

CALGARY QUEST CHILDREN'S SOCIETY
Financial Statements
Year Ended August 31, 2022

Private School Authority Code: 9795
School Code: 5398

**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

CALGARY QUEST

CALGARY QUEST CHILDREN'S SOCIETY

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

3405 SPRUCE DRIVE SW, CALGARY AB T3C 0A5

Mailing Address

TEL 403 253 0003 FAX 403 253 0025

Telephone and Fax Numbers

These Financial Statements and Supporting Schedules are Audited by:

**YUKIO CUMMINGS PROFESSIONAL CORPORATION
400-1121 CENTRE ST N, CALGARY AB T2E 7K6**

Original Signed

Name and Address of the Audit Firm

Auditor's Signature

PRIVATE SCHOOL MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING.

CALGARY QUEST CHILDREN'S 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.

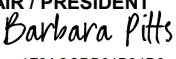

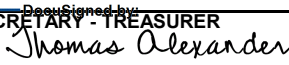
The ultimate responsibility for the financial statements lies with the Board of Directors. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

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.

		DocuSigned by: BOARD CHAIR / PRESIDENT	
Barbara Pitts			
Name		Signature	
		DocuSigned by: HEAD OF SCHOOL / PRINCIPAL	
Susan Cress			
Name		Signature	
		DocuSigned by: TREASURER OR SECRETARY - TREASURER	
Thomas Alexander			
Name		Signature	

November 16, 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



Private School Authority Code:	_____	9795
School Code:	_____	5398

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CZECHOWSKY, GRAHAM & HANEVELT
CHARTERED PROFESSIONAL ACCOUNTANTS
• AN ASSOCIATION OF PROFESSIONAL PRACTICES •

STEVE CZECHOWSKY*
LOUIS GRAHAM*
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INDEPENDENT AUDITOR'S REPORT

To the Members of Calgary Quest Children's Society

Opinion

I have audited the financial statements of Calgary Quest Children's Society (the Society), which comprise 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, schedules 1, 2, 3, 4, 5 and 6, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Society as at August 31, 2022, and the results of its operations and cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO)

Basis for Opinion

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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 the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

(continues)

Independent Auditor's Report to the To the Members of Calgary Quest Children's Society *(continued)*

- 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 my 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 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 Society's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the 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.

I 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 I identify during my audit.



Calgary, Alberta
November 16, 2022

YUKIO CUMMINGS PROFESSIONAL CORPORATION
CHARTERED PROFESSIONAL ACCOUNTANT

Private School Authority Code:	9795
School Code:	5398

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

		AFS 2022	AFS 2021 (NOTE *)
ASSETS			
Current assets			
Cash and cash equivalents	Note 3	\$3,360,144	\$3,745,925
Accounts receivable (net after allowances)			
Province of Alberta		\$0	\$33,900
Federal Government and/or First Nations		\$29,372	\$12,056
Other accounts receivable		\$466,058	\$314,138
Prepaid expenses	Note 4	\$29,367	\$19,308
Other current assets		\$0	\$0
Total current assets		\$3,884,941	\$4,125,327
School generated assets		\$0	\$0
Trust assets		\$0	\$0
Other assets		\$0	\$0
Capital assets			
Land at cost		\$0	\$0
Buildings at cost			
Less: accumulated amortization		\$0	\$0
Leasehold improvements at cost	\$113,962		
Less: accumulated amortization	\$86,037	\$27,925	\$27,792
Equipment at cost	\$199,585		
Less: accumulated amortization	\$129,745	\$69,840	\$69,678
Vehicles at cost	\$180,042		
Less: accumulated amortization	\$0	\$180,042	\$0
Total capital assets	Note 5, 12	\$277,807	\$97,470
TOTAL ASSETS	\$4,162,748	\$4,162,748	\$4,222,797
LIABILITIES			
Current liabilities			
Bank indebtedness		\$0	\$0
Accounts payable and accrued liabilities			
Province of Alberta		\$65,119	\$54,410
Federal Government and/or First Nations		\$0	\$0
Other payables and accrued liabilities	Note 6	\$140,166	\$136,157
Capital payables		\$0	\$0
Deferred contributions	Note 7	\$507,300	\$478,775
Deferred capital allocations	Note 8	\$106,877	\$246,353
Current portion of long term debt		\$0	\$0
Total current liabilities		\$819,462	\$915,695
School generated liabilities		\$0	\$0
Trust liabilities		\$0	\$0
Other liabilities		\$0	\$0
Long term debt			
Debentures & Bonds		\$0	\$0
Capital loans		\$0	\$0
Capital leases		\$0	\$0
Mortgages		\$0	\$0
Other loans		\$0	\$0
Less: Current portion of long term debt		\$0	\$0
Unamortized capital allocations	Note 9, 12	\$120,000	\$0
Total long term liabilities		\$120,000	\$0
TOTAL LIABILITIES		\$939,462	\$915,695
NET ASSETS			
Unrestricted net assets		\$3,065,479	\$3,209,632
Operating reserves		\$0	\$0
Total accumulated surplus (deficit) from operations		\$3,065,479	\$3,209,632
Investment in capital assets		\$157,808	\$97,470
Capital reserves		\$0	\$0
Total capital funds		\$157,808	\$97,470
Total net assets		\$3,223,286	\$3,307,102
TOTAL LIABILITIES AND NET ASSETS	\$4,162,748	\$4,162,748	\$4,222,797

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: 9795
School Code: 5398

STATEMENT OF OPERATIONS
for the Year Ended August 31

(in dollars)

	AFS 2022	Budget 2022 (NOTE *)	AFS 2021 (NOTE *) (Restated)
REVENUES			
Alberta Education (excluding Home Education)	\$3,616,773	\$3,720,771	\$3,646,172
Alberta Education - Home Education	\$0	\$0	\$0
Total Alberta Education Revenues	\$3,616,773	\$3,720,771	\$3,646,172
Other Government of Alberta	\$0	\$0	\$0
Federal Government and/or First Nations	\$0	\$0	\$0
Other Alberta school authorities	\$10,000	\$10,000	\$20,000
Instructional fees/Tuition fees	\$444,875	\$816,270	\$269,450
Non-instructional fees (O&M, Transportation, Admin, etc.)	\$21,900	\$2,000	\$20,550
Other sales and services	\$396,501	\$0	\$125,439
Interest on investments	(\$68,377)		\$235,264
Gifts and donations	\$223,005	\$30,000	\$66,447
Gross school generated funds	\$35,342	\$30,000	\$48,285
Amortization of capital allocations	\$0	\$0	\$0
Other	\$64,729	(\$54,410)	\$482,873
Total Revenues	\$4,744,748	\$4,554,631	\$4,914,480
EXPENSES			
Certificated salaries and Non-certificated salaries and wages (excluding home education)	\$3,428,959	\$1,436,474	\$3,260,374
Certificated and Non-certificated benefits (excluding home education)	\$382,637	\$394,157	\$345,839
Services, contracts and supplies other than Consulting fees/Management fees, and leases (excluding home education)	\$498,495	\$420,129	\$508,897
Consulting / Management Fees	\$21,939	\$0	\$52,464
Leases - Building	\$335,695	\$310,440	\$310,440
Leases - Other	\$0	\$0	\$0
Severe Disabilities / DSEPS (excluding home education)	\$98,751	\$1,968,568	\$119,381
Home Education:			
Certificated salaries	\$0	\$0	\$0
Certificated benefits	\$0	\$0	\$0
Non-certificated salaries & wages	\$0	\$0	\$0
Non-certificated benefits	\$0	\$0	\$0
Payments to parents who provided home education programs to students	\$0	\$0	\$0
Contracts	\$0	\$0	\$0
Services and supplies	\$0	\$0	\$0
Gross school generated funds	\$35,342	\$30,000	\$48,285
Capital and debt services			
Amortization of capital assets:			
From restricted funds	\$0	\$0	\$0
From unrestricted funds	\$26,746	\$10,000	\$12,768
Total amortization of capital assets	\$26,746	\$10,000	\$12,768
Interest on capital debt	\$0	\$0	\$0
Other interest charges	\$0	\$0	\$0
Losses (gains) on disposal of capital assets	\$0	\$0	(\$1,000)
Other	\$0	\$0	\$0
Total Expenses	\$4,828,564	\$4,569,768	\$4,657,448
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	(\$83,816)	(\$15,137)	\$257,032

(\$83,816)

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:	9795
School Code:	5398

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

	AFS 2022	AFS 2021 (NOTE *) (Restated)	
CASH FLOWS FROM:			
A. OPERATING ACTIVITIES			
Surplus (deficit) of revenues over expenses for the year	(\$83,816)	\$257,032	
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue	\$0	\$0	
Total amortization expense	\$26,746	\$12,768	
Add losses or deduct gains on disposal of capital assets	\$0	(\$1,000)	
Changes in accrued accounts:			
Accounts receivable	(\$135,336)	(\$42,224)	
Prepays and other current assets	(\$10,058)	\$15,125	
Payables and accrued liabilities	\$14,717	\$92,212	
Deferred contributions	\$28,525	\$142,175	
Other (specify): Calgary Foundation account activity	\$109,992	(\$202,076)	
Total sources (uses) of cash from operations	(\$49,230)	\$274,011	
B. INVESTING ACTIVITIES			
Purchases of capital assets:			
Land	\$0	\$0	
Buildings	\$0	\$0	
Leasehold improvements	(\$9,397)	(\$27,792)	
Equipment	(\$17,645)	(\$26,625)	
Vehicles	(\$180,042)	\$1,000	
Net proceeds from disposal of capital assets	\$0	\$0	
Other (specify): Calgary Foundation account activity	(\$109,992)	\$202,076	
Total sources (uses) of cash from investing activities	(\$317,077)	\$148,659	
C. FINANCING ACTIVITIES			
Capital contributions received	\$10,663	\$120,550	
Issuance of long term debt	\$0	\$0	
Repayment of long term debt	\$0	\$0	
Other (specify):	(\$30,138)	(\$95,169)	
Total sources (uses) from financing activities	(\$19,475)	\$25,381	
Net sources (uses) of cash equivalents* * during year	(\$385,781)	\$448,051	
Cash equivalents at the beginning of year	\$3,745,925	\$3,297,874	
Cash equivalents at the end of year	\$3,360,144	\$3,745,925	\$3,745,925

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: 9795
 School Code: 5398

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

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	TOTAL NET ASSETS <small>(Columns 2+3+4)</small>	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS <small>(+, -)</small>	TOTAL RESTRICTED NET ASSETS <small>(Columns 5 to 8)</small>	RESTRICTED NET ASSETS			
					OPERATING RESERVES		CAPITAL RESERVES	
					Grades K to 12	External Services	Grades K to 12	External Services
Balance at August 31, 2021	\$3,307,102	\$97,470	\$3,209,632	\$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
Adjusted balance, August 31, 2021	\$3,307,102	\$97,470	\$3,209,632	\$0	\$0	\$0	\$0	\$0
Surplus(deficit) of revenues over expenses (from page 3)	(\$83,816)		(\$83,816)					
Capital asset acquisitions (less financed and/or less capital contributions received)		\$87,084	(\$87,084)	\$0	\$0	\$0	\$0	\$0
Donations of non-amortizable assets	\$0	\$0						
Amortization of capital assets (expense) *		(\$26,746)	\$26,746					
Amortization of capital allocations (revenue) **		\$0	\$0					
Disposal of capital assets		\$0	\$0	\$0			\$0	\$0
Debt principal payments ***		\$0	\$0					
Net transfers to/from operating reserves	\$0	\$0	\$0	\$0	\$0	\$0		
Net transfers to/from capital reserves	\$0	\$0	\$0	\$0			\$0	\$0
Other transfers (specify):	\$0	\$0	\$0					
Balance at August 31, 2022	\$3,223,286	\$157,808	\$3,065,479	\$0	\$0	\$0	\$0	\$0
	\$3,223,286	\$3,223,286	\$157,808	\$3,065,479	\$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: 9795
School Code: 5398

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	\$0		\$0					
(2) Grades 1 to 9 Base Instruction	\$800,297			\$800,297				
(3) Grades 10 to 12 Instruction	\$245,136			\$245,136				
Distance Education:								
(4) Grades 1 to 9 Full Program (Primary Registration)	\$0			\$0				
(5) Grades 10 to 12 Full Time (Primary Registration)	\$0			\$0				
(6) Grades 10 to 12 Part Time (Primary Registration)	\$0			\$0				
(7) Grades 1 to 12 (Non-Primary Registration)	\$0			\$0				
(8) Home Education and Shared Responsibility	\$0	\$0						
(9) Education Program in an Institution	\$0			\$0				
(10) ECS Program Unit (PUF) (Code 48 only)	\$0		\$0					
(11) Operations and Maintenance Grant	\$132,810		\$0	\$0	\$132,810			
(12) System Administration	\$169,101		\$0	\$0	\$0		\$169,101	
(13) Other - Alberta Education	\$2,266,686	\$0	\$0	\$2,266,686		\$0		
(14) Safe School Re-entry	\$2,743	\$0	\$0	\$0	\$2,743	\$0	\$0	
TOTAL ALBERTA EDUCATION ALLOCATIONS	\$3,616,773	\$0	\$0	\$3,312,119	\$135,553	\$0	\$169,101	
(15) Other Government of Alberta	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(16) Federal Government and/or First Nations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(17) Other Alberta school authorities	\$10,000	\$0	\$0	\$0	\$5,000	\$0	\$5,000	\$0
(18) Instructional fees / tuition fees	\$444,875	\$0	\$0	\$444,875				\$0
(19) Non-instructional fees (O&M, Transport, Admin, etc.)	\$21,900	\$0	\$0	\$0	\$21,900	\$0	\$0	\$0
(20) Other sales and services	\$396,501	\$0	\$0	\$0	\$0	\$0	\$8,876	\$387,625
(21) Interest on investments	(\$68,377)	\$0	\$0	\$0	\$0	\$0	(\$68,377)	\$0
(22) Gifts and donations	\$223,005	\$0	\$0	\$0	\$0	\$0	\$206,005	\$17,000
(23) Gross school generated funds	\$35,342	\$0	\$0	\$0	\$35,342	\$0	\$0	\$0
(24) Amortization of capital allocations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(25) Other (specify): Casino & Private Grants	\$64,729	\$0	\$0	\$0	\$20,010	\$0	\$21,141	\$23,578
TOTAL REVENUES	\$4,744,748	\$0	\$0	\$3,756,994	\$217,805	\$0	\$341,746	\$428,203
EXPENSES								
(26) Certificated salaries	\$1,044,876	\$0	\$0	\$905,201			\$139,675	\$0
(27) Certificated benefits	\$86,343	\$0	\$0	\$76,684			\$9,659	\$0
(28) Non-certificated salaries and wages	\$2,384,083	\$0	\$0	\$1,600,649	\$55,130	\$0	\$408,856	\$319,449
(29) Non-certificated benefits	\$296,294	\$0	\$0	\$231,058	\$1,984	\$0	\$34,934	\$28,318
SUB-TOTAL	\$3,811,596	\$0	\$0	\$2,813,592	\$57,114	\$0	\$593,123	\$347,766
(30) Services, contracts & supplies - other than Consulting fees / Management fees, and leases	\$498,495	\$0	\$0	\$140,207	\$238,588	\$0	\$72,696	\$47,004
(31) Consulting / Management Fees	\$21,939	\$0	\$0	\$0	\$21,939	\$0	\$0	\$0
(32) Leases - Building	\$335,695	\$0	\$0	\$0	\$303,194	\$0	\$0	\$32,501
(33) Leases - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(34) Severe Disabilities / DSEPS	\$98,751			\$98,751				
(35) Gross school generated funds	\$35,342	\$0	\$0	\$0	\$35,342	\$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	\$26,746	\$0	\$0	\$26,746	\$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):	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL EXPENSES	\$4,828,564	\$0	\$0	\$3,079,297	\$656,177	\$0	\$665,819	\$427,271
Surplus(deficit) of revenues over expenses	(\$83,816)	\$0	\$0	\$677,697	(\$438,372)	\$0	(\$324,073)	\$932
	(\$83,816)		\$0					

Private School Authority Code: 9795
 School Code: 5398

**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	\$0	
Mild/Moderate Disabilities/Delays, Gifted & Talented	\$0	
Program Unit (PU)	\$0	
Program Unit (PUF) Code 48 only		\$0
English as a Second Language (ESL)	\$0	
Transportation	\$0	
Operations and Maintenance	\$0	
Administration	\$0	
SuperNet Services	\$0	
Other-Alberta Education	\$0	
Safe School Re-entry	\$0	
Total ECS Alberta Education Revenues	\$0	\$0
Instruction fees	\$0	
Non-instructional fees	\$0	
All other revenues	\$0	
TOTAL REVENUES* *	\$0	\$0
EXPENSES		
Certificated salaries	\$0	\$0
Certificated benefits	\$0	\$0
Non-certificated salaries and wages	\$0	\$0
Non-certificated benefits	\$0	\$0
Parent resources, coordination and teacher in-service	\$0	
Food services program	\$0	\$0
Administration	\$0	\$0
Operations & maintenance	\$0	\$0
Transportation	\$0	\$0
English as a Second Language (ESL)	\$0	\$0
SuperNet Services	\$0	\$0
All other expenses	\$0	\$0
TOTAL EXPENSES* *	\$0	\$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	\$0	\$0
	\$0	

*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	\$0
Certificated benefits	\$0	\$0
Non-certificated salaries and wages	\$0	\$0
Non-certificated benefits	\$0	\$0
Specialized services and supports	\$0	\$0
Supplies and materials	\$0	\$0
Parent and staff in-service	\$0	\$0
Transportation	\$0	\$0
Specialized equipment & furniture (child specific). Please specify:	\$0	\$0
Total	\$0	\$0

Private School Authority Code:
School Code:

9795
5398

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:	Barbara Pitts	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
Secretary-Treasurer:		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Secretary:	Wendy Hunt	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
Treasurer:	Thomas Alexander	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
Board of Directors:	1 Pamela Alkier	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	2 Sue Crawford	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	3 Scott Bolton	0.05	\$0	\$0	\$0	\$0	0.05	\$0	\$0	\$0	\$0
	4 Ellen Embury	0.05	\$0	\$0	\$0	\$0	0.05	\$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
	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
	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		0.20	\$0	\$0	\$0	\$0	0.20	\$0	\$0	\$0	\$0
Head of School		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Principals:	1 Marian Bobak	1.00	\$119,323	\$10,200	\$0	\$0	1.00	\$107,437	\$11,396	\$0	\$0
	2 Anita Skrzypczynski	0.00	\$0	\$0	\$0	\$0	1.00	\$168,706	\$17,895	\$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
	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	\$119,323	\$10,200	\$0	\$0	2.00	\$276,143	\$29,291	\$0	\$0
Chief Financial Officer:		0.00	\$0	\$0	\$0	\$0	0.00	\$0	\$0	\$0	\$0
Management/Executives:	1. Susan Cress	1.00	\$158,000	\$11,815	\$0	\$0	1.00	\$24,674	\$2,617	\$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		1.00	\$158,000	\$11,815	\$0	\$0	1.00	\$24,674	\$2,617	\$0	\$0
Total Certificated staff (excluding Home Education)			\$1,044,876	\$86,343	\$0	\$0		\$883,542	\$93,720	\$0	\$0
Total Non-Certificated staff (excluding Home Education)			\$2,384,083	\$296,294	\$0	\$0		\$2,076,016	\$220,210	\$0	\$0
Total Certificated contract staff (excluding Home Education)			\$0	\$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)			\$0	\$0	\$0	\$0		\$0	\$0	\$0	\$0
Total Non-Certificated staff (Home Education)			\$0	\$0	\$0	\$0		\$0	\$0	\$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 In4med Solutions (Barbara Pitts)	0.00	\$0	\$0	\$0	\$0	0.00	\$22,000	\$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	\$22,000	\$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
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Total Revenues		\$0	\$0
Expenses			
Salary and Benefits (Position)		\$0	\$0
Salary and Benefits (Position)		\$0	\$0
Salary and Benefits (Position)		\$0	\$0
Rental		\$0	\$0
System Support		\$0	\$0
Snow Removal	1726370 Alberta Ltd. Controlled by the son of of the former principal	\$0	\$15,143
Strategic Planning Services	In4med Solutions. Related by virtue of common directors.	\$0	\$22,000
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Total Expenses		\$0	\$37,143
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: 9795
 School Code: 5398

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	\$54,410	\$0	\$0	\$54,410	\$0	\$0
Federal Government and/or First Nations	\$0	\$0	\$0	\$0	\$0	\$0
Other (specify): Federal Safe Air	\$2,743	\$0	\$0	\$2,743	\$0	\$0
TOTAL REVENUES	\$57,153	\$0	\$0	\$57,153	\$0	\$0
EXPENSES						
Certificated salaries	\$0	\$0	\$0			\$0
Certificated benefits	\$0	\$0	\$0			\$0
Non-certificated salaries and wages	\$55,130	\$0	\$0	\$55,130	\$0	\$0
Non-certificated benefits	\$1,984	\$0	\$0	\$1,984	\$0	\$0
Services, contracts & supplies:						
Adaptation of learning spaces	\$2,084	\$0	\$0	\$2,084	\$0	\$0
Testing, sanitation supplies	\$0	\$0	\$0	\$0	\$0	\$0
Personal protective equipment	\$0	\$0	\$0	\$0	\$0	\$0
Remote learning supports	\$0	\$0	\$0	\$0	\$0	\$0
Transportation costs	\$0	\$0	\$0	\$0	\$0	\$0
Health and safety training for staff	\$0	\$0	\$0	\$0	\$0	\$0
Other (specify):	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL EXPENSES	\$59,198	\$0	\$0	\$59,198	\$0	\$0
Surplus(deficit) of revenues over expenses	(\$2,044)	\$0	\$0	(\$2,044)	\$0	\$0

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

1. PURPOSE OF THE SOCIETY

Calgary Quest Children's Society (the "Society") delivers education programs under the authority of the School Act, Chapter S-3 revised Statutes of Alberta, 2000. In addition to education programs, the Society also provides a before and after school care program, summer camps, and a transition to adulthood program for youth and young adults with special needs.

The Society is also a registered charitable organization with Canada Revenue Agency and is exempt from income taxes under Section 149(1)(f) of the Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNFPO).

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 and approximations. 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:

Cash and cash equivalents

Cash includes cash and cash equivalents. Cash equivalents are investments in money market funds and treasury bills and are valued at cost plus accrued interest. The carrying amounts approximate fair value because they have maturities at the date of purchase of less than ninety days or are redeemable on demand.

Revenue recognition

Unrestricted contributions from school operations are recognized in the period in which they are earned based on the academic year, September 1 to August 31.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until funds are spent. These funds are transferred to unamortized capital allocations once spent which are recognized to revenue on the same basis as the related capital asset acquired by the grant.

Unrestricted donations are recognized in revenue when received or receivable. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the terms of the restrictions have been satisfied.

Government assistance grants are recognized when conditions are met in the year to which they relate.

(continues)

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

School generated funds

These are funds which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. 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.

Financial assets measured at amortized cost include cash and cash equivalents and accounts receivable.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

At the end of each reporting period, the Society assesses whether there are any indications that a financial asset measured at amortized cost may be impaired. Objective evidence of impairment might include significant financial difficulty of the issuer, default or delinquency in interest payments, or bankruptcy. When there is an indication of impairment, the Society determines whether a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset. Any impairment loss is recognized in the statement of revenues and expenditures in the current period. Impairment losses can be reversed to the extent of the improvement. The amount of the reversal is recognized in the statement of revenues and expenditures in the period the reversal occurs.

Prepaid expenses

Certain expenditures incurred before the close of the school year are for school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

Related party transactions

Related party transactions are in the normal course of business and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. Details of related party transactions are disclosed in note 13.

Goods and services tax

Eligible goods and services tax is recoverable at 68% for school-based programs and at 50% for all other programs. The unrecoverable portion is recorded as an expense with the rebate treated as a receivable.

(continues)

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives at the following rates and methods:

Vehicles	10 years	straight-line method
Equipment	5 years	straight-line method
Leasehold improvements	3 years	straight-line method

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

Capital assets with costs in excess of \$5,000 are capitalized. Any capital allocations received for asset additions are amortized into revenue over the same period as the amortization expense.

Capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Impairment of long lived assets

The Society tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Measurement uncertainty

The preparation of financial statements in conformity 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, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates. The Society has capital assets and their related depreciation that are subject to such estimates or assumptions.

Contributed services

The operations of the Society depend on the contribution of time by volunteers. The fair value of donated services cannot be reasonably determined and are therefore not reflected in these financial statements.

Operating and capital reserves

Reserves are established at the discretion of the Board of Directors of the School, to set aside funds for operating and for capital purposes. Such reserves are appropriations of unrestricted net assets.

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

3. UNRESTRICTED & RESTRICTED CASH

	2022	2021
<u>Unrestricted Cash</u>		
Calgary Foundation	\$ 1,468,526	\$ 1,559,933
CIBC Operating Account	977,577	1,071,246
CIBC Fundraising Account	225,539	205,859
CIBC Petty Cash Account	3,240	3,330
CIBC - CFO	271,290	349,583
CIBC PAC Committee Bank Account	42,911	43,475
CIBC Wood Gundy - Operating	260,310	258,992
Cash On Hand - Office PC	1,474	4,755
Cash on Hand - PAC	400	400
CIBC Building Fund Account	2,000	2,000
	3,253,267	3,499,573
 <u>Restricted Cash</u>		
CIBC Casino Account	1,325	21,335
Wood Gundy -755-36100 Building	105,552	105,017
Cash Restricted for Van Purchase	-	120,000
	106,877	246,352
	\$ 3,360,144	\$ 3,745,925

Amount of \$105,552 (2021: 225,017) have been designated by the Board of Directors as restricted cash for the purposes of purchasing new vans and premises. Restricted cash also relates to the funds received from the Casinos.

During the fiscal year, the Society purchased the new vans. The funds are being deferred and will be recognized into revenue as the related amortization expense is incurred (note 9.).

4. PREPAID EXPENSES

Prepaid expenses include insurance, a security deposit and classroom supplies purchased for the upcoming year.

	2022	2021
Prepaid Expenses	\$ 27,467	\$ 17,408
Security Deposits	1,900	1,900
	\$ 29,367	\$ 19,308

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

5. CAPITAL ASSETS

	Cost	Accumulated amortization	2022 Net book value	2021 Net book value
Leasehold improvements	\$ 113,962	\$ 86,037	\$ 27,925	\$ 27,792
Equipment	199,585	129,745	69,840	69,678
Vehicles	180,042	-	180,042	-
	\$ 493,589	\$ 215,782	\$ 277,807	\$ 97,470

6. CREDIT CARD FACILITIES

The Society has access to a corporate credit card facility, up to a maximum of \$10,000 (2021 - \$10,000), bearing interest at 19.99% per annum. The balance for the year ended August 31, 2022 is \$9,969 (2021 - \$3,616), which is included in other payables and accrued liabilities.

7. DEFERRED CONTRIBUTIONS

	2022	2021
Opening balances	\$ 478,775	\$ 336,600
Refunded or cancelled tuition	(10,500)	(38,500)
Revenue recognized as fees	(471,875)	(298,100)
Casino buy out	4,800	1,200
Prepaid tuition fees	506,100	477,575
	\$ 507,300	\$ 478,775

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

8. DEFERRED CAPITAL ALLOCATIONS

Deferred allocations relate to casino funds received from the Alberta Gaming, Liquor, and Cannabis Commission ("AGLC") as well as donations and fundraising activities for the Society to purchase new vans and premises. The changes in the deferred allocations balance for the year are as follows:

	<u>2022</u>	<u>2021</u>
Fund balance, beginning of year	\$ 246,353	\$ 220,972
Casino funds received	-	-
Interest on fund balance	534	550
Fundraising and donations	10,129	7,071
Contributed funds for van purchase	-	120,000
Unamortized capital allocations	(120,000)	-
Expenditures incurred	(30,139)	(102,240)
Fund balance, end of year	<u>\$ 106,877</u>	<u>\$ 246,353</u>

The deferred allocation balance is restricted by the AGLC for rental costs of leasing the school's premises. The AGLC has authorized the retention of these funds for 36 months after receiving the proceeds.

Funds raised and collected for the purposes of purchasing new vans and premises represent funds which have been internally restricted for the expressed purpose for which they were collected. These internally restricted funds have been collected, but the related expenditure has not yet been incurred.

The deferred capital allocations related to the purchase of new vans are now classified as unamortized capital allocations as the related purchase has been made, but no expenditures have yet been incurred (note 9.).

9. UNAMORTIZED CAPITAL ALLOCATIONS

	<u>2022</u>	<u>2021</u>
Unamortized allocations for van purchase	<u>\$ 120,000</u>	<u>\$ -</u>

Unamortized capital allocations represent internally restricted funds which were collected through grants, donations, and fundraising for the purpose of purchasing new vans. These funds have been spent, but have yet to be amortized over the useful life of the applicable capital assets to which these restricted capital allocations apply. These allocations will be recognized into revenue as the amortization is recognized for the underlying assets.

10. GOVERNMENT GRANTS

Funding is provided on the condition that government legislation, policy and regulations are followed, and program goals and objectives specified by Alberta Education are met.

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

11. ALBERTA EDUCATION ALLOCATIONS

The Society received funding from Alberta Education relating to Provincial Covid Mitigation Support and Federal Safe Indoor Air. This funding was used in a capacity the Society deems to relate to Operations and Maintenance. To represent the previously mentioned funds appropriately, they have been allocated under "Operations and Maintenance Grant" and "Federal Safe Indoor Air". A reconciliation of the account balances is as follows:

	Safe School Re-entry	Operations and Maintenance	Total
Provincial Covid Mitigation Support	\$ -	\$ 54,410	\$ 54,410
Federal Safe Indoor Air	2,743	-	2,743
	\$ 2,743	\$ 54,410	\$ 57,153

12. CAPITAL AND CAPITAL DEBT RECONCILIATION

	<u>2022</u>	<u>2021</u>
Total capital assets per statement of financial position	\$ 277,807	\$ 97,470
Unamortized capital allocations	\$ 120,000	\$ -
Investment in capital assets	157,807	97,470
	\$ 277,807	\$ 97,470

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

13. RELATED PARTY TRANSACTIONS

During the year the Society had no transactions with entities that have been deemed to be related parties. Transactions from the prior year were in the normal course of operations and have been recorded at the exchange amount, being the amount agreed upon between the related parties.

	2022	2021
In4med Solutions(a)	\$ -	\$ 22,000
1726370 Alberta Ltd.(b)	-	15,143
	\$ -	\$ 37,143

a) Related by virtue of common directors. Consulting fees paid for strategic planning services provided. This transaction is provided at a rate that is considered by the board to be below market value.

b) The company is controlled by the son of the former principal of the Society. The fees are related to snow removal and maintenance services. This transaction is provided at fair market value.

14. LEASE COMMITMENTS

The Society has a one-year term lease with the option to renew for an additional year with respect to its premises. The lease provides for payment of utilities, and maintenance costs. Future minimum lease payments as at August 31, 2022, are as follows:

2023	\$ 284,570
------	------------

15. BUDGET AMOUNTS

The budget was prepared by the Society based on Alberta Education guidelines. It is presented for information purposes only and has not been audited.

16. ECONOMIC DEPENDENCE

The Society receives funding from Alberta Education to support its operations. During the year, the school received \$3,616,773 (2021 - \$3,646,172) in funding, accounting for 76% (2021 - 74%) of its total revenue.

17. COMPARATIVE FIGURES

Some of the comparative figures have been reclassified to conform to the current year's presentation.

CALGARY QUEST CHILDREN'S SOCIETY
Notes to Financial Statements
Year Ended August 31, 2022

18. FINANCIAL INSTRUMENTS

The Society is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Society's risk exposure and concentration as of August 31, 2022.

Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Society is exposed to credit risk from funders and students. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. At August 31, 2022 the balance in the allowance for doubtful accounts is \$NIL (2021 - \$NIL). During the year, The Society recognized a bad debt expense of \$10,500 (2021 - \$50,425), which was deemed uncollectible. The Society has a significant number of students which minimizes concentration of credit risk, the Society believes that the risk of non-payment from Government entities from which it receives the majority of its funding to be remote.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Society is exposed to this risk mainly in respect of its receipt of funds from its students and other related sources and accounts payable and accrued liabilities.

Unless otherwise noted, it is management's opinion that the Society is not exposed to significant other price risks arising from these financial instruments.