\$ -
Vehicles	\$ -	\$ -
Computer equipment	\$ -	\$ -
Net proceeds from disposal of unsupported capital assets	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from capital transactions	\$ -	\$ -
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ 45,000	\$ 1,211,854
Dispositions of portfolio investments	\$ -	\$ -
Remeasurement gains (losses) reclassified to the statement of operations	\$ -	\$ -
Change in endowments	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ 45,000	\$ 1,211,854
D. FINANCING TRANSACTIONS		
Issue of debt	\$ -	\$ -
Repayment of debt	\$ -	\$ -
Other factors affecting debt (describe)	\$ -	\$ -
Issuance of capital leases	\$ -	\$ -
Repayment of capital leases	\$ -	\$ -
Other factors affecting capital leases (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ -	\$ -
Increase (decrease) in cash and cash equivalents	\$ (318,907)	\$ 1,546,763
Cash and cash equivalents, at beginning of year	\$ 2,312,521	\$ 765,758
Cash and cash equivalents, at end of year	\$ 1,993,614	\$ 2,312,521

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

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)
For the Year Ended August 31, 2015 (in dollars)

	2015	2014
Operating surplus (deficit)	\$ (415,655)	\$ 29,873
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ -	\$ -
Amortization of tangible capital assets	\$ -	\$ -
Net carrying value of tangible capital assets disposed of	\$ -	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Other changes	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ -	\$ -
Changes in:		
Prepaid expenses	\$ (10,551)	\$ 12,846
Other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -
Endowments	\$ -	\$ -
Increase (decrease) in net financial assets (net debt)	\$ (426,206)	\$ 42,719
Net financial assets (net debt) at beginning of year	\$ 1,309,329	\$ 1,266,610
Net financial assets (net debt) at end of year	\$ 883,123	\$ 1,309,329

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

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2015 (in dollars)

	2015	2014
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Other	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

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

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (in dollars)

	ACCUMULATED SURPLUS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED OPERATING SURPLUS	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2014	\$ 1,419,140	\$ -	\$ 1,419,140	\$ -	\$ -	\$ 1,340,892	\$ 78,248	\$ -
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ 1,419,140	\$ -	\$ 1,419,140	\$ -	\$ -	\$ 1,340,892	\$ 78,248	\$ -
Operating surplus (deficit)	\$ (415,655)		\$ (415,655)			\$ (415,655)		
Board funded tangible capital asset additions				\$ -		\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported assets	\$ -		\$ -	\$ -		\$ -	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Investment income & realized capital gains on endowments	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ -		\$ -		
Capital revenue recognized	\$ -			\$ -		\$ -		
Debt principal repayments (unsupported)	\$ -			\$ -		\$ -		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ -	\$ -	
Net transfers from operating reserves	\$ -					\$ -	\$ -	
Net transfers to capital reserves	\$ -					\$ (650,000)		\$ 650,000
Net transfers from capital reserves	\$ -					\$ -		\$ -
Assumption/transfer of other operations' surplus	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ 1,003,485	\$ -	\$ 1,003,485	\$ -	\$ -	\$ 275,237	\$ 78,248	\$ 650,000

SCHEDULE OF CHANGES IN ACCUMULATED SURPLUS
for the Year Ended August 31, 2015 (in dollars)

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & 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, 2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 78,248	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 78,248	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Investment income & realized capital gains on endowments										
Direct credits to accumulated surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers from operating reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers to capital reserves	\$ -	\$ 650,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net transfers from capital reserves	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assumption/transfer of other operations' surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(Other Changes)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2015	\$ -	\$ -	\$ -	\$ 650,000	\$ -	\$ -	\$ 78,248	\$ -	\$ -	\$ -

SCHEDULE OF CAPITAL REVENUE
(EXTERNALLY RESTRICTED CAPITAL REVENUE ONLY)
for the Year Ended August 31, 2015 (in dollars)

	Unexpended Deferred Capital Revenue				Expended Deferred Capital Revenue
	Provincially Approved & Funded Projects ^(A)	Surplus from Provincially Approved Projects ^(B)	Proceeds on Disposal of Provincially Funded Tangible Capital Assets ^(C)	Unexpended Deferred Capital Revenue from Other Sources ^(D)	
Balance at August 31, 2014	\$ -	\$ -	\$ -	\$ -	\$ -
Prior period adjustments	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted balance, August 31, 2014	\$ -	\$ -	\$ -	\$ -	\$ -
Add:					
Unexpended capital revenue <u>received</u> from:					
Alberta Education school building & modular projects (excl. IMR)	\$ -				
Infrastructure Maintenance & Renewal capital related to school facilities	\$ -				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources <i>(Describe)</i> :	\$ -			\$ -	
Unexpended capital revenue <u>receivable</u> from:					
Alberta Education school building & modular (excl. IMR)	\$ -				
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Other sources: <i>(Describe)</i>	\$ -			\$ -	
Interest earned on unexpended capital revenue	\$ -	\$ -	\$ -	\$ -	
Other unexpended capital revenue: <i>(Describe)</i>				\$ -	
Net proceeds on disposal of supported tangible capital assets			\$ -	\$ -	
Insurance proceeds (and related interest)			\$ -	\$ -	
Donated tangible capital assets (Explain):					
Alberta Schools Alternative Program (ASAP), Building Alberta School Construction Program, (BASCP) and other Alberta Infrastructure managed projects					\$ -
Transferred in (out) tangible capital assets (amortizable, @ net book value)					\$ -
Expended capital revenue - current year	\$ -	\$ -	\$ -	\$ -	\$ -
Surplus funds approved for future project(s)	\$ -	\$ -			
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Deduct:					
Net book value of supported tangible capital dispositions or write-offs					\$ -
Other adjustments (Explain):	\$ -	\$ -	\$ -	\$ -	\$ -
Capital revenue recognized - Alberta Education					\$ -
Capital revenue recognized - Other Government of Alberta					\$ -
Capital revenue recognized - Other revenue					\$ -
Balance at August 31, 2015	\$ -	\$ -	\$ -	\$ -	\$ -
	(A)	(B)	(C)	(D)	
Balance of Unexpended Deferred Capital Revenue at August 31, 2015 (A) + (B) + (C) + (D)					\$ -

Unexpended Deferred Capital Revenue

(A) - Represents funding received from the Government of Alberta to be used toward the acquisition of new approved tangible capital assets with restricted uses only.

(B) - Represents any surplus of funding over costs from column (A) approved by Minister for future capital expenditures with restricted uses only.

(C) - Represents proceeds on disposal of provincially funded restricted-use capital assets to be expended on approved capital assets per 10(2)(a) of Disposition of Property Reg. 181/2010.

(D) - Represents capital revenue received from entities OTHER THAN the Government of Alberta for the acquisition of restricted-use tangible capital assets.

SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2015 (in dollars)

REVENUES	2015										2014
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	2014			
	ECS	Grades 1 - 12						Plant Operations and Maintenance	Transportation	Board & System Administration	External Services
(1) Alberta Education	\$ 345,193	\$ 10,080,463	\$ 3,126,443	\$ 604,528	\$ 786,824	\$ -	\$ 14,943,451	\$ -	\$ -	\$ -	\$ 13,242,007
(2) Other - Government of Alberta	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Federal Government and First Nations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Other Alberta school authorities	\$ -	\$ -	\$ 49,969	\$ -	\$ -	\$ -	\$ 49,969	\$ -	\$ -	\$ -	\$ 58,049
(5) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Fees	\$ 12,135	\$ 793,506	\$ -	\$ 347,405	\$ -	\$ 35,393	\$ 1,188,439	\$ -	\$ -	\$ -	\$ 1,204,929
(9) Other sales and services	\$ -	\$ 105,985	\$ -	\$ -	\$ -	\$ -	\$ 105,985	\$ -	\$ -	\$ -	\$ -
(10) Investment income	\$ -	\$ -	\$ -	\$ -	\$ 22,197	\$ -	\$ 22,197	\$ -	\$ -	\$ -	\$ 23,582
(11) Gifts and donations	\$ -	\$ 145,990	\$ -	\$ -	\$ -	\$ -	\$ 145,990	\$ -	\$ -	\$ -	\$ 154,190
(12) Rental of facilities	\$ -	\$ -	\$ -	\$ -	\$ 15,300	\$ -	\$ 15,300	\$ -	\$ -	\$ -	\$ 15,300
(13) Fundraising	\$ -	\$ 78,534	\$ -	\$ -	\$ -	\$ -	\$ 78,534	\$ -	\$ -	\$ -	\$ 33,338
(14) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(15) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(16) TOTAL REVENUES	\$ 357,328	\$ 11,204,478	\$ 3,176,412	\$ 951,933	\$ 824,321	\$ 35,393	\$ 16,549,865	\$ -	\$ -	\$ -	\$ 14,731,395
EXPENSES											
(17) Certificated salaries	\$ 195,942	\$ 7,052,075	\$ -	\$ -	\$ -	\$ -	\$ 7,248,017	\$ -	\$ -	\$ -	\$ 6,657,789
(18) Certificated benefits	\$ 22,473	\$ 1,524,917	\$ -	\$ -	\$ -	\$ -	\$ 1,547,390	\$ -	\$ -	\$ -	\$ 1,387,517
(19) Non-certificated salaries and wages	\$ 50,088	\$ 1,114,243	\$ 79,150	\$ 34,189	\$ 516,132	\$ 33,315	\$ 1,827,117	\$ -	\$ -	\$ -	\$ 1,675,194
(20) Non-certificated benefits	\$ 8,284	\$ 164,534	\$ 9,135	\$ 5,675	\$ 51,553	\$ 1,786	\$ 240,967	\$ -	\$ -	\$ -	\$ 239,411
(21) SUB - TOTAL	\$ 276,787	\$ 9,855,769	\$ 88,285	\$ 39,864	\$ 567,685	\$ 35,101	\$ 10,863,491	\$ -	\$ -	\$ -	\$ 9,959,911
(22) Services, contracts and supplies	\$ 7,664	\$ 1,837,241	\$ 3,088,127	\$ 912,069	\$ 256,636	\$ 292	\$ 6,102,029	\$ -	\$ -	\$ -	\$ 4,741,611
(23) Amortization of supported tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(24) Amortization of unsupported tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(25) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(26) Unsupported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(28) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(29) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) TOTAL EXPENSES	\$ 284,451	\$ 11,693,010	\$ 3,176,412	\$ 951,933	\$ 824,321	\$ 35,393	\$ 16,965,520	\$ -	\$ -	\$ -	\$ 14,701,522
(31) OPERATING SURPLUS (DEFICIT)	\$ 72,877	\$ (488,532)	\$ -	\$ -	\$ -	\$ -	\$ (415,655)	\$ -	\$ -	\$ -	\$ 29,873

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	SUB-TOTAL Operations & Maintenance	Supported Capital & Debt Services	2015 TOTAL Operations and Maintenance
Uncertificated salaries and wages	\$ -	\$ -	\$ -	\$ -	\$ 79,150		\$ 79,150		\$ 79,150
Uncertificated benefits	\$ -	\$ -	\$ -	\$ -	\$ 9,135		\$ 9,135		\$ 9,135
Sub-total Remuneration	\$ -	\$ -	\$ -	\$ -	\$ 88,285		\$ 88,285		\$ 88,285
Supplies and services	\$ 388,230	\$ 1,379,701	\$ -	\$ -	\$ 1,243		\$ 1,769,174		\$ 1,769,174
Electricity			\$ 135,298				\$ 135,298		\$ 135,298
Natural gas/heating fuel			\$ 49,849				\$ 49,849		\$ 49,849
Sewer and water			\$ 25,356				\$ 25,356		\$ 25,356
Telecommunications			\$ -				\$ -		\$ -
Insurance					\$ -		\$ -		\$ -
ASAP maintenance & renewal payments							\$ -		\$ -
Amortization of tangible capital assets							\$ -		\$ -
Supported							\$ -		\$ -
Unsupported							\$ -		\$ -
Total Amortization							\$ -		\$ -
Interest on capital debt							\$ -		\$ -
Supported							\$ -		\$ -
Unsupported							\$ -		\$ -
Lease payments for facilities				\$ 1,108,450			\$ 1,108,450		\$ 1,108,450
Other interest charges							\$ -		\$ -
Losses on disposal of capital assets							\$ -		\$ -
TOTAL EXPENSES	\$ 388,230	\$ 1,379,701	\$ 210,503	\$ 1,108,450	\$ 89,528		\$ 3,176,412	\$ -	\$ 3,176,412
SQUARE METRES									
School buildings									0.0
Non school buildings									0.0

Note:

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 IMR & 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 & Modular Unit Relocation & Lease Pmts: All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal 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.
Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

UNAUDITED SCHEDULE OF FEE REVENUE
for the Year Ending August 31, 2015 (in dollars)

	Actual 2014/2015	Actual 2013/2014
FEES		
Transportation fees	\$347,405	\$363,952
Basic instruction supplies (text books, including lost or replacement fees, course materials)	\$270,020	\$270,154
Technology user fees	\$0	\$7,724
Alternative program fees	\$385,739	\$411,650
Fees for optional courses (band, art, etc.)	\$137,747	\$123,136
Fees for students from other boards	\$0	\$0
Tuition fees (international & out of province)	\$0	\$0
Kindergarten & preschool	\$12,135	\$0
Extracurricular fees (sports teams and clubs)	\$0	\$0
Field trips (related to curriculum)	\$0	\$0
Lunch supervision fees (Mandatory)	\$35,393	\$28,313
Locker rental; locks; student ID; uniforms; library, student union, and fitness fees	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
Other (describe)*	\$0	\$0
TOTAL FEES	\$1,188,439	\$1,204,929

*PLEASE DO NOT USE "SCHOOL GENERATED FUNDS" AS A CATEGORY

Please disclose amounts paid by parents of students that are recorded as "Other sales and services" or "Other revenue" (rather than fee revenue):	Actual 2014/2015	Actual 2013/2014
Cafeteria sales, hot lunch, milk programs	\$0	\$0
Special events, graduation, tickets	\$0	\$0
Student travel (international, recognition trips, non-curricular)	\$0	\$0
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$0	\$0
Adult education revenue	\$0	\$0
Child care & before and after school care	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
Other (describe)	\$0	\$0
TOTAL	\$0	\$0

UNAUDITED SCHEDULE OF DIFFERENTIAL FUNDING for the Year Ended August 31, 2015 (in dollars)					
	PROGRAM AREA				
	First Nations, Metis & Inuit (FNMI)	ECS Program Unit Funding (PUF)	English as a Second Language (ESL)	Inclusive Education	Small Schools by Necessity (Revenue only)
Funded Students in Program	2	3	209		
REVENUES					
Alberta Education allocated funding	\$ 2,356	\$ 46,783	\$ 246,223	\$ 891,332	\$ -
Other funding allocated by the board to the program	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	\$ 2,356	\$ 46,783	\$ 246,223	\$ 891,332	\$ -
EXPENSES (Not allocated from BASE, Transportation, or other funding)					
Instructional certificated salaries & benefits	\$ -	\$ 58,372	\$ 127,615	\$ 574,922	
Instructional non-certificated salaries & benefits	\$ -	\$ -	\$ -	\$ 442,727	
SUB TOTAL	\$ -	\$ 58,372	\$ 127,615	\$ 1,017,649	
Supplies, contracts and services	\$ -	\$ 2,444	\$ -	\$ 24,520	
Program planning, monitoring & evaluation	\$ -	\$ -	\$ -	\$ -	
Facilities (required specifically for program area)	\$ -	\$ -	\$ -	\$ -	
Administration (administrative salaries & services)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
Other (please describe)	\$ -	\$ -	\$ -	\$ -	
TOTAL EXPENSES	\$ -	\$ 60,816	\$ 127,615	\$ 1,042,169	
NET FUNDING SURPLUS (SHORTFALL)	\$ 2,356	\$ (14,033)	\$ 118,608	\$ (150,837)	

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES
for the Year Ended August 31, 2015 (in dollars)

EXPENSES	Allocated to Board & System Administration				Allocated to Other Programs			
	Salaries & Benefits	Supplies & Services	Other	TOTAL	Salaries & Benefits	Supplies & Services	Other	TOTAL
1 Office of the superintendent	\$ -	\$ -	\$ 147,287	\$ 147,287	\$ -	\$ -	\$ -	\$ 147,287
2 Educational administration (excluding superintendent)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3 Business administration	\$ 322,650	\$ -	\$ 97,325	\$ 419,975	\$ -	\$ -	\$ -	\$ 419,975
4 Board governance (Board of Trustees)	\$ -	\$ -	\$ 12,024	\$ 12,024	\$ -	\$ -	\$ -	\$ 12,024
5 Information technology	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
6 Human resources	\$ 245,035	\$ -	\$ -	\$ 245,035	\$ -	\$ -	\$ -	\$ 245,035
7 Central purchasing, communications, marketing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8 Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9 Administration - insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
10 Administration - amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11 Administration - other (admin building, interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
12 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
13 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
14 Other (describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 567,685	\$ -	\$ 256,636	\$ 824,321	\$ -	\$ -	\$ -	\$ 824,321

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 1 – AUTHORITY AND PURPOSE

The ABC Charter Public School Society was incorporated on August 9, 2000 under the laws of the Societies Act of Alberta. The Society's main purpose was to operate the ABC Charter Public School which had previously been operated as a division of the Action for Bright Children (Calgary Society). The Calgary Society was approved to open and operate a Charter School in Calgary which commenced operations August 1, 1996 and transferred the charter to the Society effective for the beginning of the 2000/2001 school year. On November 15, 2002, the Society changed its name to Westmount Charter School Society ("Westmount" or the "Society"). These financial statements are presented to include the assets, liabilities and operations of Westmount Charter School Society from the commencement of operations in 1996.

The Society delivers education programs under the authority of the School Act, Revised Statutes of Alberta 2000, Chapter S-3.

The Society receives instruction and support allocations under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The Society is limited on certain funding allocations and administrative expenses.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with CPA Canada public sector accounting standards handbook (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) Cash and Cash Equivalents

Cash and cash equivalents include cash and investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These short-term investments have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

b) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

c) Portfolio Investments

The Society has investments in GIC's, term deposits, bonds, equity instruments and mutual funds that have no maturity dates or have a maturity of greater than 3 months. GIC's, term deposits and other investments not quoted in an active market are reported at cost or amortized cost.

Portfolio investments in equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are derecognized. Upon derecognition, the accumulated remeasurement gains or losses associated with the derecognized portfolio investments are reversed and reclassified to the Statement of Operations.

WESTMOUNT CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED AUGUST 31, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Impairment is defined as a loss in value of a portfolio investment that is other than temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. A subsequent increase in value would be recognized on the Statement of Remeasurement Gains and Losses and realized on the Statement of Operations only when sold.

Detailed information regarding portfolio investments is disclosed in Note 5.

d) Tangible Capital Assets

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.
- 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.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Buildings include land, 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 Society 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 Contributions.
- 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 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 Society'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:

Steel Insulated Buildings	50 years
Masonry/Steel Buildings (on or after September 1, 2013)	50 years
Masonry/Steel Buildings (before September 1, 2013)	40 years
Wood Frame Buildings	25 years
P3 Modulares	30 years
Site Improvements (on or after September 1, 2013)	30 years
Site Improvements (before September 1, 2013)	20 years
Building Retrofitting	20 years
Industrial Equipment	10 years
School Buses	10 years
Furniture and Equipment	5 years

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

System Software Implementation

4 years

e) Deferred Revenue

Deferred revenue includes 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 Society once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred revenue 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, unexpended and expended. Unexpended Deferred Capital Revenue represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the Society, 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 expended.

Expended Deferred Capital Revenue represent externally restricted supported capital funds that have been expended 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 that the Society to use the asset in a prescribed manner over the life of the associated asset.

f) Employee Future Benefits

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

The Society 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.

g) Liability for Contaminated Sites

In June 2010, the Public Sector Accounting Board issued the accounting standard PS 3260 effective for fiscal years starting on or after April 1, 2014. Contaminated sites are a result of contamination being introduced into the air, soil, water or sediment of a chemical, organic or radioactive material, or live organism that exceeds an environmental standard. The Society adopted this accounting standard retroactively as of April 1, 2014.

The Society does not have any liability for contaminated sites.

h) Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets.

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related asset. In subsequent periods, the liability is adjusted for the accretion of discount and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and the discount accretion is included on the Statement of Operations.

The Society does not have any asset retirement obligations.

i) Operating and Capital Reserves

Certain amounts are internally or externally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Charter Board. 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 Change in Accumulated Surplus.

j) Revenue Recognition

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 Society has to meet in order to receive certain contributions. *Stipulations* describe what the Society 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 to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *PS 3200*. Such liabilities are recorded as deferred revenue.

k) Expenses

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.

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

l) Pensions

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 Society 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 Society is included in both revenues and expenses. For the school year ended August 31, 2015, the amount contributed by the Government was \$884,506 (2014 \$790,522).

The school board does not participate in multi-employer pension plans.

m) Program Reporting

The Division's operations have been segmented as follows:

- **ECS Instruction.** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 1-12 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/from school), whether contracted or board operated, including transportation facility expenses.
- **Board & 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 are to 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, object and type 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.

n) Scholarship Endowment Funds

In the year of contributions to scholarship endowment funds, contributions represents a direct increase to accumulated surplus and must be held in perpetuity in accordance with the agreement with the donor.

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Reinvestment of the endowment principal represents a direct increase to accumulated surplus. The remaining income earned on endowment principal is recognized as deferred revenue or as revenue in the year to the extent that stipulations have been met.

Unrealized gains and losses associated with the endowment are recorded in the Statement of Remeasurement Gains and Losses.

o) Trusts Under Administration

The Society does not have property that has been transferred or assigned to it to be administered or directed by a trust agreement or statute.

p) 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 financial statements. The Society 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 overdrafts, accounts payable and accrued liabilities, long term debt and other liabilities. Unless otherwise noted, it is management's opinion that the Society 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 derecognition 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.

q) Measurement Uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, 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, rates for amortization and estimated employee future benefits.

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 3 – CASH AND CASH EQUIVALENTS

	2015		2014
	Average Effective (Market) Yield	Cost	Fair Value
Cash	-	\$1,993,614	\$1,993,614
Cash equivalents	-	-	-
Government of Canada	%	-	-
Provincial	%	-	-
Corporate	%	-	-
Municipal	%	-	-
Pooled investment funds	%	-	-
Other, including GIC's	%	-	-
Total cash and cash equivalents	%	\$1,993,614	\$1,993,614
			\$2,312,521

NOTE 4 – ACCOUNTS RECEIVABLE

	2015		2014
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value
Alberta Education – Grants	\$15,655	\$-	\$15,655
Alberta Education – Capital	639,785	-	639,785
Alberta Education – IMR	-	-	-
Other Alberta School Jurisdictions	15,545	-	15,545
Treasury Board and Finance	-	-	-
Alberta Health & Wellness	-	-	-
Alberta Health Services	-	-	-
Innovation & Advanced Education	-	-	-
Post-secondary institutions	-	-	-
Government of Alberta ministries	-	-	-
Federal Government	93,205	-	93,205
Municipalities	-	-	-
First Nations	-	-	-
Foundations	-	-	-
Other	76,199	-	76,199
Total	\$840,389	\$-	\$840,389
			\$112,575

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 5 – PORTFOLIO INVESTMENTS

	Average Effective (Market) Yield	2015			2014
		Cost	Fair Value	Balance	Balance
Long term deposits	%	\$-	\$-	\$-	\$45,000
Guaranteed interest certificates	%	-	-	-	-
Fixed income securities		-	-	-	-
Government of Canada	%	-	-	-	-
Provincial	%	-	-	-	-
Municipal	%	-	-	-	-
Corporate	%	-	-	-	-
Pooled investment funds	%	-	-	-	-
Total fixed income securities	%	-	-	-	-
Equities					
Canadian	%	-	-	-	-
Foreign	%	-	-	-	-
Real estate	%	-	-	-	-
Total equities	%	-	-	-	-
Supplemental Integrated Pension Plan Assets	%	-	-	-	-
Restricted long-term investments	%	-	-	-	-
Other	%	-	-	-	-
Total portfolio investments	%	\$-	\$-	\$-	\$45,000

The following is the maturity structure for fixed income securities based on the principal amount:

	2015	2014
3 months to 5 years	-	100.0%
6 to 10 years	-	-
11 to 20 years	-	-
Over 20 years	-	-
	-	100.0%

It is management's opinion that there has been no impairment during the year.

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 6 – ACCOUNTS PAYABLE

Accounts payable consists of the following:

	2015	2014
Alberta Education	\$74,284	\$69,426
Other Alberta School Jurisdictions	95,505	128,548
Alberta Capital Finance Authority	-	-
Alberta Health & Wellness	-	-
Alberta Health Services	-	-
Innovation & Advanced Education	-	-
Post-Secondary Institutions	-	-
Other Government of Alberta ministries	-	-
Federal Government	-	-
First Nations	-	-
Other interest on long-term debt	-	-
Other bank charges, fees and interest	-	-
Accrued vacation pay liability	-	-
Other salaries & benefit costs	-	-
Other trade payables and accrued liabilities	1,460,508	593,295
Total	\$1,630,297	\$791,269

NOTE 7 – DEFERRED REVENUE

Deferred revenue consists of:

SOURCE AND GRANT OR FUND TYPE	DEFERRED REVENUE as at Aug. 31, 2014	ADD: 2014/2015 Restricted Funds Received/ Receivable	DEDUCT: 2014/2015 Resticted Funds Expended (Paid / Payable)	ADD (DEDUCT): 2014/2015 Adjustments or Returned Funds	DEFERRED REVENUE as at Aug. 31, 2015
Unexpended deferred operating revenue	-	-	-	-	-
Regional Collaborative Service Delivery	-	-	-	-	-
Children and Youth with Complex Needs	-	-	-	-	-
Student Health Initiative (School Authorities)	-	-	-	-	-
Infrastructure Maintenance Renewal	-	-	-	-	-
Institutional Education Programs	-	-	-	-	-
Regional Educational Consulting Services	-	-	-	-	-
Alberta Initiative for School Improvement	-	19,200	(19,200)	-	-
SuperNet Service	-	-	-	-	-
Other Alberta Education deferred revenue	-	-	-	-	-
Other Government of Alberta Restricted Funding:	-	-	-	-	-
Other Deferred Revenue:	-	-	-	-	-
Prepaid instructional & transportation fees	185,100	188,000	(185,100)	-	188,000
Restricted donations	21,414	186,415	(121,108)	-	86,721
School Generated Fundraising	1,213	78,534	(79,747)	-	-
School Generated Fees	36,636	234,531	(239,363)	-	31,804
School Generated Donations	118,336	16,784	(121,995)	-	13,125
School Generated Other	6,799	18,775	(24,641)	-	933
Other	-	-	-	-	-
Total unexpended deferred operating revenue	369,498	742,239	(791,154)	-	320,583
Unexpended deferred capital revenue	-	-	-	-	-
Expended deferred capital revenue	-	-	-	-	-
Total	369,498	742,239	(791,154)	-	320,583

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 8 – ACCUMULATED SURPLUS

Detailed information related to accumulated surplus is available on the Schedule of Changes in Accumulated Surplus. Accumulated surplus may be summarized as follows:

	2015	2014
Unrestricted surplus	\$275,237	\$1,340,892
Operating reserves	78,248	78,248
Accumulated surplus (deficit) from operations	\$353,485	\$1,419,140
Investment in capital assets	-	-
Capital reserves	650,000	-
Endowments	-	-
Accumulated remeasurement gains (losses)	-	-
Accumulated surplus (deficit)	<u>\$1,003,485</u>	<u>\$1,419,140</u>

Accumulated surplus (deficit) from operations (ASO) include funds of \$nil that are raised at school level and are not available to spend at board level. The Society's Adjusted surplus (deficit) from operations is calculated as follows:

	2015	2014
Accumulated surplus (deficit) from operations	\$353,485	\$1,419,140
Deduct: School generated funds included in accumulated surplus	-	-
Adjusted accumulated surplus (deficit) from operations	<u>\$353,485</u>	<u>\$1,419,140</u>

Adjusted accumulated surplus (deficit) from operations represents funds available for use by the Society after deducting funds raised at school-level.

NOTE 9 – CONTRACTUAL OBLIGATIONS

	2015	2014
Building Projects (1)	\$1,029,207	\$2,325,418
School Buildings and Board Office Lease (2)	1,055,533	2,207,023
Service Providers (3)	2,818,800	3,639,559
Other	-	-
	<u>\$4,903,540</u>	<u>\$8,228,999</u>

- (1) Building Projects: The Society is modernizing one of its schools. The modernization is funded by: (i) capital revenue from Alberta Education of \$2,325,418 and (ii) the board's internally restricted capital reserves of up to \$650,000. As at August 31, 2015, the Society had incurred \$1,225,091 (2014 - \$71,120) of expenditures and recognized \$1,296,211 (2014 - \$nil) as revenue related to this modernization. The Society anticipates it will complete the modernization well in-advance of the August 31, 2016 deadline.
- (2) School Buildings and Board Office Lease: The Society is committed to leasing two school buildings and a board office space from the Calgary Board of Education to July 31, 2016, from which the annual rental of the school buildings of \$1,108,450 is recovered annually and the annual rental of the board office space is \$43,040.
- (3) Service Providers: As at August 31, 2015, the Society had \$2,789,118 (2014 - \$3,696,559) in commitments relating to service contracts.

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 9 – CONTRACTUAL OBLIGATIONS - continued

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

	Building Projects	School Buildings and Board Office Lease	Service Providers	Other	Total
2015/2016	\$1,029,207	\$1,055,533	\$941,495	\$-	\$3,026,235
2016/2017	-	-	670,551	-	670,551
2017/2018	-	-	607,867	-	607,867
2018/2019	-	-	598,887	-	598,887
2019/2020	-	-	-	-	-
Thereafter	-	-	-	-	-
	<u>\$1,029,207</u>	<u>\$1,055,533</u>	<u>\$2,818,800</u>	<u>\$-</u>	<u>\$4,903,540</u>

NOTE 10 – CONTINGENT LIABILITIES

The Society does not have any contingent liabilities.

NOTE 11 – SCHOOL GENERATED FUNDS

	2015	2014
School Generated Funds, Beginning of Year:	\$162,984	\$62,121
Gross Receipts:		
Fees	234,531	329,425
Fundraising	78,534	78,778
Gifts and donations	16,784	171,523
Grants to schools	-	-
Other sales and services	18,775	14,754
Total gross receipts	<u>\$348,624</u>	<u>\$656,601</u>
Total Related Expenses and Uses of Funds	\$465,746	\$493,617
Total Direct Costs Including Cost of Goods Sold to Raise Funds	\$-	\$-
Deferred School Generated Revenues, End of Year	<u>\$45,862</u>	<u>\$162,984</u>
Balance in Deferred Revenue	<u>\$45,862</u>	<u>\$162,984</u>
Balance in Accumulated Surplus (Operating Reserves)	<u>\$-</u>	<u>\$-</u>

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 12 – RELATED PARTY TRANSACTIONS

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

	Balances		Transactions	
	Assets (at cost or net realizable value)	Liabilities (at fair value)	Revenues	Expenses
Government of Alberta (GOA):				
Education	\$-	\$-	\$-	\$-
Accounts receivable / payable	655,440	74,284	-	-
Prepaid expenses	-	-	-	-
Deferred operating revenue	-	-	-	-
Deferred capital revenue	-	-	-	-
Other Assets & Liabilities	-	-	-	-
Grant Revenue & Expenses	-	-	14,943,451	-
ATRF payments made	-	-	-	-
Other Revenues & Expenses	-	-	-	-
Other Alberta school jurisdictions	15,545	95,505	49,969	1,260,472
Treasury Board and Finance	-	-	-	-
Alberta Health	-	-	-	-
Alberta Health Services	-	-	-	-
Enterprise and Advanced Education	-	-	-	-
Post-secondary institutions	-	-	-	-
Alberta Infrastructure	-	-	-	-
Human Services	-	-	-	-
Other GOA departments	-	-	-	-
Other:				
Alberta Capital Financing Authority	-	-	-	-
Other Related Parties	-	-	-	-
TOTAL 2014/2015	\$670,985	\$169,789	\$14,993,420	\$1,260,472
TOTAL 2013/2014	\$19,953	\$197,974	\$13,300,056	\$1,231,960

NOTE 13 – ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

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

WESTMOUNT CHARTER SCHOOL SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2015

NOTE 14 – REMUNERATION AND MONETARY INCENTIVES

The Society had paid or accrued expenses for the year ended August 31, 2015 to or on behalf of the following positions and persons in groups as follows:

Board Members:	FTE	Remuneration	Benefits	Negotiated Allowances	Performance Bonuses	ERIP's / Other	Expenses
Chair							
G. Finlay	1.0	-	-	-	-	-	-
Other Members							
D. Bratt	1.0	-	-	-	-	-	-
A. Burns	0.1	-	-	-	-	-	-
L. Finlay	1.0	-	-	-	-	-	-
S. Gittens	1.0	-	-	-	-	-	-
M. MacDonald	1.0	-	-	-	-	-	-
T. Myo	1.0	-	-	-	-	-	564
S. Rankin	1.0	-	-	-	-	-	-
K. Rockwell	1.0	-	-	-	-	-	-
C. Rutherford	0.9	-	-	-	-	-	-
Subtotal	9.0	-	-	-	-	-	564
Superintendent (contracted)							
J. Frank	0.6	139,707	5,080	-	-	-	2,889
Secretary-Treasurer							
J. Liu	1.0	144,415	9,313	-	-	-	18,402
Certificated teachers	76.3	7,248,017	1,547,390	-	-	-	
Non-certificated - other	29.1	1,682,702	231,654	-	-	-	
TOTALS		9,214,841	1,793,437	-	-	-	

NOTE 15 – BUDGET AMOUNTS

The budget was prepared by the Society and approved by the Charter Board on May 21, 2014. It is presented for information purposes only and has not been audited.

NOTE 16 – COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2014/2015 presentation.