

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

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

June 30, 2021

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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, 2021, 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, 2021 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 19, 2021

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

October 19, 2021

A handwritten signature in blue ink, appearing to read "J. Schankel", written over a horizontal line.

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 2020/21 School Year) of the River East Transcona School Division as at September 30, 2020. 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, 2020 in accordance with the Public Schools Enrolment and Categorical Grants Reporting for the 2020/21 School Year referred to above.

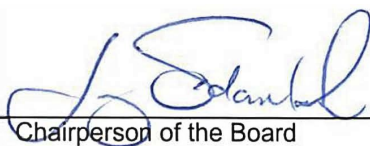


Auditor

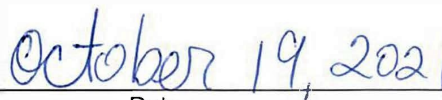
October 19, 2021

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

MANAGEMENT REPORT

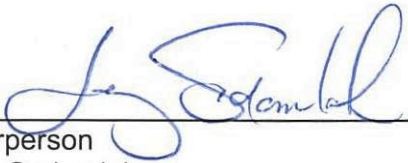
Management's Responsibility for the Financial Statements

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 are 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		2021	2020
	Financial Assets		
	Cash and Bank	5,343,844	4,766,883
	Due from - Provincial Government	6,372,777	4,364,578
	- Federal Government	760,150	399,252
	- Municipal Government	41,290,588	41,106,406
	- Other School Divisions	-	-
	- First Nations	12,925	56,350
	Accounts Receivable	217,710	201,260
	Accrued Investment Income	-	-
	Portfolio Investments	-	-
		<u>53,997,994</u>	<u>50,894,729</u>
	Liabilities		
	Overdraft	-	-
	Accounts Payable	4,215,654	4,176,883
	Accrued Liabilities	29,721,923	28,863,418
*	Employee Future Benefits	2,508,662	1,929,386
	Accrued Interest Payable	1,326,289	1,118,419
	Due to - Provincial Government	8,902	4,233
	- Federal Government	18,502	17,825
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	-	-
*	Deferred Revenue	3,288,199	7,909,556
*	Borrowings from the Provincial Government	84,113,099	58,978,566
*	Other Borrowings	4,564,312	4,241,945
	School Generated Funds Liability	<u>1,982,372</u>	<u>2,105,631</u>
		<u>131,747,914</u>	<u>109,345,862</u>
	Net Assets (Debt)	<u>(77,749,920)</u>	<u>(58,451,133)</u>
	Non-Financial Assets		
*	Net Tangible Capital Assets (TCA Schedule)	108,319,816	96,858,776
	Inventories	67,981	-
	Prepaid Expenses	<u>378,183</u>	<u>326,548</u>
		<u>108,765,980</u>	<u>97,185,324</u>
*	Accumulated Surplus	<u>31,016,060</u>	<u>38,734,191</u>

See accompanying notes to the Financial Statements

CONSOLIDATED STATEMENT OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS

For the Year Ended June 30

Notes		2021	2020
	Revenue		
	Provincial Government	143,388,076	135,178,888
	Federal Government	458,960	474,765
	Municipal Government - Property Tax	70,546,166	68,348,034
	- Other	-	-
	Other School Divisions	474,440	576,940
	First Nations	111,625	155,250
	Private Organizations and Individuals	529,150	1,628,227
	Other Sources	848,775	660,579
	School Generated Funds	186,376	543,411
	Other Special Purpose Funds	-	-
		<u>216,543,568</u>	<u>207,566,094</u>
	Expenses		
	Regular Instruction	119,927,679	111,277,461
	Student Support Services	40,266,572	35,796,865
	Adult Learning Centres	1,566,099	1,527,458
	Community Education and Services	1,069,485	1,223,701
	Divisional Administration	8,410,946	5,592,285
	Instructional and Other Support Services	8,383,190	7,794,753
	Transportation of Pupils	4,602,285	3,936,822
	Operations and Maintenance	24,728,602	21,871,579
*	Fiscal - Interest	2,784,834	2,641,714
	- Other	3,556,549	3,229,782
	Amortization	8,235,387	8,031,570
	Other Capital Items	59,399	147,987
	School Generated Funds	191,257	590,427
	Other Special Purpose Funds	-	-
		<u>223,782,284</u>	<u>203,662,404</u>
	Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(7,238,716)</u>	<u>3,903,690</u>
	Less: Non-vested Sick Leave Expense (Recovery)	<u>479,414</u>	<u>(85,864)</u>
	Net Current Year Surplus (Deficit)	<u>(7,718,130)</u>	<u>3,989,554</u>
	Opening Accumulated Surplus	38,734,190	34,744,636
	Adjustments: Tangible Cap. Assets and Accum. Amort.	-	-
	Other than Tangible Cap. Assets	-	-
	Non-vested sick leave - prior years	-	-
	Opening Accumulated Surplus, as adjusted	<u>38,734,190</u>	<u>34,744,636</u>
	Closing Accumulated Surplus	<u>31,016,060</u>	<u>38,734,190</u>

See accompanying notes to the Financial Statements

* NOTE REQUIRED

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended June 30, 2021

	2021	2020
Net Current Year Surplus (Deficit)	<u>(7,718,130)</u>	<u>3,989,554</u>
Amortization of Tangible Capital Assets	8,235,387	8,031,570
Acquisition of Tangible Capital Assets	(19,696,427)	(14,356,510)
(Gain) / Loss on Disposal of Tangible Capital Assets	(3,467)	(13,886)
Proceeds on Disposal of Tangible Capital Assets	<u>3,467</u>	<u>13,886</u>
	<u>(11,461,040)</u>	<u>(6,324,940)</u>
Inventories (Increase)/Decrease	(67,981)	-
Prepaid Expenses (Increase)/Decrease	<u>(51,635)</u>	<u>117,232</u>
	<u>(119,616)</u>	<u>117,232</u>
(Increase)/Decrease in Net Debt	<u>(19,298,786)</u>	<u>(2,218,154)</u>
Net Debt at Beginning of Year	(58,451,133)	(56,232,980)
Adjustments Other than Tangible Cap. Assets	<u>-</u>	<u>-</u>
	<u>(58,451,133)</u>	<u>(56,232,980)</u>
Net Assets (Debt) at End of Year	<u><u>(77,749,919)</u></u>	<u><u>(58,451,134)</u></u>

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2021

	2021	2020
Operating Transactions		
Net Current Year Surplus (Deficit)	(7,718,130)	3,989,554
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	8,235,387	8,031,570
(Gain)/Loss on Disposal of Tangible Capital Assets	(3,467)	(13,886)
Employee Future Benefits Increase/(Decrease)	579,276	(248,030)
Due from Other Organizations (Increase)/Decrease	(2,509,854)	(1,383,868)
Accounts Receivable & Accrued Income (Increase)/Decrease	(16,450)	16,334
Inventories and Prepaid Expenses - (Increase)/Decrease	(119,616)	117,232
Due to Other Organizations Increase/(Decrease)	5,346	(3,966)
Accounts Payable & Accrued Liabilities Increase/(Decrease)	1,105,146	7,237,920
Deferred Revenue Increase/(Decrease)	(4,621,357)	(2,625,843)
School Generated Funds Liability Increase/(Decrease)	(123,259)	307,543
Adjustments Other than Tangible Cap. Assets	-	-
Cash Provided by (Applied to) Operating Transactions	(5,186,978)	15,424,560
Capital Transactions		
Acquisition of Tangible Capital Assets	(19,696,427)	(14,356,510)
Proceeds on Disposal of Tangible Capital Assets	3,467	13,886
Cash Provided by (Applied to) Capital Transactions	(19,692,960)	(14,342,624)
Investing Transactions		
Portfolio Investments (Increase)/Decrease	-	-
Cash Provided by (Applied to) Investing Transactions	-	-
Financing Transactions		
Borrowings from the Provincial Government Increase/(Decrease)	25,134,533	1,733,137
Other Borrowings Increase/(Decrease)	322,367	286,373
Cash Provided by (Applied to) Financing Transactions	25,456,900	2,019,510
Cash and Bank / Overdraft (Increase)/Decrease	576,962	3,101,446
Cash and Bank (Overdraft) at Beginning of Year	4,766,883	1,665,436
Cash and Bank (Overdraft) at End of Year	5,343,845	4,766,882

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2021	2020
Financial Assets		
Cash and Bank	28,206	9,039,021
Due from		
- Provincial Government	5,046,488	3,246,159
- Federal Government	687,290	384,824
- Municipal Government	41,290,588	41,106,406
- Other School Divisions	-	-
- First Nations	12,925	56,350
- Other Funds	-	-
Accounts Receivable	217,710	201,260
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>47,283,207</u>	<u>54,034,020</u>
Liabilities		
Overdraft	5,640,487	-
Accounts Payable	3,423,249	3,268,986
Accrued Liabilities	29,092,367	28,553,210
Employee Future Benefits	2,508,662	1,929,386
Accrued Interest Payable	-	-
Due to		
- Provincial Government	8,902	4,233
- Federal Government	18,502	17,825
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	1,570,949	1,843,810
Deferred Revenue	2,776,353	7,425,133
Other Borrowings	-	-
	<u>45,039,471</u>	<u>43,042,583</u>
Net Financial Assets (Net Debt)	<u>2,243,736</u>	<u>10,991,437</u>
Non-Financial Assets		
Inventories	67,981	-
Prepaid Expenses	378,183	326,548
	<u>446,164</u>	<u>326,548</u>
Accumulated Surplus (Deficit)	<u>2,689,900</u>	<u>11,317,985</u>

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

For the Year Ended June 30

	2021 Actual	2021 Budget	2020 Actual
Revenue			
Provincial Government - Core	136,845,454	127,760,497	128,951,178
Federal Government	458,960	-	474,765
Municipal Government - Property Tax	70,546,166	70,365,151	68,348,034
- Other	-	-	-
Other School Divisions	474,440	215,000	576,940
First Nations	111,625	-	155,250
Private Organizations and Individuals	529,150	480,000	1,628,227
Other Sources	722,483	431,900	504,516
	<u>209,688,278</u>	<u>199,252,548</u>	<u>200,638,910</u>
Expenses			
Regular Instruction	119,927,679	114,274,636	111,277,461
Student Support Services	40,266,572	36,939,243	35,796,865
Adult Learning Centres	1,566,099	-	1,527,458
Community Education and Services	1,069,485	582,788	1,223,701
Divisional Administration	8,410,946	5,049,291	5,592,285
Instructional and Other Support Services	8,383,190	8,791,747	7,794,753
Transportation of Pupils	4,602,285	5,008,896	3,936,822
Operations and Maintenance	24,728,602	22,422,447	21,871,579
Fiscal	3,580,869	3,464,000	3,272,402
	<u>212,535,727</u>	<u>196,533,048</u>	<u>192,293,326</u>
Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(2,847,449)</u>	<u>2,719,500</u>	<u>8,345,584</u>
Less: Non-vested Sick Leave Expense (Recovery)	<u>479,414</u>		<u>(85,864)</u>
Current Year Surplus (Deficit) after Non-vested Sick Leave	<u>(3,326,863)</u>	<u>2,719,500</u>	<u>8,431,448</u>
Net Transfers from (to) Capital Fund	<u>(5,301,222)</u>	<u>(2,719,500)</u>	<u>(3,918,363)</u>
Transfers from Special Purpose Funds	<u>-</u>		<u>-</u>
Net Current Year Surplus (Deficit)	<u>(8,628,085)</u>	<u>0</u>	<u>4,513,085</u>
Opening Accumulated Surplus (Deficit)	11,317,985		6,804,900
Adjustments: Liability for Contaminated Sites	-		-
	-		-
Non-vested sick leave - prior years	-		-
Opening Accumulated Surplus (Deficit), as adjusted	<u>11,317,985</u>		<u>6,804,900</u>
Closing Accumulated Surplus (Deficit)	<u>2,689,900</u>		<u>11,317,985</u>

OPERATING FUND - REVENUE DETAIL PROVINCE OF MANITOBA

For the Year Ended June 30, 2021

Funding of Schools Program

Base Support		
Instructional Support	30,932,782	
Additional Instructional Support for Small Schools	-	
Sparsity		
Curricular Materials	1,106,519	
Information Technology	995,243	
Library Services	1,476,812	
Student Services	5,419,863	
Counselling and Guidance	1,332,341	
Professional Development	626,040	
Physical Education	337,400	
Occupancy	6,846,840	49,073,840
Categorical Support		
Transportation	1,925,943	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,203,923	
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	1,064,325	
Indigenous Academic Achievement (including BSSIP)	864,000	
Indigenous and International Languages	52,481	
French Language Education	823,930	
Small Schools	-	
Enrolment Change Support	316,738	
Northern Allowance	-	
Early Childhood Development Initiative	231,773	
Literacy and Numeracy	1,410,684	
Education for Sustainable Development	29,400	16,952,851
Equalization		28,136,982
Additional Equalization		3,036,165
Adjustment for Days Closed		-
Formula Guarantee		-
Other Program Support		
School Buildings Support: "D" Projects	462,540	
Technology Education Equipment Replacement	233,700	
Skills Strategy Equipment Enhancement	166,086	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	-	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	862,326
		<u>98,062,164</u>

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

For the Year Ended June 30, 2021

Other Department of Education

Non-Resident	-	
Special Needs	-	
Institutional Programs	-	
Nursing Supports (URIS)	425,813	
Substitute Fees	-	
General Support Grant	3,241,291	
Education Property Tax Credit	23,600,387	
Tax Incentive Grant	730,591	
Early Years Enhancement Grant	1,373,864	
Community Schools	132,230	
Healthy Schools Initiative	51,933	
Learning to Age 18 Coordinator	77,820	
Other: COVID Support (Safe School Restart and Contingency)	6,191,477	
Personal Protective Equipment (PPE) Grant Transfer	343,053	
German Language Grant	3,000	
French Second Lanaguage Revitalization	28,539	
Career Initiative	131,427	
Reading Initiative	3,558	
Reading (Prov)	4,076	
John G Stewart	475,000	
Shared Services	190,128	
		37,004,187

Other Provincial Government Departments (Not including GBE's)

Employment Programs	-	
Adult Learning Centres	1,580,814	
Other: Urban Green Team	75,490	
Healthy Child	97,889	
Healthy Baby	24,910	
Lighthouse	-	
Miscellaneous	-	
		1,779,103

Funding of Schools Program (previous page)

98,062,164

TOTAL PROVINCIAL GOVERNMENT REVENUE

136,845,454

OPERATING FUND - REVENUE DETAIL **NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2021

Federal Government

Tuition Fees		-	
Transportation of Pupils		-	
French Language Monitor		-	
English as an Additional Language (Adults)		-	
Other:	Settlement Grant	458,960	
			458,960

Municipal Government

Special Requirement	94,877,144		
Less: Education Property Tax Credit	(23,600,387)		
Less: Tax Incentive Grant	(730,591)	70,546,166	
Other:			70,546,166

Other School Divisions

Tuition Fees		418,600	
Transfer Fees		-	
Residual Fees		55,840	
Transportation of Pupils		-	
Other:		-	
			474,440

First Nations

Tuition Fees		111,625	
Transportation of Pupils		-	
Other:		-	
			111,625

Private Organizations and Individuals (Includes GBE's)

Regular Tuition			
International Tuition		434,113	
Continuing Education		18,452	
Other Tuition:		-	
Food Service		-	
Government Business Enterprises (GBE's)		-	
Other:	Vocational Shops	31,135	
	Building Rental	46,537	
	Transportation User Fee	(1,087)	
			529,150

Other Sources

Interest		73,485	
Donations		71,012	
Other:	Miscellaneous	577,986	
			722,483

TOTAL NON-PROVINCIAL GOVERNMENT REVENUE

72,842,824

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	2021	2020
	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	103,774,411	35,448,393	1,176,054	859,425	3,690,975	6,675,921	3,245,613	11,638,338		166,509,130	156,298,385
Employees Benefits and Allowances	6,145,209	3,297,910	84,789	53,324	413,093	509,419	445,479	1,652,100		12,601,323	10,910,179
Services	1,672,868	1,165,052	226,957	21,970	1,666,358	743,506	219,509	9,438,289		15,154,509	14,539,348
Supplies, Materials and Minor Equipment	7,778,143	355,217	78,299	134,766	2,640,520	424,344	691,684	1,999,875		14,102,848	6,554,230
Interest and Bank Charges									24,320	24,320	42,620
Bad Debt Expense									-	0	0
Transfers	557,048	-	-	-	-	30,000	-	-	(PAYROLL TAX) 3,556,549	4,143,597	3,948,564
TOTALS	119,927,679	40,266,572	1,566,099	1,069,485	8,410,946	8,383,190	4,602,285	24,728,602	3,580,869	212,535,727	192,293,326

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100

For the Year Ended June 30, 2021

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	8,608,983						8,608,983
330 Instructional - Teaching	14,412	52,581,039		7,259,289	27,065,772	2,494,070	89,414,582
350 Instructional - Other		263,533		50,283	219,961		533,777
360 Technical, Specialized and Service	340,805	127,835				226,090	694,730
370 Secretarial, Clerical and Other	3,539,976						3,539,976
390 Information Technology	982,363						982,363
Total Salaries	13,486,539	52,972,407	0	7,309,572	27,285,733	2,720,160	103,774,411
4XX EMPLOYEES BENEFITS AND ALLOWANCES	1,022,648	3,117,748		381,658	1,461,885	161,270	6,145,209
5-6XX SERVICES							
510 Professional, Technical and Specialized	3,468	54,425		2,157	7,441	1,987	69,478
520 Communications	210,829	16,491		37	598		227,955
540 Travel and Meetings	14,766	8,347		631	424	441	24,609
560 Tuition							0
570 Printing and Binding				1,133	2,983		4,116
580 Insurance and Bond Premiums		314					314
590 Maintenance and Repair Services	8,493	316,469		53,446	129,571	51,008	558,987
610 Rentals							0
630 Advertising							0
640 Dues and Fees		9,087			409		9,496
650 Professional and Staff Development	1,359						1,359
680 Information Technology Services	239,249	536,994			311		776,554
Total Services	478,164	942,127	0	57,404	141,737	53,436	1,672,868
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710 Supplies	3,059	1,808,449		98,408	619,196	243,246	2,772,358
740 Curricular and Media Materials	10,041	973,809		109,004	284,672	26,085	1,403,611
760 Minor Equipment	1,923	976,093		65,192	197,335	114,538	1,355,081
780 Information Technology Equipment	3,280	2,176,084		968	66,150	611	2,247,093
Total Supplies, Materials and Minor Equipment	18,303	5,934,435	0	273,572	1,167,353	384,480	7,778,143
96X-99 TRANSFERS							
960 School Divisions		478,450		46,749	24,700	6,449	556,348
980 Organizations and Individuals		700					700
Total Transfers	0	479,150	0	46,749	24,700	6,449	557,048
TOTALS	15,005,654	63,445,867	0	8,068,955	30,081,408	3,325,795	119,927,679

* 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, 2021

STUDENT SUPPORT SERVICES		10	30	40	50	60	70	
		ADMINISTRATION /CO-ORDINATION	CLINICAL AND RELATED SERVICES	SPECIAL PLACEMENT	REGULAR PLACEMENT	RESOURCE SERVICES	COUNSELLING AND GUIDANCE	TOTALS
CODE	OBJECT \ PROGRAM							
3XX	SALARIES							
320	Executive, Managerial and Supervisory	457,630	32,804					490,434
330	Instructional - Teaching	230,549		54,311	2,016,072	8,808,078	4,255,572	15,364,582
350	Instructional - Other			1,311,990	14,261,394	706,012		16,279,396
360	Technical, Specialized and Service							0
370	Secretarial, Clerical and Other	199,481	6,000					205,481
380	Clinician		3,062,786					3,062,786
390	Information Technology	45,714						45,714
	Total Salaries	933,374	3,101,590	1,366,301	16,277,466	9,514,090	4,255,572	35,448,393
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	61,158	158,230	219,290	2,136,975	523,427	198,830	3,297,910
5-6XX	SERVICES							
510	Professional, Technical and Specialized	5,664	318,176	622,459	3,861	163,182		1,113,342
520	Communications	1,829	3,516		98			5,443
540	Travel and Meetings	1,465	19,383			10,090		30,938
560	Tuition							0
570	Printing and Binding	628	172		15		60	875
580	Insurance and Bond Premiums							0
590	Maintenance and Repair Services	199	4,153	1,080	41	1,710	198	7,381
610	Rentals		413					413
630	Advertising							0
640	Dues and Fees	2,562	350					2,912
650	Professional and Staff Development	3,748						3,748
680	Information Technology Services							0
	Total Services	16,095	346,163	623,539	4,015	174,982	258	1,165,052
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	7,150	169,262		119,641	2,586	444	299,083
740	Curricular and Media Materials	926	7,441		6,042	3,740		18,149
760	Minor Equipment		469		30,663	927		32,059
780	Information Technology Equipment				5,926			5,926
	Total Supplies, Materials and Minor Equipment	8,076	177,172	0	162,272	7,253	444	355,217
96X-99	TRANSFERS							
960	School Divisions							0
980	Organizations and Individuals							0
	Total Transfers	0	0	0	0			0
	TOTALS	1,018,703	3,783,155	2,209,130	18,580,728	10,219,752	4,455,104	40,266,572

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300

For the Year Ended June 30, 2021

ADULT LEARNING CENTRES		10	20	
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	TOTALS
3XX	SALARIES			
320	Executive, Managerial and Supervisory	134,625		134,625
330	Instructional - Teaching		886,192	886,192
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	155,237		155,237
390	Information Technology			0
	Total Salaries	289,862	886,192	1,176,054
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	33,103	51,686	84,789
5-6XX	SERVICES			
510	Professional, Technical and Specialized		4,550	4,550
520	Communications	566	4,778	5,344
530	Utility Services			0
540	Travel and Meetings		939	939
560	Tuition			0
570	Printing and Binding		9	9
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		4,395	4,395
610	Rentals		206,298	206,298
620	Property Taxes			0
630	Advertising		1,165	1,165
640	Dues and Fees			0
650	Professional and Staff Development			0
680	Information Technology Services		4,257	4,257
	Total Services	566	226,391	226,957
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT			
710	Supplies		47,200	47,200
740	Curricular and Media Materials		17,109	17,109
760	Minor Equipment			0
780	Information Technology Equipment		13,990	13,990
	Total Supplies, Materials and Minor Equipment	0	78,299	78,299
96X-99	TRANSFERS			
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
	TOTALS	323,531	1,242,568	1,566,099

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400

For the Year Ended June 30, 2021

COMMUNITY EDUCATION AND SERVICES		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	17,832			127,419	145,251
330	Instructional - Teaching		59,988			59,988
350	Instructional - Other			206,273	75,501	281,774
360	Technical, Specialized and Service		136,328	185,873	50,211	372,412
370	Secretarial, Clerical and Other					0
380	Clinician					0
390	Information Technology					0
	Total Salaries	17,832	196,316	392,146	253,131	859,425
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	3,911	12,148	24,194	13,071	53,324
5-6XX	SERVICES					
510	Professional, Technical and Specialized	575		2,381	200	3,156
520	Communications	150		324	2,103	2,577
540	Travel and Meetings			3,243	3,669	6,912
570	Printing and Binding			19	2,195	2,214
580	Insurance and Bond Premiums					0
590	Maintenance and Repair Services	32	372			404
610	Rentals					0
630	Advertising	245				245
640	Dues and Fees		100	137		237
650	Professional and Staff Development		45		6,180	6,225
680	Information Technology Services					0
	Total Services	1,002	517	6,104	14,347	21,970
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	3,010	9,557	34,767	17,613	64,947
740	Curricular and Media Materials			5,205	1,801	7,006
760	Minor Equipment					0
780	Information Technology Equipment	7,246		55,567		62,813
	Total Supplies, Materials and Minor Equipment	10,256	9,557	95,539	19,414	134,766
96X-99	TRANSFERS					
980	Organizations and Individuals					0
999	Recharge					0
	Total Transfers	0	0	0	0	0
	TOTALS	33,001	218,538	517,983	299,963	1,069,485

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500

For the Year Ended June 30, 2021

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	226,055				226,055
320 Executive, Managerial and Supervisory		680,073	606,975	128,456	1,415,504
360 Technical, Specialized and Service		329,820	166,790	95,130	591,740
370 Secretarial, Clerical and Other		240,205	1,028,711	1,445	1,270,361
390 Information Technology				187,315	187,315
Total Salaries	226,055	1,250,098	1,802,476	412,346	3,690,975
4XX EMPLOYEES BENEFITS AND ALLOWANCES	9,271	116,538	244,001	43,283	413,093
5-6XX SERVICES					
510 Professional, Technical and Specialized		251,235	122,902	372,972	747,109
520 Communications	6,006	3,708	18,377	1,820	29,911
540 Travel and Meetings	33,824	20,367	2,506	180	56,877
570 Printing and Binding		2,594	409		3,003
580 Insurance and Bond Premiums			122,986		122,986
590 Maintenance and Repair Services		134		26,308	26,442
610 Rentals					0
630 Advertising		60,689	312		61,001
640 Dues and Fees	151,498	19,647	46,523	1,368	219,036
650 Professional and Staff Development		1,115	722		1,837
680 Information Technology Services	8,107	26,531		363,518	398,156
Total Services	199,435	386,020	314,737	766,166	1,666,358
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710 Supplies	2,198	40,642	192,672	643	236,155
740 Curricular and Media Materials		13,850			13,850
760 Minor Equipment		6,607	50,527	1,458	58,592
780 Information Technology Equipment		85	40	2,331,798	2,331,923
Total Supplies, Materials and Minor Equipment	2,198	61,184	243,239	2,333,899	2,640,520
96X-99 TRANSFERS					
960 School Divisions					0
980 Organizations and Individuals					0
999 Recharge					0
Total Transfers	0	0	0		0
TOTALS	436,959	1,813,840	2,604,453	3,555,694	8,410,946

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2021

INSTRUCTIONAL AND OTHER SUPPORT SERVICES		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	313,279					313,279
330	Instructional - Teaching		687,293	2,700,107	698,719	116,819	4,202,938
350	Instructional - Other			1,454,808			1,454,808
360	Technical, Specialized and Service	86,226		138,032		361,289	585,547
370	Secretarial, Clerical and Other	119,017			332		119,349
390	Information Technology						0
	Total Salaries	518,522	687,293	4,292,947	699,051	478,108	6,675,921
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	37,309	58,933	374,071	3,824	35,282	509,419
5-6XX	SERVICES						
510	Professional, Technical and Specialized		2,581		73,009	301,180	376,770
520	Communications	600	1,456		1,163	600	3,819
540	Travel and Meetings		3,891	3,870			7,761
560	Tuition						0
570	Printing and Binding		107				107
580	Insurance and Bond Premiums					10,866	10,866
590	Maintenance and Repair Services		434	102			536
610	Rentals				461		461
630	Advertising						0
640	Dues and Fees		1,485		5,921		7,406
650	Professional and Staff Development	750	1,177		280,469		282,396
680	Information Technology Services			53,384			53,384
	Total Services	1,350	11,131	57,356	361,023	312,646	743,506
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies		18,149	51,071	31,532		100,752
740	Curricular and Media Materials		28,662	121,489	48,175		198,326
760	Minor Equipment		67,714		3,646		71,360
780	Information Technology Equipment		29,821	2,647	21,438		53,906
	Total Supplies, Materials and Minor Equipment	0	144,346	175,207	104,791	0	424,344
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals					30,000	30,000
	Total Transfers					30,000	30,000
	TOTALS	557,181	901,703	4,899,581	1,168,689	856,036	8,383,190

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700

For the Year Ended June 30, 2021

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	237,094					237,094
350 Instructional - Other						0
360 Technical, Specialized and Service		2,835,173				2,835,173
370 Secretarial, Clerical and Other	16,549				156,797	173,346
390 Information Technology						0
Total Salaries	253,643	2,835,173		0	156,797	3,245,613
4XX EMPLOYEES BENEFITS AND ALLOWANCES	35,650	386,667			23,162	445,479
5-6XX SERVICES						
510 Professional, Technical and Specialized	30,893	16,376			100	47,369
520 Communications	8,728	20,710				29,438
540 Travel and Meetings	32				76	108
550 Transportation of Pupils			1,275		18,580	19,855
570 Printing and Binding	580	445				1,025
580 Insurance and Bond Premiums		68,774				68,774
590 Maintenance and Repair Services	969	50,185				51,154
610 Rentals						0
630 Advertising						0
640 Dues and Fees	1,036					1,036
650 Professional and Staff Development	750					750
680 Information Technology Services						0
Total Services	42,988	156,490	1,275	0	18,756	219,509
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710 Supplies	9,316	653,978				663,294
740 Curricular and Media Materials						0
760 Minor Equipment	3,763	18,824				22,587
780 Information Technology Equipment	3,938	1,865				5,803
Total Supplies, Materials and Minor Equipment	17,017	674,667		0	0	691,684
96X-99 TRANSFERS						
960 School Divisions						0
980 Organizations and Individuals						0
999 Recharge						0
Total Transfers	0	0	0	0	0	0
TOTALS	349,298	4,052,997	1,275	0	198,715	4,602,285

OPERATING FUND - EXPENSE DETAIL: FUNCTION 800

For the Year Ended June 30, 2021

OPERATIONS AND MAINTENANCE	10	20	50	70	80	TOTALS
	ADMINISTRATION	SCHOOL BUILDINGS MAINTENANCE	SCHOOL BUILDINGS REPAIRS AND REPLACEMENTS	OTHER BUILDINGS	GROUND	
CODE OBJECT \ PROGRAM						
3XX SALARIES						
320 Executive, Managerial and Supervisory	738,151					738,151
360 Technical, Specialized and Service		10,648,154		101,834		10,749,988
370 Secretarial, Clerical and Other	150,199					150,199
390 Information Technology						0
Total Salaries	888,350	10,648,154	0	101,834	0	11,638,338
4XX EMPLOYEES BENEFITS AND ALLOWANCES	126,077	1,509,633		16,390		1,652,100
5-6XX SERVICES						
510 Professional, Technical and Specialized	229	234,183		3,489	81,791	319,692
520 Communications	5,051	136,112		4,205		145,368
530 Utility Services		3,575,719		147,941		3,723,660
540 Travel and Meetings	27,735					27,735
570 Printing and Binding	839					839
580 Insurance and Bond Premiums		405,491				405,491
590 Maintenance and Repair Services	869	3,423,012	597,481	59,712	477,481	4,558,555
610 Rentals						0
620 Property Taxes		141,394		80,319		221,713
630 Advertising	995				1,977	2,972
640 Dues and Fees	1,036	178				1,214
650 Professional and Staff Development	507					507
680 Information Technology Services		30,543				30,543
Total Services	37,261	7,946,632	597,481	295,666	561,249	9,438,289
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710 Supplies	11,024	1,799,668		65,632	259	1,876,583
740 Curricular and Media Materials						0
760 Minor Equipment	2,512	96,360		3,300		102,172
780 Information Technology Equipment		21,120				21,120
Total Supplies, Materials and Minor Equipment	13,536	1,917,148	0	68,932	259	1,999,875
96X-99 TRANSFERS						
999 Recharge						0
TOTALS	1,065,224	22,021,567	597,481	482,822	561,508	24,728,602

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2021	2020
Financial Assets		
Cash and Bank	8,647,207	-
Due from		
- Provincial Government	1,326,289	1,118,419
- Federal Government	72,860	14,428
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	1,570,949	1,843,809
Accounts Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>11,617,305</u>	<u>2,976,656</u>
Liabilities		
Overdraft	-	6,709,196
Accounts Payable	792,405	907,897
Accrued Liabilities	629,556	310,208
Accrued Interest Payable	1,326,289	1,118,419
Due to		
- Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	511,846	484,423
Borrowings from the Provincial Government	84,113,099	58,978,566
Other Borrowings	4,564,312	4,241,945
	<u>91,937,507</u>	<u>72,750,654</u>
Net Assets (Debt)	<u>(80,320,202)</u>	<u>(69,773,998)</u>
Non-Financial Assets		
Net Tangible Capital Assets	<u>108,319,816</u>	<u>96,858,776</u>
Accumulated Surplus / Equity *	<u>27,999,614</u>	<u>27,084,778</u>
* Comprised of:		
Reserve Accounts	1,570,949	1,843,809
Equity in Tangible Capital Assets	26,428,665	25,240,969
	<u>27,999,614</u>	<u>27,084,778</u>

CAPITAL FUND SCHEDULE OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS

For the Year Ended June 30

	2021	2020
Revenue		
Provincial Government		
Grants	13,222	-
Debt Servicing - Principal	3,962,667	3,839,863
- Interest	2,566,733	2,387,847
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	122,825	142,177
MB Hydro grant	-	-
Gain / (Loss) on Disposal of Capital Assets	3,467	13,886
Gain on receipt of Modular classroom	-	-
	-	-
	-	-
	6,668,914	6,383,773
Expenses		
Amortization	8,235,387	8,031,570
Interest on Borrowings from the Provincial Government	2,605,560	2,421,460
Other Interest	154,954	177,634
Other Capital Items	59,399	147,987
	11,055,300	10,778,651
Current Year Surplus / (Deficit)	(4,386,386)	(4,394,878)
Net Transfers from (to) Operating Fund	5,301,222	3,918,363
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	914,836	(476,515)
Opening Accumulated Surplus / Equity	27,084,778	27,561,293
Adjustments:	-	-
	-	-
Opening Accumulated Surplus / Equity as adjusted	27,084,778	27,561,293
Closing Accumulated Surplus / Equity	27,999,614	27,084,778

SCHEDULE OF TANGIBLE CAPITAL ASSETS

at June 30, 2021

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2021 TOTALS	2020 TOTALS
	School	Non-School									
Tangible Capital Asset Cost											
Opening Cost, as previously reported	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
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening Cost adjusted	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
Add:											
Additions during the year	19,002,202		1,687,881	59,730	363,233	3,010,372	-	-	(4,426,991)	19,696,427	14,356,510
Less:											
Disposals and write downs	-	-	-	-	-	9,173,311	-	-		9,173,311	3,350,375
Closing Cost	176,570,030	6,537,137	10,270,280	568,904	3,095,112	8,637,324	1,878,287	3,016,292	14,550,044	225,123,410	214,600,294
Accumulated Amortization											
Opening, as previously reported	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
Adjustments	-	-	-	-	-	-		-		-	-
Opening adjusted	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
Add:											
Current period Amortization	4,036,417	216,529	614,440	52,767	314,164	2,937,499		63,571		8,235,387	8,031,570
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	-	-	-	9,173,311		-		9,173,311	3,350,375
Closing Accumulated Amortization	97,087,942	4,952,000	6,002,700	449,436	2,181,562	3,251,713		2,878,241		116,803,594	117,741,518
Net Tangible Capital Asset	79,482,088	1,585,137	4,267,580	119,468	913,550	5,385,611	1,878,287	138,051	14,550,044	108,319,816	96,858,776
Proceeds from Disposal of Capital Assets	-	-	3,467	-	-	-				3,467	13,886

* Includes network infrastructure.

SCHEDULE OF CAPITAL RESERVE ACCOUNTS
For the Year Ended June 30, 2021

Fund Name >	Buses	Locker Replacement	Science Labs	MMC Re-Configuration	Workplace Health & Safety Enhancements	Sub-Totals
Opening Balance, July 1, 2020	-	-	-	-	13,672	13,672
Additions: (Provide a description of each transaction)						
						-
						-
						-
						-
						-
						-
						-
						-
Total Additions	-	-	-	-	-	-
Withdrawals: (Provide a description of each transaction)						
						-
						-
						-
						-
						-
						-
						-
Total Withdrawals	-	-	-	-	-	-
Closing Balance, June 30, 2021	-	-	-	-	13,672	13,672

SCHEDULE OF CAPITAL RESERVE ACCOUNTS
For the Year Ended June 30, 2021

Fund Name >	MMC Addition	Transportation Building				Totals (includes totals from previous page)
Opening Balance, July 1, 2020	580,137	1,250,000	-	-	-	1,843,809
Additions: (Provide a description of each transaction)						
						-
						-
						-
						-
						-
						-
						-
						-
Total Additions	-	-	-	-	-	-
Withdrawals: (Provide a description of each transaction)						
Expenditures during year.	257,305	15,555				272,860
						-
						-
						-
						-
						-
						-
						-
Total Withdrawals	257,305	15,555	-	-	-	272,860
Closing Balance, June 30, 2021	322,832	1,234,445	-	-	-	1,570,949

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.

Date

Secretary-Treasurer

SPECIAL PURPOSE FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2021	2020
Financial Assets		
Cash and Bank	2,308,918	2,437,058
GST Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	2,308,918	2,437,058
Liabilities		
School Generated Funds Liability	1,982,372	2,105,631
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	1,982,372	2,105,631
Accumulated Surplus *	326,546	331,427
* Comprised of:		
School Generated Funds Accumulated Surplus	326,546	331,427
Other Funds Accumulated Surplus	-	-
	-	-
Accumulated Surplus *	326,546	331,427

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

For the Year Ended June 30

	2021	2020
Revenue		
School Generated Funds	186,376	543,411
Other Funds	-	-
	-	-
	186,376	543,411
Expenses		
School Generated Funds	191,257	590,427
Other Funds	-	-
	-	-
	191,257	590,427
Current Year Surplus (Deficit)	(4,881)	(47,016)
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	(4,881)	(47,016)
Opening Accumulated Surplus	331,427	378,443
Adjustments: School Generated Funds	-	-
Other Funds	-	-
Opening Accumulated Surplus as adjusted	331,427	378,443
Closing Accumulated Surplus	326,546	331,427

STUDENT ENROLMENTS (FRAME) AND TRANSPORTATION STATISTICS (UNAUDITED)

ENROLMENTS BY PROGRAM

F.T.E. Enrolment
September 30, 2020

REGULAR INSTRUCTION

English Language - Single Track		7,908.5
Francais - Single Track		-
French Immersion - Single Track		1,397.0
Dual Track		
- English Language	3,592.0	
- Francais	-	
- French Immersion	2,024.0	
- Other Bilingual	535.5	6,151.5
Senior Years Technology Education		632.0

TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS		<u>16,089.0</u>
--	--	-----------------

TRANSPORTATION OF PUPILS

TRANSPORTED STUDENTS (September 30)	3,661
TOTAL KILOMETERS - LOG BOOK (For the period ended June 30)	1,243,544
TOTAL KILOMETERS - BUS ROUTES (For the period ended June 30)	1,105,770
LOADED KILOMETERS (For the period ended June 30)	502,572

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

For the 2020/21 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	68.86	3.25	1.80	2.00	11.50	1.50	3.00	8.00	99.91
330 Instructional - Teaching	939.39	139.50	11.25	0.75		37.27			1,128.16
350 Instructional - Other	8.42	396.87				35.00			440.29
360 Technical, Specialized And Service	11.30				6.00	11.50	78.00	177.75	284.55
370 Secretarial, Clerical And Other	86.57	6.50	2.43		24.00	3.50	3.00	3.00	129.00
380 Clinician		30.07							30.07
390 Information Technology	13.00	1.00			3.00				17.00
TOTALS (excluding Trustees)	1,127.54	577.19	15.48	2.75	44.50	88.77	84.00	188.75	2,128.98

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	8,410,946
Less: Liability Insurance	122,986
Administration portion of self-funded expenses (see below)	382,865 *
Trustee election costs	-
	<u>7,905,095 (A)</u>

Expense Base

Total Operating Expenses	212,535,727
Plus: Transfers to Capital	5,301,222
Less: Adult Learning Centres, Function 300	1,566,099
	<u>216,270,850 (B)</u>

Percentage (A) / (B)
3.66%
% increase in 2020/21 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	111,461
Administration (deducted above)	382,865 *
Other: _____	-
_____	-
	<u>494,326</u>
Associated Revenue ⁽²⁾	<u>434,113</u>

Self-Administered Pension Plans

Expenses (1)	
Administration (deducted above)	-
Other: _____	-
_____	-
	<u>0</u>
Associated Revenue ⁽²⁾	<u>-</u>

(1) Incremental costs of the program.

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

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

CATEGORICAL SUPPORT (From Appendix A)	Function/ Program	Amount
Special Needs: Coordinator/Clinician	210-260	1,203,923
Special Needs: Level II and Level III	210-260	8,250,166
Indigenous Academic Achievement	unallocated	864,000
Early Childhood Development Initiative	400	231,773
Literacy and Numeracy	unallocated	1,410,684
Total allocable Categorical Support (carried to Allow Input): \$11,960,546		11,960,546.00
OTHER PROGRAM SUPPORT	Function/ Program	Amount
School Buildings Support "D" Projects	800	462,540
Technology Education Equipment	unallocated	233,700
Skills Strategy Equipment Enhancement	unallocated	166,086
Total Other Program Support: \$862,326		862,326.00
OTHER PROVINCIAL GOVERNMENT REVENUE	Function/ Program	Amount
Nursing Support (URIS)	210-260	425,813
Early Years Enhancement Grant	Unallocated	1,373,864
Community Schools	400	132,230
Healthy Schools Initiative	400	51,933
Learning to Age 18 Coordinator	Unallocated	77,820
German Language Grant	Unallocated	3,000
French Second Language Revitalization	Unallocated	28,539
Career Development Initiative	Unallocated	131,427
Reading Initiative	Unallocated	3,558
Reading (Prov)	Unallocated	4,076
Special Funding Agreement - John G Stewart	210-260	475,000
Shared Services	210-260	190,128
Adult Learning Centres	300	1,580,814
Urban Green Team	400	75,490
Healthy Child/Baby	400	122,799
Covid Support	Unallocated	6,191,477
PPE Grant Transfer	Unallocated	343,053
Total Allocable: \$11,211,021		11,211,021.00

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	35,811,468	133,345	9,454,089	0	1,090,941	0	0	25,399,783
270 Counselling and Guidance	4,455,104	0	0	0	0	0	0	4,455,104
300 Adult Learning Centres	1,566,099				1,580,814	0	0	
400 Community Education and Services	1,069,485		231,773	0	382,452	0	458,960	
620 Library / Media Centre	4,899,581	78,851	0	0	0	0	0	4,978,432
630 Professional and Staff Development	1,168,689	0	0	0	0	0	0	1,168,689
800 Operations and Maintenance	24,728,602	314,996	0	462,540	0	0	46,537	24,534,521
ALLOCATED ADJUSTMENTS/REDUCTIONS		527,192	9,685,862	462,540	3,054,207	0	505,497	
UNALLOCATED ADJUSTMENTS/REDUCTIONS		2,647,157	7,266,989	399,786	11,398,105	1,038,630	679,046	(1)
TOTALS	73,699,028	3,174,349	16,952,851	862,326	14,452,312	1,038,630	1,184,543	60,536,529

OTHER FUNCTION/PROGRAMS EXPENSES	138,836,699	<input type="checkbox"/> OPEN OR CLOSE DETAIL
TOTAL EXPENSES	212,535,727	

CALCULATION OF UNSUPPORTED EXPENSES	
OTHER FUNCTION/PROGRAMS EXPENSES	138,836,699
TOTAL ALLOWABLE EXPENSES	60,536,529
TOTAL UNALLOCATED ADJUSTMENTS/REDUCTIONS (1)	(18,135,399)
Base Support (from page 8)	(49,073,840)
Formula Guarantee (from page 8)	0
SCHOOL BUS AMORTIZATION (from TCA Sched page 23)	614,440
TOTAL UNSUPPORTED EXPENSES	132,778,429

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

CALCULATION OF ALLOWABLE EXPENSES (refer to "Allow Guide")

APPENDIX A

[illegible]

OTHER PROGRAM SUPPORT:	
School Buildings Support: "D" Projects	462,540
Technology Education Equipment & Skills Strategy Equipment Enhancement	399,786
Other Minor Capital Support	0
Curricular Materials Prior Year Support	0
Finalization of Previous Year's support	0
Amount carried forward to Allowable Expenses	862,326

CATEGORICAL SUPPORT TO BE ALLOCATED

Special Needs: Coordinator/Clinician		
(A) Maximum Support		1,203,923
(B) Eligible Expenses		3,591,379
(C) Less related revenues		
(D) Allowable Expenses (B) - (C)		3,591,379
Eligible Support (lesser of A or D)		1,203,923
Special Needs: Level 2 and 3		8,250,166
Indigenous Academic Achievement		864,000
Literacy and Numeracy		1,410,684
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		231,773
Total allocable Categorical Support (carried to Allow Input)		11,960,546
Non-allocable Categorical Support		4,992,305
Total Categorical Support (carried to page 30)		16,952,851

CALCULATION OF ALLOWABLE SCHOOL BUILDING SUPPORT "D" EXPENSES:

Program 850 School Building Repairs & Replacements	597,481
PLUS: Capitalized Section "D" Expenses (net)	314,996
Grounds	-
LESS: Related revenue other than "D" Support	-
Allowable Section "D" Expenses	(C) 912,477
< OR >	
Expenses to be used for calculating "D" Grant. Enter an amount to overwrite if different from above.	(D) 912,477
(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		3,241,291	3,241,291
Education Property Tax Credit		23,600,387	23,600,387
Tax Incentive Grant		730,591	730,591
All other	9,431,918		9,431,918
Other Provincial Government Departments	1,779,103		1,779,103
Total Revenue	11,211,021	27,572,269	38,783,290

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.

NON-PROVINCIAL SOURCES:	Allocated	Unallocated	Total
Federal Government			
Tuition Fees	0		0
All other	458,960		458,960
Municipal Government			
Net Special Requirement		70,546,166	70,546,166
Other	0		0
Other School Divisions			
Tuition Fees	418,600		418,600
Transfer Fees	0		0
Residual Fees	55,840		55,840
All other	0		0
First Nations			
Tuition Fees	111,625		111,625
All other	0		0
Private Organizations and Individuals			
Tuition Fees	452,565		452,565
Ancillary Services	76,585		76,585
Other Sources			
Interest		73,485	73,485
Donations	71,012		71,012
Other	577,986		577,986
Total Revenue	2,223,173	70,619,651	72,842,824

OTHER PROVINCIAL GOVERNMENT REVENUE:

Total Revenue	38,783,290
Education Property Tax Credit	(23,600,387)
Tax Incentive Grant	(730,591)
PROVINCIAL REVENUE FOR EQUALIZATION	14,452,312
(to agree with Other Provincial Gov't Revenue on page 30)	

NON-PROVINCIAL SOURCES:

TOTAL ALLOCABLE FEES	1,038,630
(Tuition, Transfer and Residual Fees)	

TOTAL ALLOCABLE OTHER REVENUE	1,184,543
(to agree with total other revenue on page 30)	

TOTAL ALLOCABLE NON-PROV. SOURCES	2,223,173
--	------------------

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2021

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, 2021

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

June 30, 2021

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:

<u>Asset Description</u>	<u>Estimated Useful Life</u> (Years)
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, 2021

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

Notes to Consolidated Financial Statements

June 30, 2021

3. EMPLOYEE FUTURE BENEFITS

An employee future benefit liability of \$302,872 (2020 - \$203,011) has been accrued as at June 30, 2021 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 \$2,205,790 (2020 - \$1,726,375).

During the year ended June 30, 2021, the employer contributions to the Pension Plan for Non-Teaching Employees of Public School Boards in Manitoba amounted to \$2,672,247 (2020- \$2,421,090). This amount has been expensed in the Division's financial statements for the year ended June 30, 2021.

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, 2020	Additions in the period	Revenue recognized in the period	Balance at June 30, 2021
Province of MB – EPTC*	\$ 6,258,376	\$ 1,326,386	\$ 6,258,375	\$ 1,326,387
Province of MB – Other	203,490	483,652	404,520	282,622
Tuition Fees	628,571	938,945	628,572	938,944
Donated Capital Asset	484,423	511,846	484,423	511,846
Miscellaneous	334,696	1,120,973	1,227,269	228,400
	\$ 7,909,556	\$ 4,381,802	\$ 9,003,159	\$ 3,288,199

*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 \$1,982,372 (2020 - \$2,105,631).

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2021

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 2021 to 2041. 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 7.00%. Debenture interest expense payable as at June 30, 2021 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
2022	\$ 4,976,222	\$ 2,925,075	\$ 7,901,297
2023	4,988,476	2,721,034	7,709,510
2024	4,928,341	2,520,800	7,449,141
2025	4,897,835	2,328,198	7,226,033
2026	4,854,460	2,141,044	6,995,504
	<u>\$ 24,645,334</u>	<u>\$ 12,636,151</u>	<u>\$ 37,381,485</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 4.16% per annum and have lease terms that expire between 2022 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
2022	\$ 1,146,130	\$ 109,147	\$ 1,255,277
2023	1,074,354	76,789	1,151,143
2024	1,043,891	48,167	1,092,058
2025	665,486	20,992	686,478
2026	415,789	9,784	425,573
	<u>\$ 4,345,650</u>	<u>\$ 264,879</u>	<u>\$ 4,610,529</u>

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2021

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:

	Principal	Interest	Total
2022	218,662	15,033	233,695
	<u>\$ 218,662</u>	<u>\$ 15,033</u>	<u>\$ 233,695</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 \$87,004 (2020 - \$134,514). 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, 2021 are \$8,637,324, \$3,251,713 and \$5,385,611 respectively.

9. ACCUMULATED SURPLUS

The consolidated accumulated surplus is comprised of the following:

	<u>2021</u>	<u>2020</u>
Operating Fund		
Designated Surplus	\$ 2,243,467	\$ 10,891,320
Undesignated Surplus	2,652,222	2,153,040
Non-Vested Sick Leave	(2,205,789)	(1,726,374)
	<u>\$ 2,689,900</u>	<u>\$ 11,317,986</u>
Capital Fund		
Reserve Accounts	\$ 1,570,949	\$ 1,843,809
Equity in Tangible Capital Assets	26,428,665	25,240,969
	<u>\$ 27,999,614</u>	<u>\$ 27,084,778</u>
Special Purpose Fund		
School Generated Funds	\$ 326,546	\$ 331,427
	<u>\$ 326,546</u>	<u>\$ 331,427</u>
Total Accumulated Surplus	<u>\$ 31,016,060</u>	<u>\$ 38,734,191</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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2021

9. ACCUMULATED SURPLUS (continued)

	<u>2021</u>	<u>2020</u>
Board approved appropriation by motion	\$ 1,000,000	\$ 102,978
School budget carryovers by board policy	1,243,467	3,056,342
Covid-19 Savings Related to School Closures	-	7,732,000
Designated surplus	<u>\$ 2,243,467</u>	<u>\$10,891,320</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 2020 tax year and 60% from 2021 tax year. Below are the related revenue and receivable amounts:

	<u>2021</u>	<u>2020</u>
Revenue-Municipal Government-Property Tax	<u>\$ 70,546,166</u>	<u>\$ 68,348,034</u>
Receivable-Due from Municipal Government-Property Tax	<u>\$ 41,290,588</u>	<u>\$ 41,106,406</u>

RIVER EAST TRANSCONA SCHOOL DIVISION
Notes to Consolidated Financial Statements
June 30, 2021

11. INTEREST RECEIVED AND PAID

The Division received interest during the year of \$73,485 (2020 - \$227,249).

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

	<u>2021</u>	<u>2020</u>
Operating Fund		
Fiscal-Short Term Loan, Interest and Bank Charges	\$ 24,320	\$ 42,620
Capital Fund		
Debenture Debt Interest	\$ 2,605,560	\$ 2,421,460
Interest on Obligation under Capital Lease	154,954	177,634
Other Interest	-	-
	\$ 2,760,514	\$ 2,599,094
Total Fiscal – Interest	\$ 2,784,834	\$ 2,641,714

The accrued portion of debenture debt interest expense at June 30, 2021 of \$1,326,289 (2020- \$1,118,419) 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 2021</u>	<u>Budget 2021</u>	<u>Actual 2020</u>
Salaries	\$ 166,509,130	\$ 158,556,699	\$ 156,298,385
Employees benefits & allowances	12,601,323	11,318,000	10,910,179
Services	15,154,509	14,835,362	14,539,348
Supplies, materials, minor equipment	14,102,848	8,300,187	6,554,230
Payroll tax	3,556,549	3,400,000	3,229,782
Interest and bank charges	2,784,834	64,000	2,641,714
Other operating expenses	30,700	58,800	31,525
	214,739,893	196,533,048	194,205,163
School Divisions	556,348		687,257
Amortization	8,235,387		8,031,570
Other capital items	59,399		147,987
School generated funds	191,257		590,427
	\$ 223,782,284	\$ 196,533,048	\$ 203,662,404

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2021

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, 2021, the amount of this special levy was \$1,400,939 (2020 - \$1,388,245). 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>2021</u>	<u>2020</u>
<u>Scholarship Funds</u>		
Balance, beginning of year	\$ 268,965	\$ 262,906
Cash contributions received during the year	8,840	18,573
Interest income	1,225	4,404
Scholarships awarded	(13,714)	(16,918)
Balance, end of year	<u>\$ 265,316</u>	<u>\$ 268,965</u>
<u>Assets</u>		
Cash and investments	\$ 272,042	\$ 270,815
Accounts Payable	(6,726)	(1,850)
Balance end of year	<u>\$ 265,316</u>	<u>\$ 268,965</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>2021</u>	<u>2020</u>
Cash	\$ 5,343,844	\$ 4,766,883
Due from – Provincial Government	6,372,777	4,364,578
– Federal Government	760,150	399,252
– Municipal Government	41,290,588	41,106,406
– First Nations	12,925	56,350
Accounts Receivable	217,710	201,260

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2021

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	\$ 4,215,654	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	29,721,923	-	-	-	-	-
Due to Governments	-	-	-	-	-	-
Debenture debt	4,976,222	4,988,476	4,928,341	4,898,835	4,854,460	59,467,763
Other borrowings	1,364,792	1,074,354	1,043,891	665,486	415,789	-

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.