



RIVER EAST TRANSCONA SCHOOL DIVISION  
589 ROCH STREET  
WINNIPEG, MANITOBA R2K 2P7

**AUDITED FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION**

June 30, 2023

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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, 2023, 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, 2023 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.

### **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.

The logo for Deloitte, featuring the word "Deloitte" in a stylized, handwritten-style font, followed by a small "up" in a similar style.

Chartered Professional Accountants

Winnipeg, Manitoba  
October 24, 2023

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

October 24, 2022

A handwritten signature in blue ink that reads "Colleen Carswell".  
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 2022/23 School Year) of the River East Transcona School Division as at September 30, 2022. 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, 2022 in accordance with the Public Schools Enrolment and Categorical Grants Reporting for the 2022/23 School Year referred to above.

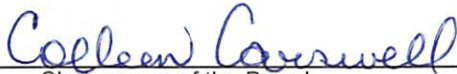


Auditor

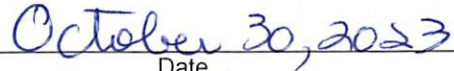
October 24, 2023

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



Date

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

as at June 30

Notes	2023	2022
<b>Financial Assets</b>		
Cash and Bank	-	-
Due from - Provincial Government	4,992,791	18,148,945
- Federal Government	512,798	434,975
- Municipal Government	46,893,184	44,920,226
- Other School Divisions	9,604	-
- First Nations	56,400	19,975
Accounts Receivable	2,866,662	303,377
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>55,331,439</u>	<u>63,827,498</u>
<b>Liabilities</b>		
* Overdraft	3,984,387	360,770
Accounts Payable	4,703,902	3,335,585
Accrued Liabilities	33,314,062	27,428,903
* Employee Future Benefits	3,022,637	2,909,936
Accrued Interest Payable	1,216,463	1,235,927
Due to - Provincial Government	12,631	14,626
- Federal Government	19,327	18,565
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
* Deferred Revenue	2,396,256	2,914,537
* Borrowings from the Provincial Government	113,729,427	102,765,378
* Other Borrowings	3,674,303	5,248,118
Asset Retirement Obligations	8,967,707	9,702,351
School Generated Funds Liability	2,041,845	1,888,307
	<u>177,082,947</u>	<u>157,823,003</u>
<b>Net Assets (Debt)</b>	<u>(121,751,508)</u>	<u>(93,995,505)</u>
<b>Non-Financial Assets</b>		
* Net Tangible Capital Assets (TCA Schedule)	141,947,784	117,215,125
Inventories	-	224,027
Prepaid Expenses	268,833	429,353
	<u>142,216,617</u>	<u>117,868,505</u>
* <b>Accumulated Surplus</b>	<u>20,465,109</u>	<u>23,873,000</u>

See accompanying notes to the Financial Statements

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

For the Year Ended June 30

Notes		2023	2022
	<b>Revenue</b>		
	Provincial Government	147,922,273	148,519,190
	Federal Government	598,724	628,610
	Municipal Government - Property Tax	78,704,537	74,370,775
	- Other	-	-
	Other School Divisions	415,934	448,588
	First Nations	90,000	63,450
	Private Organizations and Individuals	1,774,727	1,107,746
	Other Sources	1,889,603	473,319
	School Generated Funds	449,086	275,900
	Other Special Purpose Funds	-	-
		<u>231,844,884</u>	<u>225,887,578</u>
	<b>Expenses</b>		
	Regular Instruction	125,566,252	122,187,427
	Student Support Services	45,487,690	42,666,241
	Adult Learning Centres	1,522,647	1,514,014
	Community Education and Services	1,429,760	1,112,633
	Divisional Administration	6,464,643	6,454,266
	Instructional and Other Support Services	8,856,720	8,236,131
	Transportation of Pupils	5,476,262	5,065,454
	Operations and Maintenance	23,552,823	23,266,109
*	Fiscal - Interest	3,914,835	3,031,087
	- Other	3,687,269	3,655,177
	Amortization	8,691,528	7,900,881
	Other Capital Items	396,058	(195,016)
	School Generated Funds	344,804	322,613
	Other Special Purpose Funds	-	-
		<u>235,391,291</u>	<u>225,217,017</u>
	Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(3,546,407)</u>	<u>670,561</u>
	Less: Non-vested Sick Leave Expense (Recovery)	<u>(138,516)</u>	<u>395,885</u>
	Net Current Year Surplus (Deficit)	<u>(3,407,891)</u>	<u>274,676</u>
	Opening Accumulated Surplus	23,872,999	31,016,060
	Adjustments: Tangible Cap. Assets and Accum. Amort.	-	2,631,366
	Other than Tangible Cap. Assets	-	(10,049,103)
	Non-vested sick leave - prior years	-	-
	Opening Accumulated Surplus, as adjusted	<u>23,872,999</u>	<u>23,598,323</u>
	<b>Closing Accumulated Surplus</b>	<u>20,465,108</u>	<u>23,872,999</u>

See accompanying notes to the Financial Statements

\* NOTE REQUIRED



**CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT**

For the Year Ended June 30, 2023

	2023	2022
Net Current Year Surplus (Deficit)	<u>(3,407,891)</u>	<u>274,676</u>
Amortization of Tangible Capital Assets	8,691,528	7,900,881
Acquisition of Tangible Capital Assets	(33,615,809)	(14,321,015)
(Gain) / Loss on Disposal of Tangible Capital Assets	(404,125)	(4,295)
Proceeds on Disposal of Tangible Capital Assets	<u>1,085</u>	<u>4,295</u>
	<u>(25,327,321)</u>	<u>(6,420,134)</u>
Inventories (Increase)/Decrease	224,027	(156,046)
Prepaid Expenses (Increase)/Decrease	<u>160,520</u>	<u>(51,170)</u>
	<u>384,547</u>	<u>(207,216)</u>
(Increase)/Decrease in Net Debt	<u>(28,350,665)</u>	<u>(6,352,674)</u>
Net Debt at Beginning of Year	(93,995,505)	(77,749,920)
Adjustments Other than Tangible Cap. Assets	<u>-</u>	<u>(10,049,103)</u>
	<u>(93,995,505)</u>	<u>(87,799,023)</u>
<b>Net Assets (Debt) at End of Year</b>	<u><u>(122,346,170)</u></u>	<u><u>(94,151,697)</u></u>

**CONSOLIDATED STATEMENT OF CASH FLOW**

For the Year Ended June 30, 2023

	2023	2022
<b>Operating Transactions</b>		
Net Current Year Surplus (Deficit)	(3,407,891)	274,676
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	8,691,528	7,900,881
(Gain)/Loss on Disposal of Tangible Capital Assets	(404,125)	(4,295)
Employee Future Benefits Increase/(Decrease)	112,701	401,274
Due from Other Organizations (Increase)/Decrease	11,059,344	(15,087,681)
Accounts Receivable & Accrued Income (Increase)/Decrease	(2,563,285)	(85,667)
Inventories and Prepaid Expenses - (Increase)/Decrease	384,547	(207,216)
Due to Other Organizations Increase/(Decrease)	(1,233)	5,787
Accounts Payable & Accrued Liabilities Increase/(Decrease)	6,499,368	(3,263,451)
Deferred Revenue Increase/(Decrease)	(518,281)	(373,662)
School Generated Funds Liability Increase/(Decrease)	153,538	(94,065)
Adjustments Other than Tangible Cap. Assets	594,662	(190,561)
Cash Provided by (Applied to) Operating Transactions	20,600,873	(10,723,980)
<b>Capital Transactions</b>		
Acquisition of Tangible Capital Assets	(33,615,809)	(14,321,015)
Proceeds on Disposal of Tangible Capital Assets	1,085	4,295
Cash Provided by (Applied to) Capital Transactions	(33,614,724)	(14,316,720)
<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)	10,964,049	18,652,279
Other Borrowings Increase/(Decrease)	(1,573,815)	683,806
Cash Provided by (Applied to) Financing Transactions	9,390,234	19,336,085
Cash and Bank / Overdraft (Increase)/Decrease	(3,623,617)	(5,704,615)
Cash and Bank (Overdraft) at Beginning of Year	(360,770)	5,343,844
<b>Cash and Bank (Overdraft) at End of Year</b>	<b>(3,984,387)</b>	<b>(360,771)</b>

River East Transcona School Division

## ANALYSIS OF CONSOLIDATED ACCUMULATED SURPLUS

as at June 30, 2023

Operating Fund Accumulated Surplus (Deficit)	121,982
Equity in Tangible Capital Assets	19,622,507
Capital Reserve Accounts	336,504
School Generated Funds	384,115
Other Special Purpose Funds	0
<b>Consolidated Accumulated Surplus</b>	<b>20,465,108</b>

Operating Fund Accumulated Surplus Comprised of:

Designated Surplus \*

[illegible]

\* Includes all Board-approved surplus designations by Board Motion or, in the case of school budget carryovers, by Board policy.

\*\* Gross of Non-vested sick leave.

**OPERATING FUND SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2023	2022
<b>Financial Assets</b>		
Cash and Bank	1,085	1,085
Due from		
- Provincial Government	3,776,328	16,913,018
- Federal Government	476,988	398,533
- Municipal Government	46,893,184	44,920,226
- Other School Divisions	9,604	-
- First Nations	56,400	19,975
- Other Funds	-	-
Accounts Receivable	2,866,662	303,377
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>54,080,251</u>	<u>62,556,214</u>
<b>Liabilities</b>		
Overdraft	13,777,829	24,310,194
Accounts Payable	2,757,161	2,260,280
Accrued Liabilities	32,222,569	27,014,501
Employee Future Benefits	3,022,637	2,909,936
Accrued Interest Payable	-	-
Due to		
- Provincial Government	12,631	14,626
- Federal Government	19,327	18,565
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	336,505	336,504
Deferred Revenue	2,078,443	2,495,046
Other Borrowings	-	-
	<u>54,227,102</u>	<u>59,359,652</u>
<b>Net Financial Assets (Net Debt)</b>	<u>(146,851)</u>	<u>3,196,562</u>
<b>Non-Financial Assets</b>		
Inventories	-	224,027
Prepaid Expenses	268,833	429,353
	<u>268,833</u>	<u>653,380</u>
<b>Accumulated Surplus (Deficit)</b>	<u>121,982</u>	<u>3,849,942</u>

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

For the Year Ended June 30

	2023 Actual	2023 Budget	2022 Actual
<b>Revenue</b>			
Provincial Government - Core	138,526,328	135,186,200	140,706,777
Federal Government	598,724	-	628,610
Municipal Government - Property Tax	78,704,537	76,812,682	74,370,775
- Other	-	-	-
Other School Divisions	415,934	215,000	448,588
First Nations	90,000	-	63,450
Private Organizations and Individuals	1,774,727	480,000	1,107,746
Other Sources	810,424	441,900	255,473
	<u>220,920,674</u>	<u>213,135,782</u>	<u>217,581,419</u>
<b>Expenses</b>			
Regular Instruction	125,566,252	123,819,780	122,187,427
Student Support Services	45,487,690	42,144,258	42,666,241
Adult Learning Centres	1,522,647	1,664,024	1,514,014
Community Education and Services	1,429,760	595,038	1,112,633
Divisional Administration	6,464,643	5,540,924	6,454,266
Instructional and Other Support Services	8,856,720	9,056,246	8,236,131
Transportation of Pupils	5,476,262	5,327,910	5,065,454
Operations and Maintenance	23,552,823	23,198,801	23,266,109
Fiscal	3,887,932	3,730,000	3,744,331
	<u>222,244,729</u>	<u>215,076,981</u>	<u>214,246,606</u>
Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(1,324,055)</u>	<u>(1,941,199)</u>	<u>3,334,813</u>
Less: Non-vested Sick Leave Expense (Recovery)	<u>(138,516)</u>		<u>395,885</u>
Current Year Surplus (Deficit) after Non-vested Sick Leave	<u>(1,185,539)</u>	<u>(1,941,199)</u>	<u>2,938,928</u>
Net Transfers from (to) Capital Fund	<u>(2,542,421)</u>	<u>(1,673,062)</u>	<u>(1,778,886)</u>
Transfers from Special Purpose Funds	<u>-</u>	<u>-</u>	<u>-</u>
Net Current Year Surplus (Deficit)	<u>(3,727,960)</u>	<u>(3,614,261)</u>	<u>1,160,042</u>
Opening Accumulated Surplus (Deficit)	3,849,942		2,689,900
Adjustments: Liability for Contaminated Sites	-		-
	-		-
Non-vested sick leave - prior years	-		-
Opening Accumulated Surplus (Deficit), as adjusted	<u>3,849,942</u>		<u>2,689,900</u>
<b>Closing Accumulated Surplus (Deficit)</b>	<u>121,982</u>		<u>3,849,942</u>

## OPERATING FUND - REVENUE DETAIL PROVINCE OF MANITOBA

For the Year Ended June 30, 2023

### Funding of Schools Program

Base Support		
Instructional Support	32,205,550	
Additional Instructional Support for Small Schools	-	
Sparsity	-	
Curricular Materials	983,712	
Information Technology	1,016,502	
Library Services	1,508,358	
Student Services	5,512,017	
Counselling and Guidance	1,360,802	
Professional Development	639,413	
Physical Education	335,375	
Occupancy	6,807,510	50,369,239
Categorical Support		
Transportation	1,943,839	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,229,640	
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	1,020,800	
Indigenous Academic Achievement (including BSSIP)	864,000	
Indigenous and International Languages	55,436	
French Language Education	872,188	
Small Schools	-	
Enrolment Change Support	407,410	
Northern Allowance	-	
Early Childhood Development Initiative	235,271	
Literacy and Numeracy	1,438,116	
Education for Sustainable Development	29,400	17,125,754
Equalization		28,041,400
Additional Equalization		3,036,165
Adjustment for Days Closed		-
Formula Guarantee		-
Other Program Support		
School Buildings Support: "D" Projects	459,420	
Technology Education Equipment Replacement	233,700	
Skills Strategy Equipment Enhancement	80,011	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	1	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	773,132
		<u>99,345,690</u>

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

For the Year Ended June 30, 2023

## **Other Department of Education and Early Childhood Learning**

Non-Resident	-	
Shared Services	140,399	
Special Needs		
Institutional Programs	-	
Nursing Supports (URIS)	413,249	
Substitute Fees	-	
General Support Grant	3,125,065	
Education Property Tax Credit	15,459,848	
Tax Incentive Grant	729,966	
Property Tax Offset Grant	3,820,370	
Early Years Enhancement Grant	1,397,777	
Community Schools	202,362	
Healthy Schools Initiative	3,973	
Learning to Age 18 Coordinator	54,611	
Other: Special Needs Additional Funding	1,185,054	
Wage Assistance	6,519,275	
Strengthening Student Support and Learning	1,427,204	
Teachers' Idea Fund	305,860	
Ventilation Upgrade Grant	-	
John G. Stewart	475,000	
Safe Schools (PY finalization)	1,518,495	
EDI	14,102	
French Second Language Revitalization	102,020	
Odyssee	30,225	
Misc.	1,900	
Elders Knowledge Keepers	100,000	
Career Initiative	134,130	
Additional INS and Menstrual Products	226,633	37,387,518

## **Other Provincial Government Departments (Not including GBE's)**

Employment Programs	-	
Adult Learning Centres	1,582,600	
Other: Urban Green Team	26,540	
Healthy Child	159,852	
Healthy Baby	15,624	
Lighthouse	8,504	
		1,793,120

<b>Funding of Schools Program (previous page)</b>	<u>99,345,690</u>
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<b>TOTAL PROVINCIAL GOVERNMENT REVENUE</b>	<u><u>138,526,328</u></u>
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# **OPERATING FUND - REVENUE DETAIL** **NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2023

## **Federal Government**

Tuition Fees	-
Transportation of Pupils	-
French Language Monitor	-
English as an Additional Language (Adults)	-
Other:	
Settlement Grant	503,352
WAGE	95,372

598,724

## **Municipal Government**

Special Requirement	98,714,721
Less: Education Property Tax Credit	(15,459,848)
Less: Tax Incentive Grant	(729,966)
Less: Property Tax Offset Grant	(3,820,370)
Other:	-

78,704,537

## **Other School Divisions**

Tuition Fees	415,934
Transfer Fees	-
Residual Fees	-
Transportation of Pupils	-
Other:	-

415,934

## **First Nations**

Tuition Fees	90,000
Transportation of Pupils	-
Other:	-

90,000

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

Regular Tuition	-
International Tuition	1,015,525
Continuing Education	45,217
Other Tuition:	Adult Ed (2760)
Food Service	343,929
Government Business Enterprises (GBE's)	-
Other:	
Vocational Shops	76,771
Building Rental	179,374
Fee for Service Bussing	98,682

1,774,727

## **Other Sources**

Interest	363,872
Donations	309,653
Other:	136,899

810,424

**TOTAL NON-PROVINCIAL GOVERNMENT REVENUE**

**82,394,346**



**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	2023	2022
	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	111,191,175	40,090,188	1,180,827	1,095,864	3,903,668	6,770,213	3,434,691	10,840,130		178,506,756	170,381,653
Employees Benefits and Allowances	7,049,124	3,935,692	97,041	101,174	530,237	572,928	522,913	1,737,576		14,546,685	13,695,764
Services	2,081,327	1,203,288	167,444	47,223	1,754,243	1,084,912	324,983	9,547,365		16,210,785	14,750,470
Supplies, Materials and Minor Equipment	4,732,742	258,522	77,335	185,499	276,245	398,417	1,193,675	1,427,752		8,550,187	11,064,327
Interest and Bank Charges									200,663	200,663	89,154
Bad Debt Expense									-	0	0
Transfers	511,884	-	-	-	250	30,250	-	-	(PAYROLL TAX) 3,687,269	4,229,653	4,265,238
TOTALS	125,566,252	45,487,690	1,522,647	1,429,760	6,464,643	8,856,720	5,476,262	23,552,823	3,887,932	222,244,729	214,246,606

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

For the Year Ended June 30, 2023

REGULAR INSTRUCTION	10 ADMINISTRATION	SINGLE TRACK SCHOOLS *			80 DUAL TRACK SCHOOLS **	90 SENIOR YEARS TECHNOLOGY EDUCATION	TOTALS
		20 ENGLISH LANGUAGE	50 FRANÇAIS	70 FRENCH IMMERSION			
CODE OBJECT \ PROGRAM							
3XX SALARIES							
320 Executive, Managerial and Supervisory	9,475,224						9,475,224
330 Instructional - Teaching	6,571	55,855,523		7,798,800	28,710,146	3,162,179	95,533,219
350 Instructional - Other		412,659		31,016	266,873		710,548
360 Technical, Specialized and Service	271,387	236,237			4,788	252,966	765,378
370 Secretarial, Clerical and Other	3,601,083						3,601,083
390 Information Technology	1,105,723						1,105,723
Total Salaries	14,459,988	56,504,419	0	7,829,816	28,981,807	3,415,145	111,191,175
4XX EMPLOYEES BENEFITS AND ALLOWANCES	1,165,529	3,642,103		428,394	1,592,597	220,501	7,049,124
5-6XX SERVICES							
510 Professional, Technical and Specialized	2,079	171,783		5,464	50,458	2,626	232,410
520 Communications	202,186	18,175		104	757		221,222
540 Travel and Meetings	12,145	65,262		3,089	12,041	527	93,064
560 Tuition							0
570 Printing and Binding				1,659	4,111		5,770
580 Insurance and Bond Premiums		75,145			14,576		89,721
590 Maintenance and Repair Services	812	448,367		45,976	121,284	53,686	670,125
610 Rentals		12,786					12,786
630 Advertising							0
640 Dues and Fees		52,310		7,742	887		60,939
650 Professional and Staff Development							0
680 Information Technology Services	260,242	435,048					695,290
Total Services	477,464	1,278,876	0	64,034	204,114	56,839	2,081,327
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710 Supplies	10,590	1,704,404		118,403	753,517	607,109	3,194,023
740 Curricular and Media Materials	9,791	885,052		73,449	261,835	10,185	1,240,312
760 Minor Equipment	2,202	312,609		17,260	180,474	125,507	638,052
780 Information Technology Equipment		(347,272)		3,234	3,975	418	(339,645)
Total Supplies, Materials and Minor Equipment	22,583	2,554,793	0	212,346	1,199,801	743,219	4,732,742
96X-99 TRANSFERS							
960 School Divisions		440,750		31,200	23,400	19,698	515,048
980 Organizations and Individuals		(2,989)			(175)		(3,164)
Total Transfers	0	437,761	0	31,200	23,225	19,698	511,884
TOTALS	16,125,564	64,417,952	0	8,565,790	32,001,544	4,455,402	125,566,252

\* 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**

For the Year Ended June 30, 2023

STUDENT SUPPORT SERVICES		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	493,855						493,855
330	Instructional - Teaching	241,461	(10,348)		2,220,524	10,179,549	4,799,842	17,431,028
350	Instructional - Other		4,658	56,989	17,619,542	546,877		18,228,066
360	Technical, Specialized and Service					25,907		25,907
370	Secretarial, Clerical and Other	216,936						216,936
380	Clinician		3,647,947					3,647,947
390	Information Technology	46,449						46,449
	Total Salaries	998,701	3,642,257	56,989	19,840,066	10,752,333	4,799,842	40,090,188
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	74,612	210,235	31,446	2,779,509	601,965	237,925	3,935,692
5-6XX	SERVICES							
510	Professional, Technical and Specialized	203	508,905	541,519	21,553	45,953		1,118,133
520	Communications	2,553	3,335		125			6,013
540	Travel and Meetings	2,038	26,544		1,293	26,201		56,076
560	Tuition							0
570	Printing and Binding		720					720
580	Insurance and Bond Premiums							0
590	Maintenance and Repair Services	240	9,802				125	10,167
610	Rentals		1,143	78				1,221
630	Advertising							0
640	Dues and Fees	3,795			1,579	398		5,772
650	Professional and Staff Development	2,642	2,544					5,186
680	Information Technology Services							0
	Total Services	11,471	552,993	541,597	24,550	72,552	125	1,203,288
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	1,674	83,685	621	39,355	9,093	755	135,183
740	Curricular and Media Materials	1,258	18,308		36,976	29,268		85,810
760	Minor Equipment		4,853		7,482	9,173	360	21,868
780	Information Technology Equipment	(3,169)			18,830			15,661
	Total Supplies, Materials and Minor Equipment	(237)	106,846	621	102,643	47,534	1,115	258,522
96X-99	TRANSFERS							
960	School Divisions							0
980	Organizations and Individuals							0
	Total Transfers	0	0	0	0			0
	TOTALS	1,084,547	4,512,331	630,653	22,746,768	11,474,384	5,039,007	45,487,690

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

24-Oct-23

For the Year Ended June 30, 2023

<b>ADULT LEARNING CENTRES</b>		10	20	
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	TOTALS
3XX	SALARIES			
320	Executive, Managerial and Supervisory	139,277		139,277
330	Instructional - Teaching		872,313	872,313
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	169,237		169,237
390	Information Technology			0
	Total Salaries	308,514	872,313	1,180,827
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	44,034	53,007	97,041
5-6XX	SERVICES			
510	Professional, Technical and Specialized		4,216	4,216
520	Communications	778	2,201	2,979
530	Utility Services			0
540	Travel and Meetings		1,259	1,259
560	Tuition			0
570	Printing and Binding		11	11
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		3,585	3,585
610	Rentals		149,330	149,330
620	Property Taxes			0
630	Advertising		2,800	2,800
640	Dues and Fees			0
650	Professional and Staff Development			0
680	Information Technology Services		3,264	3,264
	Total Services	778	166,666	167,444
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT			
710	Supplies		46,628	46,628
740	Curricular and Media Materials		20,260	20,260
760	Minor Equipment			0
780	Information Technology Equipment		10,447	10,447
	Total Supplies, Materials and Minor Equipment	0	77,335	77,335
96X-99	TRANSFERS			
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
	TOTALS	353,326	1,169,321	1,522,647

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

For the Year Ended June 30, 2023

<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	97,376			147,276	244,652
330	Instructional - Teaching		65,311	425		65,736
350	Instructional - Other			299,940	27,153	327,093
360	Technical, Specialized and Service		118,270	275,174	34,805	428,249
370	Secretarial, Clerical and Other			660		660
380	Clinician				29,474	29,474
390	Information Technology					0
	Total Salaries	97,376	183,581	576,199	238,708	1,095,864
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	16,785	19,081	52,024	13,284	101,174
5-6XX	SERVICES					
510	Professional, Technical and Specialized	16,276	105	4,270	6,650	27,301
520	Communications	162		643	1,104	1,909
540	Travel and Meetings	789	66	6,512		7,367
570	Printing and Binding	24			127	151
580	Insurance and Bond Premiums					0
590	Maintenance and Repair Services	366	296	544		1,206
610	Rentals					0
630	Advertising	2,172			66	2,238
640	Dues and Fees				100	100
650	Professional and Staff Development	320	374	3,134	3,123	6,951
680	Information Technology Services					0
	Total Services	20,109	841	15,103	11,170	47,223
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	6,518	13,505	102,944	17,871	140,838
740	Curricular and Media Materials		1,426			1,426
760	Minor Equipment	30,792	6,252	3,389		40,433
780	Information Technology Equipment	2,802				2,802
	Total Supplies, Materials and Minor Equipment	40,112	21,183	106,333	17,871	185,499
96X-99	TRANSFERS					
980	Organizations and Individuals					0
999	Recharge					0
	Total Transfers	0	0	0	0	0
	TOTALS	174,382	224,686	749,659	281,033	1,429,760

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

For the Year Ended June 30, 2023

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	233,894				233,894
320	Executive, Managerial and Supervisory		710,677	781,132	159,347	1,651,156
360	Technical, Specialized and Service		311,247	210,101	57,519	578,867
370	Secretarial, Clerical and Other		249,973	973,172		1,223,145
390	Information Technology				216,606	216,606
	Total Salaries	233,894	1,271,897	1,964,405	433,472	3,903,668
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	11,458	134,672	336,407	47,700	530,237
5-6XX	SERVICES					
510	Professional, Technical and Specialized	253,493	185,785	170,413	117,223	726,914
520	Communications	5,038	4,351	17,622	1,200	28,211
540	Travel and Meetings	26,878	13,494	6,483	1,228	48,083
570	Printing and Binding		1,552			1,552
580	Insurance and Bond Premiums			176,688		176,688
590	Maintenance and Repair Services					0
610	Rentals					0
630	Advertising		71,481			71,481
640	Dues and Fees	163,608	13,142	80,170	1,972	258,892
650	Professional and Staff Development		16,509	13,189		29,698
680	Information Technology Services	8,655	24,763		379,306	412,724
	Total Services	457,672	331,077	464,565	500,929	1,754,243
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	5,329	43,325	65,846		114,500
740	Curricular and Media Materials		4,789			4,789
760	Minor Equipment		4,109	5,524		9,633
780	Information Technology Equipment	5,025	7,239	15,615	119,444	147,323
	Total Supplies, Materials and Minor Equipment	10,354	59,462	86,985	119,444	276,245
96X-99	TRANSFERS					
960	School Divisions					0
980	Organizations and Individuals		250			250
999	Recharge					0
	Total Transfers	0	250	0		250
	TOTALS	713,378	1,797,358	2,852,362	1,101,545	6,464,643

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

For the Year Ended June 30, 2023

<b>INSTRUCTIONAL AND OTHER SUPPORT SERVICES</b>		05 CURRICULUM CONSULTING & DEVELOPMENT ADMINISTRATION	10 CURRICULUM CONSULTING & DEVELOPMENT	20 LIBRARY / MEDIA CENTRE	30 PROFESSIONAL AND STAFF DEVELOPMENT	80 OTHER	TOTALS
CODE	OBJECT \ PROGRAM						
3XX	SALARIES						
320	Executive, Managerial and Supervisory	301,077					301,077
330	Instructional - Teaching		936,012	2,446,249	996,979	123,834	4,503,074
350	Instructional - Other			1,494,515	2,860		1,497,375
360	Technical, Specialized and Service	39,949		144,751		160,362	345,062
370	Secretarial, Clerical and Other	123,625					123,625
390	Information Technology						0
	Total Salaries	464,651	936,012	4,085,515	999,839	284,196	6,770,213
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	35,019	86,844	405,001	17,758	28,306	572,928
5-6XX	SERVICES						
510	Professional, Technical and Specialized		51		2,000	325,295	327,346
520	Communications	600	3,232		3,158	600	7,590
540	Travel and Meetings		14,186	3,786			17,972
560	Tuition					6,198	6,198
570	Printing and Binding						0
580	Insurance and Bond Premiums					17,255	17,255
590	Maintenance and Repair Services	1,381	28				1,409
610	Rentals				78		78
630	Advertising						0
640	Dues and Fees		1,447		797		2,244
650	Professional and Staff Development		794	515	645,414		646,723
680	Information Technology Services			58,097			58,097
	Total Services	1,981	19,738	62,398	651,447	349,348	1,084,912
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies		38,095	41,473	2,430		81,998
740	Curricular and Media Materials		40,121	117,488	42,697		200,306
760	Minor Equipment		73,153	1,070	1,381		75,604
780	Information Technology Equipment		2,049	37,983	477		40,509
	Total Supplies, Materials and Minor Equipment	0	153,418	198,014	46,985	0	398,417
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals					30,250	30,250
	Total Transfers					30,250	30,250
	TOTALS	501,651	1,196,012	4,750,928	1,716,029	692,100	8,856,720

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

For the Year Ended June 30, 2023

TRANSPORTATION OF PUPILS		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	275,967					275,967
350	Instructional - Other						0
360	Technical, Specialized and Service		3,059,215				3,059,215
370	Secretarial, Clerical and Other	56,280				43,229	99,509
390	Information Technology						0
	Total Salaries	332,247	3,059,215		0	43,229	3,434,691
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	51,499	454,132			17,282	522,913
5-6XX	SERVICES						
510	Professional, Technical and Specialized		44,509				44,509
520	Communications	2,171	7,395				9,566
540	Travel and Meetings						0
550	Transportation of Pupils		22,512	580			23,092
570	Printing and Binding	68					68
580	Insurance and Bond Premiums		105,863				105,863
590	Maintenance and Repair Services	843	140,292				141,135
610	Rentals						0
630	Advertising						0
640	Dues and Fees						0
650	Professional and Staff Development	750					750
680	Information Technology Services						0
	Total Services	3,832	320,571	580	0	0	324,983
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	13,777	1,143,081				1,156,858
740	Curricular and Media Materials						0
760	Minor Equipment		31,670				31,670
780	Information Technology Equipment	2,993	2,154				5,147
	Total Supplies, Materials and Minor Equipment	16,770	1,176,905		0	0	1,193,675
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge						0
	Total Transfers	0	0	0	0	0	0
	TOTALS	404,348	5,010,823	580	0	60,511	5,476,262



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

For the Year Ended June 30, 2023

<b>OPERATIONS AND MAINTENANCE</b>		10	20	50	70	80	
CODE	OBJECT \ PROGRAM	ADMINISTRATION	SCHOOL BUILDINGS MAINTENANCE	SCHOOL BUILDINGS REPAIRS AND REPLACEMENTS	OTHER BUILDINGS	GROUND	TOTALS
3XX	SALARIES						
320	Executive, Managerial and Supervisory	830,111					830,111
360	Technical, Specialized and Service		9,745,966		114,324		9,860,290
370	Secretarial, Clerical and Other	149,729					149,729
390	Information Technology						0
	Total Salaries	979,840	9,745,966	0	114,324	0	10,840,130
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	146,399	1,573,520		17,657		1,737,576
5-6XX	SERVICES						
510	Professional, Technical and Specialized	323	260,075		3,430	66,067	329,895
520	Communications	4,563	131,921		4,662		141,146
530	Utility Services		4,737,666		170,460		4,908,126
540	Travel and Meetings	16,340					16,340
570	Printing and Binding	61					61
580	Insurance and Bond Premiums		620,168				620,168
590	Maintenance and Repair Services	470	2,076,248	332,993	88,459	612,181	3,110,351
610	Rentals						0
620	Property Taxes		251,296		25,939		277,235
630	Advertising					2,541	2,541
640	Dues and Fees						0
650	Professional and Staff Development	1,394					1,394
680	Information Technology Services		140,108				140,108
	Total Services	23,151	8,217,482	332,993	292,950	680,789	9,547,365
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	13,919	1,249,507		32,934		1,296,360
740	Curricular and Media Materials						0
760	Minor Equipment		121,355		108		121,463
780	Information Technology Equipment	1,829	8,100				9,929
	Total Supplies, Materials and Minor Equipment	15,748	1,378,962	0	33,042	0	1,427,752
96X-99	TRANSFERS						
999	Recharge						0
	TOTALS	1,165,138	20,915,930	332,993	457,973	680,789	23,552,823

**OPERATING FUND - DETAIL OF TRANSFERS  
TO (FROM) CAPITAL FUND**

For the Year Ended June 30, 2023

**Transfers To Capital Fund**

Category "D" School Buildings	-
Bus Reserve	-
Bus Purchases	286,061
Other Vehicles	43,445
Furniture/Fixtures & Equipment	129,690
Computer Hardware & Software	1,664,848
Assets Under Construction	-
Other:	
Capital Projects -Special Project	418,377


2,542,421

**Less: Transfers From Capital Fund**

-

0

**Net Transfers To (From) Capital Fund**2,542,421

**CAPITAL FUND SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2023	2022
<b>Financial Assets</b>		
Cash and Bank	7,366,397	21,780,199
Due from		
- Provincial Government	1,216,463	1,235,927
- Federal Government	35,810	36,442
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	336,506	336,503
Accounts Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>8,955,176</u>	<u>23,389,071</u>
<b>Liabilities</b>		
Overdraft	-	-
Accounts Payable	1,946,741	1,075,305
Accrued Liabilities	1,091,493	414,402
Accrued Interest Payable	1,216,463	1,235,927
Due to		
- Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	317,813	419,491
Borrowings from the Provincial Government	113,729,427	102,765,378
Other Borrowings	3,674,303	5,248,118
Asset Retirement Obligations	8,967,709	9,702,351
	<u>130,943,949</u>	<u>120,860,972</u>
<b>Net Assets (Debt)</b>	<u>(121,988,773)</u>	<u>(97,471,901)</u>
<b>Non-Financial Assets</b>		
Net Tangible Capital Assets	<u>141,947,784</u>	<u>117,215,125</u>
<b>Accumulated Surplus / Equity *</b>	<u>19,959,011</u>	<u>19,743,224</u>
* Comprised of:		
Reserve Accounts	336,504	336,504
Equity in Tangible Capital Assets	<u>19,622,507</u>	<u>19,406,720</u>
	<u>19,959,011</u>	<u>19,743,224</u>

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

For the Year Ended June 30

	2023	2022
<b>Revenue</b>		
Provincial Government		
Grants		1,478
Debt Servicing - Principal	5,799,750	4,976,222
- Interest	3,596,195	2,834,713
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	101,678	213,551
MB Hydro Grant (now Efficiency Manitoba)	187,093	-
Gain / (Loss) on Disposal of Capital Assets	1,085	4,295
Gain on receipt of Modular classroom	403,040	-
Interest	386,283	-
	-	-
	386,283	-
	10,475,124	8,030,259
<b>Expenses</b>		
Amortization	8,691,528	7,900,881
Interest on Borrowings from the Provincial Government	3,596,194	2,820,647
Other Interest	117,978	121,286
Other Capital Items	(33,317)	(4,455)
Accretion and measurement change	429,375	(190,561)
	12,801,758	10,647,798
Current Year Surplus / (Deficit)	(2,326,634)	(2,617,539)
Net Transfers from (to) Operating Fund	2,542,421	1,778,886
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	215,787	(838,653)
Opening Accumulated Surplus / Equity	19,743,224	27,999,614
Adjustments:		
Tangible Cap. Assets and Accum. Amort.	-	2,631,366
ARO Liability Balance for Prior Years	-	(10,049,103)
	-	-
Opening Accumulated Surplus / Equity as adjusted	19,743,224	20,581,877
<b>Closing Accumulated Surplus / Equity</b>	19,959,011	19,743,224

**SCHEDULE OF TANGIBLE CAPITAL ASSETS**

at June 30, 2023

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2023 TOTALS	2022 TOTALS
	School	Non-School									
<b>Tangible Capital Asset Cost</b>											
Opening Cost, as previously reported	196,547,825	6,717,827	10,569,569	529,268	2,383,380	10,774,273	1,878,287	3,016,292	11,359,533	243,776,254	225,123,410
Adjustments	(1,544,277)	(20,622)	-	-	-	-	-	-	-	(1,564,899)	6,265,156
Opening Cost adjusted	195,003,548	6,697,205	10,569,569	529,268	2,383,380	10,774,273	1,878,287	3,016,292	11,359,533	242,211,355	231,388,566
Add:											
Additions during the year	25,749,004	-	286,060	44,542	127,658	(26,958)	17,620,041	75,735	(9,857,233)	34,018,849	14,321,015
Less:											
Disposals and write downs	-	-	-	13,481	-	103,381	-	-	-	116,862	1,933,327
Closing Cost	220,752,552	6,697,205	10,855,629	560,329	2,511,038	10,643,934	19,498,328	3,092,027	1,502,300	276,113,342	243,776,254
<b>Accumulated Amortization</b>											
Opening, as previously reported	105,073,834	5,268,969	6,687,058	456,321	1,337,984	4,795,151		2,941,812		126,561,129	116,803,594
Adjustments	(877,451)	(92,786)	-	-	-	-		-		(970,237)	3,633,790
Opening adjusted	104,196,383	5,176,183	6,687,058	456,321	1,337,984	4,795,151		2,941,812		125,590,892	120,437,384
Add:											
Current period Amortization	5,584,945	218,422	668,899	43,937	328,319	1,800,760		46,246		8,691,528	7,900,880
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	-	13,481	-	103,381		-		116,862	1,777,135
Closing Accumulated Amortization	109,781,328	5,394,605	7,355,957	486,777	1,666,303	6,492,530		2,988,058		134,165,558	126,561,129
<b>Net Tangible Capital Asset</b>	110,971,224	1,302,600	3,499,672	73,552	844,735	4,151,404	19,498,328	103,969	1,502,300	141,947,784	117,215,125
<b>Proceeds from Disposal of Capital Assets</b>	-	-	-	1,085	-	-				1,085	4,295

\* Includes network infrastructure.

**SCHEDULE OF CAPITAL RESERVE ACCOUNTS**  
**For the Year Ended June 30, 2023**

Fund Name >	Buses	Workplace Health & Safety Enhancements	MMC Addition	Transportation Building		Totals
Opening Balance, July 1, 2022	-	13,672	322,832	-	-	<b>336,504</b>
Additions: (Provide a description of each transaction)						
						-
						-
						-
						-
						-
						-
						-
						-
Total Additions	-	-	-	-	-	-
Withdrawals: (Provide a description of each transaction)						
						-
						-
						-
						-
						-
						-
						-
						-
Total Withdrawals	-	-	-	-	-	-
Closing Balance, June 30, 2023	-	13,672	322,832	-	-	<b>336,504</b>

## SPECIAL PURPOSE FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2023	2022
<b>Financial Assets</b>		
Cash and Bank	2,425,960	2,168,140
GST Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	2,425,960	2,168,140
<b>Liabilities</b>		
School Generated Funds Liability	2,041,845	1,888,307
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	2,041,845	1,888,307
<b>Accumulated Surplus *</b>	384,115	279,833
* Comprised of:		
School Generated Funds Accumulated Surplus	384,115	279,833
Other Funds Accumulated Surplus	-	-
<b>Accumulated Surplus *</b>	384,115	279,833

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

For the Year Ended June 30

	2023	2022
<b>Revenue</b>		
School Generated Funds	449,086	275,900
Other Funds	-	-
	-	-
	449,086	275,900
<b>Expenses</b>		
School Generated Funds	344,804	322,613
Other Funds	-	-
	-	-
	344,804	322,613
Current Year Surplus (Deficit)	104,282	(46,713)
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	104,282	(46,713)
Opening Accumulated Surplus	279,833	326,546
Adjustments: School Generated Funds	-	-
Other Funds	-	-
Opening Accumulated Surplus as adjusted	279,833	326,546
<b>Closing Accumulated Surplus</b>	<b>384,115</b>	<b>279,833</b>



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

### ENROLMENTS BY PROGRAM

F.T.E. Enrolment  
September 30, 2022

#### REGULAR INSTRUCTION

English Language - Single Track		8,217.0
Francais - Single Track		-
French Immersion - Single Track		1,516.5
Dual Track		
- English Language	3,808.0	
- Francais	-	
- French Immersion	1,942.0	
- Other Bilingual	551.0	6,301.0
Senior Years Technology Education		854.0

TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS		16,888.5
--	--	----------

### TRANSPORTATION OF PUPILS

TRANSPORTED STUDENTS (September 30)	3,782
TOTAL KILOMETERS - LOG BOOK (For the period ended June 30)	1,195,125
TOTAL KILOMETERS - BUS ROUTES (For the period ended June 30)	1,149,122
LOADED KILOMETERS (For the period ended June 30)	775,667

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)  
For the 2022/23 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	70.48	3.00	1.80	1.50	10.50	1.50	3.00	8.00	99.78
330 Instructional - Teaching	955.81	148.00	9.75	0.75		37.27			1,151.58
350 Instructional - Other	8.00	444.54		1.00		34.00			487.54
360 Technical, Specialized And Service	19.10	0.50			6.00	8.50	84.00	158.25	276.35
370 Secretarial, Clerical And Other	89.44	6.50	3.23		21.00	3.50	3.50	3.00	130.17
380 Clinician		33.07							33.07
390 Information Technology	11.00	1.00			2.00				14.00
TOTALS (excluding Trustees)	1,153.83	636.61	14.78	3.25	39.50	84.77	90.50	169.25	2,192.49
510 Contracted Clinicians (include private clinicians where possible)									
310 TRUSTEES									9.00

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

**Administration Costs**

Divisional Administration, Function 500	6,464,643
Less: Liability Insurance	165,016
Administration portion of self-funded expenses (see below)	0 *
Trustee election costs	253,493
	<u><b>6,046,134 (A)</b></u>

**Expense Base**

Total Operating Expenses	222,244,729
Plus: Transfers to Capital	2,542,421
Less: Adult Learning Centres, Function 300	1,522,647
	<u><b>223,264,503 (B)</b></u>

**Percentage (A) / (B)**
**2.71%**
**% increase in 2022/23 Special Requirement**
**2.00%** 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	263,018
Administration (deducted above)	550,297 *
Other: _____	-
_____	-
	<u><b>813,315</b></u>

Associated Revenue <sup>(2)</sup>
**-**
**Self-Administered Pension Plans**

Expenses (1)	
Administration (deducted above)	-
Other: _____	-
_____	-
	<u><b>0</b></u>

Associated Revenue <sup>(2)</sup>
**-**

(1) Incremental costs of the program.

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

## CALCULATION OF ALLOWABLE AND UNSUPPORTED EXPENSES

CALCULATION OF ALLOWABLE EXPENSES					REDUCTIONS TO EXPENSES			ALLOWABLE EXPENSES
FUNCTION / PROGRAM	TOTAL EXPENSES	ADJUSTMENTS TO EXPENSES	CATEGORICAL SUPPORT	OTHER PROGRAM SUPPORT	OTHER PROVINCIAL GOVERNMENT REVENUE	NON-PROVINCIAL SOURCES		
						TUITION, TRANSFER AND RESIDUAL FEES	OTHER	
		<<<< (from Appendix A) >>>>					<<<< (from Appendix B) >>>>	
210 - 260 Student Support Services	40,448,683	111,637	9,479,806	0	2,213,702	0	0	28,866,812
270 Counselling and Guidance	5,039,007	0	0	0	0	0	0	5,039,007
300 Adult Learning Centres	1,522,647				1,582,600	0	0	
400 Community Education and Services	1,429,760		235,271	0	416,855	0	503,352	
620 Library / Media Centre	4,750,928	0	0	0	0	0	0	4,750,928
630 Professional and Staff Development	1,716,029	0	0	0	0	0	0	1,716,029
800 Operations and Maintenance	23,552,823	432,351	0	0	0	0	179,374	23,805,800
ALLOCATED ADJUSTMENTS/REDUCTIONS		543,988	9,715,077	0	4,213,157	0	682,726	
UNALLOCATED ADJUSTMENTS/REDUCTIONS		1,668,916	7,410,677	773,132	14,957,297	1,581,905	1,061,306	(1)
TOTALS	78,459,877	2,212,904	17,125,754	773,132	19,170,454	1,581,905	1,744,032	64,178,576

OTHER FUNCTION/PROGRAMS EXPENSES143,784,852

TOTAL EXPENSES222,244,729

☐ OPEN OR CLOSE DETAIL

CALCULATION OF UNSUPPORTED EXPENSES	
OTHER FUNCTION/PROGRAMS EXPENSES	143,784,852
TOTAL ALLOWABLE EXPENSES	64,178,576
TOTAL UNALLOCATED ADJUSTMENTS/REDUCTIONS (from page 8)	(24,115,401)
Base Support (from page 8)	(50,369,239)
Formula Guarantee (from page 8)	0
SCHOOL BUS AMORTIZATION (from TCA Sched page 23)	668,899
TOTAL UNSUPPORTED EXPENSES	134,147,687

## APPENDIX A

OTHER PROGRAM SUPPORT:	
School Buildings Support: "D" Projects	459,420
Technology Education Equipment & Skills Strategy Equipment Enhancement	313,711
Other Minor Capital Support	0
Curricular Materials Prior Year Support	0
Finalization of Previous Year's support	1
<b>Amount carried forward to Allowable Expenses</b>	<b>773,132</b>

CALCULATION OF ALLOWABLE SCHOOL BUILDING SUPPORT "D" EXPENSES:	
Program 850 School Building Repairs & Replacements	332,993
PLUS: Capitalized Section "D" Expenses (net)	418,377
Grounds	-
LESS: Related revenue other than "D" Support	-
<b>Allowable Section "D" Expenses</b>	<b>(C) 751,370</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) 751,370</b>
(cannot be more than amount on line "C")	
Refer to page 2 of the Allowable Expenses Guide when completing this section.	

**CALCULATION OF ALLOWABLE EXPENSES**

## APPENDIX B

OTHER PROVINCIAL GOVERNMENT REVENUE:	Allocated	Unallocated	Total
Other Dept. of Education			
General Support Grant		3,125,065	3,125,065
Education Property Tax Credit		15,459,848	15,459,848
Tax Incentive Grant		729,966	729,966
Property Tax Offset Grant		3,820,370	3,820,370
All other	14,252,269		14,252,269
Other Provincial Government Departments	1,793,120		1,793,120
<b>Total Revenue</b>	<b>16,045,389</b>	<b>23,135,249</b>	<b>39,180,638</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.

<=No decimals!


**OTHER PROVINCIAL GOVERNMENT REVENUE:**

Total Revenue	39,180,638
Education Property Tax Credit	(15,459,848)
Tax Incentive Grant	(729,966)
Property Tax Offset Grant	(3,820,370)
PROVINCIAL REVENUE FOR EQUALIZATION	<b>19,170,454</b>
(to agree with Other Provincial Gov't Revenue on page 30)	

**NON-PROVINCIAL SOURCES:**

TOTAL ALLOCABLE FEES	<b>1,581,905</b>
(Tuition, Transfer and Residual Fees)	

TOTAL ALLOCABLE OTHER REVENUE	<b>1,744,032</b>
(to agree with total other revenue on page 30)	

<b>TOTAL ALLOCABLE NON-PROV. SOURCES</b>	<b>3,325,937</b>
--	------------------

NON-PROVINCIAL SOURCES:	Allocated	Unallocated	Total
Federal Government			
Tuition Fees	0		0
All other	598,724		598,724
Municipal Government			
Net Special Requirement		78,704,537	78,704,537
Other	0		0
Other School Divisions			
Tuition Fees	415,934		415,934
Transfer Fees	0		0
Residual Fees	0		0
All other	0		0
First Nations			
Tuition Fees	90,000		90,000
All other	0		0
Private Organizations and Individuals			
Tuition Fees	1,075,971		1,075,971
Ancillary Services	698,756		698,756
Other Sources			
Interest		363,872	363,872
Donations	309,653		309,653
Other	136,899		136,899
<b>Total Revenue</b>	<b>3,325,937</b>	<b>79,068,409</b>	<b>82,394,346</b>

No decimals!

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

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### 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, 2023

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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 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

June 30, 2023

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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.

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

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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.

*k) Asset Retirement Obligations*

Asset Retirement Obligations (ARO'S) are provisions for legal obligations for the retirement of the Division's tangible capital assets that are either in productive use or no longer in productive use.

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

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### k) *Asset Retirement Obligations (continued)*

An ARO liability is recognized when, as at the financial reporting date:

- a) There is a statutory, contractual, or legal obligation to incur retirement costs in relation to a tangible capital asset.
- b) The past transaction or event giving rise to the liability has occurred.
- c) It is expected that future economic benefits will be given up; and
- d) A reasonable estimate of the amount can be made.

Liabilities are recognized by the Division in the period in which an obligation arises for statutory, contractual, or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development, or normal operation of the tangible capital assets. The obligations are measured initially at management's best estimate of the present value of the estimated future cash flows required to settle the retirement obligation. For tangible capital assets that are still in productive use, there is a corresponding increase to the carrying value of the related tangible capital asset. For assets that are not recorded or are no longer in productive use, the liability is expensed in the period. In subsequent periods, the liability is accreted over time and adjusted for changes in the liability estimate, as applicable or timing of the future cash flows. The capitalized asset retirement costs are amortized on the same basis as the related asset and accretion expense is included in the Statement of Operations.

The Division has identified buildings containing asbestos requiring remediation upon decommissioning. The *Canadian Environmental Protection Act (CEPA)* governs the protection of the environment and human health with respect to hazardous waste such as asbestos. There are regulations specifically regarding the handling of asbestos, such as the "Prohibition of Asbestos and Products Containing Asbestos Regulations" which are published under the authority of CEPA. In addition, the Canada Occupational Health and Safety Regulations (10.26.1 Schedule, Division II- Hazardous Substances Other than Hazardous Products) outlines requirements for asbestos exposure control plans, as well as requirements on disposal of asbestos and decontamination.

The presence of asbestos is not a current health hazard, and there is no requirement to remove asbestos if it is contained and does not pose a public health risk.

Assessments are made prior to any construction or renovation as well as on a regular basis. Appropriate abatement would occur as required and with respect to compliance of relevant legislation and regulations.

### l) *Change in Accounting Policy*

As of July 1, 2022, the Division was required to adopt new accounting standard PS 3280 Asset Retirement Obligations. Adjustments were applied using the modified retroactive application. This standard requires recognition of a liability for the estimate of future cost of legal obligation associated with retirement of certain assets, adjusted for accumulated accretion, accumulated amortization on capitalized costs and an adjustment to opening balance of accumulated surplus/deficit.

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

### I) Change in Accounting Policy (continued)

Comparative figures as at and for the year ending June 30, 2022, have been restated. Overall, this resulted in a decrease in the opening Accumulated Surplus as at July 1, 2021 of \$7,417,737, which is reflected under Capital Fund activities (Note 16).

The impacts of these changes are as follows:

<u>July 1, 2021</u>	<u>Previously Reported</u>	<u>Adjustments</u>	<u>Restated</u>
	\$		
Financial Assets	53,997,994	-	\$ 53,997,994
Liabilities	131,747,914	10,049,103	141,797,017
Net Assets (Debt)	(77,749,920)	(10,049,103)	(87,799,023)
Non-Financial Assets	108,765,980	2,631,366	111,397,346
<b>Accumulated Surplus</b>	<b>31,016,060</b>	<b>(7,417,737)</b>	<b>23,598,323</b>
<u>June 30, 2022</u>	<u>Previously Reported</u>	<u>Adjustments</u>	<u>Restated</u>
Financial Assets	63,827,498	-	63,827,498
Liabilities	148,120,652	9,702,351	157,823,003
Net Assets (Debt)	(84,293,154)	(9,702,351)	(93,995,505)
Non-Financial Assets	115,487,745	2,224,568	117,712,313
<b>Accumulated Surplus</b>	<b>31,194,591</b>	<b>(7,477,783)</b>	<b>23,716,808</b>
Revenue	225,887,578	-	225,887,578
Expense	225,313,163	(60,046)	225,373,209
Current Year Surplus	574,415	(60,046)	514,369
Less: Non-vested Sick Leave Expense/Recovery	395,885	-	395,885
<b>Net Current Year Surplus (Deficit)</b>	<b>178,530</b>	<b>(60,046)</b>	<b>118,484</b>
Opening Accumulated Surplus	31,016,060	-	31,016,060
Adjustments:	-	(7,417,737)	(7,417,737)
Opening Accumulated Surplus, as adjusted	31,016,060	(7,417,737)	23,598,323
<b>Closing Accumulated Surplus</b>	<b>\$ 31,194,590</b>	<b>\$ (7,477,783)</b>	<b>\$ 23,716,807</b>

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

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*l) Change in Accounting Policy (continued)*

AROs relating to buildings are recognized at fair value in the period in which it incurs a legal obligation associated with retirement of that tangible capital asset. AROs are recognized as a liability and measured at present value of the Division's best estimate of future expenditures required to settle the obligation at the end of each fiscal year. The estimated fair value of the ARO is capitalized as part of the related tangible capital asset and amortized on the same basis as underlying asset. The ARO liability is adjusted for the passage of time, which is recognized as an accretion expense and any revisions to timing or amount of estimated liability. Actual costs are charged against the ARO to the extent of the liability recorded and may vary due to change in estimates or rates used. Differences between actual cost and liability would be recognized when the obligation is satisfied.

The Division's asset retirement obligation represents management's best estimate of present values of costs that are expected to be incurred for future remediation of asbestos present in the Division's buildings upon decommissioning.

The inflation and discount rates used to estimate the present value of the AROs for 2023 is 2.00% and 4.25% respectively (2022 are 2.00% and 3.20%). The useful life of AROs is estimated to be 25 years, with 2031 as the year of estimated cashflow. AROs are amortized on a straight-line basis over estimated useful life.

The estimated liability is the present value of the estimated future cash flows required to settle the asset retirement obligation is estimated at \$8,967,708.

	<b>2023</b>	<b>2022</b>
Balance, Beginning of year	\$ 9,702,351	\$ 10,049,103
Changes during the Year		
Estimated Liabilities Incurred	-	-
Estimated Liabilities Settled	(569,355)	-
Estimated Liabilities Disposed	-	(668,323)
Accretion Expense	388,801	321,571
Revisions in estimated Cashflows	(554,090)	-
<b>Closing Balance</b>	<b>\$ 8,967,707</b>	<b>\$ 9,702,351</b>

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

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### 3. EMPLOYEE FUTURE BENEFITS

An employee future benefit liability of \$559,479 (2022 - \$308,262) has been accrued as at June 30, 2023, 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 \$2,463,159 (2022 - \$2,601,674).

During the year ended June 30, 2023, the employer contributions to the Pension Plan for Non-Teaching Employees of Public School Boards in Manitoba amounted to \$3,019,566 (2022- \$2,986,696). This amount has been expensed in the Division's financial statements for the year ended June 30, 2023.

### 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:

	Balance at June 30, 2022	Additions in the period	Revenue recognized in the period	Balance at June 30, 2023
Province of MB – EPTC*	\$ -	\$ -	\$ -	\$ -
Province of MB – Other	933,363	856,302	1,355,157	<b>434,508</b>
Tuition Fees	1,312,238	1,392,046	1,312,238	<b>1,392,046</b>
Donated Capital Asset	419,492	317,813	419,492	<b>317,813</b>
Miscellaneous	249,445	413,886	411,442	<b>251,889</b>
	<b>\$ 2,914,538</b>	<b>\$ 2,980,047</b>	<b>\$ 3,498,329</b>	<b>\$ 2,396,256</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 \$2,041,845 (2022 - \$1,888,307).

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

### 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 2023 to 2043. Payment of principal and interest is funded entirely by grants from the Province of Manitoba. The debentures carry interest rates that range from 2.38% to 6.38%. Debenture interest expense payable as at June 30, 2023, 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:

	Principal	Interest	Total
2024	\$ 6,296,020	\$ 4,165,547	\$ 10,461,567
2025	6,321,848	3,916,609	10,238,458
2026	6,337,157	3,670,772	10,007,929
2027	6,450,774	3,428,239	9,879,013
2028	6,598,488	3,182,296	9,780,785
	<u>\$ 32,004,287</u>	<u>\$ 18,363,463</u>	<u>\$ 50,367,752</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 1.81% to 4.10% per annum and have lease terms that expire between 2023 to 2026. 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:

	Principal	Interest	Total
2024	\$ 1,553,442	\$ 79,460	\$ 1,632,902
2025	1,143,515	41,528	1,185,043
2026	808,871	20,625	829,496
2027	168,475	1,702	170,177
	<u>\$ 3,674,303</u>	<u>\$ 143,315</u>	<u>\$ 3,817,618</u>

There are no debentures for self-funded capital projects at this time.

### 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 \$947 (2022 - \$7,820). 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, 2023 are \$10,643,934, \$6,492,530 and \$4,151,404 respectively.

**RIVER EAST TRANSCONA SCHOOL DIVISION**  
**Notes to Consolidated Financial Statements**  
June 30, 2023

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**9. ACCUMULATED SURPLUS**

The consolidated accumulated surplus is comprised of the following:

	<u><b>2023</b></u>	<u><b>2022</b></u>
Operating Fund		
Designated Surplus	\$ <b>699,854</b>	\$ 4,112,089
Undesignated Surplus	<b>1,885,286</b>	2,339,527
Non-Vested Sick Leave	<b>(2,463,158)</b>	(2,601,674)
	<u><b>\$ 121,982</b></u>	<u>\$ 3,849,942</u>
Capital Fund		
Reserve Accounts	\$ <b>336,504</b>	\$ 336,504
Equity in Tangible Capital Assets	<b>19,622,507</b>	19,406,720
	<u><b>\$ 19,959,011</b></u>	<u>\$ 19,743,224</u>
Special Purpose Fund		
School Generated Funds	<u><b>\$ 384,115</b></u>	<u>\$ 279,833</u>
Total Accumulated Surplus	<u><b>\$ 20,465,109</b></u>	<u>\$ 23,873,000</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.

	<u><b>2023</b></u>	<u><b>2022</b></u>
Board approved appropriation by motion	\$ -	\$ 3,614,261
School budget carryovers by board policy	<b>699,854</b>	497,828
Designated surplus	<u><b>\$ 699,854</b></u>	<u>\$ 4,112,089</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.



# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

### 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 2022 tax year and 60% from 2023 tax year. Below are the related revenue and receivable amounts:

	<u>2023</u>	<u>2022</u>
Revenue-Municipal Government-Property Tax	<u>\$ 78,704,537</u>	<u>\$ 74,370,775</u>
Receivable-Due from Municipal Government-Property Tax	<u>\$ 46,893,184</u>	<u>\$ 44,920,226</u>

### 11. INTEREST RECEIVED AND PAID

The Division received interest during the year of \$772,668 (2022 - \$51,364).

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

	<u>2023</u>	<u>2022</u>
Operating Fund		
Fiscal-Short Term Loan, Interest and Bank Charges	<u>\$ 200,663</u>	<u>\$ 89,154</u>
Capital Fund		
Debenture Debt Interest	<u>\$ 3,596,194</u>	<u>\$ 2,820,647</u>
Interest on Obligation under Capital Lease	<u>117,978</u>	<u>121,286</u>
Other Interest	<u>0</u>	<u>0</u>
	<u>\$ 3,714,172</u>	<u>\$ 2,941,933</u>
Total Fiscal – Interest	<u>\$ 3,914,835</u>	<u>\$ 3,031,087</u>

The accrued portion of debenture debt interest expense at June 30, 2023 of \$1,216,463 (2022- \$1,325,927) included under the Capital Fund-Debenture debt interest, is offset by an accrual of the debt servicing grant from the Province of Manitoba.

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

### 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</u> <u>2023</u>	<u>Budget</u> <u>2023</u>	<u>Actual</u> <u>2022</u>
Salaries	\$ 178,506,756	\$ 174,686,149	\$ 170,381,653
Employees benefits & allowances	14,546,685	12,408,132	13,695,764
Services	16,210,785	14,934,541	14,750,470
Supplies, materials, minor equipment	8,550,187	9,260,359	11,064,327
Payroll tax	3,687,269	3,671,000	3,655,177
Interest and bank charges	3,914,835	59,000	3,031,087
Other operating expenses	27,336	57,800	31,450
	<u>225,443,853</u>	<u>215,076,981</u>	<u>216,609,928</u>
School Divisions	515,048		578,611
Amortization	8,691,528		7,900,881
Accretion and measurement change	429,375		(190,561)
Other capital items	(33,317)		(4,455)
School generated funds	344,804		322,613
	<u>\$ 235,391,291</u>	<u>\$ 215,076,981</u>	<u>\$ 225,217,017</u>

### 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, 2023, the amount of this special levy was \$735,856 (2022 - \$1,455,088). 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>2023</u>	<u>2022</u>
<u>Scholarship Funds</u>		
Balance, beginning of year	\$ 283,476	\$ 265,316
Cash contributions received during the year	20,221	34,066
Interest income	10,996	1,581
Scholarships awarded	(14,542)	(17,485)
Balance, end of year	<u>\$ 300,151</u>	<u>\$ 283,478</u>
<u>Assets</u>		
Cash and investments	\$ 308,425	\$ 288,881
Accounts Payable	(8,274)	(5,403)
Balance end of year	<u>\$ 300,151</u>	<u>\$ 283,478</u>

# RIVER EAST TRANSCONA SCHOOL DIVISION

## Notes to Consolidated Financial Statements

June 30, 2023

### 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>2023</u>	<u>2022</u>
Cash	\$ -	\$ -
Due from – Provincial Government	4,992,791	18,148,945
– Federal Government	512,798	434,975
– Municipal Government	46,893,184	44,920,226
– Other School Divisions	9,604	-
– First Nations	56,400	19,975
Accounts Receivable	2,866,662	303,377

The Division's accounts receivable consists 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.

#### 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	\$ 4,703,902	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	33,314,062	-	-	-	-	-
Due to Governments	-	-	-	-	-	-
Debenture debt	6,296,020	6,321,848	6,337,147	6,450,774	6,598,488	81,725,138
Other borrowings	1,553,442	1,143,515	808,871	168,475	-	-

# **RIVER EAST TRANSCONA SCHOOL DIVISION**

## **Notes to Consolidated Financial Statements**

June 30, 2023

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

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.

## 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  
Colleen Carswell



Secretary-Treasurer  
Elise Downey