

Private School Authority Code: 9211
School Code: 5195

**AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules for
FUNDED PRIVATE SCHOOLS
FOR THE YEAR ENDED AUGUST 31, 2022**

Education Act, Section 29

Private Schools Regulation, Alberta Regulation 127/2022

CLIENT'S COPY

Koinonia Christian School-Red Deer Society

Name of Private School and Legal Name of Organization Operating the Private School

6014-57th Ave; Red Deer, AB

Mailing Address

403-346-1818 (phone) 403-347-3013 (fax)

Telephone and Fax Numbers

These Financial Statements and Supporting Schedules are Audited by:

**Aperture Chartered Professional Accountants # 101
5621- 11 Street NE Calgary, AB T2E 6Z7**

Aperture Chartered Professional Accountants

Name and Address of the Audit Firm

Auditor's Signature

PRIVATE SCHOOL MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING.

Koinonia Christian School-Red Deer Society

The financial statements and supporting schedules of

(Name of Private School)

presented to Alberta Education have been prepared by the private school's management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian Accounting Standards for Not-For-Profit organizations and Ministerial requirements for Alberta funded private schools.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the private school'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 private school'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 budgetary system of control.

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

External Independent Auditors

The Board appoints external independent auditors to audit these financial statements and meets with the auditor to review their findings. The external independent auditors have full and free access to school authority's records.

Declaration of Board Chair and Treasurer, Secretary-Treasurer

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position as at August 31, 2022 and results of operations, cash flows, and changes in net assets for the year then ended in accordance with Canadian Accounting Standards for Not-For-Profit Organizations and Ministerial requirements for Alberta funded private schools.

BOARD CHAIR / PRESIDENT

Cameron Oke

Name

Cameron Oke

Signature

HEAD OF SCHOOL / PRINCIPAL

Mary Lou Stacey

Name

Mary Lou Stacey

Signature

TREASURER OR SECRETARY - TREASURER

Conrad Tycholaz

Name

Conrad Tycholaz

Signature

November 30, 2022

Board-approved Release Date

**ALBERTA EDUCATION, Financial Reporting and Accountability,
8th Floor Commerce Place, 10155-102 Street, Edmonton, Alberta T5J 4L5
E-mail: Anca.Oana@gov.ab.ca Telephone: (780) 422-0312**

Alberta Government

Private School Authority Code:	9211
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Aperture
CHARTERED PROFESSIONAL ACCOUNTANTS

#101, 5621 - 11 Street NE
Calgary, Alberta T2E 6Z7
Canada

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Koinonia Christian School - Red Deer Society,

Opinion

We have audited the financial statements of Koinonia Christian School - Red Deer Society, which comprise of the statement of financial position as at August 31, 2022, and the statements of operations, changes in net assets 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 including the supplementary information in Schedules 1 through 6 present fairly, in all material respects, the financial position of Koinonia Christian School - Red Deer Society as at August 31, 2022 and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

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 Society 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.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO), 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 these financial statements, management is responsible for assessing the School Society's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the School Society or to cease operations, or has no realistic alternative to do so.

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

Auditor's Responsibility 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 auditors' 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 Society'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 Society'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 Society 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.

CALGARY, ALBERTA
November 30, 2022



CHARTERED PROFESSIONAL ACCOUNTANTS

STATEMENT OF FINANCIAL POSITION
as at August 31
(in dollars)

	AFS 2022	AFS 2021 (NOTE *) x
ASSETS		
Current assets		
Cash and cash equivalents	\$2,152,666	\$1,580,433
Accounts receivable (net after allowances)		
Province of Alberta	\$9,410	\$15,949
Federal Government and/or First Nations	\$9,633	\$10,708
Other accounts receivable	\$23,419	\$2,772
Prepaid expenses	\$62,792	\$30,130
Other current assets	\$20,879	\$23,879
Total current assets	\$2,278,799	\$1,663,871
School generated assets	\$0	\$0
Trust assets	\$0	\$0
Other assets	\$73,736	\$68,846
Capital assets		
Land at cost	\$760,000	\$760,000
Buildings at cost	\$580,865	
Less: accumulated amortization	\$412,246	\$168,619
Leasehold improvements at cost	\$0	
Less: accumulated amortization	\$0	\$0
Equipment at cost	\$272,355	
Less: accumulated amortization	\$215,267	\$57,088
Vehicles at cost	\$19,652	
Less: accumulated amortization	\$1,930	\$17,722
Total capital assets	\$1,003,429	\$1,012,551
TOTAL ASSETS	\$3,355,964	\$2,745,268
LIABILITIES		
Current liabilities		
Bank indebtedness	\$0	\$0
Accounts payable and accrued liabilities		
Province of Alberta	\$0	\$0
Federal Government and/or First Nations	\$43,681	\$35,612
Other payables and accrued liabilities	\$122,826	\$177,079
Capital payables	\$0	\$0
Deferred contributions	\$96,814	\$82,629
Deferred capital allocations		\$0
Current portion of long term debt	\$0	\$0
Total current liabilities	\$263,321	\$295,320
School generated liabilities	\$0	\$0
Trust liabilities	\$0	\$0
Other liabilities	\$73,736	\$68,846
Long term debt		
Debentures & Bonds	\$0	\$0
Capital loans	\$0	\$0
Capital leases	\$13,274	\$25,022
Mortgages	\$0	\$0
Other loans	\$0	\$0
Less: Current portion of long term debt	\$0	\$0
Unamortized capital allocations	\$30,459	\$24,980
Total long term liabilities	\$117,469	\$118,848
TOTAL LIABILITIES	\$380,790	\$414,168
NET ASSETS		
Unrestricted net assets	\$2,015,476	\$1,368,551
Operating reserves	\$0	\$0
Total accumulated surplus (deficit) from operations	\$2,015,476	\$1,368,551
Investment in capital assets	\$959,698	\$962,549
Capital reserves	\$0	\$0
Total capital funds	\$959,698	\$962,549
Total net assets	\$2,975,174	\$2,331,100
TOTAL LIABILITIES AND NET ASSETS	\$3,355,964	\$2,745,268

Note: * Audited Financial Statements (AFS) as submitted to Alberta Education pursuant to Section 29 of the Education Act;
Private Schools Regulation, Alberta Regulation 127/2022 or as restated.
Input "(Restated)" in 2021 column heading where not taken from the finalized 2020/2021 Audited Financial Statements.

Private School Authority Code: **9211**
School Code: **5195**

STATEMENT OF OPERATIONS
for the Year Ended August 31
(in dollars)

	AFS 2022	Budget 2022 (NOTE *)	AFS 2021 (NOTE *)
		x	x
REVENUES			
Alberta Education (excluding Home Education)	\$2,458,071	\$2,499,495	\$2,735,056
Alberta Education - Home Education	\$727,067	\$830,037	\$610,521
Total Alberta Education Revenues	\$3,185,138	\$3,329,532	\$3,345,577
Other Government of Alberta	\$3,506	\$0	\$49,846
Federal Government and/or First Nations	\$0	\$0	\$430,193
Other Alberta school authorities	\$0	\$0	\$0
Instructional fees/Tuition fees	\$317,214	\$345,585	\$333,297
Non-instructional fees (O&M, Transportation, Admin, etc.)	\$81,696	\$46,952	\$140,053
Other sales and services	\$36,114	\$194,100	\$28,826
Interest on investments	\$10,329	\$4,800	\$3,971
Gifts and donations	\$79,091	\$59,000	\$77,429
Gross school generated funds	\$0	\$0	\$0
Amortization of capital allocations	\$4,521	\$15,388	\$8,788
Other	\$131,396	\$0	\$227,833
Total Revenues	\$3,849,005	\$3,995,357	\$4,645,813
EXPENSES			
Certificated salaries and Non-certificated salaries and wages (excluding home education)	\$1,749,840	\$1,914,551	\$1,834,611
Certificated and Non-certificated benefits (excluding home education)	\$192,267	\$305,357	\$190,547
Services, contracts and supplies other than Consulting fees/Management fees, and leases (excluding home education)	\$544,772	\$797,304	\$580,674
Consulting / Management Fees	\$0	\$0	\$0
Leases - Building	\$0	\$0	\$0
Leases - Other	\$0	\$0	\$0
Severe Disabilities / DSEPS (excluding home education)	\$41,959	\$70,000	\$31,638
Home Education:			
Certificated salaries	\$197,102	\$213,200	\$176,998
Certificated benefits	\$12,668	\$10,909	\$11,682
Non-certificated salaries & wages	\$82,517	\$127,874	\$23,671
Non-certificated benefits	\$8,569	\$5,211	\$1,770
Payments to parents who provided home education programs to students	\$210,908	\$415,019	\$305,478
Contracts	\$0	\$0	\$0
Services and supplies	\$15,573	\$55,818	\$24,464
Gross school generated funds	\$0	\$0	\$0
Capital and debt services			
Amortization of capital assets:			
From restricted funds	\$0	\$15,388	\$8,788
From unrestricted funds	\$43,973	\$56,238	\$35,993
Total amortization of capital assets	\$43,973	\$71,626	\$44,781
Interest on capital debt	\$0	\$0	\$16,376
Other interest charges	\$0	\$8,000	\$4,847
Losses (gains) on disposal of capital assets	\$0	\$0	\$6,338
Other	\$104,783	\$0	\$0
Total Expenses	\$3,204,931	\$3,994,869	\$3,253,875
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	\$644,074	\$488	\$1,391,938

\$644,074

Note: * Input *(Restated) in Budget 2022 and/or AFS 2021 column headings where comparatives are not taken from the respective finalized 2021/2022 Budget Report and/or finalized 2020/2021 Audited Financial Statements.

Private School Authority Code: 9211
School Code: 5195

STATEMENT OF CASH FLOWS
for the Year Ended August 31
(in dollars)

	AFS 2022	AFS 2021 (NOTE *)	
		x	
CASH FLOWS FROM:			
A. OPERATING ACTIVITIES			
Surplus (deficit) of revenues over expenses for the year	\$644,074	\$1,391,938	
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue	(\$4,521)	(\$8,788)	
Total amortization expense	\$43,973	\$44,781	
Add losses or deduct gains on disposal of capital assets	\$0	\$6,338	
Changes in accrued accounts:			
Accounts receivable	(\$13,033)	\$243,408	
Prepays and other current assets	(\$29,662)	\$7,610	
Payables and accrued liabilities	(\$46,184)	\$108,443	
Deferred contributions	\$14,185	\$21,638	
Other (specify):	\$0	\$0	
Total sources (uses) of cash from operations	\$608,832	\$1,815,368	
B. INVESTING ACTIVITIES			
Purchases of capital assets:			
Land	\$0	\$0	
Buildings	(\$6,935)	\$0	
Leasehold improvements	\$0	\$0	
Equipment	\$0	(\$31,208)	
Vehicles	\$0	\$0	
Net proceeds from disposal of capital assets	\$0	\$0	
Other (specify): Fence	(\$17,917)	\$0	
Total sources (uses) of cash from investing activities	(\$24,852)	(\$31,208)	
C. FINANCING ACTIVITIES			
Capital contributions received	\$0	\$16,691	
Issuance of long term debt	\$0	\$0	
Repayment of long term debt	(\$11,747)	(\$606,912)	
Other (specify):	\$0	\$0	
Total sources (uses) from financing activities	(\$11,747)	(\$590,221)	
Net sources (uses) of cash equivalents* * during year	\$572,233	\$1,193,939	
Cash equivalents at the beginning of year	\$1,580,433	\$386,494	
Cash equivalents at the end of year	\$2,152,666	\$1,580,433	\$1,580,433

NOTE: * Input "(Restated)" in 2021 column heading where not taken from the finalized 2020/2021 Audited Financial Statements.

* * Cash equivalents consist of cash and temporary investments net of bank indebtedness.

Private School Authority Code: 9211
School Code: 5195

STATEMENT OF CHANGES IN NET ASSETS for the Year Ended August 31, 2022 (in dollars)

	(1) TOTAL NET ASSETS (Columns 2+3+4)	(2) INVESTMENT IN CAPITAL ASSETS	(3) UNRESTRICTED NET ASSETS (+, -)	(4) TOTAL RESTRICTED NET ASSETS (Columns 5 to 8)	(5) OPERATING RESERVES			(6) RESTRICTED NET ASSETS			(7) Grades K to 12	(8) External Services
					Grades K to 12	External Services	Grades K to 12	External Services				
Balance at August 31, 2021	\$2,331,100	\$962,549	\$1,368,551	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Prior period adjustments (specify):												
	\$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	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Adjusted balance, August 31, 2021	\$2,331,100	\$962,549	\$1,368,551	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Surplus(deficit) of revenues over expenses (from page 3)	\$644,074		\$644,074									
Capital asset acquisitions (less financed and/or less capital contributions received)												
Donations of non-amortizable assets			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Amortization of capital assets (expense) *	\$0											
Amortization of capital allocations (revenue) **		(\$43,973)	\$43,973									
Disposal of capital assets		\$4,521	(\$4,521)									
Debt principal payments ***		\$0	\$0	\$0							\$0	\$0
Net transfers to/from operating reserves		\$11,747	(\$11,747)									
Net transfers to/from capital reserves	\$0	\$0	\$0	\$0			\$0	\$0				
Other transfers (specify):	\$0	\$24,854	(\$24,854)	\$0							\$0	\$0
	\$0	\$0	\$0									
Balance at August 31, 2022	\$2,975,174	\$959,698	\$2,015,476	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
	\$2,975,174	\$959,698	\$2,015,476	\$0								

Note:

* Amortization of Capital Assets expense decreases the Investment in Capital Assets and increases Unrestricted Net Assets.

** Amortization of Capital Allocations revenue increases the Investment in Capital Assets and decreases Unrestricted Net Assets.

*** Principal payments increase Investment in Capital Assets and decreases Unrestricted Net Assets as the outstanding capital debt is paid down.

SCHEDULE 1
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS
for the Year Ended August 31, 2022

Private School Authority Code: 9211
School Code: 5185

REVENUES	TOTAL	Home Education and Shared Responsibility	Early Childhood Services (ECS) (Including PU Moderate Language Delay Grant code 48)	Instruction (Grades 1 to 12)	Operations and Maintenance of Schools (Grades 1 to 12)	Transportation (Grades 1 to 12)	Board and System Administration (Grades 1 to 12)	External Services
Alberta Education allocations								
(1) ECS Base Instruction	\$41,842		\$41,842					
(2) Grades 1 to 9 Base Instruction	\$510,225			\$510,225				
(3) Grades 10 to 12 Instruction	\$244,267			\$244,267				
Distance Education:								
(4) Grades 1 to 9 Full Program (Primary Registration)	\$0							
(5) Grades 10 to 12 Full Time (Primary Registration)	\$0							
(6) Grades 10 to 12 Part Time (Primary Registration)	\$0							
(7) Grades 1 to 12 (Non-Primary Registration)	\$138,530			\$138,530				
(8) Home Education and Shared Responsibility	\$727,067	\$727,067						
(9) Education Program in an Institution	\$0			\$0				
(10) ECS Program Unit (PUF) (Code 48 only)	\$7,899		\$7,899					
(11) Operations and Maintenance Grant	\$125,216		\$0	\$0	\$125,216			
(12) System Administration	\$115,842		\$0	\$0			\$115,842	
(13) Other - Alberta Education	\$1,274,250	\$0	\$6,039	\$1,268,211				
(14) Safe School Re-entry	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TOTAL ALBERTA EDUCATION ALLOCATIONS	\$3,165,138	\$727,067	\$55,780	\$2,161,233	\$125,216	\$0	\$115,842	
(15) Other Government of Alberta	\$3,508	\$0	\$0	(\$4,863)	\$0	\$0	\$0	\$8,369
(16) Federal Government and/or First Nations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(17) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(18) Instructional fees / tuition fees	\$317,214	\$900	\$9,487	\$306,702	\$0	\$0	\$0	\$1,425
(19) Non-instructional fees (O&M, Transport, Admin, etc.)	\$81,696	\$0	\$0	\$75,621	\$0	\$0	\$6,075	\$0
(20) Other sales and services	\$36,114	\$3,408	\$0	\$0	\$0	\$11,216	\$0	\$21,460
(21) Interest on investments	\$10,329	\$0	\$0	\$0	\$0	\$0	\$10,329	\$0
(22) Gifts and donations	\$79,091	\$0	\$0	\$0	\$0	\$0	\$0	\$79,091
(23) Gross school generated funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(24) Amortization of capital allocations	\$4,521	\$0	\$0	\$0	\$4,521	\$0	\$0	\$0
(25) Other (specify): Fundraising	\$131,396	\$0	\$0	\$0	\$0	\$0	\$0	\$131,396
TOTAL REVENUES	\$3,849,005	\$731,075	\$65,267	\$2,537,693	\$128,737	\$11,216	\$132,246	\$241,771
EXPENSES								
(26) Certificated salaries	\$1,386,137	\$197,102	\$34,688	\$1,064,627			\$87,715	\$1,795
(27) Certificated benefits	\$136,608	\$12,666	\$4,026	\$114,908			\$5,236	\$172
(28) Non-certificated salaries and wages	\$643,322	\$62,517	\$13,313	\$330,380	\$42,867	\$29,338	\$8,295	\$8,612
(29) Non-certificated benefits	\$76,866	\$8,569	\$1,669	\$1,669	\$6,365	\$644	\$10,384	\$103
SUB-TOTAL	\$2,242,963	\$300,856	\$53,905	\$1,608,669	\$49,232	\$29,982	\$191,630	\$8,688
(30) Services, contracts & supplies - other than Consulting fees / Management fees, and leases	\$771,253	\$226,481	\$14,270	\$166,728	\$166,240	\$20,687	\$183,902	\$2,745
(31) Consulting / Management Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(32) Leases - Building	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(33) Leases - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(34) Severe Disabilities / DSEPS	\$41,959	\$0	\$0	\$41,959	\$0	\$0	\$0	\$0
(35) Gross school generated funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital and debt services								
(36) Amortization of capital assets from restricted funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(37) Amortization of capital assets from unrestricted funds	\$43,973	\$0	\$0	\$43,973	\$0	\$0	\$0	\$0
(38) Interest on capital debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(39) Other interest charges	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(40) Losses (gains) on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(41) Other (specify): Fundraising	\$104,763	\$0	\$0	\$0	\$0	\$0	\$0	\$104,763
TOTAL EXPENSES	\$3,204,931	\$527,337	\$68,176	\$1,851,329	\$215,472	\$50,869	\$375,532	\$116,216
Surplus(deficit) of revenues over expenses	\$644,074	\$203,738	(\$2,909)	\$686,364	(\$85,735)	(\$39,653)	(\$243,286)	\$125,555

Private School Authority Code: 9211
School Code: 5195

**SCHEDULE 2
ANALYSIS OF EARLY CHILDHOOD SERVICES (ECS) REVENUES AND EXPENSES
for the Year Ended August 31, 2022**

	AFS 2022 ECS (excluding PU Moderate Language Delay Grant code 48)	AFS 2022 ECS PU Moderate Language Delay Grant Code 48 only
REVENUES		
Alberta Education *		
Base Instruction	\$41,842	
Mild/Moderate Disabilities/Delays, Gifted & Talented	\$0	
Program Unit (PU)	\$0	
Program Unit (PUF) Code 48 only		\$7,899
English as a Second Language (ESL)	\$0	
Transportation	\$6,039	
Operations and Maintenance	\$0	
Administration	\$0	
SuperNet Services	\$0	
Other-Alberta Education	\$0	
Safe School Re-entry	\$0	
Total ECS Alberta Education Revenues	\$47,881	\$7,899
Instruction fees	\$9,487	
Non-instructional fees	\$0	
All other revenues	\$0	
TOTAL REVENUES* *	\$57,368	\$7,899
EXPENSES		
Certificated salaries	\$31,878	\$3,020
Certificated benefits	\$3,799	\$227
Non-certificated salaries and wages		\$13,313
Non-certificated benefits	\$0	\$1,669
Parent resources, coordination and teacher in-service	\$0	\$0
Food services program	\$0	\$0
Administration	\$0	\$1,143
Operations & maintenance	\$4,896	\$0
Transportation	\$0	\$0
English as a Second Language (ESL)	\$0	\$0
SuperNet Services	\$0	\$0
All other expenses	\$2,484	\$5,747
TOTAL EXPENSES* *	\$43,057	\$25,119
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	\$14,311	(\$17,220)
		(\$2,909)

* Alberta Education Revenues as per Funding Manual for School Authorities in the 2021/2022 School Year under the Early Childhood Services section.

* * Total revenues and expenses of both columns on this schedule must agree with the Schedule 1 total revenues and expenses allocated under the ECS program.

SCHEDULE 3
ANALYSIS OF EARLY CHILDHOOD SERVICES (ECS) PROGRAM UNIT EXPENSES
for the Year Ended August 31, 2022

	AFS 2022 ECS PU (excluding Moderate Language Delay Grant)	AFS 2022 ECS PU Moderate Language Delay Grant code 48 only
Instruction		
Certificated salaries	\$0	\$3,020
Certificated benefits	\$0	\$227
Non-certificated salaries and wages	\$0	\$13,313
Non-certificated benefits	\$0	\$1,669
Specialized services and supports	\$0	\$5,747
Supplies and materials	\$0	\$1,143
Parent and staff in-service	\$0	\$0
Transportation	\$0	\$0
Specialized equipment & furniture (child specific). Please specify:	\$0	\$0
Total	\$0	\$25,119

Schedule 4

Remuneration & Monetary Incentives, and Contracted Services For Senior Management and Directors Position
for the Year Ended August 31, 2022

Position	Name	Full Time Equivalent (FTE) 2022	Remuneration 2022	Benefits 2022	Other Compensation 2022	Other Expenses 2022	Full Time Equivalent (FTE) 2021	Remuneration 2021	Benefits 2021	Other Compensation 2021	Other Expenses 2021
Board Chair:	Cameron Oke	0.15	\$0	\$0	\$0	\$0	0.10	\$0	\$0	\$0	\$0
Secretary-Treasurer:		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Secretary:		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Treasurer:	Conrad Tycholaz	0.08	\$0	\$0	\$0	\$0	0.08	\$0	\$0	\$0	\$0
Board of Directors:	1 Duane Trytten (2021)	0.00	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	2 Barb Cooksen (2021)	0.00	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	3 Chad Paul	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	4 Dave Neufeld	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	5 Colin Niziol	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	6 Juan Arias (Feb 2022)	0.03	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	7 Mac Siayngco (sept 2021)	0.01	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	8 Tedra Kandopp (resigned Dec 2020)	0.00	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	9 Tedra Kandopp (resigned Dec 2020)	0.00	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	10	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	11	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	12	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	13	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Board of Directors - Total		0.19	\$0	\$0	\$0	\$0	0.40	\$0	\$0	\$0	\$0
Head of School		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Principals:	1 Mary Lou Stacey	1.00	\$85,622	\$3,605	\$76,368	\$847	0.00	\$0	\$0	\$0	\$0
*Salaries include Principal, Program Director and HE teacher		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	3 Vern Rand(principal 2020)	0.00	\$0	\$0	\$0	\$0	0.80	\$76,728	\$5,277	\$0	\$0
	4 Mary Lou Stacey(Vice principal 2020)	0.00	\$0	\$0	\$0	\$0	0.45	\$45,900	\$3,227	\$0	\$0
	5	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	6	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	7	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	8	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	9	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Principals - Total		1.00	\$85,622	\$3,605	\$76,368	\$847	1.25	\$122,626	\$8,504	\$0	\$0
Chief Financial Officer:		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Management/Executives:	1. Esther Chilquillo(April 2022)	0.50	\$23,631	\$1,621	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	2	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	3	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	4	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	5	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	6	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Management/Executives - Total		0.50	\$23,631	\$1,621	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Total Certificated staff (excluding Home Education)			\$1,189,035	\$123,940	\$0	\$0		\$1,260,573	\$116,686	\$0	\$0
Total Non-Certificated staff (excluding Home Education)			\$580,805	\$68,327	\$0	\$0		\$574,038	\$73,861	\$0	\$0
Total Certificated contract staff (excluding Home Education)				\$0	\$0	\$0		\$0	\$0	\$0	\$0
Total Non-Certificated contract staff (excluding Home Education)			\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0
Total Certificated staff (Home Education)			\$197,102	\$12,888	\$0	\$0		\$179,998	\$11,682	\$0	\$0
Total Non-Certificated staff (Home Education)			\$82,517	\$8,569	\$0	\$0		\$23,671	\$1,770	\$0	\$0
Total Certificated Contract staff (Home Education)			\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0
Total Non-Certificated Contract staff (Home Education)			\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0
Contracted Services for Senior Management and Director's Position Only:											
Position	Name	FTE 2022	Contract Amount 2022	Allowances 2022	Bonuses 2022	Other Expenses 2022	FTE 2021	Contract Amount 2021	Allowances 2021	Bonuses 2021	Other Expenses 2021
Consulting / Management fees:	1	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	2	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	3	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
	4	0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Consulting / Management fees - Total		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0

Schedule 5
Related Party Transactions
for the Year Ended August 31, 2022
(in dollars)

DETAILS OF TRANSACTION	DETAILS AND NATURE OF RELATIONSHIP	2022	2021
Revenues			
Rental		\$0	\$0
Sale of Capital Assets		\$0	\$0
School Fees	Oke, Stewart and Tamara(Son and daughter in law to the board chair)	\$6,960	\$6,960
Summer Benefits	Oke, Stewart and Tamara(Son and daughter in law to the board chair)	\$230	\$0
School Fees	Arias, Juan (board member)	\$1,888	\$0
School Fees	siayngco, Maricone (board member)		\$2,204
School Fees	Tycholaz, Conrad and Jennifer (Treasurer)included transportation fees for 2021-22	\$10,005	\$8,338
Donation	Oke, Cameron (board chair)	\$500	\$500
School Fees	Nizol, Collen (board member)	\$7,486	\$8,380
Other (specify)		\$0	\$0
Total Revenues		\$27,069	\$26,382
Expenses			
Salary and Benefits (Librarian)	Oke, Tamara (daughter in Law to board chair)	\$27,578	\$31,741
Salary and Benefits (EA)	Oostenbrug, Emily (granddaughter to board chair)	\$21,863	\$22,919
Salary and Benefits (EA)	Oostenbrug, Kimberly (granddaughter to board chair)	\$24,496	\$26,119
Salary and Benefits (Financial Controller)	Esther Chilquillo (spouse of board member)	\$23,630	\$0
Salary and Benefits (Sub teaching)	Hankins, Heather (daughter of board member)	\$942	\$0
Salary and Benefits (EA)	Tycholaz, Jennifer (spouse of board member)	\$4,110	\$7,375
salary and benefits	Rand, Mirjam (spouse of principal)		\$511
Rental		\$0	\$0
System Support		\$0	\$0
Other (specify)	Kimberly Oostenbrug-grad supplies (daughter of Board chair)	\$0	\$270
Other (specify)	Tamara Oke-spiritual emphasis week supplies (daughter in law-board chair)	\$0	\$415
Other (specify)	Colin Niziol-filters for furnaces (board Member)	\$0	\$203
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Total Expenses		\$102,619	\$89,554
Receivable from/ Payable to			
		\$0	\$0
		\$0	\$0
		\$0	\$0
Other Contractual Obligations/ Contingencies			
		\$0	\$0
		\$0	\$0

Note:

- Describe the nature of different fees and charges and segregate if significant.
- Group with other if not significant.
- Describe the nature of transactions included in Other.
- If applicable, include loans, payables, and receivables.

Private School Authority Code: 9211
School Code: 5195

SCHEDULE 6
ALLOCATION OF COVID-19 REVENUES and EXPENSES
for the Year Ended August 31, 2022

REVENUES	TOTAL	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance of Schools (Grades 1 to 12)	Transportation (Grades 1 to 12)	Board and System Administration (Grades 1 to 12)
Alberta Education Covid allocations	\$451,073	\$17,407	\$385,326	\$48,340	\$0	\$0
Federal Government and/or First Nations	\$5,971	\$0		\$5,971	\$0	\$0
Other (specify):						
TOTAL REVENUES	\$457,044	\$17,407	\$385,326	\$54,311	\$0	\$0
EXPENSES						
Certificated salaries	\$70,336	\$3,020	\$58,282			\$9,034
Certificated benefits	\$5,716	\$227	\$5,249			\$240
Non-certificated salaries and wages	\$125,727	\$13,313	\$48,059	\$42,898	\$6,487	\$15,000
Non-certificated benefits	\$20,480	\$1,659	\$8,881	\$8,365	\$97	\$3,458
Services, contracts & supplies:						
Adaptation of learning spaces	\$0	\$0	\$0	\$0	\$0	\$0
Testing, sanitation supplies	\$9,585	\$2,988	\$0	\$6,599		\$0
Personal protective equipment	\$0	\$0	\$0	\$0	\$0	\$0
Remote learning supports	\$3,546	\$0	\$0	\$0	\$0	\$3,546
Transportation costs	\$0	\$0	\$0	\$0	\$0	\$0
Health and safety training for staff	\$0	\$0	\$0	\$0	\$0	\$0
Other (specify): Clean Air treatment	\$7,712	\$0	\$0	\$7,712	\$0	\$0
TOTAL EXPENSES	\$243,102	\$21,215	\$120,481	\$63,544	\$6,584	\$31,278
Surplus(deficit) of revenues over expenses	\$213,942	(\$3,808)	\$264,845	(\$9,233)	(\$6,584)	(\$31,278)

**KOINONIA CHRISTIAN SCHOOL - RED DEER SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2022**

1. PURPOSE OF THE ORGANIZATION

Koinonia Christian School - Red Deer Society is a local organization which is set up to run an elementary and secondary Christian school, under the guidelines of Alberta Education. The School Society allows students to pursue academic excellence as well as to develop spiritually and mentally. The Koinonia Christian School - Red Deer Society is incorporated under the Societies Act of Alberta as a not-for-profit organization and is registered as a charitable organization under the Income Tax Act. As a result, it is exempted from income taxes.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO) applied on a going concern basis.

Use of Estimates

The preparation of financial statements in accordance with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, and disclosure of contingent assets and liabilities, at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they became known.

Significant estimates in these financial statements include amortization of capital assets, amortization of deferred contribution relating to capital assets and prepaid expenses, and the ability to collect on accounts receivable.

Financial instruments

Financial instruments are recorded at exchange value when acquired or issued. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

The School Society's financial instruments consist of cash and cash equivalents, accounts receivables, accounts payable and accrued liabilities, long term debts, and capital lease obligation. Unless otherwise indicated, it is management's opinion that the School Society is not exposed to significant interest or credit risks arising from these financial instruments. The exchange values of these financial instruments approximate their carrying value, unless otherwise noted.

**KOINONIA CHRISTIAN SCHOOL - RED DEER SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2022**

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital assets

Capital assets are recorded at cost. Capital assets with a cost less than \$5,000 are expensed in the year of acquisition. Amortization on capital assets is recorded on the following basis the year after acquisition:

Portable buildings	10 years straight line
Building	15 years straight line
Equipment	5 years straight line
Fence	15 years straight line
Furniture and equipment	5 years straight line
Automobile	10 years straight line
Equipment under capital lease	5 years straight line

The School Society regularly reviews its capital assets to eliminate obsolete items and determine any impairment. Government grants are treated as a reduction of capital assets cost.

Revenue recognition

The School Society follows the deferral method of accounting for contributions. Revenue and expenses are recorded on the accrual basis.

Tuition and registration fees are recognized as revenue as related services are provided and the amount to be received can be reasonably estimated and collection is reasonably assured.

Donations, federal and other grants, fundraising, provincial grants, and transportation are recognized in the year to which they relate.

Administrative and sundry income received for the purpose of school administration are recognized in the year to which they relate.

Academic activities related to courses and programs are recognized as revenue when such courses and programs are delivered.

Amortization of deferred contributions related to capital assets are recorded as deferred contribution liabilities and recognized into income on the same basis as amortization related to capital assets recognition.

Designated funds are recorded as deferred contributions until spent. Once spent, they are recorded to revenue on the same basis as the expenses incurred by the funds.

**KOINONIA CHRISTIAN SCHOOL - RED DEER SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2022**

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributed services

As with most charitable organizations, significant donations of time and services are received during each year. Due to the difficulties in establishing dollar values for these services, no attempt has been made to include a value for the services in the records of the School Society.

Donated property, equipment and materials

Donated property, equipment and materials are recorded at fair market value when fair value can be reasonably estimated.

3. RESTRICTED CASH

Cash of \$73,736 (2021 - \$68,846) have been set aside to meet certain externally restricted obligations. See Note: 5.

4. NOTES RECEIVABLE

The amount of \$20,879 (2021 - \$23,879) due from Airdrie Christian Academy (formerly Airdrie Koinonia Christian School), is non-interest bearing and unsecured. The loan matures on August 1, 2027.

Principal repayments due in the next five years are estimated to be as follows:

2023	\$ 3,000
2024	3,000
2025	3,000
2026	3,000
2027 and thereafter	8,879

5. UNDISBURSED DESIGNATED CONTRIBUTIONS

	<u>2021</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>2022</u>
Christmas wishlist	\$ -	\$ 11,690	\$ 11,370	\$ 320
Missions fund	53,476	4,170	-	57,646
Scholarship fund	<u>15,370</u>	<u>400</u>	<u>-</u>	<u>15,770</u>
	<u>\$ 68,846</u>	<u>\$ 16,260</u>	<u>\$ 11,370</u>	<u>\$ 73,736</u>

Christmas wishlist is used for the purpose of acquiring academic related supplies, materials , and capital assets.

**KOINONIA CHRISTIAN SCHOOL - RED DEER SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2022**

5. UNDISBURSED DESIGNATED CONTRIBUTIONS (continued)

Missions fund is used for the purpose of trips for students and staffs to perform ministry projects outside of the local area.

Scholarship fund is used for the purpose of helping needy families attending the school with cost of tuition fees.

6. CAPITAL LEASE OBLIGATIONS

	<u>2022</u>	<u>2021</u>
Photocopier lease with Meridian Lease Finance requires annual installments of \$15,000 including interest at 13.00%, expiring August 2023. There are no assets pledged as security.		
	\$ 13,274	\$ 25,022
Amount payable within one year	<u>13,274</u>	<u>11,747</u>
	<u>\$ -</u>	<u>\$ 13,275</u>

7. DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS

Deferred contributions related to capital assets represent the funds contributed to the School Society by funders for equipments. These deferred contributions are recognized as revenue on the same basis as the amortization expense related to the equipments.

8. UNUSED CREDIT FACILITIES

The school has an authorized credit facility with Servus Credit Union to a maximum of \$400,000 (2021 - \$400,000). This line of credit bears interest at the Credit union's prime rate of interest plus 0.70% (2021 - prime plus 0.70%), is due on demand. At August 31, 2022 the balance owing was \$NIL. (2021 - \$NIL).

The school has an authorized credit facility with Servus Credit Union to a maximum of \$20,000 (2021 - \$20,000). This line of credit bears interest at the Credit union's prime rate of interest plus 2.00% (2021 - prime plus 2.00%), is due on demand. At August 31, 2022 the balance owing was \$NIL. (2021 - \$NIL).

The school also has a paid off but undischarged all purpose mortgage with Servus Credit Union to a maximum of \$500,000 (2021 - \$500,000). This mortgage is secured by general Interest rate and balance available on the mortgage would be determined by mortgage application with Servus Credit Union. At August 31, 2022 the balance owing was \$NIL. (2021 - \$NIL).

**KOINONIA CHRISTIAN SCHOOL - RED DEER SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2022**

8. UNUSED CREDIT FACILITIES (continued)

All Servus Credit Union credit facilities are secured by the following: A borrowing resolution, a certificate of non-restriction, a general security agreement providing a first charge and security interest to all of the borrower's present and after-acquired personal property as required by the Credit Union, All purpose mortgage in the amount of \$500,000 as detailed above, assignment of rents registered by way of caveat representing a second fixed charge over the legal title of buildings, land and improvements at 6014-57 Avenue, Red Deer Alberta, signed environmental indemnity agreement and title insurance or real property report with proof of zoning compliance from the appropriate regulating authority.

9. ECONOMIC DEPENDENCE

During the year, the School Society received \$3,185,138 (2021 - \$3,473,911) Alberta Government grants, representing 83% (2021 - 75%) of the School Society's total revenue. As such, the School Society's future economic viability is dependent on its continuance to receive such funding.

10. RELATED PARTY TRANSACTIONS

The School Society paid \$102,619 (2021 - \$89,554) to various staff members and collected \$27,069 (2021 - \$26,382) in tuition fees from students who are related to members on the Board of Directors. These transactions are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

11. . FUNDRAISING

In order to raise \$131,396 (2021 - \$227,529) of fundraising revenue, the School Society spent \$104,783 (2021 - \$90,544) on expenses incurred for the purpose of obtaining such revenue. All fundraising activities were organized and ran by volunteers. The School Society has no employees whose principal duties involve fundraising.

12. CAPITAL ASSETS NOT CAPITALIZED

With reference to Note 2, assets with a per unit cost of \$5,000 and under are not capitalized to conform with the School Society's capitalization policy.

	<u>2022</u>	<u>2021</u>
Equipment	\$ 2,728	\$ 148
Computer equipment and softwares	<u>396</u>	<u>337</u>
	<u>\$ 3,124</u>	<u>\$ 485</u>

**KOINONIA CHRISTIAN SCHOOL - RED DEER SOCIETY
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2022**

13. FINANCIAL RISK MANAGEMENT

Credit risk

Credit risk is the risk that a counter-party will default on its contractual obligations resulting in a financial loss. The School Society is exposed to credit risk on its accounts receivable and cash. Management assesses its accounts receivable on a continuous basis and makes a provision for any amounts that are not collectible through an allowance for doubtful accounts. There has been no change to credit risk exposure during the year. Cash is deposited at major commercial banks.

Liquidity risk

Liquidity risk is the risk that the School Society will be unable to fulfil its obligations on a timely basis or at a reasonable cost. The School Society manages its liquidity risk by monitoring its operating cash flow requirements, and by preparing budgets and cash flow forecasts to ensure it has sufficient funds to meet its obligations. There has been no change to liquidity risk exposure during the year.