



Schools' Finance Branch  
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RIVER EAST TRANSCONA SCHOOL DIVISION  
589 ROCH STREET  
WINNIPEG, MANITOBA R2K 2P7

**AUDITED FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION**

June 30, 2020

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees of River East Transcona School Division

### **Opinion**

We have audited the following financial statements of River East Transcona School Division (the "Division") as at June 30, 2020, and for the year then ended:

Consolidated – Statement of Financial Position  
Consolidated – Statement of Revenue, Expenses and Accumulated Surplus  
Consolidated – Statement of Change in Net Debt  
Consolidated – Statement of Cash Flow  
Operating Fund – Schedule of Financial Position  
Operating Fund – Schedule of Revenue, Expenses and Accumulated Surplus  
Capital Fund – Schedule of Financial Position  
Capital Fund – Schedule of Revenue, Expenses and Accumulated Surplus  
Schedule of Tangible Capital Assets  
Schedule of Capital Reserve Accounts  
Special Purpose Fund – Schedule of Financial Position  
Special Purpose Fund – Schedule of Revenue, Expenses and Accumulated Surplus  
Notes to the Consolidated Financial Statements

In our opinion, these financial statements present fairly, in all material respects, the financial position of the River East Transcona School Division as at June 30, 2020 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

### **Basis for Opinion**

We conducted our audit in accordance with the Canadian generally accepted accounting standards ("Canadian GAAS"). 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 Division in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other Matters**

Our audit was conducted for the purpose of forming an opinion on the above listed financial statements taken as a whole. The current year's supplementary information included in the other statements and reports is presented for purposes of additional analysis and is not a required part of basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in, our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our opinion on these financial statements does not extend to any budget information contained therein.

**River East Transcona School Division  
Independent Auditor's Report**

**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 PSAS, 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 Division's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Division or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Division'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 GAAS 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 GAAS, 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 Division's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

River East Transcona School Division  
Independent Auditor's Report

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.

*Deloitte*

Chartered Professional Accountants

Winnipeg, Manitoba  
October 29, 2020

I hereby certify that the preceding report has been presented to members of the Board of the River East Transcona School Division.

October 29, 2020

  
Chair of the Board

## AUDITOR'S REPORT ON ENROLMENT

### TO THE BOARD OF TRUSTEES RIVER EAST TRANSCONA SCHOOL DIVISION

We have audited the attached EIS Enrolment File Verification Report - EIS Cert. - part 2 of 2 (prepared in accordance with Part I, Sections 1.1 and 1.2 of the Public Schools Enrolment and Categorical Grants Reporting for the 2019/20 School Year) of the River East Transcona School Division as at September 30, 2019. This enrolment information is the responsibility of the Division's management. Our responsibility is to express an opinion on this enrolment information based on our audit.

We conducted our audit in accordance with the standards for assurance engagements set out in the CICA Handbook - Assurance. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the enrolment information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the enrolment information.

In our opinion, this report presents fairly, in all material respects, the enrolment of the River East Transcona School Division as at September 30, 2019 in accordance with the Public Schools Enrolment and Categorical Grants Reporting for the 2019/20 School Year referred to above.



Auditor

October 29, 2020

Date

I hereby certify that the preceding report has been presented to the members of the Board of River East Transcona School Division.

  
Chairperson of the Board

October 30, 2020

Date

## MANAGEMENT REPORT



### Management's Responsibility for the Financial Statements

The accompanying consolidated financial statements of River East Transcona School Division are the responsibility of the Division's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada. A summary of the significant accounting policies is described in Note 2 to the consolidated financial statements.

The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods. Division management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The Board of Trustees of the Division met with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by Deloitte LLP, independent external auditors appointed by the Board. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Division's consolidated financial statements.

  
Chairperson  
Jerry Sodomlak  
Secretary-Treasurer  
Elise Downey

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

as at June 30

Notes		2020	2019
	<b>Financial Assets</b>		
	Cash and Bank	4,766,883	1,665,436
	Due from - Provincial Government	4,364,578	3,905,481
	- Federal Government	399,252	386,046
	- Municipal Government	41,106,406	40,188,366
	- Other School Divisions	-	1,300
	- First Nations	56,350	61,525
	Accounts Receivable	201,260	217,594
	Accrued Investment Income	-	-
	Portfolio Investments	-	-
		<u>50,894,729</u>	<u>46,425,748</u>
	<b>Liabilities</b>		
	Overdraft	-	-
	Accounts Payable	4,176,883	1,746,875
	Accrued Liabilities	28,863,418	24,051,387
*	Employee Future Benefits	1,929,386	2,177,416
	Accrued Interest Payable	1,118,419	1,122,538
	Due to - Provincial Government	4,233	7,002
	- Federal Government	17,825	19,022
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	-	-
*	Deferred Revenue	7,909,556	10,535,399
*	Borrowings from the Provincial Government	58,978,566	57,245,429
*	Other Borrowings	4,241,945	3,955,572
	School Generated Funds Liability	2,105,631	1,798,088
		<u>109,345,862</u>	<u>102,658,728</u>
	<b>Net Assets (Debt)</b>	<u>(58,451,133)</u>	<u>(56,232,980)</u>
	<b>Non-Financial Assets</b>		
*	Net Tangible Capital Assets (TCA Schedule)	96,858,776	90,533,836
	Inventories	-	-
	Prepaid Expenses	326,548	443,780
		<u>97,185,324</u>	<u>90,977,616</u>
*	<b>Accumulated Surplus</b>	<u>38,734,191</u>	<u>34,744,636</u>

See accompanying notes to the Financial Statements



**CONSOLIDATED STATEMENT  
OF REVENUE, EXPENSES  
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

Notes		2020	2019
	<b>Revenue</b>		
	Provincial Government	135,178,888	134,246,505
	Federal Government	474,765	459,974
	Municipal Government - Property Tax	68,348,034	66,911,019
	- Other	-	-
	Other School Divisions	576,940	675,222
	First Nations	155,250	202,255
	Private Organizations and Individuals	1,628,227	2,063,109
	Other Sources	660,579	763,738
	School Generated Funds	543,411	830,625
	Other Special Purpose Funds	-	-
		<u>207,566,094</u>	<u>206,152,447</u>
	<b>Expenses</b>		
	Regular Instruction	111,277,461	109,125,972
	Student Support Services	35,796,865	37,452,026
	Adult Learning Centres	1,527,458	1,527,358
	Community Education and Services	1,223,701	1,458,292
	Divisional Administration	5,592,285	6,044,417
	Instructional and Other Support Services	7,794,753	7,777,805
	Transportation of Pupils	3,936,822	4,699,085
	Operations and Maintenance	21,871,579	22,019,028
	Fiscal - Interest	2,641,714	2,623,268
	- Other	3,229,782	3,300,526
	Amortization	8,031,570	7,116,825
	Other Capital Items	147,987	9,260
	School Generated Funds	590,427	810,209
	Other Special Purpose Funds	-	-
		<u>203,662,404</u>	<u>203,964,071</u>
	Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>3,903,690</u>	<u>2,188,376</u>
	Less: Non-vested Sick Leave Expense (Recovery)	<u>(85,865)</u>	<u>94,267</u>
	Net Current Year Surplus (Deficit)	<u>3,989,555</u>	<u>2,094,109</u>
	Opening Accumulated Surplus	34,744,636	32,650,527
	Adjustments: Tangible Cap. Assets and Accum. Amort.	-	-
	Other than Tangible Cap. Assets	-	-
	Non-vested sick leave - prior years	-	-
	Opening Accumulated Surplus, as adjusted	<u>34,744,636</u>	<u>32,650,527</u>
	Closing Accumulated Surplus	<u>38,734,191</u>	<u>34,744,636</u>

See accompanying notes to the Financial Statements

\* NOTE REQUIRED

**CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT**

For the Year Ended June 30, 2020

	2020	2019
Net Current Year Surplus (Deficit)	<u>3,989,555</u>	<u>2,094,109</u>
Amortization of Tangible Capital Assets	8,031,570	7,116,825
Acquisition of Tangible Capital Assets	(14,356,510)	(13,859,204)
(Gain) / Loss on Disposal of Tangible Capital Assets	(13,886)	(13,594)
Proceeds on Disposal of Tangible Capital Assets	<u>13,886</u>	<u>13,595</u>
	<u>(6,324,940)</u>	<u>(6,742,378)</u>
Inventories (Increase)/Decrease	-	-
Prepaid Expenses (Increase)/Decrease	<u>117,232</u>	<u>(73,522)</u>
	<u>117,232</u>	<u>(73,522)</u>
(Increase)/Decrease in Net Debt	<u>(2,218,153)</u>	<u>(4,721,791)</u>
Net Debt at Beginning of Year	(56,232,980)	(51,511,189)
Adjustments Other than Tangible Cap. Assets	-	-
	<u>(56,232,980)</u>	<u>(51,511,189)</u>
<b>Net Assets (Debt) at End of Year</b>	<u><u>(58,451,133)</u></u>	<u><u>(56,232,980)</u></u>

**CONSOLIDATED STATEMENT OF CASH FLOW**

For the Year Ended June 30, 2020

	2020	2019
<b>Operating Transactions</b>		
Net Current Year Surplus (Deficit)	3,989,555	2,094,109
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	8,031,570	7,116,825
(Gain)/Loss on Disposal of Tangible Capital Assets	(13,886)	(13,594)
Employee Future Benefits Increase/(Decrease)	(248,030)	241,346
Due from Other Organizations (Increase)/Decrease	(1,383,868)	(1,130,439)
Accounts Receivable & Accrued Income (Increase)/Decrease	16,334	14,847
Inventories and Prepaid Expenses - (Increase)/Decrease	117,232	(73,522)
Due to Other Organizations Increase/(Decrease)	(3,966)	20,108
Accounts Payable & Accrued Liabilities Increase/(Decrease)	7,237,920	(1,008,686)
Deferred Revenue Increase/(Decrease)	(2,625,843)	1,798,751
School Generated Funds Liability Increase/(Decrease)	307,543	119,752
Adjustments Other than Tangible Cap. Assets	-	-
Cash Provided by (Applied to) Operating Transactions	15,424,561	9,179,497
<b>Capital Transactions</b>		
Acquisition of Tangible Capital Assets	(14,356,510)	(13,859,204)
Proceeds on Disposal of Tangible Capital Assets	13,886	13,595
Cash Provided by (Applied to) Capital Transactions	(14,342,624)	(13,845,609)
<b>Investing Transactions</b>		
Portfolio Investments (Increase)/Decrease	-	-
Cash Provided by (Applied to) Investing Transactions	-	-
<b>Financing Transactions</b>		
Borrowings from the Provincial Government Increase/(Decrease)	1,733,137	5,980,562
Other Borrowings Increase/(Decrease)	286,373	(723,885)
Cash Provided by (Applied to) Financing Transactions	2,019,510	5,256,677
Cash and Bank / Overdraft (Increase)/Decrease	3,101,447	590,565
Cash and Bank (Overdraft) at Beginning of Year	1,665,436	1,074,871
Cash and Bank (Overdraft) at End of Year	4,766,883	1,665,436



**OPERATING FUND SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2020	2019
<b>Financial Assets</b>		
Cash and Bank	9,039,021	2,336,331
Due from		
- Provincial Government	3,246,159	2,782,943
- Federal Government	384,824	368,891
- Municipal Government	41,106,406	40,188,366
- Other School Divisions	-	1,300
- First Nations	56,350	61,525
- Other Funds	-	-
Accounts Receivable	201,260	217,594
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>54,034,020</u>	<u>45,956,950</u>
<b>Liabilities</b>		
Overdraft	-	-
Accounts Payable	3,268,986	1,012,953
Accrued Liabilities	28,553,210	23,621,245
Employee Future Benefits	1,929,386	2,177,416
Accrued Interest Payable	-	-
Due to		
- Provincial Government	4,233	7,002
- Federal Government	17,825	19,022
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	1,843,810	2,782,736
Deferred Revenue	7,425,133	9,975,456
Other Borrowings	-	-
	<u>43,042,583</u>	<u>39,595,830</u>
<b>Net Financial Assets (Net Debt)</b>	<u>10,991,437</u>	<u>6,361,120</u>
<b>Non-Financial Assets</b>		
Inventories	-	-
Prepaid Expenses	326,548	443,780
	<u>326,548</u>	<u>443,780</u>
<b>Accumulated Surplus (Deficit)</b>	<u>11,317,985 *</u>	<u>6,804,900</u>

**OPERATING FUND  
SCHEDULE OF REVENUE, EXPENSES  
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

	2020 Actual	2020 Budget	2019 Actual
<b>Revenue</b>			
Provincial Government - Core	128,951,178	127,405,045	128,133,066
Federal Government	474,765	-	459,974
Municipal Government - Property Tax	68,348,034	68,112,778	66,911,019
- Other	-	-	-
Other School Divisions	576,940	215,000	675,222
First Nations	155,250	-	202,255
Private Organizations and Individuals	1,628,227	480,000	2,063,109
Other Sources	504,516	425,000	479,661
	200,638,910	196,637,823	198,924,306
<b>Expenses</b>			
Regular Instruction	111,277,461	112,754,355	109,125,972
Student Support Services	35,796,865	36,219,508	37,452,026
Adult Learning Centres	1,527,458	-	1,527,358
Community Education and Services	1,223,701	572,788	1,458,292
Divisional Administration	5,592,285	5,039,840	6,044,417
Instructional and Other Support Services	7,794,753	8,861,777	7,777,805
Transportation of Pupils	3,936,822	4,864,640	4,699,085
Operations and Maintenance	21,871,579	22,398,415	22,019,028
Fiscal	3,272,402	3,409,000	3,383,864
	192,293,326	194,120,323	193,487,847
Current Year Surplus (Deficit) before Non-vested Sick Leave	8,345,584	2,517,500	5,436,459
Less: Non-vested Sick Leave Expense (Recovery)	(85,865)		94,267
Current Year Surplus (Deficit) after Non-vested Sick Leave	8,431,449	2,517,500	5,342,192
Net Transfers from (to) Capital Fund	(3,918,363)	(2,517,500)	(3,854,422)
Transfers from Special Purpose Funds	-		-
Net Current Year Surplus (Deficit)	4,513,086	0	1,487,770
Opening Accumulated Surplus (Deficit)	6,804,900		5,317,130
Adjustments: Liability for Contaminated Sites	-		-
	-		-
Non-vested sick leave - prior years	-		-
Opening Accumulated Surplus (Deficit), as adjusted	6,804,900		5,317,130
Closing Accumulated Surplus (Deficit)	11,317,986		6,804,900

# **OPERATING FUND - REVENUE DETAIL** **PROVINCE OF MANITOBA**

For the Year Ended June 30, 2020

## **Funding of Schools Program**

### **Base Support**

Instructional Support	30,638,337	
Additional Instructional Support for Small Schools	-	
Sparsity	-	
Curricular Materials	857,498	
Information Technology	985,769	
Library Services	1,462,754	
Student Services	5,341,662	
Counselling and Guidance	1,319,659	
Professional Development	620,081	
Physical Education	341,688	
Occupancy	6,882,750	48,450,198

### **Categorical Support**

Transportation	1,924,282	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,192,463	
Special Needs: Level 2	4,062,200	
Special Needs: Level 3	4,187,966	
Senior Years Technology Education	779,488	
English as an Additional Language	1,085,875	
Indigenous Academic Achievement (including BSSIP)	864,000	
Indigenous and International Languages	52,481	
French Language Education	802,261	
Small Schools	-	
Enrolment Change Support	400,336	
Northern Allowance	-	
Early Childhood Development Initiative	225,059	
Literacy and Numeracy	1,398,460	
Education for Sustainable Development	29,400	17,004,271

### **Equalization**

27,206,722

### **Additional Equalization**

3,036,165

### **Adjustment for Days Closed**

-

### **Formula Guarantee**

-

### **Other Program Support**

School Buildings Support: "D" Projects	464,340	
Technology Education Equipment Replacement	233,700	
Skills Strategy Equipment Enhancement	83,445	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	(58,927)	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment		722,558

96,419,914

## OPERATING FUND - REVENUE DETAIL PROVINCE OF MANITOBA (CONT'D)

For the Year Ended June 30, 2020

### Other Department of Education

[illegible]**Other Provincial Government Departments (Not including GBE's)**

Employment Programs	-
Adult Learning Centres	1,556,885
Other: Urban Green Team	63,711
Healthy Child	157,211
Healthy Baby	9,406
Lighthouse	28,857
Miscellaneous	6,802
	1,822,872

<b>Funding of Schools Program (previous page)</b>	<b>96,419,914</b>
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<b>TOTAL PROVINCIAL GOVERNMENT REVENUE</b>	<b>128,951,178</b>
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# **OPERATING FUND - REVENUE DETAIL** **NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2020

**Federal Government**

Tuition Fees		-	
Transportation of Pupils		-	
French Language Monitor		-	
English as an Additional Language (Adults)		-	
Other:	Settlement Grant	474,765	
			474,765

**Municipal Government**

Special Requirement	93,016,871		
Less: Education Property Tax Credit	(23,840,925)		
Less: Tax Incentive Grant	(827,912)	68,348,034	
Other:		-	68,348,034

**Other School Divisions**

Tuition Fees		517,400	
Transfer Fees		-	
Residual Fees		59,540	
Transportation of Pupils		-	
Other:		-	
			576,940

**First Nations**

Tuition Fees		155,250	
Transportation of Pupils		-	
Other:		-	
			155,250

**Private Organizations and Individuals (Includes GBE's)**

Regular Tuition		-	
International Tuition		1,029,833	
Continuing Education		128,993	
Other Tuition:		-	
Food Service		155,934	
Government Business Enterprises (GBE's)		-	
Other:	Vocational Shops	25,756	
	Building Rental	169,382	
	Transportation User Fee	118,329	
			1,628,227

**Other Sources**

Interest		227,249	
Donations		48,406	
Other:	Miscellaneous	228,861	
			504,516

**TOTAL NON-PROVINCIAL GOVERNMENT REVENUE**

**71,687,732**

**OPERATING FUND - EXPENSE BY FUNCTION AND BY OBJECT**

For the Year Ended June 30

FUNCTION OBJECT	100	200	300	400	500	600	700	800	900	2020	2019
	Regular Instruction	Student Support Services	Adult Learning Centres	Education and Services	Divisional Administration	Instructional and Other Support Services	Transportation of Pupils	Operations and Maintenance	Fiscal	TOTALS	TOTALS
Salaries	99,759,695	31,673,567	1,158,098	1,023,622	3,550,502	6,298,673	2,798,085	10,036,143		156,298,385	155,444,646
Employees Benefits and Allowances	5,304,261	2,762,125	81,324	64,507	425,606	454,186	369,755	1,448,415		10,910,179	11,237,682
Services	1,778,881	1,124,744	236,200	48,647	1,425,188	725,136	162,906	9,037,646		14,539,348	15,032,404
Supplies, Materials and Minor Equipment	3,747,367	236,429	51,836	86,925	190,189	286,033	606,076	1,349,375		6,554,230	7,753,125
Interest and Bank Charges									42,620	42,620	83,338
Bad Debt Expense									-	0	0
Transfers	687,257	-	-	-	800	30,725	-	-	(PAYROLL TAX) 3,229,782	3,948,564	3,936,652
<b>TOTALS</b>	<b>111,277,461</b>	<b>35,796,865</b>	<b>1,527,458</b>	<b>1,223,701</b>	<b>5,592,285</b>	<b>7,794,753</b>	<b>3,936,822</b>	<b>21,871,579</b>	<b>3,272,402</b>	<b>192,293,326</b>	<b>193,487,847</b>

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 100**

19-Oct-20

For the Year Ended June 30, 2020

REGULAR INSTRUCTION	10	SINGLE TRACK SCHOOLS *			80	90	TOTALS
		20	50	70			
CODE OBJECT \ PROGRAM	ADMINISTRATION	ENGLISH LANGUAGE	FRANÇAIS	FRENCH IMMERSION	DUAL TRACK SCHOOLS **	SENIOR YEARS TECHNOLOGY EDUCATION	
3XX SALARIES							
320 Executive, Managerial and Supervisory	8,468,227						8,468,227
330 Instructional - Teaching	34,873	50,143,989		6,772,981	25,938,040	2,910,823	85,800,706
350 Instructional - Other		333,357		26,331	154,974		514,662
360 Technical, Specialized and Service	296,423	118,421				197,192	612,036
370 Secretarial, Clerical and Other	3,449,262						3,449,262
390 Information Technology	914,802						914,802
Total Salaries	13,163,587	50,595,767	0	6,799,312	26,093,014	3,108,015	99,759,695
4XX EMPLOYEES BENEFITS AND ALLOWANCES	967,286	2,629,770		313,885	1,237,960	155,360	5,304,261
5-6XX SERVICES							
510 Professional, Technical and Specialized	1,003	141,954		4,159	21,607	4,019	172,742
520 Communications	236,218	29,187		76	552		266,033
540 Travel and Meetings	13,288	98,859		4,443	17,030	450	134,070
560 Tuition		1,402					1,402
570 Printing and Binding		1,758		1,338	2,988		6,084
580 Insurance and Bond Premiums		88			47,918		48,006
590 Maintenance and Repair Services	733	370,796		42,518	117,294	32,454	563,795
610 Rentals		4,478					4,478
630 Advertising		1,353					1,353
640 Dues and Fees		49,316		49	436		49,801
650 Professional and Staff Development	9,932						9,932
680 Information Technology Services	222,839	298,346					521,185
Total Services	484,013	997,537	0	52,583	207,825	36,923	1,778,881
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710 Supplies	860	1,010,359		71,417	468,563	317,122	1,868,321
740 Curricular and Media Materials		561,703		76,335	239,463	11,012	888,513
760 Minor Equipment	4,090	343,003		20,537	108,099	115,663	591,392
780 Information Technology Equipment	3,281	358,091		5,028	32,741		399,141
Total Supplies, Materials and Minor Equipment	8,231	2,273,156	0	173,317	848,866	443,797	3,747,367
96X-99 TRANSFERS							
960 School Divisions		507,350		132,467	22,100	24,540	686,457
980 Organizations and Individuals		800					800
Total Transfers	0	508,150	0	132,467	22,100	24,540	687,257
<b>TOTALS</b>	<b>14,623,117</b>	<b>57,004,380</b>	<b>0</b>	<b>7,471,564</b>	<b>28,409,765</b>	<b>3,768,635</b>	<b>111,277,461</b>

\* 90% or more of enrolment is in one of the following instructional programs: English Language, Français, French Immersion.

\*\* includes multi-track schools.

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 200**

19-Oct-20

For the Year Ended June 30, 2020

<b>STUDENT SUPPORT SERVICES</b>		10	30	40	50	60	70	
CODE	OBJECT \ PROGRAM	ADMINISTRATION /CO-ORDINATION	CLINICAL AND RELATED SERVICES	SPECIAL PLACEMENT	REGULAR PLACEMENT	RESOURCE SERVICES	COUNSELLING AND GUIDANCE	TOTALS
3XX	SALARIES							
320	Executive, Managerial and Supervisory	415,320	115,055				3,859,001	4,389,376
330	Instructional - Teaching	343,275		(6,935)	1,851,560	9,127,334		11,315,234
350	Instructional - Other			1,379,816	10,631,744	764,583		12,776,143
360	Technical, Specialized and Service							0
370	Secretarial, Clerical and Other	228,329						228,329
380	Clinician		2,919,950					2,919,950
390	Information Technology	44,535						44,535
	Total Salaries	1,031,459	3,035,005	1,372,881	12,483,304	9,891,917	3,859,001	31,673,567
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	63,627	139,262	228,903	1,654,649	513,356	162,328	2,762,125
5-6XX	SERVICES							
510	Professional, Technical and Specialized	16	293,676	683,740	100	75,001		1,052,533
520	Communications	3,917	4,534		139			8,590
540	Travel and Meetings	2,567	23,711	250		13,525		40,053
560	Tuition							0
570	Printing and Binding		1,094		6			1,100
580	Insurance and Bond Premiums							0
590	Maintenance and Repair Services	337	3,865	2,156	84	2,623	300	9,365
610	Rentals		553	2,172				2,725
630	Advertising							0
640	Dues and Fees	3,365	1,060					4,425
650	Professional and Staff Development	5,769	184					5,953
680	Information Technology Services							0
	Total Services	15,971	328,677	688,318	329	91,149	300	1,124,744
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	3,456	34,143	3,113	76,430	324	366	117,832
740	Curricular and Media Materials	947	7,885	626	22,317	14,047	154	45,976
760	Minor Equipment		1,553		8,411	5,679	149	15,792
780	Information Technology Equipment	747	38		55,265	779		56,829
	Total Supplies, Materials and Minor Equipment	5,150	43,619	3,739	162,423	20,829	669	236,429
96X-99	TRANSFERS							
960	School Divisions							0
980	Organizations and Individuals							0
	Total Transfers	0	0	0	0			0
	TOTALS	1,116,207	3,546,563	2,293,841	14,300,705	10,517,251	4,022,298	35,796,865

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 300**

For the Year Ended June 30, 2020

<b>ADULT LEARNING CENTRES</b>		10	20	
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	TOTALS
3XX	SALARIES			
320	Executive, Managerial and Supervisory	130,266		130,266
330	Instructional - Teaching		893,759	893,759
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	134,073		134,073
390	Information Technology			0
	Total Salaries	264,339	893,759	1,158,098
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	35,306	46,018	81,324
5-6XX	SERVICES			
510	Professional, Technical and Specialized		11,678	11,678
520	Communications	377	4,727	5,104
530	Utility Services			0
540	Travel and Meetings		1,102	1,102
560	Tuition			0
570	Printing and Binding		79	79
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		6,757	6,757
610	Rentals		206,355	206,355
620	Property Taxes			0
630	Advertising		1,193	1,193
640	Dues and Fees			0
650	Professional and Staff Development			0
680	Information Technology Services		3,932	3,932
	Total Services	377	235,823	236,200
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT			
710	Supplies		32,522	32,522
740	Curricular and Media Materials		12,714	12,714
760	Minor Equipment		1,538	1,538
780	Information Technology Equipment		5,062	5,062
	Total Supplies, Materials and Minor Equipment	0	51,836	51,836
96X-99	TRANSFERS			
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
	TOTALS	300,022	1,227,436	1,527,458

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 400**

19-Oct-20

For the Year Ended June 30, 2020

<b>COMMUNITY EDUCATION AND SERVICES</b>		10	20	30	40	
CODE	OBJECT \ PROGRAM	CONTINUING EDUCATION	ENGLISH AS AN ADDITIONAL LANGUAGE FOR ADULTS	COMMUNITY SERVICES AND RECREATION	PRE-KINDERGARTEN EDUCATION	TOTALS
3XX	SALARIES					
320	Executive, Managerial and Supervisory	86,277			131,819	218,096
330	Instructional - Teaching	22,270	40,332			62,602
350	Instructional - Other			236,553	81,055	317,608
360	Technical, Specialized and Service		68,594	260,112	49,233	377,939
370	Secretarial, Clerical and Other	39,883		7,494		47,377
380	Clinician					0
390	Information Technology					0
	Total Salaries	148,430	108,926	504,159	262,107	1,023,622
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	14,808	6,709	30,833	12,157	64,507
5-6XX	SERVICES					
510	Professional, Technical and Specialized	16,208		1,975	239	18,422
520	Communications	692		1,223	1,933	3,848
540	Travel and Meetings	467		8,646	1,998	11,111
570	Printing and Binding			13	2,615	2,628
580	Insurance and Bond Premiums			0		0
590	Maintenance and Repair Services	376	159	503	650	1,688
610	Rentals					0
630	Advertising	9,797				9,797
640	Dues and Fees		100	0		100
650	Professional and Staff Development	280		170	603	1,053
680	Information Technology Services					0
	Total Services	27,820	259	12,530	8,038	48,647
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	3,630	6,394	49,685	19,761	79,470
740	Curricular and Media Materials			5,734		5,734
760	Minor Equipment				296	296
780	Information Technology Equipment	1,425				1,425
	Total Supplies, Materials and Minor Equipment	5,055	6,394	55,419	20,057	86,925
96X-99	TRANSFERS					
980	Organizations and Individuals					0
999	Recharge					0
	Total Transfers	0	0	0	0	0
	TOTALS	196,113	122,288	602,941	302,359	1,223,701

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 500**

19-Oct-20

For the Year Ended June 30, 2020

DIVISIONAL ADMINISTRATION		10	20	30	50	
CODE	OBJECT \ PROGRAM	BOARD OF TRUSTEES	INSTRUCTIONAL MANAGEMENT & ADMINISTRATION	BUSINESS AND ADMINISTRATIVE SERVICES	MANAGEMENT INFORMATION SERVICES	TOTALS
3XX	SALARIES					
310	Trustees Remuneration	224,246				224,246
320	Executive, Managerial and Supervisory		586,737	528,469	133,803	1,249,009
360	Technical, Specialized and Service		389,103	186,650	85,619	661,372
370	Secretarial, Clerical and Other		280,398	943,620	23,173	1,247,191
390	Information Technology				168,684	168,684
	Total Salaries	224,246	1,256,238	1,658,739	411,279	3,550,502
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	8,892	127,899	243,858	44,957	425,606
5-6XX	SERVICES					
510	Professional, Technical and Specialized		82,107	124,033	222,227	428,367
520	Communications	5,802	7,218	22,928	600	36,548
540	Travel and Meetings	11,302	28,404	7,125	430	47,261
570	Printing and Binding		2,018			2,018
580	Insurance and Bond Premiums		1,193	117,789		118,982
590	Maintenance and Repair Services				44,869	44,869
610	Rentals					0
630	Advertising		31,872	517		32,389
640	Dues and Fees	152,116	17,939	35,893	607	206,555
650	Professional and Staff Development	3,654	23,152	8,939		35,745
680	Information Technology Services	7,793	27,544		437,117	472,454
	Total Services	180,667	221,447	317,224	705,850	1,425,188
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	1,671	28,634	118,892	2,672	151,869
740	Curricular and Media Materials		1,695	38		1,733
760	Minor Equipment		3,173	10,762	358	14,293
780	Information Technology Equipment		711		21,583	22,294
	Total Supplies, Materials and Minor Equipment	1,671	34,213	129,692	24,613	190,189
96X-99	TRANSFERS					
960	School Divisions					0
980	Organizations and Individuals		800			800
999	Recharge					0
	Total Transfers	0	800	0		800
	TOTALS	415,476	1,640,597	2,349,513	1,186,699	5,592,285

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 600**

19-Oct-20

For the Year Ended June 30, 2020

<b>INSTRUCTIONAL AND OTHER SUPPORT SERVICES</b>		<b>05</b>	<b>10</b>	<b>20</b>	<b>30</b>	<b>80</b>	
		<b>CURRICULUM CONSULTING &amp; DEVELOPMENT ADMINISTRATION</b>	<b>CURRICULUM CONSULTING &amp; DEVELOPMENT</b>	<b>LIBRARY / MEDIA CENTRE</b>	<b>PROFESSIONAL AND STAFF DEVELOPMENT</b>	<b>OTHER</b>	<b>TOTALS</b>
<b>CODE</b>	<b>OBJECT \ PROGRAM</b>						
3XX	SALARIES						
320	Executive, Managerial and Supervisory	263,382					263,382
330	Instructional - Teaching		666,755	2,615,345	980,304	111,838	4,374,242
350	Instructional - Other			1,275,210			1,275,210
360	Technical, Specialized and Service			135,010		131,107	266,117
370	Secretarial, Clerical and Other	119,196			526		119,722
390	Information Technology						0
	Total Salaries	382,578	666,755	4,025,565	980,830	242,945	6,298,673
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	24,894	51,525	337,321	20,864	19,582	454,186
5-6XX	SERVICES						
510	Professional, Technical and Specialized		5,006	712	32,682	223,370	261,770
520	Communications	600	1,411		1,050		3,061
540	Travel and Meetings		11,664	3,909		473	16,046
560	Tuition						0
570	Printing and Binding		180				180
580	Insurance and Bond Premiums					10,888	10,888
590	Maintenance and Repair Services		1,078	106			1,184
610	Rentals				558		558
630	Advertising						0
640	Dues and Fees		1,803		1,075		2,878
650	Professional and Staff Development		113		376,748		376,861
680	Information Technology Services			51,710			51,710
	Total Services	600	21,255	56,437	412,113	234,731	725,136
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies		9,243	47,606	4,804		61,653
740	Curricular and Media Materials		7,274	119,930	12,781		139,985
760	Minor Equipment		54,785	530	3,818		59,133
780	Information Technology Equipment		10,360	13,252	1,650		25,262
	Total Supplies, Materials and Minor Equipment	0	81,662	181,318	23,053	0	286,033
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals					30,725	30,725
	Total Transfers					30,725	30,725
	TOTALS	408,072	821,197	4,600,641	1,436,860	527,983	7,794,753



**OPERATING FUND - EXPENSE DETAIL: FUNCTION 700**

19-Oct-20

For the Year Ended June 30, 2020

<b>TRANSPORTATION OF PUPILS</b>		10	20	70	80	90	
CODE	OBJECT \ PROGRAM	ADMINISTRATION	REGULAR	ALLOWANCES IN LIEU OF TRANSPORTATION	BOARDING OF STUDENTS/ DORMITORIES	FIELD TRIPS AND OTHER	TOTALS
3XX	SALARIES						
320	Executive, Managerial and Supervisory	218,114					218,114
350	Instructional - Other						0
360	Technical, Specialized and Service		2,435,311				2,435,311
370	Secretarial, Clerical and Other	39,121				105,539	144,660
390	Information Technology						0
	Total Salaries	257,235	2,435,311		0	105,539	2,798,085
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	36,878	316,943			15,934	369,755
5-6XX	SERVICES						
510	Professional, Technical and Specialized	9	8,800				8,809
520	Communications	6,143	9,727				15,870
540	Travel and Meetings	322	814				1,136
550	Transportation of Pupils		15,113	10,699			25,812
570	Printing and Binding	6					6
580	Insurance and Bond Premiums		47,991				47,991
590	Maintenance and Repair Services	926	58,443				59,369
610	Rentals						0
630	Advertising						0
640	Dues and Fees	1,036					1,036
650	Professional and Staff Development	1,557					1,557
680	Information Technology Services		1,320				1,320
	Total Services	9,999	142,208	10,699	0	0	162,906
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	6,983	581,788				588,771
740	Curricular and Media Materials	732	500				1,232
760	Minor Equipment	614	11,824				12,438
780	Information Technology Equipment	1,979	1,656				3,635
	Total Supplies, Materials and Minor Equipment	10,308	595,768		0	0	606,076
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge						0
	Total Transfers	0	0	0	0	0	0
	TOTALS	314,420	3,490,230	10,699	0	121,473	3,936,822

**OPERATING FUND - EXPENSE DETAIL: FUNCTION 800**

19-Oct-20

For the Year Ended June 30, 2020

<b>OPERATIONS AND MAINTENANCE</b>		10	20	50	70	80	
			SCHOOL	SCHOOL	OTHER		
CODE	OBJECT \ PROGRAM	ADMINISTRATION	BUILDINGS	BUILDINGS	BUILDINGS	GROUND	TOTALS
			MAINTENANCE	REPAIRS AND			
				REPLACEMENTS			
3XX	SALARIES						
320	Executive, Managerial and Supervisory	677,217					677,217
360	Technical, Specialized and Service		9,132,941		88,789		9,221,730
370	Secretarial, Clerical and Other	137,196					137,196
390	Information Technology						0
	Total Salaries	814,413	9,132,941	0	88,789	0	10,036,143
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	113,157	1,321,620		13,638		1,448,415
5-6XX	SERVICES						
510	Professional, Technical and Specialized	16,022	212,186		11,535	79,340	319,083
520	Communications	5,572	170,782		4,119		180,473
530	Utility Services		3,629,537		140,965		3,770,502
540	Travel and Meetings	26,713					26,713
570	Printing and Binding	296					296
580	Insurance and Bond Premiums	350	388,378				388,728
590	Maintenance and Repair Services	326	2,634,426	558,322	73,037	818,462	4,084,573
610	Rentals		186				186
620	Property Taxes		160,480		86,046		246,526
630	Advertising						0
640	Dues and Fees	1,036	178				1,214
650	Professional and Staff Development	1,056					1,056
680	Information Technology Services		18,296				18,296
	Total Services	51,371	7,214,449	558,322	315,702	897,802	9,037,646
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	10,042	1,176,743	572	32,108		1,219,465
740	Curricular and Media Materials	561					561
760	Minor Equipment		112,372		2,371		114,743
780	Information Technology Equipment	88	14,518				14,606
	Total Supplies, Materials and Minor Equipment	10,691	1,303,633	572	34,479	0	1,349,375
96X-99	TRANSFERS						
999	Recharge						0
	TOTALS	989,632	18,972,643	558,894	452,608	897,802	21,871,579

## For the Year Ended June 30, 2020

Category "D" School Buildings	-
Bus Reserve	-
Bus Purchases	715,913
Other Vehicles	11,397
Furniture/Fixtures & Equipment	95,521
Computer Hardware & Software	2,477,435
Assets Under Construction	-
Other: Capital Projects (Special and PSFB)	393,048
Debt Repayment	225,049

**3,918,363**

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<b>Net Transfers To (From) Capital Fund</b>	<b>3,918,363</b>
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**CAPITAL FUND SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2020	2019
<b>Financial Assets</b>		
Cash and Bank	-	-
Due from		
- Provincial Government	1,118,419	1,122,538
- Federal Government	14,428	17,155
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	1,843,809	2,782,736
Accounts Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>2,976,656</u>	<u>3,922,429</u>
<b>Liabilities</b>		
Overdraft	6,709,196	2,847,426
Accounts Payable	907,897	733,922
Accrued Liabilities	310,208	430,142
Accrued Interest Payable	1,118,419	1,122,538
Due to		
- Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	484,423	559,943
Borrowings from the Provincial Government	58,978,566	57,245,429
Other Borrowings	4,241,945	3,955,572
	<u>72,750,654</u>	<u>66,894,972</u>
<b>Net Assets (Debt)</b>	<u>(69,773,998)</u>	<u>(62,972,543)</u>
<b>Non-Financial Assets</b>		
Net Tangible Capital Assets	<u>96,858,776</u>	<u>90,533,836</u>
<b>Accumulated Surplus / Equity *</b>	<u>27,084,778</u>	<u>27,561,293</u>
<b>* Comprised of:</b>		
Reserve Accounts	1,843,809	2,782,736
Equity in Tangible Capital Assets	25,240,969	24,778,557
	<u>27,084,778</u>	<u>27,561,293</u>

**CAPITAL FUND  
SCHEDULE OF REVENUE, EXPENSES  
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

	2020	2019
<b>Revenue</b>		
Provincial Government		
Grants	-	30,680
Debt Servicing - Principal	3,839,863	3,754,839
- Interest	2,387,847	2,327,920
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	142,177	133,200
MB Hydro grant	-	90,778
Gain / (Loss) on Disposal of Capital Assets	13,886	13,594
Gain on receipt of Modular classroom	-	-
	-	-
	-	46,505
	6,383,773	6,397,516
<b>Expenses</b>		
Amortization	8,031,570	7,116,825
Interest on Borrowings from the Provincial Government	2,421,460	2,374,329
Other Interest	177,634	165,601
Other Capital Items	147,987	9,260
	10,778,651	9,666,015
Current Year Surplus / (Deficit)	(4,394,878)	(3,268,499)
Net Transfers from (to) Operating Fund	3,918,363	3,854,422
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	(476,515)	585,923
Opening Accumulated Surplus / Equity	27,561,293	26,975,370
Adjustments:	-	-
	-	-
Opening Accumulated Surplus / Equity as adjusted	27,561,293	26,975,370
Closing Accumulated Surplus / Equity	27,084,778	27,561,293

**SCHEDULE OF TANGIBLE CAPITAL ASSETS**

at June 30, 2020

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2020 TOTALS	2019 TOTALS
	School	Non-School									
<b>Tangible Capital Asset Cost</b>											
Opening Cost, as previously reported	155,558,555	6,537,137	8,141,671	520,575	2,569,701	15,061,158	1,878,287	3,016,292	10,310,783	203,594,159	198,682,052
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening Cost adjusted	155,558,555	6,537,137	8,141,671	520,575	2,569,701	15,061,158	1,878,287	3,016,292	10,310,783	203,594,159	198,682,052
Add:											
Additions during the year	2,009,273	-	715,913	25,282	162,178	2,777,612	-	-	8,666,252	14,356,510	13,859,204
Less:											
Disposals and write downs	-	-	275,185	36,683	-	3,038,507	-	-	-	3,350,375	8,947,097
Closing Cost	157,567,828	6,537,137	8,582,399	509,174	2,731,879	14,800,263	1,878,287	3,016,292	18,977,035	214,600,294	203,594,159
<b>Accumulated Amortization</b>											
Opening, as previously reported	89,320,399	4,518,942	5,122,070	387,738	1,514,691	9,463,076		2,733,407		113,060,323	114,890,594
Adjustments	-	-	-	-	-	-		-		-	-
Opening adjusted	89,320,399	4,518,942	5,122,070	387,738	1,514,691	9,463,076		2,733,407		113,060,323	114,890,594
Add:											
Current period Amortization	3,731,126	216,529	541,375	45,614	352,707	3,062,956		81,263		8,031,570	7,116,825
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	275,185	36,683	-	3,038,507		-		3,350,375	8,947,096
Closing Accumulated Amortization	93,051,525	4,735,471	5,388,260	396,669	1,867,398	9,487,525		2,814,670		117,741,518	113,060,323
<b>Net Tangible Capital Asset</b>	64,516,303	1,801,666	3,194,139	112,505	864,481	5,312,738	1,878,287	201,622	18,977,035	96,858,776	90,533,836
<b>Proceeds from Disposal of Capital Assets</b>	-	-	1,952	11,934	-	-				13,886	13,595

\* Includes network infrastructure.

**SCHEDULE OF CAPITAL RESERVE ACCOUNTS**  
For the Year Ended June 30, 2020

Fund Name >	Buses	Locker Replacement	Science Labs	MMC Re-Configuration	Workplace Health & Safety Enhancements	Sub-Totals
Opening Balance, July 1, 2019	-	-	-	258,938	23,798	282,736
Additions: (Provide a description of each transaction)						-
						-
						-
						-
						-
						-
						-
						-
						-
Total Additions	-	-	-	-	-	-
Withdrawals: (Provide a description of each transaction)						-
Purchases				258,938	10,126	269,064
						-
						-
						-
						-
						-
						-
						-
Total Withdrawals	-	-	-	258,938	10,126	269,064
Closing Balance, June 30, 2020	-	-	-	-	13,672	13,672

I certify that the information above is true and correct and that the withdrawals have been made for the purposes approved by the Public Schools Finance Board.

Oct 30/20

Date

Elise Harey  
Secretary-Treasurer

**SCHEDULE OF CAPITAL RESERVE ACCOUNTS**  
For the Year Ended June 30, 2020

Fund Name >	MMC Addition	Transportation Building				Totals (includes totals from previous page)
Opening Balance, July 1, 2019	1,250,000	1,250,000	-	-	-	2,782,736
Additions: (Provide a description of each transaction)						-
						-
						-
						-
						-
						-
						-
						-
						-
						-
Total Additions	-	-	-	-	-	-
Withdrawals: (Provide a description of each transaction)						-
Purchases	669,863					938,927
						-
						-
						-
						-
						-
						-
						-
						-
Total Withdrawals	669,863	-	-	-	-	938,927
Closing Balance, June 30, 2020	580,137	1,250,000	-	-	-	1,843,809

I certify that the information above is true and correct and that the withdrawals have been made for the purposes approved by the Public Schools Finance Board.

Oct 30/20  
Date

[Signature]  
Secretary-Treasurer



# **SPECIAL PURPOSE FUND** **SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2020	2019
<b>Financial Assets</b>		
Cash and Bank	2,437,058	2,176,531
GST Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>2,437,058</u>	<u>2,176,531</u>
<b>Liabilities</b>		
School Generated Funds Liability	2,105,631	1,798,088
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	<u>2,105,631</u>	<u>1,798,088</u>
<b>Accumulated Surplus *</b>	<u>331,427</u>	<u>378,443</u>
* Comprised of:		
School Generated Funds Accumulated Surplus	331,427	378,443
Other Funds Accumulated Surplus	-	-
<b>Accumulated Surplus *</b>	<u>331,427</u>	<u>378,443</u>

**SPECIAL PURPOSE FUND  
SCHEDULE OF REVENUE, EXPENSES  
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

	2020	2019
<b>Revenue</b>		
School Generated Funds	543,411	830,625
Other Funds	-	-
	-	-
	<u>543,411</u>	<u>830,625</u>
<b>Expenses</b>		
School Generated Funds	590,427	810,209
Other Funds	-	-
	-	-
	<u>590,427</u>	<u>810,209</u>
Current Year Surplus (Deficit)	(47,016)	20,416
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	<u>(47,016)</u>	<u>20,416</u>
Opening Accumulated Surplus	378,443	358,027
Adjustments:      School Generated Funds	-	-
Other Funds	-	-
Opening Accumulated Surplus as adjusted	<u>378,443</u>	<u>358,027</u>
<b>Closing Accumulated Surplus</b>	<u><u>331,427</u></u>	<u><u>378,443</u></u>

## STUDENT ENROLMENTS (FRAME) AND TRANSPORTATION STATISTICS (UNAUDITED)

ENROLMENTS BY PROGRAM		F.T.E. Enrolment September 30, 2019
REGULAR INSTRUCTION		
English Language - Single Track		7,509.0
Francais - Single Track		-
French Immersion - Single Track		1,346.0
Dual Track		
- English Language	4,178.0	
- Francais	-	
- French Immersion	1,958.0	
- Other Bilingual	<u>585.5</u>	6,721.5
Senior Years Technology Education		<u>638.0</u>
TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS		<u><u>16,214.5</u></u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS (September 30)	4,099
TOTAL KILOMETERS - LOG BOOK (For the period ended June 30)	810,796
TOTAL KILOMETERS - BUS ROUTES (For the period ended June 30)	738,138
LOADED KILOMETERS (For the period ended June 30)	531,996

**FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)**

For the 2019/20 Fiscal Year

CODE	OBJECT \ FUNCTION	FUNCTION 100	FUNCTION 200	FUNCTION 300	FUNCTION 400	FUNCTION 500	FUNCTION 600	FUNCTION 700	FUNCTION 800	TOTALS
320	Executive, Managerial, & Supervisory	67.90	3.25	2.60	2.00	11.50	1.50	3.00	8.00	99.75
330	Instructional - Teaching	930.91	138.00	11.25	0.75		34.87			1,115.78
350	Instructional - Other	8.48	391.23				37.00			436.71
360	Technical, Specialized And Service	11.30				6.00	10.00	78.25	180.00	285.55
370	Secretarial, Clerical And Other	88.57	6.50	3.03	1.00	24.00	3.50	3.00	3.00	132.60
380	Clinician		30.07							30.07
390	Information Technology	11.00	1.00			5.00				17.00
<b>TOTALS (excluding Trustees)</b>		<b>1,118.16</b>	<b>570.05</b>	<b>16.88</b>	<b>3.75</b>	<b>46.50</b>	<b>86.87</b>	<b>84.25</b>	<b>191.00</b>	<b>2,117.46</b>

510 Contracted Clinicians (include private clinicians where possible)		
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310 TRUSTEES		9.00
--------------	--	------

### CALCULATION OF ADMINISTRATION COSTS AS A PERCENTAGE OF TOTAL EXPENSES

**Administration Costs**

Divisional Administration, Function 500	5,592,285
Less: Liability Insurance	117,790
Administration portion of self-funded expenses (see below)	425,029 *
Trustee election costs	-
	<u>5,049,466 (A)</u>

**Expense Base**

Total Operating Expenses	192,293,326
Plus: Transfers to Capital	3,918,363
Less: Adult Learning Centres, Function 300	1,527,458
	<u>194,684,231 (B)</u>

**Percentage (A) / (B)**2.59%**% Increase in 2019/20 Special Requirement**1.20% Limit Met**Maximum Allowable Percentage**2.70%

Special Requirement Limit	Met	Exceeded
If FTE Enrolment is 5,000 or over	2.70%	2.40%
If FTE Enrolment is 1,000 or less	3.53%	3.42%
If FTE enrolment is between 1,000 and 5,000	3.53%	3.42%
Northern Division	4.25%	4.25%
If FTE enrolment is between 1,000 and 5,000:		
2% Special Requirement limit met - To a maximum of 3.53%	$2.94\% + (5,000 - \text{enrolment}) \times 0.0001475\%$	
2% Special Requirement limit exceeded - To a maximum of 3.42%	$2.85\% + (5,000 - \text{enrolment}) \times 0.0001425\%$	

**Self-Funded Expenses (fully offset by incremental revenues):****International Student Programs****Expenses (1)**

Instructional	366,332
Administration (deducted above)	425,029 *
Other:	-
	<u>791,361</u>

**Associated Revenue (2)**1,024,729**Self-Administered Pension Plans****Expenses (1)**

Administration (deducted above)	-
Other:	-
	<u>0</u>

**Associated Revenue (2)**-

(1) Incremental costs of the program.

(2) Tuition fees from international students or the pension plan administration fee.

**River East Transcona School Division : 2019/2020 Financial Statements**

**DETAIL OF REVENUE ALLOCATIONS TO ALLOWABLE EXPENSES:  
CATEGORICAL AND BASE SUPPORT AND  
OTHER PROVINCIAL GOVERNMENT REVENUES**

<u>CATEGORICAL SUPPORT (From Appendix A)</u>	<u>Function/ Program</u>	<u>Amount</u>
Special Needs: Coordinator/Clinician	210-260	1,192,463
Special Needs: Level I and Level III	210-260	8,250,166
Indigenous Academic Achievement	Unallocated	864,000
Early Childhood Development Initiative	400	225,059
Literacy and Numeracy	Unallocated	1,398,460
Total allocable Categorical Support (carried to Allow Input): \$11,930,148		11,930,148.00
<u>OTHER PROGRAM SUPPORT</u>	<u>Function/ Program</u>	<u>Amount</u>
School Buildings Support "D" Projects	800	464,340
Technology Education Equipment	Unallocated	233,700
Skills Strategy Equipment Enhancement	Unallocated	83,445
Finalization of previous year support	Unallocated	(58,927)
Total Other Program Support: \$722,558		722,558.00
<u>OTHER PROVINCIAL GOVERNMENT REVENUE</u>	<u>Function/ Program</u>	<u>Amount</u>
Nursing Supports (URIS)	210-260	418,505
Early Years Enhancement Grant	Unallocated	1,373,864
Community Schools	400	196,246
Healthy Schools Initiative	400	56,592
Learning to Age 18 Coordinator	Unallocated	78,255
Provincial Exam Marking	Unallocated	21,542
German Language Grant	Unallocated	3,000
French Second Language Revitalization	Unallocated	48,397
Career Development Initiative	Unallocated	130,492
Reading Initiative	Unallocated	11,265
Reading (Prov)	Unallocated	24,129
Special Funding Agreement - John G Stewart	210-260	475,000
Shared Services	210-260	187,407
Adult Learning Centres	300	1,556,885
Urban Green Team	400	63,711
Healthy Child/Baby	400	166,617
Lighthouse	400	28,857
Miscellaneous	unallocated	6,802
Total Allocable: \$4,847,566		4,847,566.00

## River East Transcona School Division : 2019/2020 Financial Statements

**DETAIL OF REVENUE ALLOCATIONS TO ALLOWABLE EXPENSES:  
NON-PROVINCIAL SOURCES - OTHER**

[illegible]

<u>TUITION, TRANSFER AND RESIDUAL FEES</u>	<u>Function/ Program</u>	<u>Amount</u>
Other School Divisions	Unallocated	576,940
First Nations - Tuition Fees	Unallocated	155,250
International Tuition	Unallocated	1,029,833
Continuing Education/ Summer School	Unallocated	128,993
Total Tuition, Transfer and Residual Fees: \$1,891,016		1,891,016.00

## CALCULATION OF ALLOWABLE AND UNSUPPORTED EXPENSES

CALCULATION OF ALLOWABLE EXPENSES			REDUCTIONS TO EXPENSES					
FUNCTION / PROGRAM	TOTAL EXPENSES	ADJUSTMENTS TO EXPENSES	CATEGORICAL SUPPORT	OTHER PROGRAM SUPPORT	OTHER PROVINCIAL GOVERNMENT REVENUE	NON-PROVINCIAL SOURCES		ALLOWABLE EXPENSES
						TUITION, TRANSFER AND RESIDUAL FEES	OTHER	
		<<<<< (from Appendix A) >>>>>			<<<<< (from Appendix B) >>>>>			
210 - 260 Student Support Services	31,774,567	153,428	9,442,629	0	1,080,912	0	0	21,404,454
270 Counselling and Guidance	4,022,298	0	0	0	0	0	0	4,022,298
300 Adult Learning Centres	1,527,458				1,556,885	0	0	
400 Community Education and Services	1,223,701		225,059	0	512,023	0	474,765	
620 Library / Media Centre	4,600,641	35,463	0	0	0	0	0	4,636,104
630 Professional and Staff Development	1,436,860	0	0	0	0	0	0	1,436,860
800 Operations and Maintenance	21,871,579	237,342	0	464,340	0	0	169,382	21,475,199
ALLOCATED ADJUSTMENTS/REDUCTIONS		426,233	9,667,688	464,340	3,149,820	0	644,147	
UNALLOCATED ADJUSTMENTS/REDUCTIONS		2,384,069	7,336,583	258,218	4,712,607	1,891,016	577,286	(1)
TOTALS	66,457,104	2,810,302	17,004,271	722,558	7,862,427	1,891,016	1,221,433	52,974,915

OTHER FUNCTION/PROGRAMS EXPENSES	125,836,222	<input type="checkbox"/> OPEN OR CLOSE DETAIL
TOTAL EXPENSES	192,293,326	

CALCULATION OF UNSUPPORTED EXPENSES	
OTHER FUNCTION/PROGRAMS EXPENSES	125,836,222
TOTAL ALLOWABLE EXPENSES	52,974,915
TOTAL UNALLOCATED ADJUSTMENTS/REDUCTIONS (1)	(12,391,641)
Base Support (from page 8)	(48,450,198)
Formula Guarantee (from page 8)	0
SCHOOL BUS AMORTIZATION (from TCA Sched page 23)	541,375
TOTAL UNSUPPORTED EXPENSES	118,510,673

	<input type="checkbox"/> OPEN OR CLOSE DETAIL
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## APPENDIX A

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CATEGORICAL SUPPORT TO BE ALLOCATED	
Special Needs: Coordinator/Clinician	
(A) Maximum Support	1,192,463
(B) Eligible Expenses	3,492,899
(C) Less related revenues	
(D) Allowable Expenses (B) - (C)	3,492,899
Eligible Support (lesser of A or D)	1,192,463
Special Needs: Level 2 and 3	8,250,166
Indigenous Academic Achievement	864,000
Literacy and Numeracy	1,398,460
Small Schools	
(A) Maximum Support	
(B) Program Expenses	
Eligible Support (lesser of A or B)	0
Board and Room	
(A) Maximum Support	
(B) Program Expenses	
Eligible Support (lesser of A or B)	0
Early Childhood Development	225,059
<b>Total allocable Categorical Support (carried to Allow Input)</b>	<b>11,930,148</b>
<b>Non-allocable Categorical Support</b>	<b>5,074,123</b>
<b>Total Categorical Support (carried to page 30)</b>	<b>17,004,271</b>

<b>CALCULATION OF ALLOWABLE SCHOOL BUILDING SUPPORT "D" EXPENSES:</b>	
Program 850 School Building Repairs & Replacements	558,894
PLUS: Capitalized Section "D" Expenses (net)	237,342
Grounds	-
LESS: Related revenue other than "D" Support	-
<b>Allowable Section "D" Expenses</b>	<b>(C) 796,236</b>
<b>&lt; OR &gt;</b>	
Expenses to be used for calculating "D" Grant. Enter an amount to overwrite if different from above.	<b>(D) 796,236</b>
<b>(cannot be more than amount on line "C")</b>	
<b>Refer to page 2 of the Allowable Expenses Guide when completing this section.</b>	

**CALCULATION OF ALLOWABLE EXPENSES**

## APPENDIX B

OTHER PROVINCIAL GOVERNMENT REVENUE:	Allocated	Unallocated	Total
Other Dept. of Education			
General Support Grant		3,014,861	3,014,861
Education Property Tax Credit		23,840,925	23,840,925
Tax Incentive Grant		827,912	827,912
All other	3,024,694		3,024,694
Other Provincial Government Departments	1,822,872		1,822,872
<b>Total Revenue</b>	<b>4,847,566</b>	<b>27,683,698</b>	<b>32,531,264</b>

ALL REVENUES REPORTED ON THIS PAGE, EXCEPT THOSE SHADED, MUST BE DEDUCTED FROM TOTAL EXPENSES ON PAGE 30 UNLESS THERE ARE SPECIAL CIRCUMSTANCES WHICH WOULD MAKE AN ALLOCATION IMPRACTICAL OR INAPPROPRIATE. IN THOSE LIMITED CASES, REASONS FOR NOT ALLOCATING MUST BE PROVIDED BELOW.


**OTHER PROVINCIAL GOVERNMENT REVENUE:**

Total Revenue	32,531,264
Education Property Tax Credit	(23,840,925)
Tax Incentive Grant	(827,912)
PROVINCIAL REVENUE FOR EQUALIZATION	<b>7,862,427</b>
(to agree with Other Provincial Gov't Revenue on page 30)	

**NON-PROVINCIAL SOURCES:**

TOTAL ALLOCABLE FEES	<b>1,891,016</b>
(Tuition, Transfer and Residual Fees)	

TOTAL ALLOCABLE OTHER REVENUE	<b>1,221,433</b>
(to agree with total other revenue on page 30)	

<b>TOTAL ALLOCABLE NON-PROV. SOURCES</b>	<b>3,112,449</b>
--	------------------

NON-PROVINCIAL SOURCES:	Allocated	Unallocated	Total
Federal Government			
Tuition Fees	0		0
All other	474,765		474,765
Municipal Government			
Net Special Requirement		68,348,034	68,348,034
Other	0		0
Other School Divisions			
Tuition Fees	517,400		517,400
Transfer Fees	0		0
Residual Fees	59,540		59,540
All other	0		0
First Nations			
Tuition Fees	155,250		155,250
All other	0		0
Private Organizations and Individuals			
Tuition Fees	1,158,826		1,158,826
Ancillary Services	469,401		469,401
Other Sources			
Interest		227,249	227,249
Donations	48,406		48,406
Other	228,861		228,861
<b>Total Revenue</b>	<b>3,112,449</b>	<b>68,575,283</b>	<b>71,687,732</b>

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
**Notes to Consolidated Financial Statements**  
June 30, 2020

---

**1. NATURE OF ORGANIZATION AND ECONOMIC DEPENDENCE**

The River East Transcona School Division (Division) is a public body that provides education services to residents within its geographic location. The division is funded mainly by grants from the Province of Manitoba (Province), and a special levy on the property assessment included in the Division's boundaries. The Division is exempt from income tax and is a registered charity under the Income Tax Act.

The Division is economically dependent on the Province for the majority of its revenue and capital financing requirements. Without this funding, the Division would not be able to continue its operations.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles established by PSAB of the Canadian Chartered Professional Accountants of Canada.

*a) Reporting Entity and Consolidation*

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the operating fund, capital fund, and special purpose fund of the Division. The Division reporting entity includes school generated funds controlled by the Division.

All inter-fund accounts and transactions are eliminated upon consolidation.

*b) Trust Funds*

The Division administers various trust funds. Trust funds and their related operations are not included in the consolidated financial statements as they are not owned or controlled by the Division. A schedule of trust funds is attached as part of the notes to the consolidated financial statements.

Trust funds, under PSAB are properties assigned to a trustee (school division) under a trust agreement or statute; the trustee merely administers the terms and conditions embodied in the agreement, and it has no unilateral authority to change the conditions set out in the trust indenture.

*c) Basis of Accounting*

Revenues and expenses are reported on the accrual basis of accounting except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. Expenses also include the amortization of tangible capital assets.

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
**Notes to Consolidated Financial Statements**  
June 30, 2020

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

*d) Fund Accounting*

The fund method of accounting is employed by the Division to record financial transactions in separate funds as defined by FRAME in accordance with the purpose for which the funds have been created.

The Operating Fund is maintained to record all the day to day operating revenues and expenses. The Capital Fund is used to account for the acquisition, amortization, disposal and financing of capital assets. The Special Purpose Fund is used to account for school generated funds and charitable foundations controlled by the Division.

*e) School Generated Funds*

School generated funds are monies raised by the school, or under the auspices of the school, through extracurricular activities for the sole use of the school that the principal of each school, subject to the rules of the school board, may raise, hold, administer and expend for the purposes of the school.

Only revenue and expenses of school generated funds controlled by the Division are included in the Consolidated Statement of Revenue, Expenses and Accumulated Surplus. To be deemed as controlled, a school must have the unilateral authority to make the decisions as to when, how and on what the funds are to be spent.

Period end cash balances of all school generated funds are included in the Consolidated Statement of Financial Position. The uncontrolled portion of this amount is reflected in the School Generated Funds Liability account. Examples of uncontrolled school generated funds are parent council funds, other parent group funds, student council funds and travel club funds. Revenues and expenses of uncontrolled school generated funds are not included in the consolidated financial statements.

*f) Tangible Capital Assets*

Tangible capital assets are non-financial assets that are used by the Division to provide services to the public and have an economic life beyond one fiscal year. Tangible capital assets include land, buildings, buses, other vehicles, furniture and equipment, computers, capital leases, leasehold improvements, and assets under construction.

With the exception of land, donated capital assets and capital leases, all tangible capital assets are recorded at historical cost, which includes purchase price, installation costs and other costs incurred to put the asset into service.

Buildings are recorded at historical cost when known. For buildings acquired prior to June 30, 2005 where the actual cost was not known, the replacement value for insurance purposes as at June 30, 2005 was regressed to the date of acquisition using a regression index based on Southam and CanaData construction cost indexes.

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
**Notes to Consolidated Financial Statements**  
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**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

*f) Tangible Capital Assets (continued)*

Capital leases are recorded at the present value of the minimum lease payments excluding executory costs (e.g. insurance, maintenance costs, etc.). The discount rate used to determine the present value of the lease payments is the lower of the Division's rate for incremental borrowing or the interest rate implicit in the lease.

Donated tangible capital assets are recorded at fair market value at the date of donation. Deferred revenue is recorded in an equivalent amount, for all donated assets except land. The deferred revenue will be recognized as revenue over the useful life of the related asset, on the same basis that the asset is amortized.

All land acquired prior to June 30, 2006 has been valued by the Crown Lands and Property Agency at their estimated fair market value at the time of acquisition.

All tangible capital assets, except for land and assets under construction, are amortized on a straight-line basis over their estimated useful lives as follows:

<b><u>Asset Description</u></b>	<b><u>Estimated Useful Life</u></b> <b>(Years)</b>
Land Improvements	10
Building - Brick, Mortar and Steel	40
Buildings - Wood Frame	25
School Buses	10
Vehicles	5
Equipment	5
Network Infrastructure	10
Computer Hardware, Servers & Peripherals	4
Computer Software	4
Furniture & Fixtures	10
Leasehold Improvements	Over term of lease

Land is not amortized. Capital leases with lease terms that have a bargain purchase option or allow ownership to pass to the Division are amortized on a straight line basis over the useful life of the asset class. All other capital leases are amortized over the lesser of the lease term and the useful life of the asset class.

Assets under construction are not amortized until the date of substantial completion. Interest on funds used to finance school buildings under construction is capitalized for the periods preceding the date of substantial completion.

*g) Employee Future Benefits*

The Province of Manitoba pays the employer portion of the Teachers' Retirement Allowances Fund (TRAF), the pension plan for all certified teachers of the Division. The Division does not contribute to TRAF, and no costs relating to this plan are included in the Division's financial statements.

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

*g) Employee Future Benefits (continued)*

Under the Pension Plan for Non-Teaching Employees of Public School Boards in Manitoba, the Division's contribution equals the employee's contributions to the plan. No responsibility is assumed by the Division to make any further contributions.

For non-vesting accumulated sick days, the benefit costs are recognized, if deemed material, based on a projection of expected future utilization of sick time, discounted using net present value techniques.

An employee future benefit liability is accrued for maternity and parental leave top up payments, a self-insured benefit obligation that is event driven. The benefit costs are recognized and recorded only in the period the event occurred.

*h) Capital Reserve*

Certain amounts, as approved by the Board of Trustees and the Public Schools Finance Board (PSFB), have been set aside in reserve accounts for future capital purposes. These Capital Reserve accounts are internally restricted funds that form part of the Accumulated Surplus presented in the Consolidated Statement of Financial Position.

*i) Use of Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from the estimates. Changes in estimates are recorded in the accounting period in which these changes are determined.

*j) Financial Instruments*

The Division's financial instruments include cash, accounts receivable, due to/from governments, other schools and First Nations, accounts payable, accrued liabilities and long-term debt. All financial instruments are initially recognized at fair value when the Division becomes a party to the contractual provisions of the financial instrument. Subsequently, all financial instruments are measured at amortized cost. The effective interest method is used to recognize interest income or expense. Transaction costs related to all financial instruments are expensed as incurred.

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
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**3. EMPLOYEE FUTURE BENEFITS**

An employee future benefit liability of \$203,011 (2019 - \$365,179) has been accrued as at June 30, 2020 relating to maternity and parental leave top up payments. The employee future benefit expense is a part of the Employee Benefits and Allowances expense account.

Non-vested accumulated sick leave benefits are measured using net present value techniques of the expected future utilization of excess of sick benefits used over earned per year, to maximum entitlement. The impact of the estimated non-vested sick leave benefit is \$1,726,375 (2019 - \$1,812,239).

During the year ended June 30, 2020, the employer contributions to the Pension Plan for Non-Teaching Employees of Public School Boards in Manitoba amounted to \$2,421,090 (2019 - \$2,549,168). This amount has been expensed in the Division's financial statements for the year ended June 30, 2020.

**4. DEFERRED REVENUE**

The deferral method of accounting is used for revenues received that, pursuant to legislation, regulation or agreement, may only be used for specific purposes. These amounts are recognized as revenue in the fiscal year the related expenses are incurred or services performed. The following is a breakdown of the account balance:

	<b>Balance at June 30, 2019</b>	<b>Additions in the period</b>	<b>Revenue recognized in the period</b>	<b>Balance at June 30, 2020</b>
Province of MB – EPTC*	\$ 8,326,603	\$ 6,258,375	\$ 8,326,603	<b>\$ 6,258,375</b>
Province of MB – Other	256,766	409,754	463,029	<b>203,491</b>
Tuition Fees	1,140,433	628,572	1,140,434	<b>628,571</b>
Donated Capital Asset	559,943	484,423	559,943	<b>484,423</b>
Miscellaneous	251,654	384,224	301,182	<b>334,696</b>
	<b>\$10,535,399</b>	<b>\$ 8,165,348</b>	<b>\$10,791,191</b>	<b>\$ 7,909,556</b>

\*EPTC = Education Property Tax Credit

**5. SCHOOL GENERATED FUNDS LIABILITY**

School Generated Funds Liability includes the non-controlled portion of school generated funds consolidated in the cash and bank balances in the amount of \$2,105,631 (2019 - \$1,798,088).

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
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**6. BORROWINGS FROM PROVINCIAL GOVERNMENT**

The debenture debt of the Division is in the form of twenty-year debentures payable, or promissory note, principal and interest, in equal yearly installments and maturing at various dates from 2020 to 2040. Payment of principal and interest is funded entirely by grants from the Province of Manitoba. The debentures carry interest rates that range from 2.62% to 7.25%. Debenture interest expense payable as at June 30, 2020 is accrued and recorded in Accrued Interest Payable, and a grant in an amount equal to the interest accrued on provincially funded debentures is recorded in Due from the Provincial Government. The debenture principal and interest repayments in the next five years are:

	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 3,962,667	\$ 2,358,863	\$ 6,321,530
2022	3,846,694	2,172,943	6,019,637
2023	3,829,791	1,998,060	5,827,850
2024	3,739,741	1,827,741	5,567,482
2025	3,678,544	1,665,829	5,344,373
	<u>\$ 19,057,438</u>	<u>\$ 10,023,435</u>	<u>\$ 29,080,873</u>

**7. OTHER BORROWINGS**

Other borrowings are debts other than overdrafts and includes obligations related to capital leases and debentures for self-funded capital projects.

Capital lease loans have interest rates ranging from 2.34% to 4.16% per annum and have lease terms that expire between 2021 to 2025. These loans are secured by the assets to which the leases relate.

Principal and interest repayments related to obligations under capital leases are as follows:

	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 1,412,524	\$ 129,380	\$ 1,541,904
2022	981,382	82,519	1,063,902
2023	757,284	46,095	803,379
2024	530,536	19,883	550,419
2025	136,962	1,129	138,091
	<u>\$ 3,818,688</u>	<u>\$ 279,007</u>	<u>\$ 4,097,695</u>



**RIVER EAST TRANSCONA SCHOOL DIVISION**  
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**7. OTHER BORROWINGS (continued)**

The debentures for self-funded capital projects are in the form of twenty-year debt payable, principal and interest in equal yearly installments and maturing in 2022. These self-funded debentures carry interest rates of 6.875%. The principal and interest repayments for the debentures in the next five years are:

	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 204,596	\$ 29,099	\$ 233,695
2022	218,662	15,033	233,695
	<u>\$ 423,258</u>	<u>\$ 44,132</u>	<u>\$ 467,390</u>

**8. NET TANGIBLE CAPITAL ASSETS**

The Schedule of Tangible Capital Assets (TCA), page 23 of the audited financial statements, provides a breakdown of cost, accumulated amortization and net book value by asset class. The amount of interest capitalized in the period included in Assets under Construction was \$134,514 (2019 - \$96,527). Included in net tangible capital assets are assets relating to obligations under capital lease for the gross amount, accumulated amortization and net book value at June 30, 2020 are \$14,800,265, \$9,487,524 and \$5,312,741 respectively.

**9. ACCUMULATED SURPLUS**

The consolidated accumulated surplus is comprised of the following:

	<b><u>2020</u></b>	<b><u>2019</u></b>
Operating Fund		
Designated Surplus	\$10,891,320	\$ 1,349,380
Undesignated Surplus	2,153,040	7,267,759
Non-Vested Sick Leave	(1,726,374)	(1,812,239)
	<u>\$11,317,986</u>	<u>\$ 6,804,900</u>
Capital Fund		
Reserve Accounts	\$ 1,843,809	\$ 2,782,736
Equity in Tangible Capital Assets	25,240,969	24,778,557
	<u>\$ 27,084,778</u>	<u>\$ 27,561,293</u>
Special Purpose Fund		
School Generated Funds	\$ 331,427	\$ 378,443
	<u>\$ 331,427</u>	<u>\$ 378,443</u>
Total Accumulated Surplus	<u>\$ 38,734,191</u>	<u>\$ 34,744,636</u>

Designated Surplus under the Operating Fund represents internally restricted amounts appropriated by the board or, in the case of school budget carryovers, by board policy. See page 5 of the audited financial statements for a detailed breakdown of the Designated Surplus.

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**9. ACCUMULATED SURPLUS (continued)**

	<u>2020</u>	<u>2019</u>
Board approved appropriation by motion	\$ 102,978	\$ 33,647
School budget carryovers by board policy	3,056,342	1,317,733
Covid-19 Savings Related to School Closures	7,732,000	-
Designated surplus	<u>\$ 10,891,320</u>	<u>\$ 1,349,380</u>

Reserve Accounts under the Capital Fund represents internally restricted reserves for specific purposes approved by the Board of Trustees and PSFB. A Schedule of Capital Reserve Accounts is provided on pages 24 and 24A of the audited financial statements.

School Generated Funds and Other Special Purpose Funds are externally restricted monies for school use.

**10. MUNICIPAL GOVERNMENT – PROPERTY TAX AND RELATED DUE FROM MUNICIPAL GOVERNMENT**

Education property tax or Special Levy is raised as the Division's contribution to the cost of providing public education for the student's resident in the division. The Municipal Government-Property Tax shown on the consolidated revenue and expense is raised over the two calendar (tax) years; 40% from 2019 tax year and 60% from 2020 tax year. Below are the related revenue and receivable amounts:

	<u>2020</u>	<u>2019</u>
Revenue-Municipal Government-Property Tax	<u>\$ 68,348,034</u>	<u>\$ 66,911,019</u>
Receivable-Due from Municipal Government-Property Tax	<u>\$ 41,106,406</u>	<u>\$ 40,188,366</u>

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
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**11. INTEREST RECEIVED AND PAID**

The Division received interest during the year of \$227,249 (2019 - \$212,988).

Interest expense is included in Fiscal and is comprised of the following:

	<u>2020</u>	2019
Operating Fund		
Fiscal-Short Term Loan, Interest and Bank Charges	\$ 42,620	\$ 83,338
Capital Fund		
Debenture Debt Interest	\$ 2,421,460	\$ 2,374,329
Interest on Obligation under Capital Lease	177,634	164,973
Other Interest	0	628
	<u>\$ 2,599,094</u>	<u>\$ 2,539,930</u>
Total Fiscal – Interest	<u>\$ 2,641,714</u>	<u>\$ 2,623,268</u>

The accrued portion of debenture debt interest expense at June 30, 2020 of \$1,118,419 (2019- \$1,122,538) included under the Capital Fund-Debenture debt interest, is offset by an accrual of the debt servicing grant from the Province of Manitoba.

**12. EXPENSES BY OBJECT**

Expenses in the consolidated statement of revenue, expenses and accumulated surplus are reported by function as defined by FRAME. Below is the detail of expenses by object:

	<u>Actual 2020</u>	<u>Budget 2020</u>	<u>Actual 2019</u>
Salaries	\$ 156,298,385	\$ 155,712,916	\$ 155,444,646
Employees benefits & allowances	10,910,179	11,506,864	11,237,682
Services	14,539,348	14,715,732	15,032,404
Supplies, materials, minor equipment	6,554,230	8,369,511	7,753,125
Payroll tax	3,229,782	3,350,000	3,300,526
Interest and bank charges	2,641,714	59,000	2,623,268
Other operating expenses	31,525	1,196,300	37,265
	<u>194,205,163</u>	<u>194,910,323</u>	<u>195,428,916</u>
School Divisions	687,257		598,891
Amortization	8,031,570		7,116,825
Other capital items	147,987		9,230
School generated funds	590,427		810,209
	<u>\$ 203,662,404</u>	<u>\$ 194,910,323</u>	<u>\$ 203,964,071</u>

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
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**13. SPECIAL LEVY RAISED FOR LA DIVISION SCOLAIRE FRANCO-MANITOBAINE**

In accordance with Section 190.1 of The Public Schools Act the Division is required to collect a special levy on behalf La Division Scolaire Franco-Manitobaine. As at June 30, 2020, the amount of this special levy was \$1,388,245 (2019 - \$1,270,858). These amounts are not included in the Division's consolidated financial statements.

**14. TRUST FUND**

The Division administers the following trust funds, which are not reflected in the financial statements:

	<u>2020</u>	<u>2019</u>
<u>Scholarship Funds</u>		
Balance, beginning of year	\$ 262,906	\$ 268,753
Cash contributions received during the year	18,573	13,033
Interest income	4,404	4,983
Scholarships awarded	(16,922)	(23,863)
Balance, end of year	<u>\$ 268,965</u>	<u>\$ 262,906</u>
<u>Assets</u>		
Cash and investments	\$ 270,815	\$ 276,356
Accounts Payable	(1,850)	(13,450)
Balance end of year	<u>\$ 268,965</u>	<u>\$ 262,906</u>

**15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT**

The Division is exposed to credit, liquidity and interest rate risks in respect of its use of financial instruments.

**Credit Risk**

Credit risk is the risk that one party to a financial instrument fails to discharge an obligation and causes financial loss to the counter party. The financial instruments that potentially subject the Division to credit risk consist principally of accounts receivable. The carrying amount of financial assets represents the maximum credit exposure. The Division's maximum possible exposure to credit risk is as follows:

	<u>2020</u>	<u>2019</u>
Cash	\$ 4,766,883	\$ 1,665,436
Due from – Provincial Government	4,364,578	3,905,481
– Federal Government	399,252	386,046
– Municipal Government	41,106,406	40,188,366
– Other School Divisions	-	1,300
– First Nations	56,350	61,525
Accounts Receivable	201,260	217,594

The Division's accounts receivable consist largely of the grants and revenues to be received from local, provincial, and federal governments. The Division is not exposed to significant credit risk as payments in full are typically collected when due.

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**15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)**

**Liquidity risk**

Liquidity risk relates to the Division's ability to access sufficient funds to meet its financial commitments. The following table details the Fund's remaining contractual maturities for its financial liabilities.

	Due < 1 year	Due > 1 year, < 2 years	Due > 2 years, < 3 years	Due > 3 years, < 4 years	Due > 4 years, < 5 years	Due > 5 years
Accounts payable	\$ 4,176,883	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	28,863,418	-	-	-	-	-
Due to Governments	-	-	-	-	-	-
Debenture debt	3,962,667	3,846,694	3,829,791	3,739,741	3,678,544	39,921,129
Other borrowings	1,617,120	1,200,044	757,284	530,536	136,961	-

The Division's primary liquidity risk relates to its liability for debenture debt. The Division does not have material liabilities that can be called unexpectedly at the demand of a lender, and has no material commitments for capital expenditures, or need for same, in the normal course of business. As payment of principal and interest is funded entirely by grants from the Province of Manitoba, the Division is not exposed to significant liquidity risk.

**Interest Rate Risk**

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The interest rate exposure relates to debenture debt.