

**AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules for
FUNDED INDEPENDENT SCHOOLS
FOR THE YEAR ENDED AUGUST 31, 2025**

Education Act, Section 29
Independent Schools Regulation, Alberta Regulation 127/2022

Devon Christian School
Devon Christian School Society
Name of Independent School and Legal Name of Organization Operating the Independent School

205 Miquelon Avenue West, Devon AB, T0G0L8
Mailing Address

Phone: 780-987-4157 Fax: 780-987-3323
Telephone and Fax Numbers

These Financial Statements and Supporting Schedules are Audited by:

VKO LLP Chartered Professional Accountants 206,
2951 Ellwood Drive SW, Edmonton, AB T6X0B1

VKO LLP

Name and Address of the Audit Firm

Auditor's Signature

INDEPENDENT SCHOOL MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING.

The financial statements and supporting schedules of _____
Devon Christian School
Devon Christian School Society
(Name of Independent School)

presented to Alberta Education and Childcare have been prepared by the independent 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 independent schools.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the independent 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 independent 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, 2025 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 independent schools.

BOARD CHAIR / PRESIDENT

JESSE KOEHNSEN _____
Name Signature

HEAD OF SCHOOL / PRINCIPAL

Rhonda Bray _____
Name Signature

TREASURER OR SECRETARY - TREASURER

Tammy Klapstein _____
Name Signature

Board-approved Release Date

ALBERTA EDUCATION AND CHILDCARE, Financial Reporting and Accountability,
10th Floor 44 Capital Boulevard, 10044 108th Street NW, Edmonton, Alberta T5J 5E6
E-mail: edc.fra-private@gov.ab.ca Telephone: (780) 422-0314



TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT (Attach please)	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF OPERATIONS	3
STATEMENT OF OPERATIONS ALBERTA	4
STATEMENT OF CASH FLOWS	5
STATEMENT OF CHANGES IN NET ASSETS	6
<u>SCHEDULES</u>	
SCHEDULE 1 Allocation of Revenues and Expenses to Programs	7
SCHEDULE 2 Analysis of Early Childhood Services Program Unit Expenses	8
SCHEDULE 3 Remuneration and Monetary Incentives	9
SCHEDULE 4 Related Party Transactions	10
SCHEDULE 5 Analysis of Home Education Funding Balances	11
SCHEDULE 6 Salary Disclosure	12
NOTES TO THE FINANCIAL STATEMENTS (Attach please)	13-17

INDEPENDENT AUDITOR'S REPORT

To the Board of Education of Devon Christian School Society

Opinion

We have audited the Alberta Education and Childcare's prescribed financial statements of Devon Christian School Society (the "society"), which comprise the statement of financial position as at August 31, 2025, and the statement 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 Alberta Education and Childcare's prescribed financial statements present fairly, in all material respects, the financial position of the society as at August 31, 2025, 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

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 society in accordance with 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 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

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

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

(continues)

Independent Auditor's Report to the Board of Educations of Devon Christian School 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 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 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 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 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.

Edmonton , Alberta
December 8, 2025

VKO LLP

VKO LLP
CHARTERED PROFESSIONAL ACCOUNTANTS

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

		AFS 2025	AFS 2024 (NOTE *) x
ASSETS			
Current assets			
Cash and cash equivalents	Note	\$183,762	\$43,853
Accounts receivable (net after allowances)			
Province of Alberta	Note	\$0	\$0
Federal Government and/or First Nations	Note 2	\$8,351	\$6,243
Other accounts receivable	Note	\$25,346	\$18,616
Prepaid expenses	Note	\$3,417	\$3,392
Other current assets	Note 3	\$636,100	\$784,410
Total current assets		\$856,976	\$856,514
School generated assets	Note	\$0	\$0
Trust assets	Note	\$0	\$0
Other assets	Note	\$0	\$0
Capital assets			
Land at cost		\$0	\$0
Buildings at cost	\$249,655		
Less: accumulated amortization	(\$215,523)	\$34,132	\$39,730
Leasehold improvements at cost	\$0		
Less: accumulated amortization	\$0	\$0	\$0
Equipment at cost	\$111,208		
Less: accumulated amortization	(\$56,951)	\$54,257	\$59,029
Vehicles at cost	\$223,266		
Less: accumulated amortization	(\$122,189)	\$101,077	\$123,404
Total capital assets	Note 4	\$189,466	\$222,163
TOTAL ASSETS		\$1,046,442	\$1,078,677
LIABILITIES			
Current liabilities			
Bank indebtedness	Note	\$0	\$0
Accounts payable and accrued liabilities			
Province of Alberta	Note	\$0	\$0
Federal Government and/or First Nations	Note	\$0	\$0
Other payables and accrued liabilities	Note	\$52,431	\$37,886
Capital payables	Note	\$0	\$0
Deferred contributions	Note	\$44,072	\$23,430
Deferred capital allocations	Note	\$0	\$0
Current portion of long term debt		\$17,116	\$16,188
Total current liabilities		\$113,619	\$77,504
School generated liabilities	Note	\$0	\$0
Trust liabilities	Note	\$0	\$0
Other liabilities	Note	\$0	\$0
Long term debt			
Debentures & Bonds	Note	\$0	\$0
Capital loans	Note	\$0	\$0
Capital leases	Note	\$0	\$0
Mortgages	Note	\$0	\$0
Other loans	Note 5	\$20,039	\$34,840
Less: Current portion of long term debt	Note 5	(\$17,116)	(\$16,188)
Unamortized capital allocations	Note 6	\$58,764	\$64,237
Total long term liabilities		\$61,687	\$82,889
TOTAL LIABILITIES		\$175,306	\$160,393
NET ASSETS			
Unrestricted net assets		\$124,374	\$10,789
Operating reserves		\$0	\$0
Total accumulated surplus (deficit) from operations		\$124,374	\$10,789
Investment in capital assets		\$110,661	\$123,085
Capital reserves		\$636,100	\$784,410
Total capital funds		\$746,761	\$907,495
Total net assets		\$871,136	\$918,284
TOTAL LIABILITIES AND NET ASSETS		\$1,046,442	\$1,078,677

Note: * Audited Financial Statements (AFS) as submitted to Alberta Education and Childcare pursuant to Section 29 of the Education Act; Independent Schools Regulation, Alberta Regulation 127/2022 or as restated. Input "(Restated)" in 2024 column heading where not taken from the finalized 2023/2024 Audited Financial Statements.

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

	AFS 2025	Budget 2025 (NOTE *) x	AFS 2024 (NOTE *) Restated
REVENUES			
Alberta Education and Childcare (excluding Home Education)	\$481,325	\$554,018	\$554,367
Alberta Education and Childcare - Home Education	\$0	\$0	\$0
Total Alberta Education and Childcare Revenues	\$481,325	\$554,018	\$554,367
Other Government of Alberta	\$0	\$0	\$0
Federal Government and/or First Nations	\$0	\$0	\$0
Other Alberta school authorities	\$0	\$0	\$0
Instructional fees/Tuition fees	\$34,759	\$92,167	\$18,170
Non-instructional fees (O&M, Transportation, Admin, etc.)	\$31,384	\$40,376	\$30,275
Other sales and services	\$69,804	\$43,000	\$69,392
Interest on investments	\$68,827	\$0	\$86,833
Gifts and donations	\$157,350	\$78,899	\$114,446
Amortization of capital allocations	\$5,473	\$6,133	\$6,133
Other	\$0	\$15,900	\$0
Total Revenues	\$848,922	\$830,493	\$879,616
EXPENSES			
Home Education	\$0	\$0	\$0
Instruction - ECS	\$128,674	\$146,802	\$146,854
Instruction - Grades 1 to 12	\$488,926	\$583,257	\$419,376
Operations and maintenance	\$102,708	\$6,133	\$104,603
Transportation	\$84,790	\$50,916	\$87,888
Board and System Administration	\$90,972	\$43,166	\$136,124
External services	\$0	\$0	\$0
Total Expenses	\$896,070	\$830,274	\$894,845
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	(\$47,149)	\$219	(\$15,229)

Note: * Input "(Restated)" in Budget 2025 and/or AFS 2024 column headings where comparatives are not taken from the respective finalized 2024/2025 Budget Report and/or finalized 2023/2024 Audited Financial Statements.

STATEMENT OF OPERATIONS - Segment Disclosure
for the Year Ending August 31
(in dollars)

Alberta Education	
Funding and Expenses Only	
AFS 2025	AFS 2024

<u>REVENUES</u>		
Alberta Education and Childcare Revenues	\$481,325	\$554,367
Less: Childcare Revenues	\$0	(\$32,059)
TOTAL ALBERTA EDUCATION REVENUES ONLY	\$481,325	\$522,308
<u>EXPENSES</u>		
Home Education	\$0	\$0
Instruction ECS	\$0	\$53,945
Instruction Grades 1 to 12	\$355,254	\$360,901
Operations and Maintenance	\$31,728	\$38,263
Transportation	\$76,125	\$48,213
Board and System Administration	\$18,218	\$20,986
Other (specify):	\$0	\$0
TOTAL ALBERTA EDUCATION EXPENSES ONLY	\$481,325	\$522,308
Government of Alberta Funds Balance*	\$0	\$0
<p>*Balance represents the difference between revenue received and expenses incurred from Government of Alberta funds. A positive balance represents unspent amounts. This schedule only reports expenditures from the funds received from GOA and therefore the expenses cannot be greater than revenue.</p>		

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

	AFS 2025	AFS 2024 (NOTE *) x	
CASH FLOWS FROM:			
A. OPERATING ACTIVITIES			
Surplus (deficit) of revenues over expenses for the year	(\$47,149)	(\$15,229)	
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue	(\$5,473)	(\$6,133)	
Total amortization expense	\$32,697	\$32,333	
Add losses or deduct gains on disposal of capital assets	\$0	\$0	
Changes in accrued accounts:			
Accounts receivable	(\$8,838)	(\$802)	
Prepays and other current assets	\$148,285	(\$24,389)	
Payables and accrued liabilities	\$14,545	(\$24,946)	
Deferred contributions	\$20,642	\$13,355	
Other (specify):	\$0	\$0	
Total sources (uses) of cash from operations	\$154,709	(\$25,811)	
B. INVESTING ACTIVITIES			
Purchases of capital assets:			
Land	\$0	\$0	
Buildings	\$0	\$0	
Leasehold improvements	\$0	\$0	
Equipment	\$0	(\$7,293)	
Vehicles	\$0	\$0	
Net proceeds from disposal of capital assets	\$0	\$0	
Other (specify):	\$0	\$0	
Total sources (uses) of cash from investing activities	\$0	(\$7,293)	
C. FINANCING ACTIVITIES			
Capital contributions received	\$0	\$0	
Issuance of long term debt	\$0	\$0	
Repayment of long term debt	(\$14,800)	(\$15,251)	
Other (specify): Repayment of CEBA loan	\$0	(\$40,000)	
Total sources (uses) from financing activities	(\$14,800)	(\$55,251)	
Net sources (uses) of cash equivalents** during year	\$139,909	(\$88,355)	
Cash equivalents at the beginning of year	\$43,853	\$132,208	
Cash equivalents at the end of year	\$183,762	\$43,853	\$43,853

NOTE: * Input "(Restated)" in 2024 column heading where not taken from the finalized 2023/2024 Audited Financial Statements.

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

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2025
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	TOTAL NET ASSETS (Columns 2+3+4)	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS (+, -)	TOTAL RESTRICTED NET ASSETS (Columns 5 to 8)	RESTRICTED NET ASSETS			
					OPERATING RESERVES		CAPITAL RESERVES	
					Grades K to 12	External Services	Grades K to 12	External Services
Balance at August 31, 2024	\$918,284	\$123,085	\$10,789	\$784,410	\$0	\$0	\$784,410	\$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, 2024	\$918,284	\$123,085	\$10,789	\$784,410	\$0	\$0	\$784,410	\$0
Surplus(deficit) of revenues over expenses (from page 3)								
	(\$47,149)		(\$47,149)					
Capital asset acquisitions (less financed and/or less capital contributions received)		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Donations of non-amortizable assets	\$0	\$0						
Amortization of capital assets (expense) *		(\$32,697)	\$32,697					
Amortization of capital allocations (revenue) **		\$5,473	(\$5,473)					
Disposal of capital assets		\$0	\$0	\$0			\$0	\$0
Debt principal payments ***		\$14,800	(\$14,800)					
Net transfers to/from operating reserves	\$0	\$0	\$0	\$0	\$0	\$0		
Net transfers to/from capital reserves	\$0	\$0	\$148,310	(\$148,310)			(\$148,310)	\$0
Other transfers (specify):	\$0	\$0	\$0					
Balance at August 31, 2025	\$871,136	\$110,661	\$124,374	\$636,100	\$0	\$0	\$636,100	\$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, 2025

Independent School Authority Code: 9319

REVENUES	TOTAL	Instruction			Operations and Maintenance of Schools	Transportation	Board and System Administration	External Services
		Home Education and Shared Responsibility	Early Childhood Services (ECS)	Instruction (Grades 1 to 12)				
Alberta Education and Childcare allocations								
(1) ECS Base Instruction	(\$884)		(\$884)					
(2) Grades 1 to 12 Base Instruction (including Distance Education Primary and Non-Primary, Summer School)	\$246,788			\$246,788				
(3) Home Education and Shared Responsibility	\$0	\$0						
(4) Program Supports and Services	\$55,032		(\$4,277)	\$59,309				
(5) Operations and Maintenance Grant	\$31,728		\$0	\$0	\$31,728			
(6) Transportation Grant	\$69,905					\$69,905		
(7) System Administration	\$23,379		\$0	\$0	\$0	\$0	\$23,379	
(8) Other - Alberta Education and Childcare	\$55,377	\$0	\$0	\$49,157	\$0	\$6,220	\$0	\$0
TOTAL ALBERTA EDUCATION AND CHILDCARE ALLOCATIONS	\$481,325	\$0	(\$5,161)	\$355,254	\$31,728	\$76,125	\$23,379	\$0
(9) Other Government of Alberta	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(10) Federal Government and/or First Nations	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(11) Other Alberta school authorities	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(12) Instructional fees / tuition fees	\$34,759	\$0	\$20,102	\$14,657				\$0
(13) Non-instructional fees (O&M , Transport, Admin, etc.)	\$31,384	\$0	\$0	\$0	\$0	\$31,384	\$0	\$0
(14) Other sales and services	\$69,804	\$0	\$0	\$69,804	\$0	\$0	\$0	\$0
(15) Interest on investments	\$68,827	\$0	\$0	\$0	\$0	\$0	\$68,827	\$0
(16) Gifts and donations	\$157,350	\$0	\$0	\$0	\$0	\$0	\$157,350	\$0
(17) Amortization of capital allocations	\$5,473	\$0	\$0	\$0	\$5,473	\$0	\$0	\$0
(18) Other (specify):	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL REVENUES	\$648,922	\$0	\$14,941	\$439,715	\$37,201	\$107,509	\$249,556	\$0
EXPENSES								
(19) Certificated salaries	\$404,810	\$0	\$43,646	\$343,164			\$18,000	\$0
(20) Certificated benefits	\$62,096	\$0	\$4,198	\$54,974			\$2,924	\$0
(21) Non-certificated salaries and wages	\$172,101	\$0	\$40,469	\$37,840	\$15,818	\$39,574	\$38,400	\$0
(22) Non-certificated benefits	\$25,355	\$0	\$2,925	\$6,833	\$1,098	\$8,519	\$5,980	\$0
SUB-TOTAL	\$664,362	\$0	\$91,239	\$442,810	\$16,916	\$48,093	\$65,305	\$0
(23) Services, contracts & supplies - other than Consulting fees / Management fees, and leases	\$166,088	\$0	\$37,436	\$46,115	\$23,096	\$36,697	\$22,744	\$0
(24) Consulting / Management Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(25) Leases - Building	\$30,000	\$0	\$0	\$0	\$30,000	\$0	\$0	\$0
(26) Leases - Other	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital and debt services								
(27) Amortization of capital assets from restricted funds	\$5,473	\$0	\$0	\$0	\$5,473	\$0	\$0	\$0
(28) Amortization of capital assets from unrestricted funds	\$27,224	\$0	\$0	\$0	\$27,224	\$0	\$0	\$0
(29) Interest on capital debt	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(30) Other interest charges	\$2,923	\$0	\$0	\$0	\$0	\$0	\$2,923	\$0
(31) Losses (gains) on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(32) Other (specify):	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL EXPENSES	\$896,070	\$0	\$128,674	\$488,926	\$102,708	\$84,790	\$90,972	\$0
Surplus(deficit) of revenues over expenses	(\$47,149)	\$0	(\$113,733)	(\$49,211)	(\$65,508)	\$22,719	\$158,584	\$0

**SCHEDULE 2
ANALYSIS OF EARLY CHILDHOOD SERVICES (ECS) PROGRAM UNIT EXPENSES
for the Year Ended August 31, 2025**

	ECS Program Unit (excluding Moderate Language Delay Grant)	ECS 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
Other (specify)	\$0	\$0
Specialized equipment & furniture (child specific). Please specify:	\$0	\$0
Total	\$0	\$0

**Schedule 3
Remuneration and Monetary Incentives
for the Year Ended August 31, 2025**

Position	Name	Full Time Equivalent (FTE)	Remuneration	Benefits and Allowances	Other Accrued Unpaid Benefits	Other Expenses
Board Chair:	Jesse Kornelsen	1.00	\$0	\$0	\$0	\$0
Secretary-Treasurer:		0.00	\$0	\$0	\$0	\$0
Secretary:	Stephanie VanderVeen	1.00	\$0	\$0	\$0	\$0
Treasurer:	Tammy Klapstein	1.00	\$0	\$0	\$0	\$0
Board of Directors:						
	1 Regina Hanson	1.00	\$0	\$0	\$0	\$0
	2 Monte Paulson	1.00	\$0	\$0	\$0	\$0
	3 Murry Rust	1.00	\$0	\$0	\$0	\$0
	4 Josh Hawley	1.00	\$0	\$0	\$0	\$0
	5 _____	0.00	\$0	\$0	\$0	\$0
	6 _____	0.00	\$0	\$0	\$0	\$0
	7 _____	0.00	\$0	\$0	\$0	\$0
	8 _____	0.00	\$0	\$0	\$0	\$0
	9 _____	0.00	\$0	\$0	\$0	\$0
	10 _____	0.00	\$0	\$0	\$0	\$0
	11 _____	0.00	\$0	\$0	\$0	\$0
	12 _____	0.00	\$0	\$0	\$0	\$0
	13 _____	0.00	\$0	\$0	\$0	\$0
Board of Directors - Total		4.00	\$0	\$0	\$0	\$0
Head of School		0.00	\$0	\$0	\$0	\$0
Principals:	1 Rhonda Bray	1.00	\$88,611	\$14,396	\$0	\$0
	2 _____	0.00	\$0	\$0	\$0	\$0
	3 _____	0.00	\$0	\$0	\$0	\$0
	4 _____	0.00	\$0	\$0	\$0	\$0
	5 _____	0.00	\$0	\$0	\$0	\$0
	6 _____	0.00	\$0	\$0	\$0	\$0
	7 _____	0.00	\$0	\$0	\$0	\$0
	8 _____	0.00	\$0	\$0	\$0	\$0
	9 _____	0.00	\$0	\$0	\$0	\$0
Principals - Total		1.00	\$88,611	\$14,396	\$0	\$0
Chief Financial Officer:		0.00	\$0	\$0	\$0	\$0
Management/Executives:1.		0.00	\$0	\$0	\$0	\$0
	2 _____	0.00	\$0	\$0	\$0	\$0
	3 _____	0.00	\$0	\$0	\$0	\$0
	4 _____	0.00	\$0	\$0	\$0	\$0
	5 _____	0.00	\$0	\$0	\$0	\$0
	6 _____	0.00	\$0	\$0	\$0	\$0
Management/Executives - Total		0.00	\$0	\$0	\$0	\$0
Total Certificated staff (excluding Home Education)		6.60	\$404,810	\$62,096	\$0	\$0
Total Non-Certificated staff (excluding Home Education)		5.13	\$172,101	\$25,355	\$0	\$0
Total Certificated contract staff (excluding Home Education)		0.00	\$0	\$0	\$0	\$0
Total Non-Certificated contract staff (excluding Home Education)		0.00	\$0	\$0	\$0	\$0
Total Certificated staff (Home Education)		0.00	\$0	\$0	\$0	\$0
Total Non-Certificated staff (Home Education)		0.00	\$0	\$0	\$0	\$0
Total Certificated Contract staff (Home Education)		0.00	\$0	\$0	\$0	\$0
Total Non-Certificated Contract staff (Home Education)		0.00	\$0	\$0	\$0	\$0
Contracted Services for Senior Management and Director's Position Only:						
Position	Name	FTE 2025	Contract Amount 2025	Allowances 2025	Bonuses 2025	Other Expenses 2025
Consulting / Management fees:	1 _____	0.00	\$0	\$0	\$0	\$0
	2 _____	0.00	\$0	\$0	\$0	\$0
	3 _____	0.00	\$0	\$0	\$0	\$0
	4 _____	0.00	\$0	\$0	\$0	\$0
Consulting / Management fees - Total		0.00	\$0	\$0	\$0	\$0

**Schedule 4
Related Party Transactions
for the Year Ended August 31, 2025**
(in dollars)

DETAILS OF TRANSACTION	DETAILS AND NATURE OF RELATIONSHIP	2025	2024
Revenues			
Rental		\$0	\$0
Sale of Capital Assets		\$0	\$0
Other (Donations)	Board Members	\$53,265	\$25,504
Other (Bussing and School Fees)	Board Members	\$8,518	\$6,276
Total Revenues		\$61,783	\$31,780
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
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Other (specify)		\$0	\$0
Total Expenses		\$0	\$0
Receivable from/ Payable to			
Board Members	Board Members: Jesse Kornelsen (Chair) = \$(470) AND Josh Hawley (Officer) = \$(550)	(\$1,020)	\$0
Board Members	Board Members: Stephanie Vander Veen (Secretary)	\$0	\$600
Board Members	Board Members: Murray Rust (Officer)	\$1,900	\$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.

Schedule 5
Analysis of Home Education Funding Balances
for the Year Ended August 31, 2025
(in dollars)

DETAILS OF TRANSACTION	Full Time Equivalent (FTE) Enrolled Students	2024/2025	2023/2024
Home Education Funding Received from Alberta Education and Childcare	0	\$0	\$0
Eligible 50% parent portion		\$0	\$0
Alberta Education and Childcare Home Education Funding*:			
Paid to parents		\$0	\$0
Unclaimed by parents (deferred)		\$0	\$0
Declined by parents (deferred)		\$0	\$0
Parents transferred parental portion to school (per signed Parent Declaration** form)		\$0	\$0
Accounts Payable to Alberta Education and Childcare			
Prior year deferred Unclaimed and Declined balances		\$0	
Less: reimbursements to parents for 2023/2024 expenses		\$0	
Less: 2023/2024 parent portion transferred to school		\$0	
Total Accounts Payable to Alberta Education and Childcare		\$0	

Note:

* An accredited funded independent school must offer to the parents of a home education student 50 per cent of the home education funding for the purchase of instructional materials. Parents have up to two years to access the parental portion of home education funding. Alberta Education and Childcare will recover the unclaimed/declined portion, the year following the previous two year period.

** Declaration forms must be made available upon request by Alberta Education and Childcare.

Parents who were eligible to receive 50% funding in 2023/24 had until the end of 2024/25 to claim expenses and/or transfer to school per signed Parent Declaration form. Any unclaimed/declined amounts remaining are payable to Alberta Education and Childcare.

**Schedule 6
Salary Disclosure
for the Year Ended August 31, 2025**

Total Compensation/Contract Range	Number of Individuals (Part time)	Number of Individuals (Full time)
\$1 to \$49,999	14	2
\$50,000 to \$99,999		3
\$100,000 to \$129,999		
\$130,000 to 159,999		
160,000 to 189,999		
190,000 to 197,000		
\$197,001 to 229,999		
over \$230,000		

Part time specification:

For example: the three individuals reported under Part time are the equivalent of 0.70 FTE, 0.5 FTE and 0.25 FTE. You would still report 3 under part time.

No individual should be counted more than once; report based on full compensation even if received for multiple roles

Total compensation includes salary, wage, benefits, and allowances including other unpaid accrued benefits

DEVON CHRISTIAN SCHOOL SOCIETY

Notes to Financial Statements

Year Ended August 31, 2025

PURPOSE OF THE SOCIETY

Devon Christian School Society (the "society") is a not-for-profit organization incorporated provincially under the Society Act of Alberta on July 9, 1991. As a registered charity the society is exempt from the payment of income tax under Subsection 149(1) of the Income Tax Act.

The society receives allocations for instruction purposes under the Private Schools Regulation (Alberta Regulation 127/2022).

The society operates to provide and manage a private Christian-based educational environment.

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations (ASNPO).

Fund accounting

The financial statements have been classified into the following funds:

Unrestricted Fund

Revenues and expenses for education, fundraising and administrative activities are reported in the society's unrestricted fund.

Investment in Capital Asset Fund

The investment in capital asset fund reports the assets, liabilities, revenues and expenses related to the society's capital assets.

Capital Reserve Fund

Revenues and expenses for fundraising activities specified for the acquisition of new school facilities are reported in the society's capital reserve fund.

Capital assets

Capital assets are stated at cost or deemed cost less accumulated amortization and are amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	4%
Equipment	5 - 10%
Motor vehicles	10%

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

Capital assets with costs in excess of \$5,000 are capitalized.

(continues)

DEVON CHRISTIAN SCHOOL SOCIETY

Notes to Financial Statements

Year Ended August 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Revenue recognition

Devon Christian School Society follows the deferral method of accounting for contributions.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

The society receives funding for operations every year from Alberta Education and Childcare in the form of grants based on an approved budget and the number of actual students enrolled in the school. The grants are recognized as revenue in the school year to which they relate.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

Contributions received for the acquisition of capital assets are deferred and recognized on the same basis as the related capital assets are amortized.

Fees for services related to courses and programs are recognized as revenue when the related courses and programs are delivered.

Other revenues are recognized in the period they are earned and collections are reasonably assured.

Contributed goods

Contributed goods are recorded in revenues and offset in expenditures at their fair market value at the time of the donation.

The society operates within buildings located on land owned by the Devon Alliance Church on a rent-free basis. The value of the contributed land use is not reflected in revenues and expenditures as it is not practical to estimate its fair value. The society pays the Church \$30,000 annually to cover operational costs.

Contributed services

The fair value of contributed or volunteer services cannot be reasonably determined and are therefore not reflected in these financial statements.

Employee future benefits

Contributions to a defined contribution pension plan are expensed when due.

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.

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.

(continues)

DEVON CHRISTIAN SCHOOL SOCIETY

Notes to Financial Statements

Year Ended August 31, 2025

1. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Significant items subject to such estimates and assumptions include the allowance for doubtful accounts, the estimated useful life of property and equipment, deferred contributions, and accrued liabilities.

2. GOODS AND SERVICES TAX RECOVERABLE

The Society qualifies for purposes of claiming a rebate of a portion of the goods and services tax that it pays on its purchases. The Society has applied for a rebate of goods and services tax paid during the year. The rebate which totals \$8,351 (2024 - \$6,243) is included in current years operations.

3. MARKETABLE SECURITIES

	<u>2025</u>	<u>2024</u>
Fixed income	\$ 562,730	\$ 710,077
Equity	73,370	74,333
	<u>\$ 636,100</u>	<u>\$ 784,410</u>

4. CAPITAL ASSETS

	Cost	Accumulated amortization	2025 Net book value	2024 Net book value
Buildings	\$ 249,655	\$ 215,523	\$ 34,132	\$ 39,730
Equipment	111,208	56,951	54,257	59,029
Motor vehicles	223,266	122,189	101,077	123,404
	<u>\$ 584,129</u>	<u>\$ 394,663</u>	<u>\$ 189,466</u>	<u>\$ 222,163</u>

5. LONG TERM DEBT

	<u>2025</u>	<u>2024</u>
Daimler Truck Financial loan bearing interest at 5.6% per annum, repayable in monthly blended payments of \$1,477. The loan matures on October 28, 2026 and is secured by motor vehicles with a carrying value of \$75,088 (2024 - \$86,640).	\$ 20,039	\$ 34,840
Amounts payable within one year	<u>(17,116)</u>	<u>(16,188)</u>
	<u>\$ 2,923</u>	<u>\$ 18,652</u>

Principal repayment terms are approximately:

2026	\$ 17,116
2027	2,923
	<u>\$ 20,039</u>

DEVON CHRISTIAN SCHOOL SOCIETY

Notes to Financial Statements

Year Ended August 31, 2025

6. UNAMORTIZED CAPITAL ALLOCATIONS

	Balance, beginning of year	Received during year	Recognized to revenue	Balance, end of year
Unamortized capital allocations	\$ 64,237	\$ -	\$ (5,473)	\$ 58,764

7. ECONOMIC DEPENDENCE

The society is economically dependent upon Alberta Education and Childcare. During the year, the society received 57% (2024 - 59%) of its funding from Alberta Education and Childcare. The society's ability to continue viable operations is dependent upon maintaining its status as a private school and continuing to receive funding from Alberta Education and Childcare. As at the date of these financial statements, the society believes that it is in compliance with the guidelines.

8. PENSION PLAN

The society offers a defined contribution pension plan to its employees. During the year, contributions of \$29,751 (2024 - \$23,552) were expensed in the statement of operations.

9. RELATED PARTY TRANSACTIONS

During the year, members of the Board of Directors donated \$53,265 (2024 - \$25,504) and paid school fees of \$8,518 (2024 - \$6,276) to the society.

10. BUDGET

The budget was prepared by the society and approved by the Board of Directors. It is presented for information purposes only and has not been audited.

11. COMPARATIVE FIGURES

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

12. 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, 2025.

(a) Credit risk

Credit risk is the risk that a third party to a financial instrument might fail to meet its obligations under the terms of the financial instrument. The society's financial assets that are exposed to credit risk consist primarily of cash, marketable securities and accounts receivable. The society's cash and marketable securities are maintained with a large federally regulated financial institution. The society, in its normal course of operations, is exposed to credit risk from its customers. The amounts due are from a variety of customers. The society is not subject to significant concentration of credit risk with respect to its customers.

(continues)

DEVON CHRISTIAN SCHOOL SOCIETY

Notes to Financial Statements

Year Ended August 31, 2025

12. FINANCIAL INSTRUMENTS *(continued)*

(b) 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 the Alberta Education and Childcare and other related sources, long term debt and accounts payable.

(c) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the society manages exposure through its normal operating and financing activities. The society is exposed to interest rate risk primarily through its long term debt and interest bearing assets including cash and marketable securities.

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